

**City of LeRoy, Illinois**  
**Annual Financial Report**  
**For the Fiscal Year Ended April 30, 2022**

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**Independent Auditor's Report**

The Honorable Mayor and Council  
City of LeRoy, Illinois

**Opinions**

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, 2022, which collectively comprise the City's basic financial statements as listed in the table of contents.

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, 2022, 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.

**Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of LeRoy, Illinois, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

**Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

**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 46 through 57 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.

**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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.

**Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

*Striegel Knobloch & Co L.L.C.*

Bloomington, Illinois

October 27, 2022

**City of LeRoy, Illinois**

**Statement of Net Position**

**For the Year Ended April 30, 2022**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 6,209,945	\$ 1,609,358	\$ 7,819,303
Investments	6,334	-	6,334
Receivables, net			
Accounts	-	290,514	290,514
Property tax	573,420	-	573,420
Sales tax	169,883	-	169,883
Income tax	144,226	-	144,226
Use tax	22,223	-	22,223
Replacement tax	10,550	-	10,550
Motor fuel tax	11,946	-	11,946
Excise tax	827	-	827
Utility taxes	14,474	-	14,474
Video gaming tax	8,662	-	8,662
Cannabis tax	974	-	974
Hotel/Motel tax	12,619	-	12,619
Prepaid expenses	19,817	13,031	32,848
Capital assets:			
Land	609,287	10,000	619,287
Depreciable capital assets	12,602,126	16,096,274	28,698,400
Less: accumulated depreciation	(6,427,115)	(9,694,298)	(16,121,413)
IMRF pension asset	617,317	198,269	815,586
Total assets	<u>14,607,515</u>	<u>8,523,148</u>	<u>23,130,663</u>
<b>Deferred Outflows of Resources</b>			
Deferred outflows related to pension obligations	<u>230,297</u>	<u>73,967</u>	<u>304,264</u>
Total assets and deferred outflows of resources	<u>\$ 14,837,812</u>	<u>\$ 8,597,115</u>	<u>\$ 23,434,927</u>

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**City of LeRoy, Illinois**

**Statement of Net Position - Continued**

**For the Year Ended April 30, 2022**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Liabilities</b>			
Accounts payable	\$ 65,161	\$ 99,718	\$ 164,879
Accrued expenses	29,770	27,316	57,086
Accrued interest	76,266	19,937	96,203
Compensated absences	73,257	45,413	118,670
Bonds payable			
Due within one year	300,000	220,000	520,000
Due in more than one year	5,915,000	1,305,000	7,220,000
Notes payable			
Due within one year	40,254	21,114	61,368
Due in more than one year	189,661	91,995	281,656
	<u>6,689,369</u>	<u>1,830,493</u>	<u>8,519,862</u>
<b>Deferred Inflows of Resources</b>			
Deferred property tax	573,420	-	573,420
Deferred inflows related to pension obligations	814,243	261,517	1,075,760
	<u>1,387,663</u>	<u>261,517</u>	<u>1,649,180</u>
<b>Net Position</b>			
Invested in capital assets, net of related debt	339,383	4,773,867	5,113,250
Restricted for:			
Motor fuel tax	526,155	-	526,155
Capital projects	3,541,522	-	3,541,522
Unrestricted	2,353,720	1,731,238	4,084,958
	<u>6,760,780</u>	<u>6,505,105</u>	<u>13,265,885</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 14,837,812</u>	<u>\$ 8,597,115</u>	<u>\$ 23,434,927</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Activities

For the Year Ended April 30, 2022

	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	\$ 215,116	\$ -	\$ 249,388	\$ 78,206	\$ 125,764	\$ -	\$ 125,764
Streets	616,074	-	-	-	(616,074)	-	(616,074)
Parks	202,928	-	-	-	(202,928)	-	(202,928)
Zoning and building	19,852	15,432	-	-	(4,420)	-	(4,420)
Police	847,399	37,777	-	-	(742,711)	-	(742,711)
ESDA	1,284	-	-	-	(1,284)	-	(1,284)
Economic development	20,256	-	-	-	(20,256)	-	(20,256)
Tourism	26,829	-	-	-	(26,829)	-	(26,829)
Interest on long term debt	221,186	-	-	-	(221,186)	-	(221,186)
Total governmental activities	2,170,924	66,495	249,388	78,206	(1,709,924)	-	(1,709,924)
Business-type activities							
Water	719,784	-	-	-	-	53,515	53,515
Sewer	693,545	-	-	-	-	32,101	32,101
Refuse	657,085	-	-	-	-	(192,387)	(192,387)
Total business type activities	2,070,414	-	-	-	-	(106,771)	(106,771)
Total primary government	\$ 4,241,338	\$ 66,495	\$ 249,388	\$ 78,206	(1,709,924)	(106,771)	(1,816,695)

