

City of LeRoy, Illinois
Annual Financial Report
For the Fiscal Year Ended April 30, 2021

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor’s Report.....	4
Basic Financial Statements:	
Statement of Net Position.....	7
Statement of Activities	9
Balance Sheet – Governmental Funds	11
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Position	12
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	13
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds to the Statement of Activities	15
Statement of Fund Net Position – Proprietary Funds.....	16
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds.....	18
Statement of Cash Flows – Proprietary Funds	20
Notes to Financial Statements.....	22
Required Supplementary Information:	
Illinois Municipal Retirement Fund – Multiyear Schedule of Changes in the City’s Net Pension Liability and Related Ratios	47
Illinois Municipal Retirement Fund – Multiyear Schedule of Employer Contributions.....	49
Illinois Municipal Retirement Fund - Summary of Actuarial Methods and Assumptions.....	50
Budgetary Comparison Schedule – General Fund – Unaudited	51
Reconciliation of Budgetary Basis Cash Receipts and Cash Disbursements to GAAP Revenues and Expenses – General Fund.....	53

TABLE OF CONTENTS – Continued

	<u>Page</u>
Required Supplementary Information (Continued):	
Budgetary Comparison Schedule – 2016 General Obligation (Alternative Revenues) Bond Fund – Unaudited.....	54
Reconciliation of Budgetary Basis Cash Receipts and Cash Disbursements to GAAP Revenues and Expenses – 2016 GO (ARS) Bond Fund.....	55
Budgetary Comparison Schedule – 2020/2021 Series Capital Projects Fund – Unaudited.....	56
Reconciliation of Fund Balance (Budgetary Basis) to Fund Balance (GAAP) – Unaudited.....	57
Notes to Required Supplementary Information	58
Other Information:	
Schedule of Departmental Expenditures – General Fund	60
Combining Balance Sheet – Non-Major Governmental Funds	62
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – Non-Major Governmental Funds	63
Schedule of Long-Term Debt and Interest – Unaudited	64
Schedule of Investments – Unaudited.....	67
Statement of Assessed Valuation and Taxes Received – Unaudited	68
General Information – Unaudited	72



Independent Auditor's Report

The Honorable Mayor and Council
City of LeRoy, Illinois

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of LeRoy, Illinois ("City"), as of and for the year ended April 30, 2021, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of LeRoy, Illinois as of April 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis; the Illinois Municipal Retirement Fund – Schedule of Changes in the City's Net Pension Liability and Related Ratios; the Illinois Municipal Retirement Fund – Schedule of Employer Contributions; and budgetary comparison information on pages 47 through 58 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.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by the missing information.

Other Information

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

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

The introductory and statistical sections have 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.

Striegel Knobloch & Company LLC

Bloomington, Illinois
October 6, 2021

City of LeRoy, Illinois

Statement of Net Position

For the Year Ended April 30, 2021

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 6,190,730	\$ 1,720,115	\$ 7,910,845
Investments	6,332	-	6,332
Receivables, net			
Accounts	-	284,747	284,747
Property tax	551,166	-	551,166
Sales tax	123,323	-	123,323
Income tax	112,464	-	112,464
Use tax	21,095	-	21,095
Replacement tax	5,505	-	5,505
Motor fuel tax	11,728	-	11,728
Excise tax	956	-	956
Utility taxes	13,552	-	13,552
Video gaming tax	8,727	-	8,727
Cannabis tax	881	-	881
Franchise	5,530	-	5,530
Prepaid expenses	7,040	3,755	10,795
Capital assets:			
Land	654,310	10,000	664,310
Depreciable capital assets	12,394,660	14,511,188	26,905,848
Less: accumulated depreciation	(6,119,834)	(9,217,293)	(15,337,127)
Total assets	13,988,165	7,312,512	21,300,677
Deferred Outflows of Resources			
Deferred outflows related to pension obligations	474,587	154,171	628,758
Total assets and deferred outflows of resources	\$ 14,462,752	\$ 7,466,683	\$ 21,929,435

-Continued-

City of LeRoy, Illinois

Statement of Net Position - Continued

For the Year Ended April 30, 2021

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Accounts payable	\$ 18,657	\$ 64,376	\$ 83,033
Accrued expenses	31,190	29,270	60,460
Accrued interest	37,701	18,827	56,528
Compensated absences	70,398	55,750	126,148
IMRF pension liability (asset)	(197,653)	(64,208)	(261,861)
Bonds payable			
Due within one year	290,000	205,000	495,000
Due in more than one year	6,215,000	1,525,000	7,740,000
Notes payable			
Due within one year	26,622	-	26,622
Due in more than one year	161,097	-	161,097
	6,653,012	1,834,015	8,487,027
Deferred Inflows of Resources			
Deferred property tax	551,166	-	551,166
Deferred inflows related to pension obligations	621,490	201,894	823,384
	1,172,656	201,894	1,374,550
Net Position			
Invested in capital assets, net of related debt	236,417	3,573,895	3,810,312
Restricted for:			
Motor fuel tax	440,059	-	440,059
Capital projects	4,858,979	-	4,858,979
Unrestricted	1,101,629	1,856,879	2,958,508
	6,637,084	5,430,774	12,067,858
Total net position	6,637,084	5,430,774	12,067,858
Total liabilities, deferred inflows of resources, and net position	\$ 14,462,752	\$ 7,466,683	\$ 21,929,435

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Activities

For the Year Ended April 30, 2021

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
		Charges for Services	Fines, Fees Licenses and Permits	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities								
Administration	\$ 195,352	\$ -	\$ 11,002	\$ 3,856	\$ -	\$ (180,494)	\$ -	\$ (180,494)
Streets	537,099	-	-	-	117,309	(419,790)	-	(419,790)
Parks	194,867	-	-	-	-	(194,867)	-	(194,867)
Zoning and building	22,805	-	11,111	-	-	(11,694)	-	(11,694)
Police	804,489	67,804	23,176	-	-	(713,509)	-	(713,509)
ESDA	1,301	-	-	-	-	(1,301)	-	(1,301)
Economic development	19,626	-	-	-	-	(19,626)	-	(19,626)
Tourism	11,655	-	-	-	-	(11,655)	-	(11,655)
Interest on long term debt	98,968	-	-	-	-	(98,968)	-	(98,968)
Bond fees	75,646	-	-	-	-	(75,646)	-	(75,646)
Total governmental activities	1,961,808	67,804	45,289	3,856	117,309	(1,727,550)	-	(1,727,550)
Business-type activities								
Water	925,988	748,096	-	-	-	(177,892)	(177,892)	(177,892)
Sewer	675,024	681,436	-	-	-	6,412	6,412	6,412
Refuse	603,050	495,342	-	-	-	(107,708)	(107,708)	(107,708)
Total business type activities	2,204,062	1,924,874	-	-	-	(279,188)	(279,188)	(279,188)
Total primary government	\$ 4,165,870	\$ 1,992,678	\$ 45,289	\$ 3,856	\$ 117,309	(1,727,550)	(279,188)	(2,006,738)

-Continued-

City of LeRoy, Illinois

Statement of Activities - Continued

For the Year Ended April 30, 2021

	Net (Expense) Revenue and Changes in Net Assets		
	Governmental Activities	Business- Type Activities	Total
General revenues:			
Taxes:			
Property	\$ 605,584	\$ -	\$ 605,584
Sales	665,036	-	665,036
Income	462,449	-	462,449
Use	160,154	-	160,154
Replacement	19,625	-	19,625
Motor fuel	127,463	-	127,463
Excise	6,590	-	6,590
Utility	157,723	-	157,723
Video gaming	49,755	-	49,755
Cannabis	3,493	-	3,493
Hotel/motel	12,630	-	12,630
Franchise	36,118	-	36,118
Interest	3,823	2,367	6,190
Other	12,124	1,342	13,466
Change in pension obligations	9,824	2,799	12,623
Bond premium receipts	427,755	-	427,755
Interfund transfers	(633,833)	633,833	-
Total general revenues and transfers	2,126,313	640,341	2,766,654
Change in net position	398,763	361,153	759,916
Net position, beginning (as restated)	6,238,321	5,069,621	11,307,942
Net position, ending	\$ 6,637,084	\$ 5,430,774	\$ 12,067,858

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Balance Sheet - Governmental Funds

April 30, 2021

		2016A	2020/2021	Non-Major	Total
	General	GO (ARS) Bond Fund	Series Capital Projects Fund	Governmental Funds	Governmental Funds
Assets					
Cash and cash equivalents	\$ 565,406	\$ -	\$ 4,858,979	\$ 766,345	\$ 6,190,730
Investments	6,332	-	-	-	6,332
Receivables, net:					
Property taxes	551,166	-	-	-	551,166
Sales tax	65,974	25,529	-	31,820	123,323
Income tax	-	112,464	-	-	112,464
Use tax	21,095	-	-	-	21,095
Replacement tax	5,505	-	-	-	5,505
Motor fuel tax	-	-	-	11,728	11,728
Excise tax	956	-	-	-	956
Utility taxes	13,552	-	-	-	13,552
Video gaming tax	8,727	-	-	-	8,727
Cannabis tax	881	-	-	-	881
Franchise tax	5,530	-	-	-	5,530
Prepaid expenses	7,040	-	-	-	7,040
	<u>1,252,164</u>	<u>137,993</u>	<u>4,858,979</u>	<u>809,893</u>	<u>7,059,029</u>
Total assets	<u>\$ 1,252,164</u>	<u>\$ 137,993</u>	<u>\$ 4,858,979</u>	<u>\$ 809,893</u>	<u>\$ 7,059,029</u>
Liabilities					
Accounts payable	\$ 12,665	\$ -	\$ -	\$ 5,992	\$ 18,657
Accrued expenses	31,190	-	-	-	31,190
	<u>43,855</u>	<u>-</u>	<u>-</u>	<u>5,992</u>	<u>49,847</u>
Total liabilities	<u>43,855</u>	<u>-</u>	<u>-</u>	<u>5,992</u>	<u>49,847</u>
Deferred inflows of Resources					
Deferred property tax	551,166	-	-	-	551,166
	<u>551,166</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>551,166</u>
Fund Balance					
Nonspendable	7,040	-	-	-	7,040
Restricted:					
Motor fuel tax	-	-	-	440,059	440,059
Capital projects	-	-	4,858,979	-	4,858,979
Committed:					
Debt service	-	137,993	-	-	137,993
Capital expenditures	-	-	-	121,600	121,600
Assigned:					
Business district	-	-	-	117,860	117,860
Tourism	-	-	-	124,382	124,382
Unassigned	650,103	-	-	-	650,103
	<u>657,143</u>	<u>137,993</u>	<u>4,858,979</u>	<u>803,901</u>	<u>6,458,016</u>
Total fund balance	<u>657,143</u>	<u>137,993</u>	<u>4,858,979</u>	<u>803,901</u>	<u>6,458,016</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 1,252,164</u>	<u>\$ 137,993</u>	<u>\$ 4,858,979</u>	<u>\$ 809,893</u>	<u>\$ 7,059,029</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Reconciliation of the Balance Sheet - Governmental
Funds to the Statement of Net Position

April 30, 2021

Total governmental fund balance \$ 6,458,016

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

Capital assets are not reported in this fund financial
statement because they are not current financial
resources, but they are reported in the statement
of net assets

6,929,136

Certain liabilities are not reported in this fund financial statement
because they are not due and payable, but they are presented
in the statement of net assets.

