SPRINGFIELD METROPOLITAN EXPOSITION
AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORTs

For the Fiscal Years Ended
July 31, 2015 and 2014

Sikich®

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
TABLE OF CONTENTS

Page(s)

ADDITIONAL INFORMATION

Sikich®

217.793.3363 // www.sikich.com

3201 W. White Oaks Dr., Suite 102
Springfield, Illinois 62704

Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Springfield Metropolitan Exposition and Auditorium Authority
Springfield, Illinois

We have audited the accompanying basic financial statements of the Springfield Metropolitan Exposition and Auditorium Authority (the Authority), as of and for the years ended July 31, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the Authority'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 the 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 an opinion on these basic 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 risk 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.

Opinion

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of Springfield Metropolitan Exposition and Auditorium Authority, as of July 31, 2015 and 2014, and the changes in financial position and the cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

The Authority adopted new accounting guidance, GASB Statement No 68, *Accounting and Financial Reporting for Pensions*, during the year ended July 31, 2015. The implementation of this guidance resulted in changes to the pension-related expense, notes presented in the notes to the financial statements and to the required supplementary information. The data as of July 31, 2014 was not restated as the required information was not available. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information 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 Authority's financial statements that collectively comprise the Authority's basic financial statements. The Supplementary Information and Additional 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 relate directly to the underlying accounting and other records used to prepare the 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 Additional Information 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 them.

Springfield, Illinois
December 10, 2015

Management's Discussion and Analysis (MD&A) regarding the Authority's financial statements, which follows, is intended to provide an objective and easily readable analysis of the Authority's financial activities based on facts, decisions and conditions known at the date of the audit report. Readers should consider *Management's Discussion and Analysis*, the *Notes to the Financial Statements* and the *Required Supplementary Information* when reviewing the Authority's financial statements in order to gain a full understanding of the Authority's results of operations and financial position.

FINANCIAL HIGHLIGHTS

Condensed financial information comparing balances at July 31, 2015, 2014 and 2013, and activities for the years then ended are provided below to facilitate analysis of the 2015 and 2014 results of operations.

Net position increased $143,508 to $16,626,419 and increased $2,320,811 to $16,482,911, as follows:

	July 31,		
	2015	**2014**	**2013**
Net investment in capital assets	13,303,985	13,928,303	11,673,891
Restricted for			
Insurance	1,082,652	991,376	928,910
Debt service	84,748	94,285	100,949
Retirement	444,548	88,673	89,423
Annual audit	15,129	16,475	20,578
Unrestricted	1,695,357	1,363,799	1,348,349
Net position at end of year	$ 16,626,419	$ 16,482,911	$ 14,162,100

The net investment in capital assets decreased during the year ended July 31, 2015 and increased during the year ended July 31, 2014, as follows:

Net investment in capital assets at July 31, 2014	$ 13,928,303
Bond funds expended	(118,071)
Depreciation	(1,209,310)
Capital asset additions	409,736
Capital debt proceeds	(160,717)
Debt principal repayments	454,044
Net investment in capital assets at July 31, 2015	$ 13,303,985

FINANCIAL HIGHLIGHTS (Continued)

Net investment in capital assets at July 31, 2013	$ 11,673,891
Bond funds expended	(934,007)
Bond fund reimbursement from grants expended	(2,930,463)
Depreciation	(1,025,613)
Capital asset additions	16,340,813
Capital asset deletions	(9,515,868)
Debt principal repayments	319,550
Net investment in capital assets at July 31, 2014	$ 13,928,303

Total assets and deferred outflows of resources decreased $658,339 to $25,892,989 and increased $2,589,109 to $26,551,328 during the years ended July 31, 2015 and 2014, as follows:

	July 31,		
	2015	**2014**	**2013**
Cash and cash equivalents	$ 2,267,182	$ 2,786,954	$ 3,476,598
Restricted cash	83,582	83,582	1,017,590
Investments	88,951	88,911	88,769
Grant receivables	-	-	1,626,872
Tax receivables	816,834	813,327	795,415
Capital assets, net of accumulated depreciation	21,820,098	22,619,672	16,820,339
Net pension asset	190,038	-	-
Other assets	453,792	158,882	136,636
Total assets	25,720,477	26,551,328	23,962,219
Deferred outflow, IMRF	172,512	-	-
Total assets and deferred outflows of resources	$ 25,892,989	$ 26,551,328	$ 23,962,219

FINANCIAL HIGHLIGHTS (Continued)

Total liabilities and deferred inflows of resources decreased $802,547 to $9,265,870 and increased $268,298 to $10,068,417 during the years ended July 31, 2015 and 2014, as follows:

	July 31, 2015	July 31, 2014	July 31, 2013
Accounts payable and accrued expenses	$ 331,989	$ 824,438	$ 307,310
Deposits received	69,550	58,400	54,075
Ticket escrow payable	8,680	33,808	41,573
Unearned revenue	64,278	82,979	15,625
Bonds and accrued interest due within one year	504,286	458,922	351,690
Bonds due in more than one year	8,269,203	8,609,870	9,029,846
Total liabilities	9,247,286	10,068,417	9,800,119
Deferred inflow, IMRF	18,584	-	-
Total liabilities and deferred inflows of resources	$ 9,265,870	$ 10,068,417	$ 9,800,119

OPERATING ACTIVITIES

	2015	2014	2013
Service Revenues			
Convention Center	$ 2,044,882	$ 2,007,224	$ 2,325,876
Garage	528,536	518,584	434,474
Total service revenues	2,573,418	2,525,808	2,760,350
Operating Expenses			
Convention Center	4,209,287	4,483,947	4,471,495
Garage	278,166	316,625	262,597
Total operating expenses	4,487,453	4,800,572	4,734,092
Net Operating Income (Loss)			
Convention Center	(2,164,405)	(2,476,723)	(2,145,619)
Garage	250,370	201,959	171,877
Net operating income (loss)	(1,914,035)	(2,274,764)	(1,973,742)
Non-Operating Activities			
Tax revenues	1,783,941	1,826,920	1,733,961
Interest income	5,540	10,891	9,843
Grant support	100,000	2,835,805	4,585,141
Bond issuance expenses	-	-	(19,350)
Interest expense	(227,421)	(78,041)	(45,848)
Net non-operating activities	1,662,060	4,595,575	6,263,747

OPERATING ACTIVITIES (Continued)

Change in Net Position	$ (251,975)	$ 2,320,811	$ 4,290,005
Net transfers from garage to center	$ 208,874	$ 417,422	$ 253,958

Property tax revenue decreased in 2015 from the prior fiscal year. The equalized assessed valuation of property in the tax district was down .21% in 2015. Property tax revenue increased in 2014 from the prior fiscal year. The equalized assessed valuation of property in the tax district was up .81% in 2014, and there was an increase in the total property tax rate during the same period, from $.0694 for the 2012 tax levy collected in 2013 to .0701 for 2013 levy collected in 2014. Hotel/motel taxes of $100,000 were received in all three fiscal years. In 2015, The Authority had a 2% increase in operating revenues primarily due to a 1.5 times increase in event services income, a 1.3 times increase in catering, concessions and novelties income, a 1.8 times increase in catering commissions, and a 2.6 times increase in advertising income from the prior fiscal year. In 2014, The Authority had an 8% decrease in operating revenues primarily due to a 2.2 times decrease in promotion income from the prior fiscal year. Revenue from the parking garage was also up in 2015 and 2014 due to general economic conditions and the automated attendant operating 24 hours per day.

Operating expenses for the convention center decreased in 2015 due largely to decreased promotion expenses compared to the prior fiscal year. Operating expenses for the parking garage decreased in 2015 due to depreciation expense compared to the prior year. Operating expenses for the convention center increased in 2014 due largely to increased utility expenses compared to the prior fiscal year. Operating expenses for the parking garage increased in 2014 due to depreciation expense compared to the prior year. Interest expense on long-term debt increased in 2015 due to the majority of interest being capitalized in prior years. Interest expense on long-term debt in 2014 and 2013 was significantly less than in the prior year as a large portion of the interest was capitalized as a construction cost. Grant support decreased significantly in 2015 due to the use of all remaining grant funds in in the prior year. Grant support decreased significantly in 2014 due to the use of the majority of grant funds in the prior year.

USING THE FINANCIAL STATEMENTS

The Authority's financial statements consist of the statement of net position, statement of revenues, expenses and changes in net position, statement of cash flows, and the notes to the financial statements. Pursuant to GASB Statement 34, Paragraph 138, *Reporting by Special-purpose Governments Engaged Only in Business-type Activities*, the Authority presents only financial statements required for enterprise funds. Further, management's discussion and analysis and required supplementary information are limited to areas appropriate in such circumstances.

Readers should consider Management's Discussion and Analysis and the Other Required Supplementary Information when reviewing the Authority's financial statements in order to gain a full understanding of the Authority's results of operations and financial position.

CAPITAL ASSETS

At July 31, 2015, 2014 and 2013, the Authority had approximately $21.8 million, $22.6 million and $16.8 million invested in a broad range of capital assets, including land, buildings, furniture, computers, and other equipment. These amounts are net of accumulated depreciation to date. Increases represent additions to those categories, while decreases represent retirements of assets during the year and depreciation recognized for certain assets during the year. The following table shows the net book value of capital assets at the end of the 2015, 2014 and 2013 fiscal years.

Capital Assets, Net of Depreciation
July 31,
(In Thousands)

	2015	2014	2013
Land	$ 2,541	$ 2,541	$ 2,541
Center building	16,626	17,481	8,689
Parking garage	1,257	1,401	1,612
Center equipment	1,141	899	894
Garage equipment	255	297	328
Construction in progress	-	-	2,756
Total	$ 21,820	$ 22,619	$ 16,820

During fiscal years 2015 and 2014, additions of $410 thousand and $16.34 million of fixed assets were capitalized. Depreciation for the year ended July 31, 2015 and 2014 was $1.21 million and $1.02 million, respectively.

Additional information on capital assets may be found in Note 5 in the Notes to the Financial Statements.

DEBT

At July 31, 2015, 2014 and 2013, the Authority had outstanding debt totaling $8.74 million, $9.03 million and $9.35 million, respectively. Regular principal and interest payments on the 2011 revenue bonds totaled $328 thousand and $192 thousand, respectively, in fiscal year 2015 and $320 thousand and $192 thousand, respectively, in fiscal year 2014. Regular principal and interest payments on the 2013 debt certificates totaled $92 thousand and $38 thousand, respectively, in fiscal year 2015 and interest payments totaled $38 thousand in fiscal year 2014. Principal payments were not required in in fiscal year 2014. In fiscal year 2015, the Authority entered into a capital lease agreement totaling $161 thousand, which provided financing for equipment. Regular principal and interest payments on the capital lease totaled $34 thousand and $7 thousand, respectively, in fiscal year 2015. Principal and interest payments were not required in in fiscal year 2014.

DEBT (Continued)

Additional information on long term debt may be found in Note 11 in the Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The financial well being of the Authority is tied in large measure to the economy and the property tax base. The Authority generates 40% of its revenues from taxes thus making this an important source of revenue to the Authority.

The Authority operates the Prairie Capital Convention Center, (The Center) which was opened in November 1979 in Downtown Springfield with approximately 62,000 square feet of multi-functional space used for events ranging from conventions and tradeshows to family entertainment such as The Harlem Globetrotters and Sesame Street Live.

The Center is the largest indoor multi-purpose space in the greater Springfield area with two hotels containing over 600 combined housing rooms located next door to the property. A wide variety of restaurants, shopping, and tourist attractions are located all within walking distance of The Center.