City of LeRoy, Illinois

Statement of Activities - Continued

For the Year Ended April 30, 2022

	Net (Expense) Revenue and Changes in Net Assets		
	Governmental Activities	Business- Type Activities	Total
General revenues:			
Taxes:			
Property	\$ 590,830	\$ -	\$ 590,830
Sales	959,907	-	959,907
Income	541,258	-	541,258
Use	137,157	-	137,157
Replacement	42,777	-	42,777
Motor fuel	141,918	-	141,918
Excise	5,390	-	5,390
Utility	183,885	-	183,885
Video gaming	98,743	-	98,743
Cannabis	5,640	-	5,640
Hotel/motel	168,655	-	168,655
Franchise	37,415	-	37,415
Interest	4,185	1,175	5,360
Other	30,887	927	31,814
Gain on sale of capital assets	39,973	24,000	63,973
Interfund transfers	(1,155,000)	1,155,000	-
Total general revenues and transfers	1,833,620	1,181,102	3,014,722
Change in net position	123,696	1,074,331	1,198,027
Net position, beginning	6,637,084	5,430,774	12,067,858
Net position, ending	\$ 6,760,780	\$ 6,505,105	\$ 13,265,885

The accompanying notes are an integral part of this statement.

**City of LeRoy, Illinois**

**Balance Sheet - Governmental Funds**

**April 30, 2022**

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Cash and cash equivalents	\$ 1,140,992	\$ 205,689	\$ 3,541,522	\$ 1,321,742	\$ 6,209,945
Investments	6,334	-	-	-	6,334
Receivables, net:					
Property taxes	573,420	-	-	-	573,420
Sales tax	94,100	39,451	-	36,332	169,883
Income tax	-	144,226	-	-	144,226
Use tax	22,223	-	-	-	22,223
Replacement tax	10,550	-	-	-	10,550
Motor fuel tax	-	-	-	11,946	11,946
Excise tax	827	-	-	-	827
Utility taxes	14,474	-	-	-	14,474
Video gaming tax	8,662	-	-	-	8,662
Cannabis tax	974	-	-	-	974
Hotel/Motel tax	-	-	-	12,619	12,619
Prepaid expenses	19,817	-	-	-	19,817
	<u>\$ 1,892,373</u>	<u>\$ 389,366</u>	<u>\$ 3,541,522</u>	<u>\$ 1,382,639</u>	<u>\$ 7,205,900</u>
<b>Liabilities</b>					
Accounts payable	\$ 56,539	\$ -	\$ -	\$ 8,622	\$ 65,161
Accrued expenses	29,770	-	-	-	29,770
	<u>86,309</u>	<u>-</u>	<u>-</u>	<u>8,622</u>	<u>94,931</u>
<b>Deferred inflows of Resources</b>					
Deferred property tax	573,420	-	-	-	573,420
<b>Fund Balance</b>					
Nonspendable	19,817	-	-	-	19,817
Restricted:					
Motor fuel tax	-	-	-	526,155	526,155
Capital projects	-	-	3,541,522	-	3,541,522
Committed:					
Debt service	-	389,366	-	-	389,366
Capital expenditures	-	-	-	222,108	222,108
Assigned:					
Business district	-	-	-	354,699	354,699
Tourism	-	-	-	271,055	271,055
Unassigned	1,212,827	-	-	-	1,212,827
	<u>1,232,644</u>	<u>389,366</u>	<u>3,541,522</u>	<u>1,374,017</u>	<u>6,537,549</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 1,892,373</u>	<u>\$ 389,366</u>	<u>\$ 3,541,522</u>	<u>\$ 1,382,639</u>	<u>\$ 7,205,900</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, 2022

Total governmental fund balance \$ 6,537,549

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

6,784,298

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 (76,266)

Compensated absences (73,257)

Net IMRF pension obligations 33,371

Bonds payable (6,215,000)

Notes payable (229,915)

Net assets of governmental activities \$ 6,760,780

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, 2022**

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Property taxes	\$ 590,830	\$ -	\$ -	\$ -	\$ 590,830
Sales tax	510,944	209,614	-	239,349	959,907
Income tax	152,849	388,409	-	-	541,258
Use tax	137,157	-	-	-	137,157
Replacement tax	42,777	-	-	-	42,777
Motor fuel tax	-	-	-	141,918	141,918
Excise tax	5,390	-	-	-	5,390
Utility taxes	183,885	-	-	-	183,885
Video gaming tax	98,743	-	-	-	98,743
Cannabis tax	5,640	-	-	-	5,640
Hotel/Motel tax	-	-	-	168,655	168,655
Licenses and permits	25,318	-	-	-	25,318
Franchise	37,415	-	-	-	37,415
Fines	41,177	-	-	-	41,177
Interest	653	-	2,840	692	4,185
Grants	237,672	-	-	78,206	315,878
Other	104,777	-	-	4,737	109,514
<b>Total revenues</b>	<b>2,175,227</b>	<b>598,023</b>	<b>2,840</b>	<b>633,557</b>	<b>3,409,647</b>
<b>Expenditures:</b>					
Current:					
Administration	187,665	-	-	-	187,665
Streets	350,910	-	-	134,352	485,262
Parks	58,911	-	-	-	58,911
Zoning and building	19,805	-	-	-	19,805
Police	811,282	-	-	-	811,282
ESDA	1,284	-	-	-	1,284
Economic development	-	-	-	20,256	20,256
Tourism	-	-	-	26,829	26,829
Debt service:					
Principal	41,474	290,000	-	-	331,474
Interest	5,674	56,650	120,297	-	182,621
Capital outlay	218,391	-	-	-	218,391
<b>Total expenditures</b>	<b>1,695,396</b>	<b>346,650</b>	<b>120,297</b>	<b>181,437</b>	<b>2,343,780</b>
Excess (deficiency) of revenues over expenditures	479,831	251,373	(117,457)	452,120	1,065,867