Accrued interest (37,701)

Compensated absences (70,398)

Net IMRF pension obligations 50,750

Bonds payable (6,505,000)

Notes payable (187,719)

Net assets of governmental activities \$ 6,637,084

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

**Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds**

For the Year Ended April 30, 2021

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues:					
Property taxes	\$ 605,584	\$ -	\$ -	\$ -	\$ 605,584
Sales tax	384,774	143,326	-	136,936	665,036
Income tax	122,433	340,016	-	-	462,449
Use tax	160,154	-	-	-	160,154
Replacement tax	19,625	-	-	-	19,625
Motor fuel tax	-	-	-	127,463	127,463
Excise tax	6,590	-	-	-	6,590
Utility taxes	157,723	-	-	-	157,723
Video gaming tax	49,755	-	-	-	49,755
Cannabis tax	3,493	-	-	-	3,493
Hotel/Motel tax	-	-	-	12,630	12,630
Licenses and permits	22,113	-	-	-	22,113
Franchise	36,118	-	-	-	36,118
Fines	23,176	-	-	-	23,176
Interest	721	-	2,168	934	3,823
Grants	-	-	-	117,309	117,309
Other	83,784	-	-	2,674	86,458
Total revenues	1,676,043	483,342	2,168	397,946	2,559,499
Expenditures:					
Current:					
Administration	177,024	-	-	-	177,024
Streets	334,164	-	-	70,434	404,598
Parks	51,180	-	-	-	51,180
Zoning and building	22,805	-	-	-	22,805
Police	778,501	-	-	-	778,501
ESDA	1,301	-	-	-	1,301
Economic development	-	-	-	19,626	19,626
Tourism	-	-	-	11,655	11,655
Debt service:					
Principal	25,842	285,000	-	-	310,842
Interest	6,085	63,775	18,932	-	88,792
Capital outlay	27,629	-	-	-	27,629
Total expenditures	1,424,531	348,775	18,932	101,715	1,893,953
Excess (deficiency) of revenues over expenditures	251,512	134,567	(16,764)	296,231	665,546

-Continued-

City of LeRoy, Illinois

**Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds - Continued**

For the Year Ended April 30, 2021

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Other financing sources (uses):					
Bond proceeds	-	-	3,867,755	-	3,867,755
Bond fees	-	-	(75,646)	-	(75,646)
Transfers in	99,536	-	-	-	99,536
Transfers out	<u>(3,136)</u>	<u>(74,138)</u>	<u>-</u>	<u>(656,095)</u>	<u>(733,369)</u>
 Total other financing sources (uses)	 <u>96,400</u>	 <u>(74,138)</u>	 <u>3,792,109</u>	 <u>(656,095)</u>	 <u>3,158,276</u>
 Net change in fund balances	 347,912	 60,429	 3,775,345	 (359,864)	 3,823,822
 Fund balance, beginning (as restated)	 <u>309,231</u>	 <u>77,564</u>	 <u>1,083,634</u>	 <u>1,163,765</u>	 <u>2,634,194</u>
 Fund balance, ending	 <u>\$ 657,143</u>	 <u>\$ 137,993</u>	 <u>\$ 4,858,979</u>	 <u>\$ 803,901</u>	 <u>\$ 6,458,016</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Reconciliation of the Statements of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds to the Statement of Activities

For the Year Ended April 30, 2021

Net change in fund balance - total governmental funds	\$ 3,823,822
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported as expenditures in this fund financial statement because they use current financial resources, but they are presented as assets in the statement of activities and depreciated over their estimated economic lives. Depreciation (\$331,076) for the year is more than capital outlays (\$27,629) reported in the general fund.	(303,447)
Net change in IMRF pension obligations is an expense on the statement of activities, however, it does not use financial resources and is not an expenditure on the statement of revenues, expenditures, changes in fund balance	9,824
Net change in compensated absences is an expense on the statement of activities, however, it does not use financial resources and is not an expenditure on the statement of revenues, expenditures, changes in fund balance	10,572
Repayments of the note receivable are included in the fund financial statements; however, this activity only changes the note receivable on the statement of net position.	(2,674)
Advances of bond principal is an other financing source in the fund financial statements; however the advance increases long-term liabilities on the statement of net position.	(3,440,000)
Repayment of bond principal is an expenditure in the fund financial statements; however the repayment reduces long-term liabilities on the statement of net position.	310,842
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the fund financial statements.	<u>(10,176)</u>
Change in net position of governmental activities	<u>\$ 398,763</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Fund Net Position - Proprietary Funds

April 30, 2021

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Assets				
Current assets:				
Cash and cash equivalents	\$ 358,416	\$ 906,218	\$ 455,481	\$ 1,720,115
Receivables, net:				
Customer accounts	109,997	111,405	63,345	284,747
Prepaid expenses	1,525	1,482	748	3,755
Total current assets	469,938	1,019,105	519,574	2,008,617
Capital assets:				
Land	-	10,000	-	10,000
Depreciable capital assets	4,933,159	8,298,055	1,279,974	14,511,188
Less: accumulated depreciation	(3,514,307)	(5,345,537)	(357,449)	(9,217,293)
Total capital assets	1,418,852	2,962,518	922,525	5,303,895
Total assets	1,888,790	3,981,623	1,442,099	7,312,512
Deferred Outflows of Resources				
Deferred outflows related to pension obligations	65,642	60,549	27,980	154,171
Total assets and deferred outflows of resources	\$ 1,954,432	\$ 4,042,172	\$ 1,470,079	\$ 7,466,683

-Continued-

City of LeRoy, Illinois

Statement of Fund Net Position - Proprietary Funds - Continued

April 30, 2021

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Liabilities and Net position				
Current liabilities:				
Accounts payable	\$ 24,593	\$ 13,188	\$ 26,595	\$ 64,376
Accrued expenses	11,768	11,659	5,843	29,270
Accrued interest	18,827	-	-	18,827
Compensated absences	22,381	21,315	12,054	55,750
Bonds payable, current	205,000	-	-	205,000
Total current liabilities	<u>282,569</u>	<u>46,162</u>	<u>44,492</u>	<u>373,223</u>
Noncurrent liabilities				
IMRF pension obligation	(27,338)	(25,217)	(11,653)	(64,208)
Bonds payable	1,525,000	-	-	1,525,000
Total non current liabilities	<u>1,497,662</u>	<u>(25,217)</u>	<u>(11,653)</u>	<u>1,460,792</u>
Total liabilities	<u>1,780,231</u>	<u>20,945</u>	<u>32,839</u>	<u>1,834,015</u>
Deferred Inflow of Resources				
Deferred inflows related to pension obligations	<u>85,961</u>	<u>79,292</u>	<u>36,641</u>	<u>201,894</u>
Net Position				
Invested in capital assets net of related debt	(311,148)	2,962,518	922,525	3,573,895
Unrestricted	<u>399,388</u>	<u>979,417</u>	<u>478,074</u>	<u>1,856,879</u>
Total net position	<u>88,240</u>	<u>3,941,935</u>	<u>1,400,599</u>	<u>5,430,774</u>
Total liabilities, deferred inflows, and net position	<u>\$ 1,954,432</u>	<u>\$ 4,042,172</u>	<u>\$ 1,470,079</u>	<u>\$ 7,466,683</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

**Statement of Revenues, Expenses, and Changes in
Fund Net Position - Proprietary Funds**

For the Year Ended April 30, 2021

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Operating revenues:				
Charges for service	\$ 748,096	\$ 681,436	\$ 495,342	\$ 1,924,874
 Total operating revenue	 748,096	 681,436	 495,342	 1,924,874
Operating expenses:				
Salaries	182,523	168,360	82,923	433,806
Payroll taxes and retirement	33,150	30,332	16,190	79,672
Chemicals	105,870	65,562	-	171,432
Refuse disposal	-	-	264,213	264,213
Insurance	50,955	54,136	14,432	119,523
Utilities and telephone	59,866	41,655	231	101,752
Repairs and maintenance	11,564	70,382	79	82,025
Supplies and materials	34,478	8,273	2,859	45,610
Truck expenses	2,379	6,483	1,954	10,816
Professional fees	3,924	2,945	2,977	9,846
Engineering fees	215,428	5,784	1,802	223,014
Contractual services	26,597	58	11,105	37,760
Uniform rental	793	700	200	1,693
Training	67	806	-	873
Permit fees	-	11,000	-	11,000
Depreciation	139,550	197,292	182,593	519,435
Bad debt	7,516	7,604	3,267	18,387
Miscellaneous	3,810	3,652	18,225	25,687
 Total operating expenses	 878,470	 675,024	 603,050	 2,156,544
 Operating income (loss)	 (130,374)	 6,412	 (107,708)	 (231,670)

-Continued-

City of LeRoy, Illinois

**Statement of Revenues, Expenses, and Changes in
Fund Net Position - Proprietary Funds - Continued**

For the Year Ended April 30, 2021

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Non-operating revenues (expenses):				
Change in pension obligation	1,334	909	556	2,799
Miscellaneous income	1,342	-	-	1,342
Interest revenue	665	1,126	576	2,367
Interest expense and bond fees	(47,518)	-	-	(47,518)
 Total non-operating revenue	 (44,177)	 2,035	 1,132	 (41,010)
 Net income (loss) before transfers	 (174,551)	 8,447	 (106,576)	 (272,680)
Other financing sources (uses):				
Transfers in	526,190	103,136	55,000	684,326
Transfers out	-	(50,493)	-	(50,493)
 Total other financing sources (uses)	 526,190	 52,643	 55,000	 633,833
 Change in net position	 351,639	 61,090	 (51,576)	 361,153
 Total net position-beginning (as restated)	 (263,399)	 3,880,845	 1,452,175	 5,069,621
 Total net position-ending	 88,240	 3,941,935	 1,400,599	 5,430,774