The main draws to The Center are conventions and meetings. The Center is a smaller building that cannot compete with the over 13,000 seat facilities in the surrounding areas. The Center does bring a significant economic impact on the City of Springfield. Most events at The Center are large conventions, which contribute revenues to Springfield hotels, restaurants and retail stores.

The Center is a 37-year-old building that requires constant updating and repair, not only of the structure and décor, but also of the equipment needed to sustain the business (i.e. forklifts, computers, etc.). Due to a Downtown TIF district award of $5 million, a State of Illinois economic development grant of $4 million, and bond issues to retire the old bonds and provide approximately $8.1 million, the Center was able to address these long overdue operational issues. A $16 million renovation was completed in the fall of 2014. Adding restroom facilities in the main hall, updating the lighting, décor, and sound system in the lower level meeting rooms, and expanding the main lobby are just a few of the improvements that management expect to contribute to an increase in The Center's revenues for years to come.

CONTACTING THE AUTHORITY'S FINANCIAL MANAGEMENT

While this report is designed to provide full and complete disclosure of the financial condition and operations of the Authority, citizens groups, taxpayers or creditors may need further details. To obtain such details, please contact the Authority at One Convention Center Plaza, Springfield, Illinois 62701, or by calling (217) 788-7800 during regular office hours.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

STATEMENTS OF NET POSITION

July 31, 2015 and 2014

	2015	2014
ASSETS		
Current assets:		
Cash and cash equivalents	$ 2,267,182	$ 2,786,954
Restricted cash	83,582	83,582
Investments	88,951	88,911
Receivables:		
Property tax	816,834	813,327
Trade, net of allowance for uncollectible accounts of $14,394 and $22,609	222,724	64,516
Inventories	61,581	56,822
Prepaid items	169,487	37,544
Total current assets	3,710,341	3,931,656
Noncurrent assets:		
Capital assets:		
Land	2,541,404	2,541,404
Center building	33,215,382	33,211,410
Parking garage	7,803,719	7,803,719
Center equipment	5,152,057	4,749,982
Garage equipment	507,299	503,610
	49,219,861	48,810,125
Less accumulated depreciation	(27,399,763)	(26,190,453)
Total capital assets, net of accumulated deprecation	21,820,098	22,619,672
Net pension asset	190,038	-
Total noncurrent assets	22,010,136	22,619,672
Total assets	$ 25,720,477	$ 26,551,328
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflow, IMRF	$ 172,512	-
Total assets and deferred outflow of resources	$ 25,892,989	$ 26,551,328

(continued)

See accompanying Notes to Financial Statements.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

STATEMENTS OF NET POSITION

July 31, 2015 and 2014

	2015	2014
LIABILITIES		
Current liabilities:		
Accounts payable	$ 20,219	$ 506,334
Accrued expenses	134,147	149,394
Deposits received	69,550	58,400
Ticket escrow payable	8,680	33,808
Unearned revenue	64,278	82,979
Current portion of long-term debt	467,316	419,976
Current portion of accrued postemployment health insurance	7,200	7,200
Accrued interest	36,970	38,946
Total current liabilities	808,360	1,297,037
Long-term liabilities:		
Long-term debt, less current portion	8,269,203	8,609,870
Accrued postemployment health insurance, less current portion	170,423	161,510
Total noncurrent liabilities	8,439,626	8,771,380
Total liabilities	9,247,986	10,068,417
DEFERRED INFLOWS OF RESOURCES		
Deferred inflow, IMRF	18,584	-
NET POSITION		
Net investment in capital assets	13,303,985	13,928,303
Restricted for:		
Insurance	1,082,652	991,376
Debt service	84,748	94,285
Retirement	444,548	88,673
Annual audit	15,129	16,475
Unrestricted	1,695,357	1,363,799
TOTAL NET POSITION	$ 16,626,419	$ 16,482,911

(concluded)

See accompanying Notes to Financial Statements.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

For the Years Ended July 31, 2015 and 2014

	2015	2014
OPERATING REVENUES		
Event services	$ 584,954	$ 396,156
Catering, concessions and novelties	458,976	359,216
Catering commissions	100,851	55,536
Garage parking	528,536	518,584
Rental	565,027	488,377
Promotion	135,604	565,432
Advertising	140,650	53,575
Other	58,820	88,932
Total operating revenues	2,573,418	2,525,808
OPERATING EXPENSES		
Salaries and benefits	1,573,716	1,594,574
Direct costs of sales and services	766,876	1,185,681
Facilities	774,650	833,281
Depreciation	1,209,310	1,025,613
Other administrative	162,901	161,423
Total operating expenses	4,487,453	4,800,572
Net operating income (loss)	(1,914,035)	(2,274,764)
NONOPERATING REVENUES (EXPENSES)		
Tax revenues	1,783,941	1,826,920
Grant support	100,000	2,835,805
Investment income	5,540	10,891
Interest expense	(227,421)	(78,041)
Total nonoperating revenues (expenses)	1,662,060	4,595,575
CHANGE IN NET POSITION	(251,975)	2,320,811
NET POSITION, BEGINNING OF YEAR	16,482,911	14,162,100
Change in accounting principle	395,483	-
NET POSITION, BEGINNING OF YEAR, AS RESTATED	16,878,394	14,162,100
NET POSITION, END OF YEAR	$ 16,626,419	$ 16,482,911

See accompanying Notes to Financial Statements.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

STATEMENTS OF CASH FLOWS

For the Years Ended July 31, 2015 and 2014

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Customer and user receipts	$ 2,323,711	$ 2,485,850
Other receipts	58,820	88,932
Employee-related payments	(1,525,028)	(1,542,068)
Vendor payments	(1,846,843)	(2,184,204)
Net cash from operating activities	(989,340)	(1,151,490)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Tax receipts	1,780,434	1,809,008
Net cash from non-capital financing activities	1,780,434	1,809,008
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital debt proceeds	160,717	-
Long-term debt principal repayments	(454,044)	(319,550)
Interest paid on long-term debt	(229,397)	(229,498)
Grant receipts	100,000	4,462,677
Aqcuisition of capital assets	(893,642)	(6,205,548)
Net cash from capital and related financing activities	(1,316,366)	(2,291,919)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment earnings	5,500	10,749
Proceeds from maturity of investments	155,600	155,600
Purchase of investments	(155,600)	(155,600)
Net cash from investing activities	5,500	10,749
Net (decrease) in cash and cash equivalents	(519,772)	(1,623,652)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	2,870,536	4,494,188
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 2,350,764	$ 2,870,536
CASH AND CASH EQUIVALENTS		
Cash and cash equivalents	$ 2,267,182	$ 2,786,954
Restricted cash	83,582	83,582
TOTAL CASH AND CASH EQUIVALENTS	$ 2,350,764	$ 2,870,536

(continued)

See accompanying Notes to Financial Statements.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

STATEMENTS OF CASH FLOWS

For the Years Ended July 31, 2015 and 2014

	2015	2014
RECONCILIATION OF OPERATING LOSS TO NET CASH FROM OPERATING ACTIVITIES:		
Net operating loss	(1,914,035)	(2,274,764)
Adjustments to reconcile operating loss to net cash flows from operating activities:		
Depreciation expense	1,209,310	1,025,613
Changes in operating assets and liabilities:		
Receivables	(158,208)	(14,940)
Inventories	(4,759)	(6,402)
Prepaid expenses	(131,943)	(904)
Net pension asset	152,063	-
Deferred outflow, IMRF	(119,130)	-
Accounts payable	(2,209)	5,445
Accrued expenses	(6,334)	50,548
Ticket escrow payable	(25,128)	(7,765)
Unearned revenue	(18,701)	67,354
Deposits received	11,150	4,325
Deferred inflow, IMRF	18,584	-
Net cash flows from operating activities	$ (989,340)	$ (1,151,490)
		(concluded)
	-	-

See accompanying Notes to Financial Statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The Authority was created by statute, 70 ILCS 345, as amended by public act 90-328. The Authority Board is an elected body which has the responsibility for directing the operation of the Prairie Capital Convention Center (the Center) and the adjacent Plaza Parking Garage (the Garage).

The Authority receives funding from local and state government sources and must comply with the requirements of these funding source entities. However, since Authority Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters of the Authority, the Authority is not included in any other governmental reporting entity as defined by the Governmental Accounting Standards Board (GASB).

B. Financial Statement Presentation

Pursuant to GASB Statement 34, Paragraph 138, *Reporting by Special-purpose Governments Engaged Only in Business-type Activities*, the Authority presents only financial statements that are required for enterprise funds. Further management's discussion and analysis and required supplementary information are limited to areas appropriate in such circumstances.

C. Basis of Accounting and Measurement

The economic resources measurement focus and the accrual basis of accounting are used by the Authority. Under this basis of accounting, all assets and all liabilities associated with the operation of the Authority are included on the statement of net position. Revenue is recognized when earned and expenses are recognized when the liability has been incurred.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Position

Cash and cash equivalents

The Authority's policy is to report cash on hand, demand deposits, and short-term investments with original maturities of three months or less as cash and cash equivalents.

Restricted Assets

Restricted cash is primarily unspent bond proceeds that can only be used for capital purposes.

Investments

Valuation – Authority investments are reported at fair value, generally based on quoted market prices.

Accounts Receivable

Accounts receivables are carried at original invoice amount less an estimate made for doubtful receivables based on a review of all outstanding amounts. Management determines the allowance for doubtful accounts by identifying troubled accounts and by using historical experience applied to an aging of accounts. Accounts receivables are written off when deemed uncollectible. An account receivable is considered past due if any portion of the receivable balance is outstanding for more than 30 days.

Inventories and prepaid items

Inventories are valued at cost using the first-in/first-out method and consist of items used in the concession activities of the Center. The cost of such inventories is recorded as an expense when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid in the financial statements. The cost of prepaid items is recorded as an expense when consumed rather than when purchased.

Capital Assets

Capital assets, which include property, plant and equipment, are defined by the Authority as assets with an initial, individual cost of $1,000 or more and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair value at the date of donation.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Position (Continued)

Capital Assets (Continued)

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

Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed.

Land and construction in progress are not depreciated. Other property, plant, equipment items are depreciated using the straight line method over the following estimated useful lives:

Capital Asset Classes	Years
Center buildings	10-40
Parking structure	10-40
Machinery and equipment	3-10

Compensated Absences Payable

Eligible employees are granted vacation and sick leave in varying amounts. Vacation and sick leave is awarded on January 1 of each year. Employees may accumulate a maximum of two years of vacation leave and unlimited sick leave, however sick leave is not paid upon termination. Vested or accumulated vacation leave is recorded as an expense and liability as the benefits accrue to employees. Accrued vacation leave is reported with Accrued Expenses on the Statement of Net Position.

Ticket Escrow Payable

Monies received for ticket sales are booked to ticket escrow payable until the events occur. After each event, a settlement is prepared. The settlement determines the amount to be paid to the promoter and the amount that the Authority will recognize as revenue.

Unearned Revenue

Unearned revenue represents monies received for sponsorships which have not yet been earned.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Position (Continued)

Long-Term Obligations

Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed as incurred.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expenses) until then. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Authority recognizes deferred outflows and inflows of resources related to the net pension asset associated with the implementation of GASB Statement No. 68 (refer to Note 7).

Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used for acquisition, construction, or improvements of those assets. Net investment in capital assets excludes unspent bond proceeds. Net position is reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Authority first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Revenues and Expenses

Operating Revenues and Expenses

Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the Authority's principal ongoing operations. Principal Center revenues are from event promotion, hall and meeting room rental and catering and concessions. Garage revenues include monthly, daily and event parking fees. Operating expenses include salaries and benefits, the cost of sales and services, depreciation and other facilities expenses, and other administrative expenses.