-Continued-

**City of LeRoy, Illinois**

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

**For the Year Ended April 30, 2022**

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>Other financing sources (uses):</b>					
Proceeds from note payable	83,670	-	-	-	83,670
Proceeds from sale of capital assets	12,000	-	-	72,996	84,996
Transfers in	-	-	-	45,000	45,000
Transfers out	-	-	(1,200,000)	-	(1,200,000)
 Total other financing sources (uses)	 95,670	 -	 (1,200,000)	 117,996	 (986,334)
 Net change in fund balances	 575,501	 251,373	 (1,317,457)	 570,116	 79,533
Fund balance, beginning	657,143	137,993	4,858,979	803,901	6,458,016
Fund balance, ending	<u>\$ 1,232,644</u>	<u>\$ 389,366</u>	<u>\$ 3,541,522</u>	<u>\$ 1,374,017</u>	<u>\$ 6,537,549</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, 2022

Net change in fund balance - total governmental funds	\$ 79,533
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 (\$318,206) for the year is more than capital outlays (\$218,391) reported in the general fund.	(99,815)
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	(17,379)
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	(2,859)
Proceeds from notes payable are included in the fund financial statements; in however, this activity only increases liabilities on the statement of net position.	(83,670)
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.	331,474
Proceeds from sale of capital assets is an other financing source in the government fund; however, the statement of activities nets these proceeds with the net book value of the asset.	(45,023)
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>(38,565)</u>
Change in net position of governmental activities	<u>\$ 123,696</u>

The accompanying notes are an integral part of this statement.



**City of LeRoy, Illinois**

**Statement of Fund Net Position - Proprietary Funds**

**April 30, 2022**

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 242,424	\$ 936,600	\$ 430,334	\$ 1,609,358
Receivables, net:				
Customer accounts	115,095	114,849	60,570	290,514
Prepaid expenses	<u>4,222</u>	<u>6,683</u>	<u>2,126</u>	<u>13,031</u>
 Total current assets	 <u>361,741</u>	 <u>1,058,132</u>	 <u>493,030</u>	 <u>1,912,903</u>
Noncurrent assets:				
Capital assets:				
Land	-	10,000	-	10,000
Depreciable capital assets	6,216,802	8,500,979	1,378,493	16,096,274
Less: accumulated depreciation	<u>(3,639,205)</u>	<u>(5,531,844)</u>	<u>(523,249)</u>	<u>(9,694,298)</u>
 Total capital assets	 2,577,597	 2,979,135	 855,244	 6,411,976
IMRF pension asset	<u>86,371</u>	<u>75,523</u>	<u>36,375</u>	<u>198,269</u>
 Total noncurrent assets	 <u>2,663,968</u>	 <u>3,054,658</u>	 <u>891,619</u>	 <u>6,610,245</u>
 Total assets	 <u>3,025,709</u>	 <u>4,112,790</u>	 <u>1,384,649</u>	 <u>8,523,148</u>
<b>Deferred Outflows of Resources</b>				
Deferred outflows related to pension obligations	<u>32,222</u>	<u>28,175</u>	<u>13,570</u>	<u>73,967</u>
 Total assets and deferred outflows of resources	 <u>\$ 3,057,931</u>	 <u>\$ 4,140,965</u>	 <u>\$ 1,398,219</u>	 <u>\$ 8,597,115</u>

-Continued-

**City of LeRoy, Illinois**

**Statement of Fund Net Position - Proprietary Funds - Continued**

**April 30, 2022**

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
<b>Liabilities and Net position</b>				
Current liabilities:				
Accounts payable	\$ 30,843	\$ 40,991	\$ 27,884	\$ 99,718
Accrued expenses	11,532	10,865	4,919	27,316
Accrued interest	17,119	-	2,818	19,937
Compensated absences	19,573	17,837	8,003	45,413
Bonds payable, current	220,000	-	-	220,000
Notes payable, current	-	-	21,114	21,114
Total current liabilities	<u>299,067</u>	<u>69,693</u>	<u>64,738</u>	<u>433,498</u>
Noncurrent liabilities				
Bonds payable	1,305,000	-	-	1,305,000
Notes payable	-	-	91,995	91,995
Total non current liabilities	<u>1,305,000</u>	<u>-</u>	<u>91,995</u>	<u>1,396,995</u>
Total liabilities	<u>1,604,067</u>	<u>69,693</u>	<u>156,733</u>	<u>1,830,493</u>
<b>Deferred Inflow of Resources</b>				
Deferred inflows related to pension obligations	<u>113,923</u>	<u>99,615</u>	<u>47,979</u>	<u>261,517</u>
<b>Net Position</b>				
Invested in capital assets net of related debt	1,052,597	2,979,135	742,135	4,773,867
Unrestricted	<u>287,344</u>	<u>992,522</u>	<u>451,372</u>	<u>1,731,238</u>
Total net position	<u>1,339,941</u>	<u>3,971,657</u>	<u>1,193,507</u>	<u>6,505,105</u>
Total liabilities, deferred inflows, and net position	<u>\$ 3,057,931</u>	<u>\$ 4,140,965</u>	<u>\$ 1,398,219</u>	<u>\$ 8,597,115</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, 2022**