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Cash Flows - Proprietary Funds

For the Year Ended April 30, 2021

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Cash flows from (used in)				
operating activities:				
Receipts from customers	\$ 739,319	\$ 698,787	\$ 514,222	\$ 1,952,328
Payments to suppliers	(513,072)	(277,442)	(325,026)	(1,115,540)
Payments for employee expenses	<u>(203,049)</u>	<u>(204,443)</u>	<u>(97,083)</u>	<u>(504,575)</u>
Net cash from operating activities	<u>23,198</u>	<u>216,902</u>	<u>92,113</u>	<u>332,213</u>
 Cash flows from (used in)				
non-capital financing activities:				
Miscellaneous revenue	1,342	-	-	1,342
Transfers from (to) other funds	<u>526,190</u>	<u>52,643</u>	<u>55,000</u>	<u>633,833</u>
Net cash from (used in) non-capital financing activities	<u>527,532</u>	<u>52,643</u>	<u>55,000</u>	<u>635,175</u>
 Cash flows from (used in) capital and related financing activities:				
Acquisition of capital assets	(121,623)	(97,856)	(100,676)	(320,155)
Principal paid on capital debt	(200,000)	-	-	(200,000)
Interest and fees paid on capital debt	<u>(49,185)</u>	<u>-</u>	<u>-</u>	<u>(49,185)</u>
Net cash from (used in) capital and related financing activities	<u>(370,808)</u>	<u>(97,856)</u>	<u>(100,676)</u>	<u>(569,340)</u>
 Cash flows from (used in) investing activities:				
Interest income	<u>665</u>	<u>1,126</u>	<u>576</u>	<u>2,367</u>
Net cash from investing activities	<u>665</u>	<u>1,126</u>	<u>576</u>	<u>2,367</u>
 Net increase (decrease) for the year	180,587	172,815	47,013	400,415
 Cash and cash equivalents - beginning	<u>177,829</u>	<u>733,403</u>	<u>408,468</u>	<u>1,319,700</u>
 Cash and cash equivalents - ending	<u><u>\$ 358,416</u></u>	<u><u>\$ 906,218</u></u>	<u><u>\$ 455,481</u></u>	<u><u>\$ 1,720,115</u></u>

-Continued-

City of LeRoy, Illinois

Statement of Cash Flows - Proprietary Funds - Continued

For the Year Ended April 30, 2021

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (130,374)	\$ 6,412	\$ (107,708)	\$ (231,670)
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Depreciation	139,550	197,292	182,593	519,435
Bad debt expense	7,516	7,604	3,267	18,387
(Increase) / decrease in assets:				
Receivables, net	(16,293)	9,747	15,613	9,067
Prepaid expenses	(110)	(114)	(179)	(403)
Increase / (decrease) in liabilities:				
Accounts payable	10,285	1,712	(3,503)	8,494
Accrued expenses	2,906	308	1,091	4,305
Compensated absences	9,718	(6,059)	939	4,598
Cash provided by operating activities	<u>\$ 23,198</u>	<u>\$ 216,902</u>	<u>\$ 92,113</u>	<u>\$ 332,213</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Notes to Financial Statements

April 30, 2021

Note 1 – Summary of Significant Accounting Policies:

Reporting Entity

The City operates under a City Council – Mayor form of government and provides the following services: public safety, streets, sanitation, health and social services, parks and recreation, building and zoning, water, sewer, and general administrative services.

In evaluating how to define the government for financial reporting purposes, the City has considered all potential component units. Generally accepted accounting principles require that the financial statements present component units for which the City is considered to be financially accountable. The City has determined that it is not financially accountable for any component units and, therefore, no component units have been made part of this statement.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the primary government. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided by a given function or segment, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 1 – Summary of Significant Accounting Policies – Continued:

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures and expenditures related to claims and judgments are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The funds are grouped into two fund types and four generic funds as described below:

Governmental Fund Types

These are the funds through which most governmental functions typically are financed. The funds included in this category are as follows:

General Fund – This fund is established to account for resources devoted to financing the general services that the City performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the City are included in this fund. The fund is charged with all costs of operating the government for which a separate fund has not been established.

Special Revenue Funds – These funds are established to account for the proceeds of specific revenue sources other than special assessments, expendable trusts, or major capital projects that are legally restricted to expenditures for specified purposes.

Debt Service Funds – These funds are established for the purpose of accumulating resources for the payment of interest and principal on long-term general obligation debt other than that payable from enterprise funds.

Capital Projects Fund – This fund is established to account for major capital expenditures not financed by enterprise funds.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 1 – Summary of Significant Accounting Policies – Continued:

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued

Governmental Fund Types – Continued

The City reports the following major governmental funds:

General Fund is the principal operating fund of the City, which is used to account for all activities of the City not included in other specified funds.

2016A General Obligation (Alternative Revenue Service) Bond Fund is a debt service fund used to account for and report financial resources that are restricted, committed, or assigned to expenditures related to the servicing the debt of the 2016A General Obligation Bond. Revenues are generated from sales and income taxes.

2020/2021 Series Capital Projects Fund is a capital project fund used to account for and report the financial resources that are restricted, committed, or assigned with purchases using the 2020 & 2021 General Obligation bond proceeds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

The effect of inter-fund activity has been eliminated from the government-wide financial statements.

Proprietary Fund Types

These funds account for operations that are organized to be self-supporting through user charges. The funds included in this category are the Enterprise Funds.

Enterprise Funds – These funds are established to account for operations that are financed and conducted in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 1 – Summary of Significant Accounting Policies – Continued:

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued

Proprietary Fund Types – Continued

The City reports the following major proprietary funds:

The Water, Sewer, and Refuse Disposal Funds account for the provision of water, sewer, and refuse disposal services to residents. All activities that are necessary to providing such services are accounted for in these funds, including, but not limited to, administration and billing operations, environmental monitoring, capital outlay and maintenance, financing, and related debt service.

Defining Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water Fund, Sewer Fund, and Refuse Disposal Fund are charges to customers for sales and services. The Water Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

Cash and Cash Equivalents

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Deposits and Investments

The Public Funds Investment Act of the State of Illinois allows municipalities to invest in the following:

- U.S. Treasury obligations
- Direct obligations of any bank as defined by Illinois Banking Act
- Certain corporate short-term obligations
- Certain public agencies
- Public Treasurers' Investment Pool
- Certain money market mutual funds

Investments are reported at cost, which approximates market value.

Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Position and Statement of Activities, some amounts reported as interfund activities and balances in the fund financial statements have been eliminated or reclassified.

Interfund services are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

Property Tax Accrual

The City's property taxes are levied the last Tuesday in December each year on all taxable real property located in the City on January 1. Property taxes attach as an enforceable lien on property January 1 and are payable in two installments in June and September.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$1,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Capital Assets - Continued

Records of capital expenditures and depreciation were not maintained within the enterprise funds prior to May 1, 1975. Capital expenditures since this date have been accumulated and depreciated beginning in the year the assets were placed in service.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest expense was incurred by the City for construction projects during the current fiscal year.

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

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	20
Public domain infrastructure	40
System infrastructure	40
Vehicles	5
Municipal landfill closure costs	5
Office equipment	5
Computer equipment	3

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation, personal time, and sick pay benefits. All vacation pay is accrued when earned. Payment of accumulated personal time and sick pay benefits varies depending on the circumstances of termination of employment. These benefits are accrued at fifty percent of the total amount earned but unused at fiscal year-end. For the Government-Wide statements, these accumulations are recorded as expenses and liabilities in the fiscal year earned.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Net Position

The City has implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position*. The objective of this Statement is to provide financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by outstanding balances of any borrowings used for the acquisition or improvement of those assets.

Fund Equity – Fund Financial Statements

The City has implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used.

- Nonspendable fund balance – amounts that are not in a spendable form (such as inventory, prepaid expenses, long-term receivables) or are required to be maintained intact;
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance – amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level of action to remove or change the constraint;
- Assigned fund balance – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 1 – Summary of Significant Accounting Policies – Continued:

Fund Equity – Fund Financial Statements – Continued

The City establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balances are established by the City through adoption or amendment of the budget as intended for specific purposes (such as the purchase of capital assets, construction, debt service, or for other purposes).

Net Position Flow Assumption

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted and unrestricted in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the City's policy to consider restricted to have been depleted before unrestricted is applied.

Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied.

It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 2 – Capital Assets:

Capital asset activity for the year ended April 30, 2021, was as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 654,310	\$ -	\$ -	\$ 654,310
Total capital assets not being depreciated	<u>654,310</u>	<u>-</u>	<u>-</u>	<u>654,310</u>
Capital assets being depreciated:				
Buildings	6,289,847	6,465	-	6,296,312
Improvements other than buildings	125,810	2,052	-	127,862
Machinery and equipment	1,326,299	1,299	-	1,327,598
Infrastructure	<u>4,625,075</u>	<u>17,813</u>	<u>-</u>	<u>4,642,888</u>
Total capital assets being depreciated	<u>12,367,031</u>	<u>27,629</u>	<u>-</u>	<u>12,394,660</u>
Less accumulated depreciation for:				
Buildings	(1,750,194)	(156,510)	-	(1,906,704)
Improvements other than buildings	(72,917)	(6,649)	-	(79,566)
Machinery and equipment	(1,229,516)	(43,706)	-	(1,273,222)
Infrastructure	<u>(2,736,131)</u>	<u>(124,211)</u>	<u>-</u>	<u>(2,860,342)</u>
Total accumulated depreciation	<u>(5,788,758)</u>	<u>(331,076)</u>	<u>-</u>	<u>(6,119,834)</u>
Total capital assets being depreciated, net	<u>6,578,273</u>	<u>(303,447)</u>	<u>-</u>	<u>6,274,826</u>
Governmental activities capital assets, net	<u>\$ 7,232,583</u>	<u>\$ (303,447)</u>	<u>\$ -</u>	<u>\$ 6,929,136</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 2 – Capital Assets – Continued:

<u>Business-Type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 10,000	\$ -	\$ -	\$ 10,000
Total capital assets not being depreciated	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
Capital assets being depreciated:				
Buildings and system	10,742,424	74,928	-	10,817,352
Improvements other than buildings	394,417	135,235	-	529,652
Municipal landfill closure costs	1,001,681	45,676	-	1,047,357
Machinery and equipment	<u>2,052,511</u>	<u>64,316</u>	<u>-</u>	<u>2,116,827</u>
Total capital assets being depreciated	<u>14,191,033</u>	<u>320,155</u>	<u>-</u>	<u>14,511,188</u>
Less accumulated depreciation for:				
Buildings and system	(6,733,686)	(270,037)	-	(7,003,723)
Improvements other than buildings	(63,255)	(10,583)	-	(73,838)
Municipal landfill closure costs	-	(174,508)	-	(174,508)
Machinery and equipment	<u>(1,900,917)</u>	<u>(64,307)</u>	<u>-</u>	<u>(1,965,224)</u>
Total accumulated depreciation	<u>(8,697,858)</u>	<u>(519,435)</u>	<u>-</u>	<u>(9,217,293)</u>
Total capital assets being depreciated, net	<u>5,493,175</u>	<u>(199,280)</u>	<u>-</u>	<u>5,293,895</u>
Business-type activities capital assets, net	<u>\$ 5,503,175</u>	<u>\$ (199,280)</u>	<u>\$ -</u>	<u>\$ 5,303,895</u>

Depreciation Expense

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Administration	\$ 20,452
Streets, including depreciation of applicable general infrastructure assets	129,959
Parks, including depreciation of applicable general infrastructure assets	143,140
Police	<u>37,525</u>
Total depreciation expense – governmental activities	<u>\$ 331,076</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 2 – Capital Assets – Continued:

Depreciation Expense – Continued

Business-type activities:	
Water	\$ 139,550
Sewer	197,292
Refuse disposal	<u>182,593</u>
 Total depreciation expense – business-type activities	 \$ <u>519,435</u>

Note 3 – Long-Term Debt:

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$2,865,000 during the year ended April 30, 2017, to refinance existing bonds. During the current fiscal year, bonds in the amount of \$285,000 were retired. As of April 30, 2021, the City has outstanding Series 2016A General Obligation (ARS) bonds payable of \$1,970,000.

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$2,510,000 during the year ended April 30, 2017, to refinance existing bonds and to provide cash for future capital projects. During the current fiscal year, bonds in the amount of \$200,000 were retired. As of April 30, 2021, the City has outstanding Series 2016B General Obligation (ARS) bonds payable of \$1,730,000.

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$1,095,000 during the year ended April 30, 2020, to refinance existing bonds and to provide cash for future capital projects. There were no bonds that were retired during the current fiscal year. As of April 30, 2021, the City has outstanding Series 2020 General Obligation (ARS) bonds payable of \$1,095,000.

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$1,095,000 during the year ended April 30, 2021, to refinance existing bonds and to provide cash for future capital projects. There were no bonds that were retired during the current fiscal year. As of April 30, 2021, the City has outstanding Series 2021 General Obligation (ARS) bonds payable of \$3,440,000.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 3 – Long-Term Debt – Continued:

Total general obligation bonds payable at April 30, 2021, are as follows:

2016A General Obligation Bond (Alternate Revenue)	\$ 1,970,000
2016B General Obligation Bond (Alternate Revenue)	1,730,000
2020 General Obligation Bond (Alternate Revenue)	1,095,000
2021 General Obligation Bond (Alternate Revenue)	3,440,000
	\$ 8,235,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ended <u>April 30,</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Totals</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 290,000	\$ 175,447	\$ 205,000	\$ 45,185	\$ 495,000	\$ 220,632
2023	300,000	184,250	220,000	41,085	520,000	225,335
2024	360,000	176,750	75,000	36,685	435,000	213,435
2025	365,000	166,500	75,000	35,035	440,000	201,535
2026	340,000	156,100	80,000	33,385	420,000	189,485
2027-2031	1,605,000	635,730	415,000	137,325	2,020,000	773,055
2032-2036	1,675,000	404,240	455,000	75,758	2,130,000	479,998
2037-2041	1,570,000	127,950	205,000	9,607	1,775,000	137,557
	\$ 6,505,000	\$ 2,026,967	\$ 1,730,000	\$ 414,065	\$ 8,235,000	\$ 2,441,032

The City did not issue and has no outstanding special assessment debt in the year ended April 30, 2021.

Notes Payable

The City borrowed funds from Busey Bank during the fiscal year 2018 for building renovations. The total amount borrowed, was \$275,000. The interest rate is 2.890%. The City will make semi-annual principal and interest payments of \$15,963 until the maturity of the note on August 28, 2027. As of April 30, 2021, the City's outstanding balance on this note was \$187,719.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 3 – Long-Term Debt – Continued:

Annual debt service requirements to maturity of notes payable are as follows:

Year Ended April 30,	Governmental Activities		Business-Type Activities		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 26,622	\$ 5,305	\$ -	\$ -	\$ 26,622	\$ 5,305
2023	27,408	4,519	-	-	27,408	4,519
2024	28,217	3,710	-	-	28,217	3,710
2025	29,041	2,886	-	-	29,041	2,886
2026	29,907	2,020	-	-	29,907	2,020
2027-2028	<u>46,524</u>	<u>1,367</u>	<u>-</u>	<u>-</u>	<u>46,524</u>	<u>1,367</u>
	<u>\$ 187,719</u>	<u>\$ 19,807</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 187,719</u>	<u>\$ 19,807</u>

Changes in Long-Term Liabilities

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental Activities:</u>					
Bonds payable:					
2016A General obligation bonds (alternate revenue)	\$ 2,255,000	\$ -	\$ (285,000)	\$ 1,970,000	\$ 290,000
2020 General obligation bonds (alternate revenue)	1,095,000	-	-	1,095,000	-
2021 General obligation bonds (alternate revenue)	-	3,440,000	-	3,440,000	-
Notes payable	<u>213,561</u>	<u>-</u>	<u>(25,842)</u>	<u>187,719</u>	<u>26,622</u>
Long-term liabilities	<u>\$ 3,563,561</u>	<u>\$ 3,440,000</u>	<u>\$ (310,842)</u>	<u>\$ 6,692,719</u>	<u>\$ 316,622</u>
<u>Business-Type Activities:</u>					
2016 B General obligation bonds (alternate revenue)	<u>\$ 1,930,000</u>	<u>\$ -</u>	<u>\$ (200,000)</u>	<u>\$ 1,730,000</u>	<u>\$ 205,000</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 4 – Deposits and Investments with Financial Institutions:

The carrying amount of the City’s deposits and investments with financial institutions was \$7,910,845 and the total institutions’ balances were \$7,970,958. The institutions’ balances are categorized as follows:

Amount insured by FDIC	\$ 506,332
Uninsured and collateralized with securities held by the pledging financial institution in the name of the City	7,459,979
Uninsured and uncollateralized	<u>4,647</u>
Total institutions’ balances	<u>\$ 7,970,958</u>

The following securities were pledged as collateral for these deposits in excess of the maximum depository insurance:

	<u>Fair Value</u>
Various municipal bonds with interest rates from 2.00% to 5.50% and maturities from July 1, 2021, through February 15, 2033	<u>\$ 7,794,063</u>

Note 5 – Property Taxes:

The City levies property taxes on the last Tuesday in December on all taxable real property located in the City on January 1. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments in June and September.

Property taxes receivable as of April 30, 2021, consist of the following:

	2020 Tax
	<u>Levy Year</u>
General Fund	<u>\$ 551,166</u>

Note 6 – Defined Benefit Pension Plan:

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 6 – Defined Benefit Pension Plan – Continued:

Plan Description

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier of IMRF's Regular Plan. IMRF assigns a benefit tier to a member when they are enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member participated in IMRF before January 1, 2011, they participate in the *Regular Tier 1*. If the member participated in IMRF on or after January 1, 2011, they participate in *Regular Tier 2*.

For *Regular Tier 1*, pension benefits vest after eight years of qualifying service credit. Participating members who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to $1\frac{2}{3}\%$ of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings for each year of credited service up to 15 years and 2% for each year thereafter to a maximum of 75% of their final rate of earnings. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

For *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at age 62 (with reduced benefits) or after age 67 (with full benefits) with ten years of service, or age 62 with 35 years of service, are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to $1\frac{2}{3}\%$ of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earning for each year of credited services up to 15 years and 2% for each year thereafter to a maximum of 75% of their final rate of earnings. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age of 67, by the lesser of 3% of the original pension amount or $\frac{1}{2}$ of the increase in the Consumer Price Index of the original pension amount.

Plan Membership

At December 31, 2020, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	16
Inactive, non-retired members	17
Active members	<u>20</u>
Total	<u>53</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 6 – Defined Benefit Pension Plan – Continued:

Contributions

As set by statute, City regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require the City to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City’s annual required contribution rate for calendar year 2020 was 9.13%. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability / (Asset)

The net pension liability / (asset) was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability / (asset) was determined by an annual actuarial valuation as of that date.

Summary of Significant Accounting Policies

For purposes of measuring the net pension liability / (asset), deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of IMRF, and additions to/deductions from IMRF fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions

Total pension liabilities for the Regular plan were determined by actuarial valuations performed as of December 31, 2020 using the following actuarial methods and assumptions:

	<u>Regular Plan</u>
Actuarial cost method	Entry age normal
Asset valuation method	Market value

Actuarial assumptions:

Investment rate of return	7.25%
Salary increase	2.85% to 13.75%, including inflation
Price inflation	2.25%

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 6 – Defined Benefit Pension Plan – Continued:

Mortality

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.