Nonoperating Revenues and Expenses

Nonoperating revenues and expenses include property tax revenues, grant revenues and debt service of the Authority and other revenues and expenses that do not meet the definitions of operating revenues and expenses above. Property taxes are recognized as revenues in the year for which they are intended to finance. Grants are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Trade/in-kind agreements

As part of doing business, the Authority has entered into a trade/in-kind agreement. This agreement primarily provides advertising services to the Authority in exchange for facility rental provided by the Authority to the third party. The Authority recognizes revenue as services are provided to the third party and recognizes expenses as the Authority redeems advertising services.

F. Estimates

The preparation of the 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.

2. CASH AND INVESTMENTS

Authorized deposits/investments – The Authority is allowed to make deposits of public funds in accounts as authorized by the Public Funds Deposit Act (30 ILCS 225). In accordance with the Authority's investment policy, the Authority is allowed to invest public funds in investments as authorized by the Public Funds Investment Act (30 ILCS 235). The Authority's deposits were held in accounts authorized by the Public Funds Deposit Act as of July 31, 2015 and 2014.

Custodial credit risk for deposits – Custodial credit risk for deposits is the risk that in the event of bank failure, the Authority's deposits may not be returned to it. The Authority's investment policy requires 110% collateralization of all deposits in excess of FDIC coverage. As of July 31, 2015 and July 31, 2014 the Authority had deposits that were uninsured and uncollateralized in the amount of $130,589 and $705,614, respectively.

Interest rate risk – Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. In accordance with the Authority's investment policy, the Authority minimizes interest risk by structuring their investment portfolio so that securities mature to meet cash requirements for ongoing operations, investing primarily in shorter-term securities, money market mutual funds, or similar investment pools, limiting the weighted average maturity of the portfolio to no more than two years, and limiting the maximum maturity of any investment to three years from the date of purchase, unless matched to a specific future cash flow need.

Credit risk – Credit risk is the risk that an entity in which an investment is held will not be able to honor the commitment to repay debt that is held as an investment. In accordance with the Authority's investment policy, the Authority minimizes credit risk by limiting investments to the types of securities listed in the Public Funds Investment Act (30 ILCS 235), pre-qualifying financial institutions with which the Authority will do business with, and diversifying the investment portfolio.

Concentration of credit *risk* – Concentration of credit risk is the risk of loss resulting from the concentration of assets in a specific maturity, a specific issuer, or a specific class of securities. In accordance with the Authority's investment policy, the Authority minimizes concentration of credit risk by limiting investments in any one investment to 10% of the portfolio, limiting investments in securities with higher credit risks, investing in securities with varying maturities, and continuously investing a portion of the portfolio in readily available funds.

2. CASH AND INVESTMENTS (Continued)

Custodial credit risk for investments – Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Authority will not be able to recover the value of its investments that are in the possession of an outside party. To limit its exposure, the Authority's investment policy requires securities be held by a third-party custodian separate from where the investment was purchased.

3. TRADE RECEIVABLES

Trade receivables, net of an allowance for uncollectible accounts, as of July 31, 2015 and 2014 are comprised of the following amounts:

	2015	2014
Center operations	$ 214,152	$ 75,958
Garage operations	22,966	11,167
	237,118	87,125
Allowance for uncollectible amounts	(14,394)	(22,609)
Trade receivables, net of allowance for uncollectible amounts	$ 222,724	$ 64,516

4. PROPERTY TAXES

The Authority's property taxes are levied each calendar year on all taxable real property located in the Authority's boundaries. The levy becomes an enforceable lien against the property as of the preceding January 1. These taxes become due and collectible in the following calendar year and are collected by the county collectors who, in turn, remit to the Authority its respective share. Collection dates vary according to the schedules of the individual counties with disbursements to the Authority normally made within 30 days of collection.

Property taxes are recognized as revenue in the year intended to finance, regardless of when collected. The 2014 tax levy is intended to finance the 2015 fiscal year and accordingly, is reported as revenue. The 2015 tax levy has not been recorded as a receivable at July 31, 2015 as the tax attached as a lien on property as of January 1, 2015; however, the tax is not levied until after July 31, 2015 and, accordingly, is not measurable at July 31, 2015.

4. PROPERTY TAXES (Continued)

Tax rate limits set by Illinois statute for 2014 taxes collected in 2015, as well as the actual amounts levied per $100 of assessed valuation for taxes collected in 2015 and 2014. The following are the tax rates permitted and the actual rates levied per $100 of assessed valuation:

Purpose	Limit	2014 Levy Actual	2013 Levy Actual
General	$ .0500	$ .0500	$ .0500
Insurance	None	.0166	.0158
Municipal Retirement	None	.0039	.0037
Audit	.0050	.0006	.0006
		$ .0711	$ .0701

5. CAPITAL ASSETS

A summary of changes in capital assets for the year ended July 31, 2015 and 2014 are as follows:

	Balance August 1, 2014	Additions	Deletions	Balance July 31, 2015
Capital assets, not being depreciated:				
Land	$ 2,541,404	$ -	$ -	$ 2,541,404
Total capital assets, not being depreciated	2,541,404	-	-	2,541,404
Capital assets, being depreciated:				
Center building	33,211,410	3,972	-	33,215,382
Parking garage	7,803,719	-	-	7,803,719
Center equipment	4,749,982	402,075	-	5,152,057
Garage equipment	503,610	3,689	-	507,299
Total capital assets, being depreciated	46,268,721	409,736	-	46,678,457
Less accumulated depreciation for:				
Center building	(15,729,954)	(859,244)	-	(16,589,198)
Parking garage	(6,402,629)	(144,496)	-	(6,547,125)
Center equipment	(3,850,917)	(160,176)	-	(4,011,093)
Garage equipment	(206,953)	(45,394)	-	(252,347)
Total accumulated depreciation	(26,190,453)	(1,209,310)	-	(27,399,763)
Total capital assets, being depreciated, net	20,078,268	(799,574)	-	19,278,694
Total capital assets, net	$ 22,619,672	$ (799,574)	$ -	$ 21,820,098

5. CAPITAL ASSETS (Continued)

	Balance August 1, 2013	Additions	Deletions	Balance July 31, 2014
Capital assets, not being depreciated:				
Land	$ 2,541,404	$ -	$ -	$ 2,541,404
Construction in progress	2,755,870	6,759,997	9,515,867	-
Total capital assets, not being depreciated	5,297,274	6,759,997	9,515,867	2,541,404
Capital assets, being depreciated:				
Center building	23,772,917	9,438,493	-	33,211,410
Parking garage	7,800,824	2,895	-	7,803,719
Center equipment	4,622,490	127,492	-	4,749,982
Garage equipment	491,674	11,936	-	503,610
Total capital assets, being depreciated	36,687,905	9,580,816	-	46,268,721
Less accumulated depreciation for:				
Center building	(15,084,168)	(645,786)	-	(15,729,954)
Parking garage	(6,188,840)	(213,789)	-	(6,402,629)
Center equipment	(3,728,054)	(122,863)	-	(3,850,917)
Garage equipment	(163,778)	(43,175)	-	(206,953)
Total accumulated depreciation	(25,164,840)	(1,025,613)	-	(26,190,453)
Total capital assets, being depreciated, net	11,523,065	8,555,203	-	20,078,268
Total capital assets, net	$ 16,820,339	$15,315,200	$ 9,515,867	$ 22,619,672

6. ACCRUED EXPENSES

Accrued expenses at July 31, 2015 and 2014 were as follows:

	2015	2014
Payroll expenses	$ 35,397	$ 35,821
Compensated absences	62,481	79,801
Other	36,269	33,772
	$ 134,147	$ 149,394

7. PENSION OBLIGATIONS

The Authority'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 employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not for individual employers. That report may be obtained on-line at www.imrf.org.

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

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

Plan Membership

At December 31, 2014, IMRF membership consisted of:

Inactive plan members	13
Inactive, non-retired members	65
Active plan members	31
TOTAL	109

Benefits Provided

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

7. PENSION OBLIGATIONS (Continued)

Benefits Provided (Continued)

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Contributions

As set by statute, the Authority's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2014 and 2013 was 8.84% and 10.29%, respectively. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

The financial statements for the fiscal year ended July 31, 2014 were not restated for the implementation of GASB Statement No 68. The following disclosures are in accordance with GASB Statement No 27.

Annual Pension Costs

For the fiscal year ended July 31, 2014 employer's annual pension cost of $96,221 for the plan was equal to your employer's required and actual contributions. The following is trend information for the annual cost of the pension plan.

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
7/31/14	$ 96,221	100%	$ -
7/31/13	89,997	100%	-
7/31/12	88,595	100%	-
7/31/11	90,069	100%	-

7. PENSION OBLIGATIONS (Continued)

Required Contribution

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% per year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service attributable to seniority or merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the employer plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The employer regular plan's overfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30-year basis.

Funded Status and Funding Progress

As of December 31, 2013, the regular plan was 101.84 percent funded. The actuarial accrued liability for benefits was $1,997,930 and the actuarial value of assets was $2,034,728, resulting in an unfunded actuarial accrued liability (UAAL) of ($36,798). The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was $970,979 and the ratio of the UAAL to the covered payroll was (3.79%).

The schedule of funding progress, presented as required supplemental 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 liability for benefits.

The Authority implemented GASB Statement No 68 for the fiscal year ended July 31, 2015. The following disclosures are in accordance with GASB Statement No. 68.

Net Pension Liability

The Authority's net pension liability was measured as of December 31, 2014. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date using the following actuarial methods and assumptions.

7. PENSION OBLIGATIONS (Continued)

Actuarial Assumptions

Actuarial valuation date	December 31, 2014
Actuarial cost method	Entry Age Normal
Assumptions Inflation	2.75%
Salary increases	3.75% to 14.50%
Investment rate of return	7.50%
Cost of living adjustments	3.50%
Asset valuation method	Market Value

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

Single Discount Rate

A Single Discount Rate of 7.50% 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 (1) 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 (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 contributions for use with the long-term expected rate of return are not met).

7. PENSION OBLIGATIONS (Continued)

Single Discount Rate (Continued)

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.50%, the municipal bond rate is 3.56%, and the resulting single discount rate is 7.50%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Balances at January 1, 2014	$ 3,450,373	$ 3,792,474	$ (342,101)
Changes for the period:			
Service Cost	115,906	-	115,906
Interest on the Total Pension Liability	257,412	-	257,412
Differences Between Expected and Actual Experience of the Total Pension Liability	(26,585)	-	(26,585)
Changes of Assumptions	119,239	-	119,239
Contributions - Employer	-	91,704	(91,704)
Contributions - Employees	-	46,682	(46,682)
Net Investment Income	-	184,753	(184,753)
Benefit Payments, including Refunds of Employee Contributions	(152,341)	(159,133)	6,792
Administrative Expense	-	(2,440)	2,440
Other (Net Transfer)	-	2	(2)
Net Changes	313,631	161,568	152,063
Balances at December 31, 2014	$ 3,764,004	$ 3,954,042	$ (190,038)

7. PENSION OBLIGATIONS (Continued)

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

For the year ended July 31, 2015, the Authority recognized pension expense of $137,470. At July 31, 2015, the Authority reported deferred outflows or resources and deferred inflows of resources related to IMRF 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	$ -	$ 18,584
Changes of assumptions	83,355	-
Net difference between projected and actual earnings on pension plan investments	41,527	-
Employer contributions after the measurement date	47,630	-
TOTAL	$ 172,512	$ 18,584

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

Period Ending July 31	Net Deferred Outflows of Resources
2016	$ 85,895
2017	38,265
2018	19,385
2019	10,383
Total	$ 153,928

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Authority calculated using the discount rate of 7.50% as well as what the Authority's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Rate (7.50%)	1% Increase (8.50%)
Net pension liability (asset)	386,670	(190,038)	(655,392)

8. OTHER POSTEMPLOYMENT BENEFIT (OPEB) OBLIGATIONS

The Authority recognizes the importance of available and affordable health insurance for its employees as they retire from employment, so in 2004 the Authority adopted a postemployment health insurance benefit plan that pays a portion of health insurance premium costs for retired employees who meet plan qualifications. During 2010, the Authority implemented Governmental Accounting Standards Board (GASB) Statement 45 "Other Postemployment Benefit (OPEB) Plans," which prescribes accounting, reporting and disclosures for the Authorities existing plan.