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Operating revenues:				
Charges for service	<u>\$ 773,299</u>	<u>\$ 725,646</u>	<u>\$ 464,698</u>	<u>\$ 1,963,643</u>
 Total operating revenue	 <u>773,299</u>	 <u>725,646</u>	 <u>464,698</u>	 <u>1,963,643</u>
 Operating expenses:				
Salaries	194,430	180,028	82,866	457,324
Payroll taxes and retirement	32,002	32,324	13,074	77,400
Chemicals	114,541	84,248		198,789
Refuse disposal	-	-	295,924	295,924
Insurance	49,228	58,094	22,404	129,726
Utilities and telephone	48,857	36,440	194	85,491
Repairs and maintenance	6,066	18,466	3,475	28,007
Supplies and materials	38,022	26,761	3,118	67,901
Truck expenses	2,781	7,869	7,583	18,233
Professional fees	4,079	2,880	2,880	9,839
Engineering fees	26,309	24,418	-	50,727
Contractual services	17,166	6,903	9,204	33,273
Uniform rental	765	728	195	1,688
Training	430	1,544	-	1,974
Permit fees	-	9,167	-	9,167
Depreciation	135,822	197,232	204,800	537,854
Bad debt	-	-		-
Miscellaneous	<u>3,710</u>	<u>4,052</u>	<u>6,917</u>	<u>14,679</u>
 Total operating expenses	 <u>674,208</u>	 <u>691,154</u>	 <u>652,634</u>	 <u>2,017,996</u>
 Operating income (loss)	 <u>99,091</u>	 <u>34,492</u>	 <u>(187,936)</u>	 <u>(54,353)</u>

-Continued-

**City of LeRoy, Illinois**

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

**For the Year Ended April 30, 2022**

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Non-operating revenues (expenses):				
Change in pension obligation	(2,349)	(2,391)	(1,026)	(5,766)
Miscellaneous income	927	-	-	927
Gain on sale of capital asset	12,000	12,000	-	24,000
Interest revenue	259	621	295	1,175
Interest expense and bond fees	<u>(43,227)</u>	<u>-</u>	<u>(3,425)</u>	<u>(46,652)</u>
 Total non-operating revenue	<u>(32,390)</u>	<u>10,230</u>	<u>(4,156)</u>	<u>(26,316)</u>
 Net income (loss) before transfers	<u>66,701</u>	<u>44,722</u>	<u>(192,092)</u>	<u>(80,669)</u>
 Other financing sources (uses):				
Transfers in	1,200,000	-	-	1,200,000
Transfers out	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>(45,000)</u>
 Total other financing sources (uses)	<u>1,185,000</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>1,155,000</u>
 Change in net position	1,251,701	29,722	(207,092)	1,074,331
 Total net position-beginning	<u>88,240</u>	<u>3,941,935</u>	<u>1,400,599</u>	<u>5,430,774</u>
 Total net position-ending	<u><u>1,339,941</u></u>	<u><u>3,971,657</u></u>	<u><u>1,193,507</u></u>	<u><u>6,505,105</u></u>

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, 2022**

	<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	\$ 768,201	\$ 722,202	\$ 467,473	\$ 1,957,876
Payments to suppliers	(308,401)	(258,968)	(351,983)	(919,352)
Payments for employee expenses	<u>(229,476)</u>	<u>(216,624)</u>	<u>(100,915)</u>	<u>(547,015)</u>
Net cash from operating activities	<u>230,324</u>	<u>246,610</u>	<u>14,575</u>	<u>491,509</u>
 Cash flows from (used in)				
non-capital financing activities:				
Miscellaneous revenue	927	-	-	927
Transfers from (to) other funds	<u>1,185,000</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>1,155,000</u>
Net cash from (used in) non-capital financing activities	<u>1,185,927</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>1,155,927</u>
 Cash flows from (used in) capital and related financing activities:				
Acquisition of capital assets	(1,294,567)	(213,849)	(137,519)	(1,645,935)
Proceeds from trade-in of capital assets	12,000	12,000	-	24,000
Principal paid on capital debt	(205,000)	-	113,109	(91,891)
Interest and fees paid on capital debt	<u>(44,935)</u>	<u>-</u>	<u>(607)</u>	<u>(45,542)</u>
Net cash from (used in) capital and related financing activities	<u>(1,532,502)</u>	<u>(201,849)</u>	<u>(25,017)</u>	<u>(1,759,368)</u>
 Cash flows from (used in) investing activities:				
Interest income	<u>259</u>	<u>621</u>	<u>295</u>	<u>1,175</u>
Net cash from investing activities	<u>259</u>	<u>621</u>	<u>295</u>	<u>1,175</u>
 Net increase (decrease) for the year	(115,992)	30,382	(25,147)	(110,757)
 Cash and cash equivalents - beginning	<u>358,416</u>	<u>906,218</u>	<u>455,481</u>	<u>1,720,115</u>
 Cash and cash equivalents - ending	<u>\$ 242,424</u>	<u>\$ 936,600</u>	<u>\$ 430,334</u>	<u>\$ 1,609,358</u>