For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Long-Term Expected Real Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Return 12/31/2020</u>	<u>Projected Returns/Risk</u>	
			<u>One Year Arithmetic</u>	<u>Ten Year Geometric</u>
Equities	37%	22.07%	6.35%	5.00%
International equities	18%	13.52%	7.65%	6.00%
Fixed income	28%	7.87%	1.40%	1.30%
Real estate	9%	4.20%	7.10%	6.20%
Alternatives	7%			
Private equity		N/A	10.35%	6.95%
Hedge funds		N/A	N/A	N/A
Commodities		N/A	3.90%	2.85%
Cash equivalents	1%	2.56%	0.70%	0.70%

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 6 – Defined Benefit Pension Plan – Continued:

Discount Rate

The discount rate used to measure the total pension liability for IMRF for December 31, 2020, was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that city contributions will be made at rate equal to the differences between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments of 7.25% was blended with the index rate of 2.00% for tax exempt 20-year general obligation municipal bonds with an average AA credit rating at December 31, 2020 to arrive at a discount rate of 7.25% used to determine the total pension liability. The year ending December 31, 2120, is the last year in the 2021 to 2120 projection period for which projected benefit payments are fully funded.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net position liability / (asset) to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate of 7.25% as well as what the net position liability / (asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total pension liability	\$ 6,413,008	\$ 5,763,370	\$ 5,247,561
Plan fiduciary net position	<u>6,025,232</u>	<u>6,025,232</u>	<u>6,025,232</u>
Net position liability / (asset)	<u>\$ 387,776</u>	<u>\$ (261,862)</u>	<u>\$ (777,671)</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 6 – Defined Benefit Pension Plan – Continued:

Change in Net Pension Liability / (Asset)

The City’s change in net position liability / (asset) for the calendar year ended December 31, 2020, was as follows:

	<u>Increase / (Decrease)</u>		
	Total Pension Liability/Net	Plan Fiduciary Position	Net Pension Liability/(Asset)
	<u>(a)</u>	<u>(b)</u>	<u>(a) - (b)</u>
Balance at December 31, 2019	\$ 5,623,936	\$ 5,413,487	\$ 210,449
Service cost	107,853	-	107,853
Interest on total pension liability	402,046	-	402,046
Differences between expected and actual experience of the total pension liability	(74,952)	-	(74,952)
Change of assumptions	(30,714)	-	(30,714)
Benefit payments, including refunds of employee contributions	(264,799)	(264,799)	-
Contributions – employer	-	100,160	(100,160)
Contributions – employee	-	49,367	(49,367)
Net investment income	-	769,972	(769,972)
Other (net transfer)	-	(42,955)	42,955
	<u> </u>	<u> </u>	<u> </u>
Balance at December 31, 2020	<u>\$ 5,763,370</u>	<u>\$ 6,025,232</u>	<u>\$ (261,862)</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 6 – Defined Benefit Pension Plan – Continued:

Pension Expense and Deferred Inflows/Outflows of Resources

For the year ended December 31, 2020, the City recognized pension expense of \$87,535 for the Regular Plan. The City reported deferred outflows and inflows of resources related to pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<u>Regular:</u>		
Difference between expected and actual experience	\$ 366,618	\$ 128,928
Assumption changes	34,916	51,324
Net difference between projected and actual earnings on pension plan investments	<u>227,224</u>	<u>643,132</u>
 Total deferred amounts to be recognized in pension expense in future periods	 <u>\$ 628,758</u>	 <u>\$ 823,384</u>
 Pension contributions made subsequent to the measurement dates	 <u>30,775</u>	 <u>-</u>
 Total deferred amounts related to pension	 <u>\$ 659,533</u>	 <u>\$ 823,384</u>

The amounts reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net position liabilities / (asset) for the year ending December 31, 2020. The remaining amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	<u>Net Deferred (Inflows) / Outflows of Resources</u>
2021	\$ (32,268)
2022	85,456
2023	(166,066)
2024	(81,748)
2025	-
Thereafter	<u>-</u>
Total	<u>\$ (194,626)</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 7 – Revenue from Governmental Units:

The City receives a substantial amount of its revenue from state and local governments. If a material reduction in the level of this revenue were to occur, it would have a significant effect on the City’s activities.

Note 8 – Interfund Loans and Transfers:

There were no interfund loans at the year ended April 30, 2021. Also, there was no activity in these interfund loan accounts during the year ended April 30, 2021.

Interfund transfers consist of the following transactions:

	<u>Transfer From</u>	<u>Transfer To</u>
General Fund:		
(a) Tourism Fund	\$ 25,398	\$ -
(a) Sewer Fund	-	3,136
(b) 2016A GO (ARS) Bond Fund	<u>74,138</u>	<u>-</u>
	<u>\$ 99,536</u>	<u>\$ 3,136</u>
2016A GO (ARS) Bond Fund:		
(b) General Fund	<u>\$ -</u>	<u>\$ 74,138</u>
	<u>\$ -</u>	<u>\$ 74,138</u>
Enterprise Capital Replacement Fund:		
(c) Refuse Disposal Fund	<u>\$ -</u>	<u>\$ 55,000</u>
	<u>\$ -</u>	<u>\$ 55,000</u>
Capital Projects Fund:		
(d) Sewer Fund	\$ -	\$ 100,000
(d) Water Fund	<u>-</u>	<u>475,697</u>
	<u>\$ -</u>	<u>\$ 575,697</u>
Tourism Fund:		
(a) General Fund	<u>\$ -</u>	<u>\$ 25,398</u>
	<u>\$ -</u>	<u>\$ 25,398</u>
Water Fund:		
(d) Capital Projects Fund	\$ 475,697	\$ -
(b) Sewer Fund	<u>50,493</u>	<u>-</u>
	<u>\$ 526,190</u>	<u>\$ -</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 8 – Interfund Loans and Transfers – Continued:

Sewer Fund:

(a)	General Fund	\$ 3,136	\$ -
(d)	Capital Projects Fund	100,000	-
(b)	Water Fund	-	50,493
		\$ 103,136	\$ 50,493

Refuse Disposal Fund:

(c)	Enterprise Capital Replacement Fund	\$ 55,000	\$ -
		\$ 55,000	\$ -

(a) Provide resources from unrestricted funds' revenues to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(b) For debt services payments.

(c) To fund capital outlay expenditures.

(d) To close capital projects fund.

Origin of Interfund Balances

During the course of normal operations, the City has numerous transactions between funds including expenditures and transfers of resources, primarily to provide services. The interfund receivables/payables owed to the various funds reflect advances made and received that are still outstanding as of April 30, 2021. All interfund balances are expected to be repaid in a future fiscal year.

Note 9 – Risk Management:

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Consequently, liability coverage has been obtained from a commercial insurance company. Tort liabilities are principally funded through property taxes. Taxes collected are recorded in the General Fund. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three years.

Note 10 – Contingent Liability:

The City is a party to various legal proceedings that normally occur in the course of governmental operations. While the outcome of the above noted proceedings cannot be predicted, due to the insurance coverage maintained by the City, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 11 – Landfill Closure:

The City of LeRoy operated a municipal landfill prior to 1982, when the City stopped accepting refuse. Post-closure costs incurred during the fiscal year ended April 30, 2021, in the amount of \$45,676 have been capitalized and will be depreciated over a five-year period once the closure is finalized. During the year ended April 30, 2021, the City received final approval from the Illinois Environmental Protection Agency that the closure has been finalized.

Note 12 – Legal Debt Margin:

The statutory debt limit of the City is 8.625% of assessed valuation less any applicable debt. The legal debt margin is as follows:

Total Assessed Valuation – 2020 Tax Year	\$ <u>56,480,655</u>
Statutory Debt Limitation (8.625% of Assessed Valuation)	\$ 4,871,456
Total Applicable Debt	<u>(187,719)</u>
Legal Debt Margin	\$ <u>4,683,737</u>

Note 13 – Restatement of Fund Balance and Net Position:

During the year ended April 30, 2021, the City has determined the intergovernmental receivable from the LeRoy Park District to be uncollectible.

The following financial statement items were affected by this determination as of April 30, 2020:

	<u>As Previously Stated</u>	<u>As Restated</u>	<u>Effect of Correction</u>
<i><u>Statement of Net Position</u></i>			
Governmental Activities:			
Intergovernmental receivable	\$ 506,454	\$ -	\$ (506,454)
Net position	6,744,775	6,238,321	(506,454)

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2021

Note 13 – Restatement of Fund Balance and Net Position - Continued:

During the year ended April 30, 2021, the City discovered errors that had been made in recording certain amounts; fund balances have been restated to reflect the corrected balances.

The following financial statement items were affected by this error correction as of April 30, 2020:

	As Previously Stated	As Restated	Effect of Correction
<i><u>Statement of Net Position</u></i>			
Business-Type Activities:			
Accumulated depreciation	\$ 8,744,330	\$ 8,697,858	\$ (46,472)
Net position	5,023,149	5,069,621	46,472
<i><u>Statement of Fund Net Position – Proprietary Funds</u></i>			
Refuse Disposal Fund:			
Accumulated depreciation	\$ 221,329	\$ 174,857	\$ (46,472)
Fund balance	1,405,703	1,452,175	46,472
<i><u>Balance Sheet – Governmental Funds</u></i>			
General Fund:			
Accrued expenses	\$ 122,033	\$ 41,063	\$ (80,970)
Fund balance	228,261	309,231	80,970

Note 14 – Subsequent Events:

No events have occurred subsequent to April 30, 2021, that are required to be disclosed in these financial statements. This evaluation was made as of October 6, 2021, the date these financial statements were available to be issued.

Required Supplementary Information

City of LeRoy, Illinois

**Illinois Municipal Retirement Fund
Multiyear Schedule of Changes in the
City's Net Pension Liability and Related Ratios**

Last 10 Calendar Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total pension liability:			
Service cost	\$ 107,853	\$ 109,352	\$ 100,805
Interest on the total pension liability	402,046	339,507	344,888
Changes in benefit terms	-	-	-
Differences between expected and actual experience on the total pension liability	(74,952)	678,518	(252,923)
Changes in assumptions	(30,714)	-	123,683
Benefit payments, including refunds of employee contributions	<u>(264,799)</u>	<u>(263,229)</u>	<u>(209,527)</u>
Net change in total pension liability	\$ 139,434	\$ 864,148	\$ 106,926
Total pension liability - beginning	<u>5,623,936</u>	<u>4,759,788</u>	<u>4,652,862</u>
Total pension liability - ending (a)	<u><u>\$ 5,763,370</u></u>	<u><u>\$ 5,623,936</u></u>	<u><u>\$ 4,759,788</u></u>
Plan fiduciary net position:			
Employer contributions	\$ 100,160	\$ 85,659	\$ 106,624
Employee contributions	49,367	47,707	45,653
Net investment income	769,972	747,447	(227,359)
Benefit payments, including refunds of member contributions	(264,799)	(263,229)	(209,527)
Other (net transfer)	<u>(42,955)</u>	<u>595,022</u>	<u>(171,560)</u>
Net change in plan fiduciary net position	611,745	1,212,606	(456,169)
Plan fiduciary net position - beginning	<u>5,413,487</u>	<u>4,200,881</u>	<u>4,657,050</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 6,025,232</u></u>	<u><u>\$ 5,413,487</u></u>	<u><u>\$ 4,200,881</u></u>
Employer's net pension liability - ending - (a-b)	<u><u>\$ (261,862)</u></u>	<u><u>\$ 210,449</u></u>	<u><u>\$ 558,907</u></u>
Plan fiduciary net position as a percentage of the total pension liability	104.54%	96.26%	88.26%
Covered-employee payroll	1,097,049	1,060,141	1,014,501
Employer's net pension liability as a percentage of covered-employee payroll	-23.87%	19.85%	55.09%

Note to schedule:

The City implemented GASB Statement No. 68 in Fiscal year 2016. Information prior to fiscal year 2016 is not available.