Plan Description

The Authority's "Postemployment Health Insurance Plan" is a single-employer, defined benefit plan. Benefits are paid monthly in an amount equal to the lesser of $300 per month, or the monthly cost of individual premiums for health insurance for retirees who qualify by having been employed by the Authority 15 years or more, who retire upon leaving employment and who wish to continue to be insured under the Authority's employer sponsored health insurance plan.

Funding Policy

The plan was implemented by action of the Board of Directors in 2004 and may be amended or terminated by action of the Board. No contributions are made by employees or the employer to fund a reserve for payment of benefits. Benefits are paid from operating funds as needed. Since no reserve is maintained for benefit payments, no separate financial statements are issued for the plan.

Members and Types of Benefits

All employees of the Authority are eligible to participate in the plan, and all retirees meeting the qualifications receive the same level of benefits. There is no provision for cost of living adjustments to benefits. At July 31, 2015 and 2014, participants in the plan were as follows:

	2015	2014
Number of retirees receiving benefits	5	3
Vested former employees not retired	-	-
Vested current employees	3	5
Other current employees	16	15
Total participants	24	23

8. OTHER POSTEMPLOYMENT BENEFIT (OPEB) OBLIGATIONS (Continued)

Annual OPEB Expense and Net OPEB Liability

The Authority's other postemployment benefit (OPEB) annual expense is calculated based on the employer's annual required contribution (ARC), an amount actuarially determined in accordance with the requirements of GASB Statement 45. The ARC represents a level of funding that, if paid annually, is projected to cover both the normal cost each year and the prior years' unfunded costs amortized over thirty years.

The following table shows the components of the Authority's OPEB expense for the year, benefits paid during the year and changes in the Authority's accrued liability for the portion of plan obligations recognized in the financial statements for fiscal years 2015 and 2014.

	2015	2014
Normal expense for current year	$ 10,400	$ 18,292
Amortization of prior years' unfunded costs	5,713	21,447
Total postemployment health insurance expense	16,113	39,739
Benefits paid during the year	(7,200)	(7,200)
Increase in net accrued OPEB liability	8,913	32,539
Accrued liability at the beginning of the year	168,710	136,171
Accrued liability at the end of the year	$ 177,623	$ 168,710

The Authority's annual OPEB expense, the percentage of annual OPEB expense contributed to the plan, and the net OPEB obligation for fiscal year 2015 and two preceding years were as follows:

Fiscal Year Ended July 31,	Annual OPEB Expense	Percentage of Annual Expense Contributed	Net OPEB Accrued Liability
2015	$ 16,133	9.1%	$ 177,623
2014	39,739	18.1%	168,710
2013	48,330	14.9%	136,171

8. OTHER POSTEMPLOYMENT BENEFIT (OPEB) OBLIGATIONS (Continued)

Funded Status and Funding Progress

As of July 31, 2015 and 2014, the actuarial accrued liability for benefits was $177,623 and $168,710, respectively, and no provision was made to fund the plan, so the unfunded actuarial accrued liability (UAAL) is also $177,623 and $168,710. Benefits paid for the year ended July 31, 2015 and 2014 of $7,200 and $7,200 have also been considered OPEB contributions. The covered payroll (annual payroll of active employees covered by the plan) was $1,027,404 and $1,020,185 respectively, and the ratio of the UAAL to the covered payroll in 2015 and 2014 was 32.65% and 32.58%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and mortality. Amounts determined regarding 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 supplemental 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 liability for benefits.

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, consistent with the long-term perspective of the calculations.

Since the plan is a single-employer plan with fewer than 100 members, the plan's actuarial accrued liability is estimated using an "Alternative Measurement Method," as provided for under provisions of GASB Statement 45.

In the July 31, 2015 and 2014 valuations, the entry age actuarial cost method was used. The actuarial assumptions did not include investment return assumptions since the plan is unfunded. Likewise, since plan provisions do not provide for cost of living benefit increases, no cost increase trend rate was applied. The UAAL is being amortized as a level percentage of projected payroll on an open basis, over the maximum period of thirty years. The remaining amortization periods at July 31, 2015 and 2014, were twenty-four years and twenty-five years, respectively.

9. SIGNIFICANT COMMITMENTS

At July 31, 2015 and July 31, 2014 the Authority has various commitments totaling $2,017,922 and 2,224,923, respectively, which are expected to be honored upon performance by the vendor in the following year.

10. RISK MANAGEMENT

The Authority is exposed to various risks of loss related to theft of, damage to and destruction of assets; errors and omissions; injuries to employees; employee health, and natural disasters. These risks are covered by insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage during the fiscal year or the prior two fiscal years.

11. LONG-TERM LIABILITIES

Changes in Long-Term Debt

A summary of changes in long-term debt for the year ended July 31, 2015 and 2014 is as follows:

	Balance August 1, 2014	Additions	Retirements	Balance July 31, 2015	Due Within One Year
2011 Bonds Series	$ 7,368,846	$ -	$ 327,698	$ 7,041,148	$ 336,055
2013 Bond Series	1,661,000	-	92,278	1,568,722	92,278
Capital Lease	-	160,717	34,068	126,649	38,983
	$ 9,029,846	$ 160,717	$ 454,044	$ 8,736,519	$ 467,316

	Balance August 1, 2013	Additions	Retirements	Balance July 31, 2014	Due Within One Year
2011 Bonds Series	$ 7,688,396	$ -	$ 319,550	$ 7,368,846	$ 327,698
2013 Bond Series	1,661,000	-	-	1,661,000	92,278
	$ 9,349,396	$ -	$ 319,550	$ 9,029,846	$ 419,976

11. LONG-TERM LIABILITIES (Continued)

Changes in Long-Term Debt (Continued)

The Authority issued $8,000,000 Civic Center Revenue Bonds, Series 2011 in 2011 for the purpose of paying the costs of certain capital equipment, remodeling and additions and refunding outstanding bonds of the Authority. Principal payments ranging from $311,604 to $502,783 are due each December 1 from 2012 to 2031. Variable interest ranges from 2.55% to 5.85% and is due semi-annually in June and December. Interest of 2.55% is subject to adjustment on December 1, 2016, December 1, 2021 and December 1, 2026 to a rate of interest equal to sixty-five percent (65%) of the sum of the FHLB 5 Year Rate plus two hundred fifty basis points (2.50%); provided however, the Interest Rate shall not exceed 4.39% prior to December 1, 2021 and shall not exceed 5.85% prior to December 1, 2026. "FHLB 5 Year Rate" means the 5 Year Regular Fixed Rate Advanced published by the Federal Home Loan Bank of Chicago.

The Authority issued $1,661,000 General Obligation Debt Certificates, Series 2013 in 2013 for the purpose of paying the costs of acquisition, construction, and installation of building and facility improvements. Principal payments of $92,278 are due each December 1 from 2014 to 2031. Variable interest ranges from 2.99% to 6.25% and is due semi-annually in June and December. Interest of 2.99% is subject to adjustment on June 1, 2018,
June 1, 2023 and June 1, 2028 to a rate of interest equal to sixty-five percent (65%) of the sum of the FHLB 5 Year Rate plus three hundred fifty basis points (3.50%); provided however, the Interest Rate shall not exceed 4.71% prior to June 1, 2023 and shall not exceed 6.25% prior to June 1, 2028. "FHLB 5 Year Rate" means the 5 Year Regular Fixed Rate Advanced published by the Federal Home Loan Bank of Chicago.

The Revenue Bonds and Debt Certificates are payable from revenues of any kind derived by the Authority such as catering, concessions, garage and other parking, rental activities, property taxes, investments income, and particularly including payments of hotel-motel taxes received from the City of Springfield pursuant to an intergovernmental agreement. In addition, the Authority pledges TIF Revenues from the City of Springfield pursuant to an intergovernmental agreement and State Revenues for the Project as defined in the bond ordinance as additional security for the Bonds and Debt Certificates.

The Authority incurred interest cost of $227,421 and $236,667 during fiscal year 2015 and 2014, respectively. Of the total interest expense, $0 and $158,627 was capitalized during fiscal years 2015 and 2014.

11. LONG-TERM LIABILITIES (Continued)

Bond Debt Service Requirements

The annual requirements to amortize all principal and interest as of July 31 are as follows:

Year ending July 31	Principal	Interest*	Total
2016	428,333	220,790	649,123
2017	436,902	209,352	646,254
2018	445,690	197,693	643,383
2019	454,702	185,807	640,509
2020	463,944	173,688	637,632
2021 – 2025	2,466,805	678,090	3,144,895
2026 – 2030	2,735,874	336,614	3,072,488
2031 – 2032	1,177,620	31,001	1,208,621
Total	$ 8,609,870	$ 2,033,035	$ 10,642,905

*Interest is computed using a rate of 2.55% for the Civic Center Revenue Bonds, Series 2011 and 2.99% for the General Obligation Debt Certificates, Series 2013.

In fiscal year 2015, the Authority entered into a capital lease agreement to finance the purchase of various equipment. The lease calls for monthly payments of principal and interest of $3,702 with interest at 5.0 percent. Equipment under the capital lease has a cost of 160,717 and accumulated depreciation of $10,715 July 31, 2015.

The outstanding capital lease payable matures as follows:

July 31, 2016	$ 44,424
July 31, 2017	44,424
July 31, 2018	44,424
July 31, 2019	3,702
Total minimum lease payments	136,974
Less: Amount representing interest	10,325
Present value of minimum lease payments	$ 126,649

12. CONTINGENCIES

The Authority is contingently liable with respect to lawsuits and other claims arising in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would require appropriation of revenues yet to be realized and, in the opinion of management, would not materially affect the financial position of the Authority at July 31, 2015 and 2014.

13. CHANGE IN ACCOUNTING PRINCIPLE

During the fiscal year, the Authority recorded a prior period adjustment for the implementation of GASB Statement No 68 to recognize the effect of recording the Net Pension Asset resulting from its participation in IMRF for its employees' pension as well as the contributions made between the measurement date used for IMRF of December 31, 2013 and the date of its financial statements in the prior year of July 31, 2014.