-Continued-

**City of LeRoy, Illinois**

**Statement of Cash Flows - Proprietary Funds - Continued**

**For the Year Ended April 30, 2022**

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 99,091	\$ 34,492	\$ (187,936)	\$ (54,353)
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Depreciation	135,822	197,232	204,800	537,854
Bad debt expense	-	-	-	-
(Increase) / decrease in assets:				
Receivables, net	(5,098)	(3,444)	2,775	(5,767)
Prepaid expenses	(2,697)	(5,201)	(1,378)	(9,276)
Increase / (decrease) in liabilities:				
Accounts payable	6,250	27,803	1,289	35,342
Accrued expenses	(236)	(794)	(924)	(1,954)
Compensated absences	(2,808)	(3,478)	(4,051)	(10,337)
Cash provided by operating activities	\$ 230,324	\$ 246,610	\$ 14,575	\$ 491,509

The accompanying notes are an integral part of this statement.

# City of LeRoy, Illinois

## Notes to Financial Statements

April 30, 2022

### 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, 2022

**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, 2022

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.

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.

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.

# City of LeRoy, Illinois

## Notes to Financial Statements – Continued

April 30, 2022

### Note 1 – Summary of Significant Accounting Policies – Continued:

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

##### 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.

##### 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.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2022

**Note 1 – Summary of Significant Accounting Policies – Continued:**

Assets, Liabilities, and Net Position or Equity – Continued

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.

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.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2022

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Capital Assets - Continued

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, 2022

#### 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, 2022

**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, 2022**

**Note 2 – Capital Assets:**

Capital asset activity for the year ended April 30, 2022, 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	\$ -	\$ (45,023)	\$ 609,287
Total capital assets not being depreciated	<u>654,310</u>	<u>-</u>	<u>(45,023)</u>	<u>609,287</u>
Capital assets being depreciated:				
Buildings	6,296,312	-	-	6,296,312
Improvements other than buildings	127,862	-	-	127,862
Machinery and equipment	1,327,598	218,391	(10,925)	1,535,064
Infrastructure	<u>4,642,888</u>	<u>-</u>	<u>-</u>	<u>4,642,888</u>
Total capital assets being depreciated	<u>12,394,660</u>	<u>218,391</u>	<u>(10,925)</u>	<u>12,602,126</u>
Less accumulated depreciation for:				
Buildings	(1,906,704)	(153,690)	-	(2,060,394)
Improvements other than buildings	(79,566)	(6,704)	-	(86,270)
Machinery and equipment	(1,273,222)	(38,640)	10,925	(1,300,937)
Infrastructure	<u>(2,860,342)</u>	<u>(119,172)</u>	<u>-</u>	<u>(2,979,514)</u>
Total accumulated depreciation	<u>(6,119,834)</u>	<u>(318,206)</u>	<u>10,925</u>	<u>(6,427,115)</u>
Total capital assets being depreciated, net	<u>6,274,826</u>	<u>(99,815)</u>	<u>-</u>	<u>6,175,011</u>
Governmental activities capital assets, net	<u>\$ 6,929,136</u>	<u>\$ (99,815)</u>	<u>\$ (45,023)</u>	<u>\$ 6,784,298</u>

**City of LeRoy, Illinois**

**Notes to Financial Statements – Continued**

**April 30, 2022**

**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	10,817,352	1,288,667	-	12,106,019
Improvements other than buildings	529,652	156,768	-	686,420
Municipal landfill closure costs	1,047,357	-	-	1,047,357
Machinery and equipment	<u>2,116,827</u>	<u>200,500</u>	<u>(60,849)</u>	<u>2,256,478</u>
Total capital assets being depreciated	<u>14,511,188</u>	<u>1,645,935</u>	<u>(60,849)</u>	<u>16,096,274</u>
Less accumulated depreciation for:				
Buildings and system	(7,003,723)	(261,602)	-	(7,265,325)
Improvements other than buildings	(73,838)	(14,952)	-	(88,790)
Municipal landfill closure costs	(174,508)	(174,508)	-	(349,016)
Machinery and equipment	<u>(1,965,224)</u>	<u>(86,792)</u>	<u>60,849</u>	<u>(1,991,167)</u>
Total accumulated depreciation	<u>(9,217,293)</u>	<u>(537,854)</u>	<u>60,849</u>	<u>(9,694,298)</u>
Total capital assets being depreciated, net	<u>5,293,895</u>	<u>1,108,081</u>	<u>-</u>	<u>6,401,976</u>
Business-type activities capital assets, net	<u>\$ 5,303,895</u>	<u>\$ 1,108,081</u>	<u>\$ -</u>	<u>\$ 6,411,976</u>

**Depreciation Expense**

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Administration	\$ 18,969
Streets, including depreciation of applicable general infrastructure assets	128,782
Parks, including depreciation of applicable general infrastructure assets	143,318
Police	<u>27,137</u>
Total depreciation expense – governmental activities	<u>\$ 318,206</u>



City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2022

**Note 2 – Capital Assets – Continued:**

Depreciation Expense – Continued

Business-type activities:	
Water	\$ 135,822
Sewer	197,232
Refuse disposal	<u>204,800</u>
Total depreciation expense – business-type activities	\$ <u>537,854</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, 2022, the City has outstanding Series 2016A General Obligation (ARS) bonds payable of \$1,680,000.