-Continued-

City of LeRoy, Illinois

**Illinois Municipal Retirement Fund
Multiyear Schedule of Changes
in the City's Net Pension Liability
and Related Ratios - Continued**

	Last 10 Calendar Years		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability:			
Service cost	\$ 100,062	\$ 100,697	\$ 98,569
Interest on the total pension liability	332,418	317,370	288,285
Changes in benefit terms	-	-	-
Differences between expected and actual experience on the total pension liability	92,312	(16,340)	185,816
Changes in assumptions	(151,740)	(5,821)	5,654
Benefit payments, including refunds of employee contributions	<u>(204,796)</u>	<u>(196,393)</u>	<u>(175,501)</u>
Net change in total pension liability	\$ 168,256	\$ 199,513	\$ 402,823
Total pension liability - beginning	<u>4,484,606</u>	<u>4,285,093</u>	<u>3,882,270</u>
Total pension liability - ending (a)	<u><u>\$ 4,652,862</u></u>	<u><u>\$ 4,484,606</u></u>	<u><u>\$ 4,285,093</u></u>
Plan fiduciary net position:			
Employer contributions	\$ 104,919	\$ 93,017	\$ 97,622
Employee contributions	44,541	41,858	42,079
Net investment income	701,867	258,570	18,642
Benefit payments, including refunds of member contributions	(204,796)	(196,393)	(175,501)
Other (net transfer)	<u>40,360</u>	<u>43,558</u>	<u>339</u>
Net change in plan fiduciary net position	686,891	240,610	(16,819)
Plan fiduciary net position - beginning	<u>3,970,159</u>	<u>3,729,549</u>	<u>3,746,368</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 4,657,050</u></u>	<u><u>\$ 3,970,159</u></u>	<u><u>\$ 3,729,549</u></u>
Employer's net pension liability - ending - (a-b)	<u><u>\$ (4,188)</u></u>	<u><u>\$ 514,447</u></u>	<u><u>\$ 555,544</u></u>
Plan fiduciary net position as a percentage of the total pension liability	100.09%	88.53%	87.04%
Covered-employee payroll	989,796	930,174	935,079
Employer's net pension liability as a percentage of covered-employee payroll	-0.42%	55.31%	59.41%

Note to schedule:

The City implemented GASB Statement No. 68 in Fiscal year 2016. Information prior to fiscal year 2016 is not available

City of LeRoy, Illinois

**Illinois Municipal Retirement Fund
Multiyear Schedule of Employer Contributions**

Last 10 Calendar Years

<u>Calendar Year Ending December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2015	\$ 97,622	\$ 97,622	\$ -	\$ 935,079	10.44%
2016	93,017	93,017	-	930,174	10.00%
2017	104,918	104,919	(1)	989,796	10.60%
2018	106,624	106,624	-	1,014,501	10.51%
2019	85,659	85,659	-	1,060,141	8.08%
2020	100,161	* 100,160	1	1,097,049	9.13%

Note to schedule:

The City implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

* - Estimated based on contribution rate of 9.13 % and covered payroll of \$1,097,049.

City of LeRoy, Illinois

Illinois Municipal Retirement Fund Summary of Actuarial Methods and Assumptions

Valuation date

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	23 years closed period until remaining period reaches 15 years (then 15 year rolling period). Early Retirement Incentive Plan Liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset valuation method	5-Year Smoothed Market, 20% Corridor
Wage growth	3.25%
Inflation	2.50%
Salary increases	3.35% to 14.25% including inflation
Investment rate of return	7.25%
Retirement age	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	<p>For non-disabled retirees, fully generational projections scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.</p> <p>For disabled retirees, fully generational projections scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Morality Table apply the same adjustment that were applied for non-disabled lives.</p> <p>For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.</p>
Other information	There were no benefit changes during the year

City of LeRoy, Illinois

Budgetary Comparison Schedule – General Fund – Unaudited

For the Year Ended April 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Property taxes	\$ 591,661	\$ 591,661	\$ 605,584	\$ 13,923
Sales tax	327,250	327,250	371,117	43,867
Income tax	96,499	96,499	122,433	25,934
Use tax	119,794	119,794	159,165	39,371
Replacement tax	16,363	16,363	16,232	(131)
Excise tax	8,400	8,400	6,996	(1,404)
Utility tax	138,012	138,012	156,818	18,806
Video gaming tax	65,000	65,000	45,034	(19,966)
Cannabis tax	-	-	2,910	2,910
Franchise tax	32,000	32,000	30,588	(1,412)
Licenses and permits	16,836	16,836	22,113	5,277
Fines	20,500	20,500	23,176	2,676
Interest	1,821	1,821	721	(1,100)
Grants	7,000	7,000	-	(7,000)
Other	168,786	168,786	83,784	(85,002)
	<u>1,609,922</u>	<u>1,609,922</u>	<u>1,646,671</u>	<u>36,749</u>
Total cash receipts				
Cash Disbursements				
Administration	192,836	192,836	192,791	(45)
Streets	500,421	500,421	345,120	(155,301)
Parks	49,092	49,092	52,683	3,591
Zoning and building	34,866	34,866	22,813	(12,053)
Police	848,430	848,430	781,451	(66,979)
ESDA	1,375	1,375	1,299	(76)
Debt service				
Principal	-	-	25,842	25,842
Interest	-	-	6,085	6,085
Capital outlay	8,300	8,300	27,629	19,329
	<u>1,635,320</u>	<u>1,635,320</u>	<u>1,455,713</u>	<u>(179,607)</u>
Total cash disbursements				
Excess (deficiency) of cash receipts over cash disbursements	<u>(25,398)</u>	<u>(25,398)</u>	<u>190,958</u>	<u>216,356</u>

-Continued-

City of LeRoy, Illinois

Budgetary Comparison Schedule – General Fund – Unaudited – Continued

For the Year Ended April 30, 2021

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (under)
Other financing sources (uses)				
Transfers in	\$ 35,355	\$ 35,355	\$ 99,536	\$ 64,181
Total other financing sources (uses)	35,355	35,355	96,400	61,045
Net change in fund balance	\$ 9,957	\$ 9,957	287,358	\$ 277,401
Fund balance beginning (budgetary basis)			284,380	
Fund balance ending (budgetary basis)			\$ 571,738	

City of LeRoy, Illinois

Reconciliation of Budgetary Basis Cash
Receipts and Cash Disbursements to GAAP
Revenues and Expenses - General Fund

For the Year Ended April 30, 2021

Total cash receipts for general fund activities \$ 1,646,671

Differences - Budget to GAAP:

Accounts receivable is not recorded
as a cash receipt for budgetary basis
but is a revenue for financial
reporting purposes:

Sales tax	13,657	
Use tax	989	
Replacement tax	3,393	
Excise tax	(406)	
Utility tax	905	
Video gaming tax	4,721	
Cannabis tax	583	
Franchise tax	5,530	29,372

Total revenues as reported on the statement
of revenues, expenditures, and
changes in fund balances \$ 1,676,043

Total cash disbursements for general fund activities \$ 1,455,713

Differences - Budget to GAAP:

Certain accrual accounts are not recorded
as a cash disbursement for budgetary
basis but is an expenditure for
financial reporting purposes:

Prepaid expenses	(2,074)	
Accounts payable	(19,235)	
Accrued expenses	(9,873)	(31,182)

Total expenditures as reported on the
statement of revenues, expenditures,
and changes in fund balance \$ 1,424,531

City of LeRoy, Illinois

**Budgetary Comparison Schedule – 2016 General Obligation
(Alternative Revenue) Bond Fund – Unaudited**

April 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Sales tax	\$ 131,750	\$ 131,750	\$ 137,237	\$ 5,487
Income tax	225,165	225,165	285,676	60,511
Total cash receipts	<u>356,915</u>	<u>356,915</u>	<u>422,913</u>	<u>65,998</u>
Cash Disbursements				
Debt service - principal	285,000	285,000	285,000	-
Debt service - interest	63,765	63,765	63,775	10
Total cash disbursements	<u>348,765</u>	<u>348,765</u>	<u>348,775</u>	<u>10</u>
Excess (deficiency) of cash receipts over cash disbursements	<u>8,150</u>	<u>8,150</u>	<u>74,138</u>	<u>65,988</u>
Other financing sources (uses)				
Transfers out	-	-	(74,138)	(74,138)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(74,138)</u>	<u>(74,138)</u>
Net change in fund balance	<u>\$ 8,150</u>	<u>\$ 8,150</u>	-	<u>\$ (8,150)</u>
Fund balance beginning (budgetary basis)			<u>-</u>	
Fund balance ending (budgetary basis)			<u>\$ -</u>	

City of LeRoy, Illinois

Reconciliation of Budgetary Basis Cash Receipts and
Cash Disbursements to GAAP Revenues
and Expenses – 2016 GO (ARS) Bond Fund

April 30, 2021

Total cash receipts for 2016 GO Bond Fund activities \$ 422,913

Differences - Budget to GAAP:

Accounts receivable is not recorded
as a cash receipt for budgetary basis
but is a revenue for financial
reporting purposes:

Intergovernmental tax receivable 60,429

Total revenues as reported on the statement
of revenues, expenditures, and
changes in fund balances \$ 483,342

Note: There were no differences between cash disbursements for 2016 GO Bond Fund activities and total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances.

City of LeRoy, Illinois

**Budgetary Comparison Schedule - 2020/2021 Series
Capital Projects Fund – Unaudited**

April 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Interest	\$ 5,000	\$ 5,000	\$ 2,168	\$ (2,832)
Total cash receipts	<u>5,000</u>	<u>5,000</u>	<u>2,168</u>	<u>(2,832)</u>
Cash Disbursements				
Administration	155,000	155,000	-	(155,000)
Debt service-interest	<u>20,000</u>	<u>20,000</u>	<u>18,932</u>	<u>(1,068)</u>
Total cash disbursements	<u>175,000</u>	<u>175,000</u>	<u>18,932</u>	<u>(156,068)</u>
Excess (deficiency) of cash receipts over cash disbursements	<u>(170,000)</u>	<u>(170,000)</u>	<u>(16,764)</u>	<u>153,236</u>
Other financing sources (uses)				
Bond proceeds	4,600,000	4,600,000	3,867,755	(732,245)
Bond fees	<u>-</u>	<u>-</u>	<u>(75,646)</u>	<u>(75,646)</u>
Total other financing sources (uses)	<u>4,600,000</u>	<u>4,600,000</u>	<u>3,792,109</u>	<u>(807,891)</u>
Net change in fund balance	<u>\$ 4,430,000</u>	<u>\$ 4,430,000</u>	3,775,345	<u>\$ (654,655)</u>
Fund balance beginning (budgetary basis)			<u>1,083,634</u>	
Fund balance ending (budgetary basis)			<u>\$ 4,858,979</u>	

Note: There were no differences between cash receipts and cash disbursements for budgetary basis to GAAP revenues and expenditures.