Net position, August 1, 2014 (as previously report)	$16,482,911
Restated for:	
IMRF Net Pension Asset Prior Period	$ 342,101
Deferred outflow for contributions made between December 31, 2013 and July 31, 2014	53,382
Net position, August 1, 2014 (as restated)	$16,878,394

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

POSTEMPLOYMENT HEALTHCARE PLAN
SCHEDULE OF FUNDING PROGRESS

July 31, 2015

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) / c)
7/31/15	$ -	$ 335,536	$ 335,536	0.00%	$ 1,027,404	32.66%
7/31/14	-	332,336	332,336	0.00%	1,020,185	32.58%
7/31/13	-	321,244	321,244	0.00%	970,595	33.10%
7/31/12	-	301,675	301,675	0.00%	941,716	32.03%
7/31/11	-	288,592	288,592	0.00%	924,047	31.23%
7/31/10	-	271,495	271,495	0.00%	918,531	29.56%

The postemployment healthcare plan was established in 2004. Beginning in 2010, the Authority elected to reflect past service costs prospectively, in compliance with GASB Statement 45.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND PLAN
SCHEDULE OF FUNDING PROGRESS

July 31, 2015

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) / c)
12/31/13	$ 2,034,728	$ 1,997,930	$ (36,798)	101.84%	$ 970,979	(3.79%)
12/31/12	1,701,780	1,793,026	91,246	94.91%	963,681	9.47%
12/31/11	1,469,249	1,745,018	275,769	84.20%	919,576	29.99%
12/31/10	1,457,777	1,580,194	122,417	92.25%	913,370	13.40%
12/31/09	1,292,997	1,518,160	225,163	85.17%	917,512	24.54%
12/31/08	1,099,535	1,284,235	184,700	85.62%	873,378	21.15%

The financial statements for the fiscal year ended July 31, 2014 were not restated for the implementation of GASB Statement No 68. The above required supplementary information is in accordance with GASB Statement No 27.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

POSTEMPLOYMENT HEALTH CARE PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS

July 31, 2015

Fiscal Year Ending	Employer Contributions	Actuarial Annual Required Contribution (ARC)	Percentage Contributed
7/31/15	$ 7,200	$ 8,913	80.78%
7/31/14	7,200	32,539	22.13%
7/31/13	7,200	39,578	18.19%
7/31/12	7,200	31,973	22.52%
7/31/11	5,400	31,729	17.02%
7/31/10	3,116	29,700	10.49%

The postemployment healthcare plan was established in 2004. Beginning in 2010, the Authority elected to reflect past service costs prospectively, in compliance with GASB Statement 45.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS

July 31, 2015

Fiscal Year Ending	Employer Contributions	Actuarial Annual Required Contribution (ARC)	Percentage Contributed
7/31/14	$ 96,221	$ 96,221	100.00%
7/31/13	89,997	89,997	100.00%
7/31/12	88,595	88,595	100.00%
7/31/11	90,069	90,069	100.00%
7/31/10	80,526	80,526	100.00%
7/31/09	68,966	68,966	100.00%

The financial statements for the fiscal year ended July 31, 2014 were not restated for the implementation of GASB Statement No 68. The above required supplementary information is in accordance with GASB Statement No 27.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUHTORITY
SPRINGFILED, IL

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

July 31, 2015

	2014*
Actuarially determined contribution	$ 85,273
Contributions in relation to the actuarially determined contribution	85,272
CONTRIBUTION DEFICIENCY (EXCESS)	$ 1
Covered-employee payroll	$1,037,379
Contributions as a percentage of covered-employee payroll	8.22%

*IMRF's measurement date is December 31, 2014; therefore information above is presented for the calendar year ended December 31, 2014.

Notes to Schedule:

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 29 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 4.40% to 16.00% compounded annually and postretirement benefit increases of 3.00% compounded annually.

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

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUHTORITY
SPRINGFILED, IL

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

July 31, 2015

	2014*
TOTAL PENSION LIABILITY	
Service cost	$ 115,906
Interest	257,412
Changes of benefit terms	-
Differences between expected and actual experience	(26,585)
Changes of assumptions	119,239
Benefit payments, including refunds of member contributions	(152,341)
Net change in total pension liability	313,631
Total pension liability - beginning	3,450,373
TOTAL PENSION LIABILITY - ENDING	$ 3,764,004
PLAN FIDUCIARY NET POSITION	
Contributions - employer	$ 91,704
Contributions - member	46,682
Net investment income	184,753
Benefit payments, including refunds of member contributions	(159,133)
Administrative expense	(2,440)
Other income (expense)	2
Net change in plan fiduciary net position	161,568
Plan fiduciary net position - beginning	3,792,474
PLAN FIDUCIARY NET POSITION - ENDING	$ 3,954,042
EMPLOYER'S NET PENSION LIABILITY (ASSET)	$ (190,038)
Plan fiduciary net position as a percentage of the total pension liability (asset)	105.05%
Covered-employee payroll	$ 1,037,379
Employer's net pension liability as a percentage of covered-employee payroll	(18.32%)

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

*IMRF's measurement date is December 31, 2014; therefore information above is presented for the calendar year ended December 31, 2014.

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

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

COMBINING SCHEDULE OF NET POSITION - BY SUBFUND

July 31, 2015

	General Subfund	Insurance Subfund	Construction Subfund	Grant Subfund	Renovation Bond Payment Subfund	Bond and Interest Subfund	Illinois Municipal Retirement Subfund	Audit Subfund	Operating Subfund	Garage Subfund	Total
ASSETS											
Current assets:											
Cash and cash equivalents	$ 30,325	$ 860,263	$ 136,824	$ -	$ -	$ 121,718	$ 55,777	$ 8,236	$ 737,830	$ 316,209	$ 2,267,182
Restricted cash	-	-	-	-	83,582	-	-	-	-	-	83,582
Investments	-	-	-	-	-	-	-	-	88,951	-	88,951
Receivables:											
Property tax	574,426	190,710	-	-	-	-	44,805	6,893	-	-	816,834
Trade, net of allowance	-	-	-	-	-	-	-	-	199,758	22,966	222,724
Due (to) from other funds	-	-	-	-	-	-	-	-	(1,081)	1,081	-
Inventories	-	-	-	-	-	-	-	-	61,581	-	61,581
Prepaid items	-	31,679	-	-	-	-	-	-	11,282	126,526	169,487
Total current assets	604,751	1,082,652	136,824	-	83,582	121,718	100,582	15,129	1,098,321	466,782	3,710,341
Noncurrent assets:											
Capital assets:											
Land	-	-	-	-	-	-	-	-	2,541,404	-	2,541,404
Center building	-	-	-	-	-	-	-	-	33,215,382	-	33,215,382
Parking garage	-	-	-	-	-	-	-	-	-	7,803,719	7,803,719
Center equipment	-	-	-	-	-	-	-	-	5,152,057	-	5,152,057
Garage equipment	-	-	-	-	-	-	-	-	-	507,299	507,299
Total capital assets	-	-	-	-	-	-	-	-	40,908,843	8,311,018	49,219,861
Less accumulated depreciation	-	-	-	-	-	-	-	-	(20,600,291)	(6,799,472)	(27,399,763)
Total capital assets, net of accumulated deprecation	-	-	-	-	-	-	-	-	20,308,552	1,511,546	21,820,098
Net pension asset	-	-	-	-	-	-	190,038	-	-	-	190,038
Total noncurrent assets	-	-	-	-	-	-	190,038	-	20,308,552	1,511,546	22,010,136
Total assets	$ 604,751	$ 1,082,652	$ 136,824	$ -	$ 83,582	$ 121,718	$ 290,620	$ 15,129	$ 21,406,873	$ 1,978,328	$ 25,720,477
DEFERRED OUTFLOWS OF RESOURCES											
Deferred outflow, IMRF	-	-	-	-	-	-	172,512	-	-	-	172,512
Total assets and deferred outflows of resources	$ 604,751	$ 1,082,652	$ 136,824	$ -	$ 83,582	$ 121,718	$ 463,132	$ 15,129	$ 21,406,873	$ 1,978,328	$ 25,892,989

(continued)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

COMBINING SCHEDULE OF NET POSITION - BY SUBFUND

July 31, 2015

	General Subfund	Insurance Subfund	Construction Subfund	Grant Subfund	Renovation Bond Payment Subfund	Bond and Interest Subfund	Illinois Municipal Retirement Subfund	Audit Subfund	Operating Subfund	Garage Subfund	Total
LIABILITIES											
Current liabilities:											
Accounts payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 19,158	$ 1,061	$ 20,219
Accrued expenses	-	-	-	-	-	-	-	-	134,147	-	134,147
Deposits received	-	-	-	-	-	-	-	-	69,550	-	69,550
Ticket escrow payable	-	-	-	-	-	-	-	-	8,680	-	8,680
Unearned revenue	-	-	-	-	-	-	-	-	64,278	-	64,278
Current portion of long-term debt	-	-	-	-	-	428,333	-	-	38,983	-	467,316
Current portion of accrued postemployment health insurance	-	-	-	-	-	-	-	-	7,200	-	7,200
Accrued interest	-	-	-	-	-	36,970	-	-	-	-	36,970
Total current liabilities	-	-	-	-	-	465,303	-	-	341,996	1,061	808,360
Long-term liabilities:											
Long-term debt, less current portion	-	-	-	-	-	8,181,537	-	-	87,666	-	8,269,203
Accrued postemployment health insurance, less current portion	-	-	-	-	-	-	-	-	170,423	-	170,423
Total long-term liabilities	-	-	-	-	-	8,181,537	-	-	258,089	-	8,439,626
Total liabilities	-	-	-	-	-	8,646,840	-	-	600,085	1,061	9,247,986
DEFERRED INFLOWS OF RESOURCES											
Deferred inflow, IMRF	-	-	-	-	-	-	18,584	-	-	-	18,584
NET POSITION											
Net investment in capital assets	-	-	136,824	-	83,582	(8,609,870)	-	-	20,181,903	1,511,546	13,303,985
Restricted for:											
Insurance	-	1,082,652	-	-	-	-	-	-	-	-	1,082,652
Debt service	-	-	-	-	-	84,748	-	-	-	-	84,748
Retirement	-	-	-	-	-	-	444,548	-	-	-	444,548
Annual audit	-	-	-	-	-	-	-	15,129	-	-	15,129
Unrestricted	604,751	-	-	-	-	-	-	-	624,885	465,721	1,695,357
TOTAL NET POSITION	$ 604,751	$ 1,082,652	$ 136,824	$ -	$ 83,582	$ (8,525,122)	$ 444,548	$ 15,129	$ 20,806,788	$ 1,977,267	$ 16,626,419

(concluded)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

COMBINING SCHEDULE OF NET POSITION - BY SUBFUND

July 31, 2014

	General Subfund	Insurance Subfund	Construction Subfund	Grant Subfund	Renovation Bond Payment Subfund	Bond and Interest Subfund	Illinois Municipal Retirement Subfund	Audit Subfund	Operating Subfund	Garage Subfund	Total
ASSETS											
Current assets:											
Cash and cash equivalents	$ 94,043	$ 770,514	$ 738,801	$ -	$ -	$ 133,231	$ 45,744	$ 9,514	$ 766,550	$ 228,557	$ 2,786,954
Restricted cash	-	-	-	-	83,582	-	-	-	-	-	83,582
Investments	-	-	-	-	-	-	-	-	88,911	-	88,911
Receivables:											
Property tax	580,119	183,318	-	-	-	-	42,929	6,961	-	-	813,327
Trade, net of allowance	-	-	-	-	-	-	-	-	53,349	11,167	64,516
Due (to) from other funds	-	-	-	-	-	-	-	-	991	(991)	-
Inventories	-	-	-	-	-	-	-	-	56,822	-	56,822
Prepaid items	-	37,544	-	-	-	-	-	-	-	-	37,544
Total current assets	674,162	991,376	738,801	-	83,582	133,231	88,673	16,475	966,623	238,733	3,931,656
Noncurrent assets:											
Capital assets:											
Land	-	-	-	-	-	-	-	-	2,541,404	-	2,541,404
Center building	-	-	-	-	-	-	-	-	33,211,410	-	33,211,410
Parking garage	-	-	-	-	-	-	-	-	-	7,803,719	7,803,719
Center equipment	-	-	-	-	-	-	-	-	4,749,982	-	4,749,982
Garage equipment	-	-	-	-	-	-	-	-	-	503,610	503,610
Total capital assets	-	-	-	-	-	-	-	-	40,502,796	8,307,329	48,810,125
Less accumulated depreciation	-	-	-	-	-	-	-	-	(19,580,871)	(6,609,582)	(26,190,453)
Total capital assets, net of accumulated deprecation	-	-	-	-	-	-	-	-	20,921,925	1,697,747	22,619,672
Total noncurrent assets	-	-	-	-	-	-	-	-	20,921,925	1,697,747	22,619,672
Total assets	$ 674,162	$ 991,376	$ 738,801	$ -	$ 83,582	$ 133,231	$ 88,673	$ 16,475	$ 21,888,548	$ 1,936,480	$ 26,551,328