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, 2022, the City has outstanding Series 2016B General Obligation (ARS) bonds payable of \$1,525,000.

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, 2022, 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, 2022, 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, 2022**

**Note 3 – Long-Term Debt – Continued:**

Total general obligation bonds payable at April 30, 2022, are as follows:

2016A General Obligation Bond (Alternate Revenue)	\$ 1,680,000
2016B General Obligation Bond (Alternate Revenue)	1,525,000
2020 General Obligation Bond (Alternate Revenue)	1,095,000
2021 General Obligation Bond (Alternate Revenue)	<u>3,440,000</u>
	\$ <u>7,740,000</u>

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>
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	350,000	146,450	80,000	31,625	430,000	178,075
2028-2032	1,570,000	589,420	420,000	126,100	1,990,000	715,520
2033-2037	1,720,000	354,250	475,000	61,815	2,195,000	416,065
2038-2042	<u>1,210,000</u>	<u>77,800</u>	<u>100,000</u>	<u>3,150</u>	<u>1,310,000</u>	<u>80,950</u>
	\$ <u>6,215,000</u>	\$ <u>1,851,520</u>	\$ <u>1,525,000</u>	\$ <u>368,880</u>	\$ <u>7,740,000</u>	\$ <u>2,220,400</u>

The City did not issue and has no outstanding special assessment debt in the year ended April 30, 2022.

**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. These payments will be made from the General Fund. As of April 30, 2022, the City's outstanding balance on this note was \$161,097.

The City borrowed funds from Kansas State Bank during the fiscal year 2022 for equipment. The total amount borrowed, was \$83,670. The interest rate is 3.450%. The City will make annual principal and interest payments of \$15,220 until the maturity of the note on August 9, 2026. These payments will be made from the General Fund. As of April 30, 2022, the City's outstanding balance on this note was \$68,818.

The City borrowed funds from Kansas State Bank during the fiscal year 2022 for equipment. The total amount borrowed, was \$137,519. The interest rate is 3.450%. The City will make annual principal and interest payments of \$25,016 until the maturity of the note on August 9, 2026. These payments will be made from the Refuse Fund. As of April 30, 2022, the City's outstanding balance on this note was \$113,109.

**City of LeRoy, Illinois**

**Notes to Financial Statements – Continued**

**April 30, 2022**

**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
2023	\$ 40,254	\$ 6,893	\$ 21,114	\$ 3,902	\$ 61,368	\$ 10,795
2024	41,506	5,641	21,842	3,174	63,348	8,815
2025	42,789	4,358	22,596	2,420	65,385	6,778
2026	44,129	3,018	23,375	1,641	67,504	4,659
2027	45,502	1,645	24,182	834	69,684	2,479
2028	<u>15,735</u>	<u>229</u>	<u>-</u>	<u>-</u>	<u>15,735</u>	<u>229</u>
	<u>\$ 229,915</u>	<u>\$ 21,784</u>	<u>\$ 113,109</u>	<u>\$ 11,971</u>	<u>\$ 343,024</u>	<u>\$ 33,755</u>

**Changes in Long-Term Liabilities**

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b><u>Governmental Activities:</u></b>					
Bonds payable:					
2016A General obligation bonds (alternate revenue)	\$ 1,970,000	\$ -	\$ (290,000)	\$ 1,680,000	\$ 300,000
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:					
N/P Busey Bank	187,719	-	(26,622)	161,097	27,408
N/P Kansas State Bank	<u>-</u>	<u>83,670</u>	<u>(14,852)</u>	<u>68,818</u>	<u>12,846</u>
	<u>\$ 6,692,719</u>	<u>\$ 83,670</u>	<u>\$ (331,474)</u>	<u>\$ 6,444,915</u>	<u>\$ 340,254</u>
<b><u>Business-Type Activities:</u></b>					
2016 B General obligation bonds (alternate revenue)	\$ 1,730,000	\$ -	\$ (205,000)	\$ 1,525,000	\$ 220,000
Notes payable-Kansas State Bank	<u>-</u>	<u>137,519</u>	<u>(24,410)</u>	<u>113,109</u>	<u>21,114</u>
	<u>\$ 1,730,000</u>	<u>\$ 137,519</u>	<u>\$ (229,410)</u>	<u>\$ 1,638,109</u>	<u>\$ 241,114</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2022

**Note 4 – Deposits and Investments with Financial Institutions:**

The carrying amount of the City’s deposits and investments with financial institutions was \$7,825,637 and the total institutions’ balances were \$7,870,006. The institutions’ balances are categorized as follows:

Amount insured by FDIC	\$ 398,018
Uninsured and collateralized with securities held by the pledging financial institution in the name of the City	<u>7,471,988</u>
Total institutions’ balances	<u>\$ 7,870,006</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 0.45% to 5.06% and maturities from December 1, 2022, through August 15, 2033	<u>\$ 7,520,286</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, 2022, consist of the following:

	2021 Tax
	<u>Levy Year</u>
General Fund	<u>\$ 573,420</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](http://www.imrf.org).