City of LeRoy, Illinois

**Reconciliation of Fund Balance (Budgetary Basis)
to Fund Balance (GAAP) – Unaudited**

For the Year Ended April 30, 2021

	<u>General</u>	<u>2016A GO (ARS) Bond Fund</u>	<u>2020 Series Capital Projects Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund balance - budgetary basis	\$ 571,738	\$ -	\$ 4,858,979	\$ 766,345	\$ 6,197,062
Add:					
Receivables:					
Sales tax	65,974	25,529	-	31,820	123,323
Income tax	-	112,464	-	-	112,464
Use tax	21,095	-	-	-	21,095
Replacement tax	5,505	-	-	-	5,505
Motor fuel tax	-	-	-	11,728	11,728
Excise tax	956	-	-	-	956
Utility taxes	13,552	-	-	-	13,552
Video gaming tax	8,727	-	-	-	8,727
Cannabis tax	881	-	-	-	881
Franchise tax	5,530	-	-	-	5,530
Prepaid expenses	7,040	-	-	-	7,040
Less:					
Accounts payable	(12,665)	-	-	(5,992)	(18,657)
Accrued expenses	(31,190)	-	-	-	(31,190)
Fund balance - GAAP	<u>\$ 657,143</u>	<u>\$ 137,993</u>	<u>\$ 4,858,979</u>	<u>\$ 803,901</u>	<u>\$ 6,458,016</u>

City of LeRoy, Illinois

Notes to Required Supplementary Information

April 30, 2021

Note 1 – Budget Policy and Practice:

The City Administrator serves the City as the Budget Officer.

The Administrator shall prepare an annual budget and an annual long-range capital improvement program for the City in connection with the budget and finance committee for presentation to the City Council. He shall prepare and submit to the Mayor and City Council, at monthly intervals, reports which will advise the City Council of the financial condition and future needs of the City. In so doing, the Administrator may make such other recommendations as he may deem appropriate. The Administrator shall assemble and make available such other information concerning the fiscal matters of the City as the Mayor or City Council shall periodically request.

On or before March 15 in each calendar year and before the annual budget ordinance is prepared by the corporate authorities, the Administrator shall submit to the corporate authorities an estimate of the money necessary to defray the City's expenses during the current fiscal year; this estimate shall classify in detail the purposes of the expenditures and shall further provide necessary information as to the income of the City from all sources during the preceding fiscal year and any liabilities, contingent or noncontingent, together with such other information as may be required to assist the Mayor and City Council in the preparation and adoption of the annual budget ordinance. For the purpose of preparing the above estimate, the Administrator shall work with the committees of the City Council and the other appointed and elected officers of the City to obtain statements of the conditions and expenses of the respective offices and departments, together with a description of necessary city repairs and improvements and the probable expense thereof. The Administrator shall further work with all city officials in helping to prepare information as may be necessary to enable the preparation of the annual tax levy ordinance. The Administrator shall also be responsible for the preparation of the annual budget ordinance and/or the annual tax levy ordinance.

The budget and finance committee will evaluate the operations budget, capital budget, property tax levy, and any requests for expenditures that exceed staff authority. This committee is responsible for the cash position of the City and will assist other committees with rate evaluations. Any issue that requires the expenditure of more than five thousand dollars (\$5,000.00) may be evaluated by the budget and finance committee.

Proposed budgets are provided to the public and public hearings are conducted to obtain taxpayer comments and comply with Illinois Compiled Statutes.

Note 2 – Expenditures in Excess of Budget:

The City had the following funds with expenditures in excess of budgeted amounts for the year ended April 30, 2021:

2016A GO (ARS) Bond Fund	\$	10
--------------------------	----	----

Other Information

City of LeRoy, Illinois

Schedule of Departmental Expenditures - General Fund

For the Year Ended April 30, 2021

	<u>Administration</u>	<u>Streets</u>	<u>Parks</u>	<u>Zoning & Building</u>
Personal services:				
Salaries	\$ 91,038	\$ 139,077	\$ 15,522	\$ 15,186
Payroll taxes and retirement	12,659	22,004	2,815	3,218
Health insurance	<u>16,500</u>	<u>29,847</u>	<u>7,349</u>	<u>2,675</u>
Total personal services	<u>120,197</u>	<u>190,928</u>	<u>25,686</u>	<u>21,079</u>
Operations and contractual services:				
Insurance and bonding	18,833	16,003	-	-
Utilities and telephone	12,658	6,392	4,179	183
Maintenance and repairs	494	64,484	1,098	-
Supplies and materials	2,811	32,232	19,974	896
Vehicle maintenance	-	20,741	-	-
Professional fees	13,664	-	-	-
Office expense	324	-	-	200
Meetings and training	294	45	-	59
Grants	-	-	-	-
Other	<u>7,749</u>	<u>3,339</u>	<u>243</u>	<u>388</u>
Total operations and contractual services	<u>56,827</u>	<u>143,236</u>	<u>25,494</u>	<u>1,726</u>
Total operating expenditures	<u>177,024</u>	<u>334,164</u>	<u>51,180</u>	<u>22,805</u>
Debt service				
Principal	25,842	-	-	-
Interest	6,085	-	-	-
Capital outlay	<u>-</u>	<u>24,278</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 208,951</u>	<u>\$ 358,442</u>	<u>\$ 51,180</u>	<u>\$ 22,805</u>

-Continued-

City of LeRoy, Illinois

Schedule of Departmental Expenditures - General Fund - Continued

For the Year Ended April 30, 2021

	<u>Police</u>	<u>ESDA</u>	<u>Total</u>
Personal services:			
Salaries	\$ 450,324	\$ -	\$ 711,147
Payroll taxes and retirement	72,236	-	112,932
Health insurance	<u>133,241</u>	-	<u>189,612</u>
 Total personal services	 <u>655,801</u>	 <u>-</u>	 <u>1,013,691</u>
 Operations and contractual services:			
Insurance and bonding	25,345	-	60,181
Utilities and telephone	10,217	1,301	34,930
Maintenance and repairs	11,267	-	77,343
Supplies and materials	16,131	-	72,044
Vehicle maintenance	17,523	-	38,264
Professional fees	11,761	-	25,425
Office expense	254	-	778
Meetings and training	14,910	-	15,308
Grants	1,655	-	1,655
Other	<u>13,637</u>	-	<u>25,356</u>
 Total operations and contractual services	 <u>122,700</u>	 <u>1,301</u>	 <u>351,284</u>
 Total operating expenditures	 <u>778,501</u>	 <u>1,301</u>	 <u>1,364,975</u>
 Debt service			
Principal	-	-	25,842
Interest	-	-	6,085
Capital outlay	<u>3,351</u>	-	<u>27,629</u>
 Total expenditures	 <u>\$ 781,852</u>	 <u>\$ 1,301</u>	 <u>\$ 1,424,531</u>

City of LeRoy, Illinois

Combining Balance Sheet - Non-Major Governmental Funds

April 30, 2021

	Special Revenue				Capital Projects		Total Non-Major Governmental Funds
	Motor Fuel Tax Fund	Community Projects Fund	Business District Fund	Tourism Fund	Capital Projects Fund	Enterprise Capital Replacement Fund	
Assets							
Cash	\$ 431,998	\$ 72,914	\$ 86,040	\$ 126,182	\$ -	\$ 49,211	\$ 766,345
Receivables, net:							
Intergovernmental taxes	11,728	-	31,820	-	-	-	43,548
Total assets	<u>\$ 443,726</u>	<u>\$ 72,914</u>	<u>\$ 117,860</u>	<u>\$ 126,182</u>	<u>\$ -</u>	<u>\$ 49,211</u>	<u>\$ 809,893</u>
Liabilities							
Accounts payable	3,667	525	-	1,800	-	-	5,992
Total liabilities	<u>3,667</u>	<u>525</u>	<u>-</u>	<u>1,800</u>	<u>-</u>	<u>-</u>	<u>5,992</u>
Fund Balance							
Restricted:							
Motor fuel tax	440,059	-	-	-	-	-	440,059
Committed:							
Capital expenditures	-	72,389	-	-	-	49,211	121,600
Assigned:							
Business district	-	-	117,860	-	-	-	117,860
Tourism	-	-	-	124,382	-	-	124,382
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>440,059</u>	<u>72,389</u>	<u>117,860</u>	<u>124,382</u>	<u>-</u>	<u>49,211</u>	<u>803,901</u>
Total liabilities and fund balances	<u>\$ 443,726</u>	<u>\$ 72,914</u>	<u>\$ 117,860</u>	<u>\$ 126,182</u>	<u>\$ -</u>	<u>\$ 49,211</u>	<u>\$ 809,893</u>

City of LeRoy, Illinois

**Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balance – Non-Major Governmental Funds**

For the Year Ended April 30, 2021

	Special Revenue				Capital Projects		Total Non-Major Governmental Funds
	Motor Fuel Tax Fund	Community Projects Fund	Business District Fund	Tourism Fund	Capital Projects Fund	Enterprise Capital Replacement Fund	
Revenues:							
Sales tax	\$ -	\$ -	\$ 136,936	\$ -	\$ -	\$ -	\$ 136,936
Motor fuel tax	127,463	-	-	-	-	-	127,463
Hotel/Motel tax	-	-	-	12,630	-	-	12,630
Interest	453	124	25	168	97	67	934
Grants	117,309	-	-	-	-	-	117,309
Other	-	2,674	-	-	-	-	2,674
Total revenue	245,225	2,798	136,961	12,798	97	67	397,946
Expenditures:							
Streets	70,434	-	-	-	-	-	70,434
Economic development	-	525	19,101	-	-	-	19,626
Tourism	-	-	-	11,655	-	-	11,655
Total expenditures	70,434	525	19,101	11,655	-	-	101,715
Excess (deficiency) of revenues over expenditures	174,791	2,273	117,860	1,143	97	67	296,231
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	(25,398)	(575,697)	(55,000)	(656,095)
Total other financing sources (uses)	-	-	-	(25,398)	(575,697)	(55,000)	(656,095)
Net change in fund balance	174,791	2,273	117,860	(24,255)	(575,600)	(54,933)	(359,864)
Fund balance beginning	265,268	70,116	-	148,637	575,600	104,144	1,163,765
Fund balance ending	\$ 440,059	\$ 72,389	\$ 117,860	\$ 124,382	\$ -	\$ 49,211	\$ 803,901