(continued)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

COMBINING SCHEDULE OF NET POSITION - BY SUBFUND

July 31, 2014

	General Subfund	Insurance Subfund	Construction Subfund	Grant Subfund	Renovation Bond Payment Subfund	Bond and Interest Subfund	Illinois Municipal Retirement Subfund	Audit Subfund	Operating Subfund	Garage Subfund	Total
LIABILITIES											
Current liabilities:											
Accounts payable	$ -	$ -	$ 483,810	$ 96	$ -	$ -	$ -	$ -	$ 21,216	$ 1,212	$ 506,334
Accrued expenses	-	-	-	-	-	-	-	-	149,394	-	149,394
Deposits received	-	-	-	-	-	-	-	-	58,400	-	58,400
Ticket escrow payable	-	-	-	-	-	-	-	-	33,808	-	33,808
Unearned revenue	-	-	-	-	-	-	-	-	82,979	-	82,979
Current portion of long-term debt	-	-	-	-	-	419,976	-	-	-	-	419,976
Current portion of accrued postemployment health insurance	-	7,200	-	-	-	-	-	-	-	-	7,200
Accrued interest	-	-	-	-	-	38,946	-	-	-	-	38,946
Total current liabilities	-	7,200	483,810	96	-	458,922	-	-	345,797	1,212	1,297,037
Long-term liabilities:											
Long-term debt, less current portion	-	-	-	-	-	8,609,870	-	-	-	-	8,609,870
Accrued postemployment health insurance, less current portion	-	161,510	-	-	-	-	-	-	-	-	161,510
Total long-term liabilities	-	161,510	-	-	-	8,609,870	-	-	-	-	8,771,380
Total liabilities	-	168,710	483,810	96	-	9,068,792	-	-	345,797	1,212	10,068,417
NET POSITION											
Net investment in capital assets	-	-	254,991	(96)	83,582	(9,029,846)	-	-	20,921,925	1,697,747	13,928,303
Restricted for:											
Insurance	-	991,376	-	-	-	-	-	-	-	-	991,376
Debt service	-	-	-	-	-	94,285	-	-	-	-	94,285
Retirement	-	-	-	-	-	-	88,673	-	-	-	88,673
Annual audit	-	-	-	-	-	-	-	16,475	-	-	16,475
Unrestricted	674,162	(168,710)	-	-	-	-	-	-	620,826	237,521	1,363,799
TOTAL NET POSITION	$ 674,162	$ 822,666	$ 254,991	$ (96)	$ 83,582	$ (8,935,561)	$ 88,673	$ 16,475	$ 21,542,751	$ 1,935,268	$ 16,482,911

(concluded)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BY SUBFUND

For the Year Ended July 31, 2015

	General Subfund	Insurance Subfund	Construction Subfund	Grant Subfund	Renovation Bond Payment Subfund	Bond and Interest Subfund	Illinois Municipal Retirement Subfund	Audit Subfund	Operating Subfund	Garage Subfund	Total
OPERATING REVENUES											
Event services	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 584,954	$ -	$ 584,954
Catering, concessions and novelties	-	-	-	-	-	-	-	-	458,976	-	458,976
Catering commissions	-	-	-	-	-	-	-	-	100,851	-	100,851
Garage parking	-	-	-	-	-	-	-	-	-	528,536	528,536
Rental	-	-	-	-	-	-	-	-	565,027	-	565,027
Promotion	-	-	-	-	-	-	-	-	135,604	-	135,604
Advertising	-	-	-	-	-	-	-	-	140,650	-	140,650
Other	-	-	-	-	-	-	-	-	58,820	-	58,820
Total operating revenues	-	-	-	-	-	-	-	-	2,044,882	528,536	2,573,418
OPERATING EXPENSES											
Salaries	-	-	-	-	-	-	-	-	1,060,327	34,197	1,094,524
Payroll taxes	-	-	-	-	-	-	-	-	90,900	2,614	93,514
Retirement	-	-	-	-	-	-	137,469	-	-	-	137,469
Health, life and dental insurance	-	8,575	-	-	-	-	-	-	170,229	-	178,804
Workers compensation insurance	-	48,963	-	-	-	-	-	-	-	-	48,963
Unemployment insurance	-	11,529	-	-	-	-	-	-	-	-	11,529
Postemployment health insurance	-	-	-	-	-	-	-	-	8,913	-	8,913
Salaries and benefits	-	69,067	-	-	-	-	137,469	-	1,330,369	36,811	1,573,716
Promotion	-	-	-	-	-	-	-	-	78,837	-	78,837
Event services	-	-	-	-	-	-	-	-	527,102	-	527,102
Catering, concessions and novelties	-	-	-	-	-	-	-	-	160,937	-	160,937
Direct costs of sales and services	-	-	-	-	-	-	-	-	766,876	-	766,876
Property and casualty insurance	-	105,615	-	-	-	-	-	-	-	-	105,615
Utilities	-	-	-	-	-	-	-	-	446,958	39,363	486,321
Repairs, maintenance and supplies	-	-	-	-	-	-	-	-	133,888	8,294	142,182
Janitorial supplies	-	-	-	-	-	-	-	-	40,532	-	40,532
Facilities	-	105,615	-	-	-	-	-	-	621,378	47,657	774,650
Depreciation	-	-	-	-	-	-	-	-	1,019,419	189,891	1,209,310
Advertising	-	-	-	-	-	-	-	-	5,990	-	5,990
Conference	-	-	-	-	-	-	-	-	16,007	-	16,007
Dues and subscriptions	-	-	-	-	-	-	-	-	21,426	-	21,426
License, fees and taxes	-	-	-	-	-	-	-	-	1,374	325	1,699
Office	-	-	-	-	-	-	-	-	5,700	-	5,700
Postage and office supplies	-	-	-	-	-	-	-	-	5,013	-	5,013
Printing	-	-	-	-	-	-	-	-	4,623	3,028	7,651
Telephone	-	-	-	-	-	-	-	-	33,571	-	33,571
Trustee and professional services	-	-	-	-	-	-	-	17,000	12,465	-	29,465
Miscellaneous	-	14,549	-	-	-	-	-	-	21,376	454	36,379
Other administrative	-	14,549	-	-	-	-	-	17,000	127,545	3,807	162,901
Total operating expenses	-	189,231	-	-	-	-	137,469	17,000	3,865,587	278,166	4,487,453
NET OPERATING INCOME (LOSS)	$ -	$ (189,231)	$ -	$ -	$ -	$ -	$ (137,469)	$ (17,000)	$ (1,820,705)	$ 250,370	$ (1,914,035)

(continued)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BY SUBFUND

For the Year Ended July 31, 2015

	General Subfund	Insurance Subfund	Construction Subfund	Grant Subfund	Renovation Bond Payment Subfund	Bond and Interest Subfund	Illinois Municipal Retirement Subfund	Audit Subfund	Operating Subfund	Garage Subfund	Total
NONOPERATING REVENUES (EXPENSES)											
TAX REVENUES											
Property tax revenue	$ 1,249,605	$ 414,998	$ -	$ -	$ -	$ -	$ 97,500	$ 14,995	$ -	$ -	$ 1,777,098
TIF tax refunds received	4,881	1,542	-	-	-	-	361	59	-	-	6,843
Tax revenues	1,254,486	416,540	-	-	-	-	97,861	15,054	-	-	1,783,941
GRANT SUPPORT											
Hotel/motel tax revenue	-	-	-	-	-	100,000	-	-	-	-	100,000
Grant support	-	-	-	-	-	100,000	-	-	-	-	100,000
Investment income	2,194	693	423	96	-	279	162	26	1,164	503	5,540
Interest expense	-	-	(70)	-	-	(227,351)	-	-	-	-	(227,421)
Net nonoperating revenues (expenses)	1,256,680	417,233	353	96	-	(127,072)	98,023	15,080	1,164	503	1,662,060
TRANSFERS											
Transfers in	-	168,710	-	-	-	537,511	-	600	1,789,799	126,526	2,623,146
Transfers out	(1,326,091)	(136,726)	(118,520)	-	-	-	(162)	(26)	(706,221)	(335,400)	(2,623,146)
Net transfers	(1,326,091)	31,984	(118,520)	-	-	537,511	(162)	574	1,083,578	(208,874)	-
CHANGE IN NET POSITION	(69,411)	259,986	(118,167)	96	-	410,439	(39,608)	(1,346)	(735,963)	41,999	(251,975)
NET POSITION, BEGINNING OF YEAR	674,162	822,666	254,991	(96)	83,582	(8,935,561)	88,673	16,475	21,542,751	1,935,268	16,482,911
Prior period adjustment	-	-	-	-	-	-	395,483	-	-	-	395,483
NET POSITION, BEGINNING OF YEAR, AS RESTATED	674,162	822,666	254,991	(96)	83,582	(8,935,561)	484,156	16,475	21,542,751	1,935,268	16,878,394
NET POSITION, END OF YEAR	$ 604,751	$ 1,082,652	$ 136,824	$ -	$ 83,582	$ (8,525,122)	$ 444,548	$ 15,129	$ 20,806,788	$ 1,977,267	$ 16,626,419