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2022

**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, 2021, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	14
Inactive, non-retired members	18
Active members	<u>20</u>
Total	<u>52</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2022

**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 2021 was 9.72%. 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, 2021, 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, 2021 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, 2022**

**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 12/31/2021</u>	<u>Projected Returns/Risk</u>	
			<u>One Year Arithmetic</u>	<u>Ten Year Geometric</u>
Equities	39%	24.89%	3.25%	1.90%
International equities	15%	9.78%	4.89%	3.15%
Fixed income	25%	-0.44%	-0.50%	-0.60%
Real estate	10%	21.95%	4.20%	3.30%
Alternatives	10%	46.46%		
Private equity		N/A	8.85%	5.50%
Hedge funds		N/A	N/A	N/A
Commodities		N/A	2.90%	1.70%
Cash equivalents	1%	2.44%	-0.90%	-0.90%

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2022

**Note 6 – Defined Benefit Pension Plan – Continued:**

Discount Rate

The discount rate used to measure the total pension liability for IMRF for December 31, 2021, 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 1.84% for tax exempt 20-year general obligation municipal bonds with an average AA credit rating at December 31, 2021 to arrive at a discount rate of 7.25% used to determine the total pension liability. The year ending December 31, 2121, is the last year in the 2022 to 2121 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	\$ 6,490,057	\$ 5,831,369	\$ 5,308,537
Plan fiduciary net position	<u>6,646,955</u>	<u>6,646,955</u>	<u>6,646,955</u>
Net position liability / (asset)	<u>\$ (156,898)</u>	<u>\$ (815,586)</u>	<u>\$ (1,338,418)</u>



**City of LeRoy, Illinois**

**Notes to Financial Statements – Continued**

**April 30, 2022**

**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, 2021, was as follows:

	<u>Increase / (Decrease)</u>		
	<u>Total Pension Liability/Net</u>	<u>Plan Fiduciary Position</u>	<u>Net Pension Liability/(Asset)</u>
	<u>(a)</u>	<u>(b)</u>	<u>( a) - (b)</u>
Balance at December 31, 2020	\$ 5,763,370	\$ 6,025,232	\$ (261,862)
Service cost	109,346	-	109,346
Interest on total pension liability	412,399	-	412,399
Differences between expected and actual experience of the total pension liability	(194,173)	-	(194,173)
Change of assumptions	-	-	-
Benefit payments, including refunds of employee contributions	(259,573)	(259,573)	-
Contributions – employer	-	109,730	(109,730)
Contributions – employee	-	50,801	(50,801)
Net investment income	-	1,000,061	(1,000,061)
Other (net transfer)	-	(279,296)	279,296
	<u>-</u>	<u>(279,296)</u>	<u>279,296</u>
Balance at December 31, 2021	<u>\$ 5,831,369</u>	<u>\$ 6,646,955</u>	<u>\$ (815,586)</u>

**City of LeRoy, Illinois**

**Notes to Financial Statements – Continued**

**April 30, 2022**

**Note 6 – Defined Benefit Pension Plan – Continued:**

Pension Expense and Deferred Inflows/Outflows of Resources

For the year ended December 31, 2021, the City recognized pension expense of \$132,876 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	\$ 185,324	\$ 197,758
Assumption changes	5,327	16,098
Net difference between projected and actual earnings on pension plan investments	<u>113,613</u>	<u>861,904</u>
 Total deferred amounts to be recognized in pension expense in future periods	 <u>\$ 304,264</u>	 <u>\$1,075,760</u>
 Pension contributions made subsequent to the measurement dates	 <u>29,399</u>	 <u>-</u>
 Total deferred amounts related to pension	 <u>\$ 333,663</u>	 <u>\$1,075,760</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, 2021. 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>
2022	\$ (76,525)
2023	(328,047)
2024	(243,729)
2025	(123,195)
2026	-
Thereafter	<u>-</u>
Total	<u>\$ (771,496)</u>

**City of LeRoy, Illinois**

**Notes to Financial Statements – Continued**

**April 30, 2022**

**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, 2022. Also, there was no activity in these interfund loan accounts during the year ended April 30, 2022.

Interfund transfers consist of the following transactions:

	<u>Transfer From</u>	<u>Transfer To</u>
<b>2020/2021 Series Capital Project Fund:</b>		
(a) Water Fund	\$ -	\$ 1,200,000
	<u>\$ -</u>	<u>\$ 1,200,000</u>
<b>Enterprise Capital Replacement Fund:</b>		
(b) Water Fund	\$ 15,000	\$ -
(b) Sewer Fund	15,000	-
(b) Refuse Disposal Fund	15,000	-
	<u>\$ 45,000</u>	<u>\$ -</u>
<b>Water Fund:</b>		
(a) 2020/2021 Series Capital Project Fund	\$ 1,200,000	\$ -
(b) Enterprise Capital Replacement Fund	-	15,000
	<u>\$ 1,200,000</u>	<u>\$ 15,000</u>
<b>Sewer Fund:</b>		
(b) Enterprise Capital Replacement Fund	\$ -	\$ 15,000
	<u>\$ -</u>	<u>\$ 15,000</u>
<b>Refuse Disposal Fund:</b>		
(b) Enterprise Capital Replacement Fund	\$ -	\$ 15,000
	<u>\$ -</u>	<u>\$ 15,000</u>

(a) To fund water treatment plant improvements.