City of LeRoy, Illinois

Schedule of Long-Term Debt and Interest – Unaudited

April 30, 2021

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
General Obligation Bond (Alternate Revenue)	2022	290,000	56,150
Series 2016A Refinancing Bonds	2023	300,000	48,900
Issued June 30, 2016	2024	305,000	41,400
	2025	310,000	32,250
	2026	250,000	22,950
	2027	255,000	15,450
	2028	260,000	7,800
		<u>\$ 1,970,000</u>	<u>\$ 224,900</u>
General Obligation Bond (Alternate Revenue)	2022	205,000	45,185
Series 2016B Refinancing Bonds	2023	220,000	41,085
Issued June 30, 2016	2024	75,000	36,685
	2025	75,000	35,035
	2026	80,000	33,385
	2027	80,000	31,625
	2028	80,000	29,625
	2029	85,000	27,625
	2030	85,000	25,500
	2031	85,000	22,950
	2032	85,000	20,400
	2033	85,000	17,850
	2034	90,000	15,300
	2035	95,000	12,600
	2036	100,000	9,608
	2037	105,000	6,457
	2038	100,000	3,150
		<u>\$ 1,730,000</u>	<u>\$ 414,065</u>

-Continued-

City of LeRoy, Illinois

Schedule of Long-Term Debt and Interest – Unaudited - Continued

April 30, 2021

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
General Obligation Bond	2022	-	32,150
(Alternate Revenue) Series 2020	2023	-	32,150
Issued April 29, 2020	2024	55,000	32,150
	2025	55,000	31,050
	2026	55,000	29,950
	2027	55,000	28,850
	2028	55,000	27,640
	2029	60,000	26,430
	2030	60,000	25,110
	2031	60,000	23,550
	2032	65,000	21,990
	2033	65,000	20,300
	2034	65,000	18,350
	2035	70,000	16,400
	2036	70,000	14,300
	2037	70,000	12,200
	2038	75,000	9,400
	2039	80,000	6,400
	2040	80,000	3,200
		<u>\$ 1,095,000</u>	<u>\$ 411,570</u>

-Continued-

City of LeRoy, Illinois

Schedule of Long-Term Debt and Interest – Unaudited - Continued

April 30, 2021

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
General Obligation Bond	2022	-	87,147
(Alternate Revenue) Series 2021	2023	-	103,200
Issued January 27, 2021	2024	-	103,200
	2025	-	103,200
	2026	35,000	103,200
	2027	40,000	102,150
	2028	45,000	100,950
	2029	230,000	99,600
	2030	240,000	92,700
	2031	245,000	85,500
	2032	250,000	78,150
	2033	260,000	70,650
	2034	270,000	62,850
	2035	275,000	54,750
	2036	285,000	46,500
	2037	290,000	37,950
	2038	310,000	29,250
	2039	345,000	19,950
	2040	320,000	9,600
		<u>\$ 3,440,000</u>	<u>\$ 1,390,497</u>
Note Payable	2022	26,622	5,305
Busey Bank	2023	27,408	4,519
Signed August 29, 2017	2024	28,217	3,710
	2025	29,041	2,886
	2026	29,907	2,020
	2027	30,789	1,138
	2028	15,735	229
		<u>\$ 187,719</u>	<u>\$ 19,807</u>

City of LeRoy, Illinois

Schedule of Investments – Unaudited

April 30, 2021

	<u>Interest Rate</u>	<u>Principal</u>
<u>General Fund</u>		
Bi-Centennial Committee Fund		
Certificate of Deposit – Busey Bank	0.75%	<u>\$ 6,332</u>

City of LeRoy, Illinois

Statement of Assessed Valuation and Taxes Received – Unaudited

April 30, 2021

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Rate Setting Assessed Valuation	<u>\$ 56,480,655</u>	<u>\$ 56,806,661</u>	<u>\$ 57,036,603</u>	<u>\$ 57,542,501</u>
Tax Rates:				
General Fund*	0.27679	0.27717	0.27616	0.27615
Retirement	0.18928	0.18330	0.17317	0.17314
Police	0.07472	0.07500	0.07500	0.07500
Liability Insurance	0.13855	0.13520	0.11510	0.11508
Social Security	0.14539	0.14607	0.13597	0.13594
Civil Defense	0.04981	0.05000	0.05000	0.05000
Workers Compensation	0.09751	0.09496	0.09389	0.08264
Unemployment Insurance	<u>0.00380</u>	<u>0.00381</u>	<u>0.00481</u>	<u>0.00481</u>
Totals	<u>0.97585</u>	<u>0.96551</u>	<u>0.92410</u>	<u>0.91276</u>
Tax Extensions:				
General Fund	\$ 156,333	\$ 157,451	\$ 157,512	\$ 158,904
Retirement	106,907	104,127	98,770	99,629
Police	42,202	42,605	42,777	43,157
Liability Insurance	78,254	76,803	65,649	66,220
Social Security	82,117	82,977	77,553	78,223
Civil Defense	28,133	28,403	28,518	28,771
Workers compensation	55,074	53,944	53,552	47,553
Unemployment Insurance	<u>2,146</u>	<u>2,164</u>	<u>2,743</u>	<u>2,768</u>
Totals	<u>\$ 551,166</u>	<u>\$ 548,474</u>	<u>\$ 527,074</u>	<u>\$ 525,225</u>

-Continued-

City of LeRoy, Illinois

Statement of Assessed Valuation and Taxes Received – Unaudited – Continued

April 30, 2021

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Rate Setting Assessed Valuation	<u>\$ 55,926,796</u>	<u>\$ 54,704,437</u>	<u>\$ 54,116,253</u>	<u>\$ 53,162,179</u>
Tax Rates:				
General Fund*	0.27580	0.27548	0.27404	0.27329
Retirement	0.17083	0.16869	0.18230	0.16856
Police	0.07500	0.07500	0.07500	0.07500
Liability Insurance	0.11354	0.11212	0.11817	0.14406
Social Security	0.13413	0.13245	0.13014	0.12995
Civil Defense	0.05000	0.05000	0.03814	0.01815
Workers Compensation	0.08154	0.08052	0.07206	0.08003
Unemployment Insurance	<u>0.00474</u>	<u>0.00468</u>	<u>0.00000</u>	<u>0.00000</u>
Totals	<u>0.90558</u>	<u>0.89894</u>	<u>0.88985</u>	<u>0.88904</u>
Tax Extensions:				
General Fund	\$ 154,246	\$ 150,700	\$ 148,300	\$ 145,287
Retirement	95,540	92,281	98,654	89,610
Police	41,945	41,028	40,587	39,872
Liability Insurance	63,499	61,335	63,949	76,585
Social Security	75,015	72,456	70,427	69,084
Civil Defense	27,963	27,352	20,640	9,649
Workers compensation	45,603	44,048	38,996	42,546
Unemployment Insurance	<u>2,651</u>	<u>2,560</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 506,462</u>	<u>\$ 491,760</u>	<u>\$ 481,553</u>	<u>\$ 472,633</u>

-Continued-

City of LeRoy, Illinois

Statement of Assessed Valuation and Taxes Received – Unaudited – Continued

April 30, 2021

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Net Collections, Including Back Taxes:				
General Fund	\$ -	\$ 161,727	\$ 156,993	\$ 157,836
Retirement	-	106,955	98,445	98,960
Police	-	43,762	42,636	42,867
Liability Insurance	-	78,889	65,433	65,775
Social Security	-	85,231	77,298	77,698
Civil Defense	-	29,174	28,424	28,578
Workers Compensation	-	55,409	53,375	47,234
Unemployment Insurance	-	2,223	2,734	2,749
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Totals	<u>\$ -</u>	<u>\$ 563,370</u>	<u>\$ 525,338</u>	<u>\$ 521,697</u>
Percentage of Extensions Collected	<u>0.0000%</u>	<u>102.7159%</u>	<u>99.6706%</u>	<u>99.3283%</u>

* The General Fund tax rate includes the Audit Fund rate in addition to the corporate rate.

-Continued-

City of LeRoy, Illinois

Statement of Assessed Valuation and Taxes Received – Unaudited - Continued

April 30, 2021

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net Collections, Including Back Taxes:				
General Fund	\$ 153,853	\$ 149,619	\$ 146,371	\$ 176,865
Retirement	95,297	91,619	97,370	109,085
Police	41,838	40,734	40,059	48,537
Liability Insurance	63,337	60,895	63,117	93,230
Social Security	74,823	71,936	69,510	84,098
Civil Defense	27,892	27,156	20,371	11,746
Workers Compensation	45,487	43,732	38,489	51,792
Unemployment Insurance	<u>2,651</u>	<u>2,542</u>	<u>-</u>	<u>-</u>
 Totals	 <u>\$ 505,178</u>	 <u>\$ 488,233</u>	 <u>\$ 475,287</u>	 <u>\$ 575,353</u>
 Percentage of Extensions Collected	 <u>99.7465%</u>	 <u>99.2828%</u>	 <u>98.6988%</u>	 <u>121.7336%</u>

* The General Fund tax rate includes the Audit Fund rate in addition to the corporate rate.

City of LeRoy, Illinois

General Information – Unaudited

April 30, 2021

General Statistics:

Total gallons received at the Waste Water Plant	260,930,000
Total gallons of finished water	95,947,900
Total gallons billed for water	70,830,085
Estimated water loss	25,117,815
Number of users connected to the system	1,490
Number of non-metered users	7
Number of miles of sewer mains	22.8
Number of miles of water mains	25.3
Number of miles of streets	30
Water rate:	
\$8.65 minimum for 0 to 1,000 gallons	
\$8.65 per 1,000 gallons beyond 1,000 gallons	
Sewer rate:	
\$8.65 minimum for 0 to 1,000 gallons	
\$8.65 per 1,000 gallons beyond 1,000 gallons	

Insurance Data:

General liability and law enforcement (per occurrence)	\$ 1,000,000
General annual limit	3,000,000
Additional property earthquake	5,000,000
Additional Flood Zone A	5,000,000
Excess liability (general)	10,000,000
Excess liability (law enforcement)	10,000,000
Auto liability	1,000,000
Public officials	1,000,000