(concluded)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BY SUBFUND

For the Year Ended July 31, 2014

	General Subfund	Insurance Subfund	Construction Subfund	Grant Subfund	Renovation Bond Payment Subfund	Bond and Interest Subfund	Illinois Municipal Retirement Subfund	Audit Subfund	Operating Subfund	Garage Subfund	Total
OPERATING REVENUES											
Event services	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 396,156	$ -	$ 396,156
Catering, concessions and novelties	-	-	-	-	-	-	-	-	359,216	-	359,216
Catering commissions	-	-	-	-	-	-	-	-	55,536	-	55,536
Garage parking	-	-	-	-	-	-	-	-	-	518,580	518,580
Rental	-	-	-	-	-	-	-	-	488,377	-	488,377
Promotion	-	-	-	-	-	-	-	-	565,432	-	565,432
Advertising	-	-	-	-	-	-	-	-	53,575	-	53,575
Other	-	-	-	-	-	-	-	-	88,932	4	88,936
Total operating revenues	-	-	-	-	-	-	-	-	2,007,224	518,584	2,525,808
OPERATING EXPENSES											
Salaries	-	-	-	-	-	-	-	-	1,102,940	34,539	1,137,479
Payroll taxes	-	-	-	-	-	-	-	-	91,274	2,642	93,916
Retirement	-	-	-	-	-	-	96,221	-	-	-	96,221
Health, life and dental insurance	-	184,383	-	-	-	-	-	-	2,260	-	186,643
Workers compensation insurance	-	47,776	-	-	-	-	-	-	-	-	47,776
Postemployment health insurance	-	32,539	-	-	-	-	-	-	-	-	32,539
Salaries and benefits	-	264,698	-	-	-	-	96,221	-	1,196,474	37,181	1,594,574
Promotion	-	-	-	-	-	-	-	-	593,574	-	593,574
Event services	-	-	-	-	-	-	-	-	435,855	-	435,855
Catering, concessions and novelties	-	-	-	-	-	-	-	-	156,252	-	156,252
Direct costs of sales and services	-	-	-	-	-	-	-	-	1,185,681	-	1,185,681
Property and casualty insurance	-	114,802	-	-	-	-	-	-	-	-	114,802
Utilities	-	-	-	-	-	-	-	-	535,178	9,486	544,664
Repairs, maintenance and supplies	-	-	-	-	-	-	-	-	126,971	8,367	135,338
Janitorial supplies	-	-	-	-	-	-	-	-	38,477	-	38,477
Facilities	-	114,802	-	-	-	-	-	-	700,626	17,853	833,281
Depreciation	-	-	-	-	-	-	-	-	768,649	256,964	1,025,613
Advertising	-	-	-	-	-	-	-	-	12,925	-	12,925
Conference	-	-	-	-	-	-	-	-	10,430	-	10,430
Dues and subscriptions	-	-	-	-	-	-	-	-	15,052	-	15,052
License, fees and taxes	-	-	-	-	-	-	-	-	13,426	449	13,875
Office	-	-	-	-	-	-	-	-	6,661	-	6,661
Postage and office supplies	-	-	-	-	-	-	-	-	7,785	-	7,785
Printing	-	-	-	-	-	-	-	-	1,851	3,242	5,093
Telephone	-	-	-	-	-	-	-	-	24,289	936	25,225
Trustee and professional services	-	-	-	-	-	-	-	19,500	21,000	-	40,500
Miscellaneous	-	-	-	-	-	-	-	-	23,877	-	23,877
Other administrative	-	-	-	-	-	-	-	19,500	137,296	4,627	161,423
Total operating expenses	-	379,500	-	-	-	-	96,221	19,500	3,988,726	316,625	4,800,572
NET OPERATING INCOME (LOSS)	$ -	$ (379,500)	$ -	$ -	$ -	$ -	$ (96,221)	$ (19,500)	$ (1,981,502)	$ 201,959	$ (2,274,764)

(continued)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BY SUBFUND

For the Year Ended July 31, 2014

	General Subfund	Insurance Subfund	Construction Subfund	Grant Subfund	Renovation Bond Payment Subfund	Bond and Interest Subfund	Illinois Municipal Retirement Subfund	Audit Subfund	Operating Subfund	Garage Subfund	Total
NONOPERATING REVENUES (EXPENSES)											
TAX REVENUES											
Property tax revenue	$ 1,259,688	$ 398,067	$ -	$ -	$ -	$ -	$ 93,218	$ 15,115	$ -	$ -	$ 1,766,088
TIF tax refunds received	46,937	11,360	-	-	-	-	2,253	282	-	-	60,832
Tax revenues	1,306,625	409,427	-	-	-	-	95,471	15,397	-	-	1,826,920
GRANT SUPPORT											
Department of Commerce and Economic Opportunity	-	-	-	1,137,457	-	-	-	-	-	-	1,137,457
Hotel/motel tax revenue	-	-	-	-	-	100,000	-	-	-	-	100,000
Tax increment financing	-	-	1,598,348	-	-	-	-	-	-	-	1,598,348
Grant support	-	-	1,598,348	1,137,457	-	100,000	-	-	-	-	2,835,805
Investment income	2,271	549	1,095	-	-	142	109	14	6,146	565	10,891
Interest expense	-	-	-	-	-	(78,041)	-	-	-	-	(78,041)
Net nonoperating revenues (expenses)	1,308,896	409,976	1,599,443	1,137,457	-	22,101	95,580	15,411	6,146	565	4,595,575
TRANSFERS											
Transfers in	-	-	1,138,385	-	592,410	449,412	-	-	8,372,561	-	10,552,768
Transfers out	(1,311,891)	(549)	(4,022,219)	(2,783,529)	(1,526,418)	(158,627)	(109)	(14)	(331,990)	(417,422)	(10,552,768)
Net transfers	(1,311,891)	(549)	(2,883,834)	(2,783,529)	(934,008)	290,785	(109)	(14)	8,040,571	(417,422)	-
CHANGE IN NET POSITION	(2,995)	29,927	(1,284,391)	(1,646,072)	(934,008)	312,886	(750)	(4,103)	6,065,215	(214,898)	2,320,811
NET POSITION, BEGINNING OF YEAR	677,157	792,739	1,539,382	1,645,976	1,017,590	(9,248,447)	89,423	20,578	15,477,536	2,150,166	14,162,100
NET POSITION, END OF YEAR	$ 674,162	$ 822,666	$ 254,991	$ (96)	$ 83,582	$ (8,935,561)	$ 88,673	$ 16,475	$ 21,542,751	$ 1,935,268	$ 16,482,911

(concluded)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF ACTIVITIES - BUDGET AND ACTUAL
PRAIRIE CAPITAL CONVENTION CENTER (OPERATING SUBFUND)

For the Year Ended July 31, 2015

	Budget	Actual	Variance Over (Under)
OPERATING REVENUES			
Event Services	$ 325,000	$ 584,954	$ 259,954
Concessions and catering	400,000	458,976	58,976
Catering commissions	35,000	100,851	65,851
Rental			
Main hall	350,000	447,697	97,697
Meeting rooms	30,000	52,425	22,425
Equipment	60,000	64,905	4,905
Promotion	500,000	135,604	(364,396)
Advertising	200,000	140,650	(59,350)
Other	50,000	58,820	8,820
Total operating revenues	1,950,000	2,044,882	94,882
OPERATING EXPENSES			
Salaries	1,100,000	1,060,327	(39,673)
Payroll taxes	95,000	90,900	(4,100)
Health, life and dental insurance	-	170,229	170,229
Postemployment health insurance	-	8,913	8,913
Salaries and benefits	1,195,000	1,330,369	135,369
Promotion	500,000	78,837	(421,163)
Event Services	318,700	527,102	208,402
Catering, concessions and novelties	170,000	160,937	(9,063)
Direct costs of sales and services	988,700	766,876	(221,824)
Utilities	435,000	446,958	11,958
Repairs and maintenance, and supplies	137,650	133,888	(3,762)
Janitorial supplies	31,400	40,532	9,132
Facilities	604,050	621,378	17,328

(continued)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF ACTIVITIES - BUDGET AND ACTUAL
PRAIRIE CAPITAL CONVENTION CENTER (OPERATING SUBFUND)

For the Year Ended July 31, 2015

	Budget	Actual	Variance Over (Under)
OPERATING EXPENSES (CONTINUED)			
Advertising	$ 2,500	$ 5,990	$ 3,490
Conference	15,500	16,007	507
Dues and subscriptions	7,375	21,426	14,051
License, fees and taxes	20,000	1,374	(18,626)
Office	6,500	5,700	(800)
Postage and office supplies	7,800	5,013	(2,787)
Printing	2,000	4,623	2,623
Telephone	21,000	33,571	12,571
Trustee and professional services	24,000	12,465	(11,535)
Miscellaneous	45,500	21,376	(24,124)
Other administrative	152,175	127,545	(24,630)
Total operating expenses	2,939,925	2,846,168	(93,757)
NET OPERATING INCOME (LOSS)	(989,925)	(801,286)	188,639
NONOPERATING REVENUES (EXPENSES)			
Investment income	5,000	1,164	(3,836)
Capital outlay	(86,385)	(118,520)	32,135
Net nonoperating revenues (expenses)	(81,385)	(117,356)	(35,971)
TRANSFERS			
Transfers in:			
From General Subfund	1,323,297	1,325,491	2,194
From Garage Subfund	300,000	335,400	35,400
From Insurance Subfund	-	10,200	10,200
From IMRF Subfund	-	162	162
From Audit Subfund	-	26	26
From Construction Subfund - capital assets	-	118,520	118,520
Transfers out:			
To Bond and Interest Subfund	(551,987)	(537,511)	(14,476)
To Insruance Subfund	-	(168,710)	168,710
Net Transfers	1,071,310	1,083,578	12,268
NET ACTIVITIES	$ -	$ 164,936	$ 164,936

(continued)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF ACTIVITIES - BUDGET AND ACTUAL
PRAIRIE CAPITAL CONVENTION CENTER (OPERATING SUBFUND)

For the Year Ended July 31, 2015

	Actual
RECONCILIATION OF NET ACTIVITIES TO CHANGE TO NET POSITION	
Net activities	$ 164,936
Depreciation expense	(1,019,419)
Capital outlay	118,520
CHANGE IN NET POSITION	$ (735,963)
	(concluded)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF ACTIVITIES - BUDGET AND ACTUAL
PLAZA PARKING GARAGE (GARAGE SUBFUND)

For the Year Ended July 31, 2015

	Budget	Actual	Variance Over (Under)
OPERATING REVENUES			
Garage parking			
Hourly	$ 250,000	$ 369,625	$ 119,625
Event	30,000	21,072	(8,928)
Monthly	140,000	137,839	(2,161)
Total operating revenues	420,000	528,536	108,536
OPERATING EXPENSES			
Salaries	35,000	34,197	(803)
Payroll taxes	2,500	2,614	114
Salaries and benefits	37,500	36,811	(689)
Utilities	5,500	39,363	33,863
Repairs, maintenance and supplies	11,000	8,294	(2,706)
Facilities	16,500	47,657	31,157
License, fees and taxes	1,000	325	(675)
Printing	3,100	3,028	(72)
Telephone	1,000	-	(1,000)
Miscellaneous	1,000	454	(546)
Other administrative	6,100	3,807	(2,293)
Total operating expenses	60,100	88,275	28,175
NET OPERATING INCOME (LOSS)	359,900	440,261	80,361
NONOPERATING REVENUES (EXPENSES)			
Investment income	500	503	3
Capital outlay	(25,000)	(3,689)	(21,311)
Total nonoperating revenues (expenses)	(24,500)	(3,186)	(21,314)

(continued)

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF ACTIVITIES - BUDGET AND ACTUAL
PLAZA PARKING GARAGE (GARAGE SUBFUND)

For the Year Ended July 31, 2015

	Budget	Actual	Variance Over (Under)
TRANSFERS			
Transfers in:			
From Insurance Subfund	$ -	$ 126,526	$ (126,526)
Transfers out:			
To Convention Center (Operating Subfund)	$ (335,400)	$ (335,400)	$ -
To Bond and Interest Subfund	-	-	-
Net Transfers	(335,400)	(208,874)	(126,526)
NET ACTIVITIES	$ -	$ 228,201	$ 228,201
RECONCILIATION NET ACTIVITIES TO CHANGE TO NET POSITION			
Depreciation expense		(189,891)	
Capital outlay		3,689	
CHANGE IN NET POSITION		$ 41,999	
		(concluded)	

A. Budgetary Controls and Fund Accounting

For internal financial reporting purposes, the Authority uses *Fund Accounting*. A fund is a self balancing group of accounts, used to maintain control over resources segregated for specific activities of objectives, or to help ensure and demonstrate compliance with fiscal legal requirements. The Authority adopts annual budgets for the *Operating, Garage, General, Insurance, Illinois Municipal Retirement* (IMRF) and *Audit* sub-funds. The *Construction, Grant, Renovation Bond Payout and Bond and Interest* sub-funds do not have appropriated budgets since other means control the use of these resources and they span a period of more than one fiscal year.

The budgeting process involves the General Manager submitting a proposed budget to the Authority Board prior to the beginning of the fiscal year, which includes proposed expenditures and the means to finance them. A public hearing is held to obtain taxpayer comments, which may result in changes in budget appropriation amounts, but the form of the budget may not be changed. Prior to October 30, the budget is adopted by resolution of the Board.

Budgetary integration into the internal financial reporting process is used as a management control during the year. The Authority Board may make transfers between budgeted items in a fund not exceeding 10% of the aggregate budgeted amount in the fund. The Board may further amend the budget using the same procedures required for its original adoption.

Appropriations in all budgeted sub-funds lapse at the end of the fiscal year, even if they have related encumbrances. Encumbrances are commitments related to unperformed contracts for goods or services (i.e. purchase orders, contracts, and commitments). While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, IL

SCHEDULE OF INSURANCE COVERAGE

July 31, 2015

Type of Coverage and Name of Company	Policy Number	Policy Period From	Policy Period To	Details of Coverage	Liability Limits	Annual Premium
General Liability New Hampshire Insurance Co	6LKKO00000047924	9/15/2014	9/15/2015	Commercial Liability	Each Occurrence: $1,000,000 Fire Damage: $300,000 Personal & Advertising Injury: $1,000,000 General, Products, Completed Operations Aggregate: $2,000,000.00 Crisis Response Aggregate Limit: $25,000 Liquor Liability: $1,000,000 per occurrence $2,000,000 aggregate Employee Benefits Liability: $1,000,000 each occurrence $2,000,000 aggregate $1,000 deductible	$ 22,379
Business Auto IL National Insurance Co	6LKKO00000047924	9/15/2014	9/15/2015	Automobile Liability	$1,000,000 combined single limit	$ 1,304
Excess Liability New Hampshire Insurance Co.	6LKKO00000047924	9/15/2014	9/15/2015	Excess Liability	$5,000,000 each occurrence	$ 7,903
General Liability - Tenants New Hampshire Insurance Co.	6LKKO00000047926	9/15/2014	9/15/2015	General Liability for Tenant's of the PCCC to purchase that don't have their own policy	Each Occurrence: $1,000,000 Fire Damage: $300,000 Personal & Advertising Injury: $1,000,000 General, Products, Completed Operations Aggregate: $1,000,000.00	$ 505
Computers Cincinnati Insurance Company	ENP 004 62 67	10/28/2013	10/28/2016	Electronic Data Processing Equipment & Terrorism	Computers $60,600 Debris Removal $50,000 Backup Media $10,000 Pollutant Clean Up & Removal $10,000 Recharge/Refill of a Fire Protection Device $50,000 3rd Party Host $10,000 Business Income & Extra Expense $10,000 Denial of Service $10,000 Loss Est Expenses $5,000 Malicious Code $10,000 Unauthorized Use $10,000	$ 372

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, IL

SCHEDULE OF INSURANCE COVERAGE

July 31, 2015

Type of Coverage and Name of Company	Policy Number	Policy Period From	Policy Period To	Details of Coverage	Liability Limits	Annual Premium
Package Chubb	3592-20-55 WUC	11/1/2014	11/1/2015	Property Insurance (Fire, Flood, Employee Theft) Includes building and personal property, accounts receivable, money & securities, valuable papers, business income with extra expense and electronic data processing property (Boilers, Outdoor Message Center, Rented Equip)	$25,000,000 per occurrence	$ 67,050
Worker's Compensation Illinois Public Risk Fund	I-927	1/1/2014	1/1/2015	Workers Compensation Employers Liability	Bodily Injury: $2,500,000 each accident $2,500,000 policy limit $2,500,000 each employee	$ 48,963
Public Officials Liability Old Republic Insurance Company	ALT 70674	5/1/2015	5/1/2016	Management Liability	$1,000,000 per occurrence	$ 3,813

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF RATES

July 31, 2015

ITEM	RENTAL FEE
Admin Services	$2.00 sheet/send fax ; $1.00 sheet/receive fax ; $0.20 sheet/copies
Audio/Visual (A/V)	See invoice from Tom Merz (ATS) $150.00 for 1 existing Projector with Screen (B11, B4, B6, B7) Laptop $300
Box Office	$1,000.00 per day or 5% of Gross Receipts (ticketed event)
Catering (PCCC)	See invoice from Concessions Manager or Preferred Caterer 18-20% Gratuity
Chairs for exhibits	$5.00/each
Curtains (Main Hall)	$500.00 for entire hall or $300.00 for half hall
Dance Floor	$75.00 (on Main Hall)
Deposit	Roll-over or 50% of Rental Fee
Easels/Chalkboards/Coatracks	No Charge
Electrical	See Electrical & Water Service form for prices
Entire Facility Rental	$5,000.00 per day or $0.42 per square foot (trade show) or 12% of Gross Receipts (ticketed event)
Firewatch	$27.166/hour per fireman
Fork Lift	$50.00 per hour
Freight Elevator	16’2”w X 8’d X 13’6” h
Furniture	$300.00 for the set (couch, loveseat, overstuffed chair)
Lower Level Rental	See Price List (if catered meal, N/C)
Main Hall Rental	$3,500.00 per day or $0.42 per square feet (trade show) or 12% of Gross Receipts (ticketed event)
Move-In Fee (provided no organized event planned)	Main Hall - $1,500.00 Lower Level – ½ Room Rental Fee
Organ	$300.00 per day
Parking (PCCC Ramp)	$0.75 per hour/$7.00 per day (maximum charge) $5.00 (Event Parking)
Piano	$300.00 per day (grand) $200.00 per day (upright)
Phones	$50.00 per day/phone or $100.00 per multi-day event
Phone line/Hard-line DSL (1)	$100.00 per day/per line
Radios	1 free; each additional $50.00
Retract-a-belt/Bike Rack	No Charge
Room Changeover	½ Room Rental Fee

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF RATES

July 31, 2015

ITEM	RENTAL FEE
Security	$25.00/hr off-duty police officers; min of 2 for beer events $12.00 per hour for T-shirt security; $15.00 per hour for In-House security.
Spotlights	$70.00 (Trouper) $85.00 (Super Trouper)
Stagehands/Loaders/Riggers	$16.00; 24.75 OT/$22.00/$23.50; 35.25 OT (+ 20%)
Staging Above 32’ x 40’	$100.00
Tables With Skirts for exhibits	$10.00/each
Ushers	$9.50 per hour

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF RATES

July 31, 2015

Room Name	Daily Rate	Approx. Dimensions	Square Footage
B1, B9	$200.00	32'x 38'x 12'	1,216
B2, B10	$250.00	32'x 44'x 12'	1,408
B3, B8,	$200.00	29'x 30'x 12'	870
B4W, B6W, B7W	$200.00	29'x 30'x 12'	870
B4E, B6E, B7E	$200.00	29'x 30'x 12'	870
B4, B6, B7	$300.00	29'X 59'X 12'	1,711
B11/Entire Room	$1,500.00	65'x 140'x 14'	9,100
B11A or B11D	$350.00	65'x 40'x 14'	2,600
B11B** or B11C	$350.00	65'x 30'x 14'	1,950
B11AB or B11CD	$700.00	65'x 70'x 14'	4,550
B11ABC or B11BCD	$1,200.00	65'x 100'x 14'	6,500
Entire Lower Level	$2,500.00		21,830
Main Hall	$3,500.00	200'x 200'x 40'	40,000
Main Hall w/ Risers		110’x 88’x 40’	9,680
Entire Facility	$5,000.00		61,830
Move-In Fee	$1,500.00		
VIP Room	$300.00		
MH Lounge			
North Terrace & Patio	$500.00	140'x 30'x 12'	4,200
South Terrace	$250.00	89'x 24'x 12'	2,136

SPRINGFIELD METROPOLITAN EXPOSITION AND AUDITORIUM AUTHORITY
SPRINGFIELD, ILLINOIS

SCHEDULE OF RATES

July 31, 2015

Electric	Advance Fee **	Floor Order Fee ***	QTY.	Total
110 Volt 20 Amps.	$60.00	$80.00		
110 Volt 30 Amps.	$85.00	$100.00		
220 Volt 60 Amps.	$100.00	$125.00		
208V 3 Phase	$125.00	$150.00		

Forklift Service	Advance Fee **	Floor Order Fee ***	QTY.	Total
Per Hour	$50.00	$75.00		

** 5 days prior to Move-In Day
*** Within 4 Days before Event

Concession Price List

ITEM	PRICING	
Wine 9 oz	$	5.00
Mixers 10 oz	$	7.00
Beer 16 oz (Miller/Coors)	$	5.00
Bisc n Gravy FULL	$	5.00
Bisc n Gravy HALF	$	3.00
Bosco Pizza Stick	$	5.00
Walking Taco	$	6.00
Chicken/Tuna Croissant	$	5.00
Sub Sandwich	$	5.00
Italian Beef	$	5.00
Chicken Sandwich	$	5.00
BBQ Sandwich	$	5.00
Hamburger/Cheeseburger	$	5.00
Nachos	$	4.00
Breakfast Sandwich	$	3.00
Pretzels	$	3.00
Corn Dog	$	3.00
Hot Dog	$	3.00
Popcorn	$	3.00
Bottled water/tea/soda (Pepsi products)	$	3.00
Gatorade	$	3.00
Hot Chocolate	$	2.00
Coffee LARGE	$	3.00
Coffee SMALL	$	2.00
Fruit Juice	$	2.00
Milk	$	1.00
Yogurt	$	2.00
Danish/Muffin	$	2.00
Donut	$	1.25
Fruit	$	1.00
Chips	$	1.25
Candy/Granola Bar	$	2.00
Cookie	$	1.00

PCCC Beverage Service

Wedding Service

Soft Drinks

- Pepsi products available in 12oz cans $*2.00 per can*
- 20 oz Bottled Water *$3.00 per bottle*

Standard Keg Selection

- Miller Lite
- Coors Light
- Bud Light
- Budweiser

  $200.00 per Keg Host

  $ 5.00 per 16oz cup Cash

* Other Beer available, please ask

Premium Keg Selection

- Blue Moon
- Leinenkugal
- Heineken
- Michelob Ultra

  $250.00 per Keg

  $ 6.00 per 16oz cup Cash

Wine Selection

- Patch Block Pinot Noir (Red)
- Crossings Sauvignon Blanc (White)

  $5 per 9oz cup Host or Cash

* Champagne and other wines available at additional charge

Cash or Host Bar

- Standard liquor selection to include:
  - Jack Daniels, Jim Beam & Seagrams 7 Whisky
  - Smirnoff Vodka
  - Captain Morgan Rum

    $7 per 10oz cup host or cash

Additional Information

- Bar service subject to fee of $45 per bartender (1 bartender per 150 people)
- PCCC will provide plastic cups for beer, wine and mixed drink bar
- Sales Tax of 8.5% and 18% Gratuity will be added to final bill
- Orders for Kegs and Bar Service due no later than two weeks before event or a $45 late fee will be assessed

SERVICES INCLUDED IN RENTAL:

- Heating/Air Conditioning
- Lighting
- Event Coordinator on duty during entire event
- Maintenance Crew on duty during entire event for clean-up, changeovers, etc.
- One Security Guard on duty during the week from 4 pm to 8 am and 24 hours over the weekend to make rounds of the facility
- Tables (with or without skirting) and padded or metal chairs (unless for exhibits – exhibitor equipment needs to come from a decorator)
- Staging with stairs, safety rails, and skirting
- Podiums (standing and tabletop)
- Coatracks & Retract-a-belt (rope and stanchion)
- Flatbed carts for transporting materials
- Water stations upon request
- Event posted on the Outdoor Message Center at the corner of 9th and Adams upon request, on the automated phone system, on the website, and in the Calendar of Events which is displayed in the Main Lobby.
- Set-up, tear-down, and clean-up of areas used in the facility.
- Chalkboards & Easels
- Risers with steps and skirting
- One standard microphone per room at no charge
- Wifi Internet throughout the facility