(b) To fund capital outlay expenditures.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2022

**Note 8 – Interfund Loans and Transfers – Continued:**

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, 2022. 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.

**Note 11 – 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>58,711,097</u>
Statutory Debt Limitation (8.625% of Assessed Valuation)	\$ 5,063,832
Total Applicable Debt	<u>(343,024)</u>
Legal Debt Margin	\$ <u>4,720,808</u>

**Note 12 – Subsequent Events:**

No events have occurred subsequent to April 30, 2022, that are required to be disclosed in these financial statements. This evaluation was made as of October 27, 2022, 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**

	2021	2020	2019	2018
<b>Total pension liability:</b>				
Service cost	\$ 109,346	\$ 107,853	\$ 109,352	\$ 100,805
Interest on the total pension liability	412,399	402,046	339,507	344,888
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience on the total pension liability	(194,173)	(74,952)	678,518	(252,923)
Changes in assumptions	-	(30,714)	-	123,683
Benefit payments, including refunds of employee contributions	<u>(259,573)</u>	<u>(264,799)</u>	<u>(263,229)</u>	<u>(209,527)</u>
Net change in total pension liability	\$ 67,999	\$ 139,434	\$ 864,148	\$ 106,926
Total pension liability - beginning	<u>5,763,370</u>	<u>5,623,936</u>	<u>4,759,788</u>	<u>4,652,862</u>
Total pension liability - ending <b>(a)</b>	<u><u>\$ 5,831,369</u></u>	<u><u>\$ 5,763,370</u></u>	<u><u>\$ 5,623,936</u></u>	<u><u>\$ 4,759,788</u></u>
<b>Plan fiduciary net position:</b>				
Employer contributions	\$ 109,730	\$ 100,160	\$ 85,659	\$ 106,624
Employee contributions	50,801	49,367	47,707	45,653
Net investment income	1,000,061	769,972	747,447	(227,359)
Benefit payments, including refunds of member contributions	(259,573)	(264,799)	(263,229)	(209,527)
Other (net transfer)	<u>(279,296)</u>	<u>(42,955)</u>	<u>595,022</u>	<u>(171,560)</u>
Net change in plan fiduciary net position	621,723	611,745	1,212,606	(456,169)
Plan fiduciary net position - beginning	<u>6,025,232</u>	<u>5,413,487</u>	<u>4,200,881</u>	<u>4,657,050</u>
Plan fiduciary net position - ending <b>(b)</b>	<u><u>\$ 6,646,955</u></u>	<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 - <b>(a-b)</b>	<u><u>\$ (815,586)</u></u>	<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	113.99%	104.54%	96.26%	88.26%
Covered-employee payroll	1,128,917	1,097,049	1,060,141	1,014,501
Employer's net pension liability as a percentage of covered-employee payroll	-72.24%	-23.87%	19.85%	55.09%

-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**

	2017	2016	2015
<b>Total pension liability:</b>			
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	(204,796)	(196,393)	(175,501)
Net change in total pension liability	\$ 168,256	\$ 199,513	\$ 402,823
Total pension liability - beginning	4,484,606	4,285,093	3,882,270
Total pension liability - ending <b>(a)</b>	\$ 4,652,862	\$ 4,484,606	\$ 4,285,093
<b>Plan fiduciary net position:</b>			
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)	40,360	43,558	339
Net change in plan fiduciary net position	686,891	240,610	(16,819)
Plan fiduciary net position - beginning	3,970,159	3,729,549	3,746,368
Plan fiduciary net position - ending <b>(b)</b>	\$ 4,657,050	\$ 3,970,159	\$ 3,729,549
Employer's net pension liability - ending - <b>(a-b)</b>	\$ (4,188)	\$ 514,447	\$ 555,544
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%
2021	109,731	* 109,730	1	1,128,917	9.72%

**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 9.72% and covered valuation payroll of \$1,128,917.



## 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	22 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, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
<b>Cash Receipts</b>				
Property taxes	\$ 594,166	\$ 594,166	\$ 590,830	\$ (3,336)
Sales tax	368,866	368,866	482,818	113,952
Income tax	112,140	112,140	152,849	40,709
Use tax	137,556	137,556	136,029	(1,527)
Replacement tax	12,773	12,773	37,732	24,959
Excise tax	7,611	7,611	5,519	(2,092)
Utility tax	145,866	145,866	182,963	37,097
Video gaming tax	71,798	71,798	98,808	27,010
Cannabis tax	-	-	5,547	5,547
Franchise tax	36,026	36,026	42,945	6,919
Licenses and permits	20,386	20,386	25,318	4,932
Fines	19,400	19,400	41,177	21,777
Interest	1,124	1,124	653	(471)
Grants	1,000	1,000	237,672	236,672
Other	82,930	82,930	104,777	21,847
	<u>1,611,642</u>	<u>1,611,642</u>	<u>2,145,637</u>	<u>533,995</u>
<b>Total cash receipts</b>				
<b>Cash Disbursements</b>				
Administration	209,850	209,850	202,904	(6,946)
Streets	468,589	468,589	347,513	(121,076)
Parks	54,236	54,236	57,829	3,593
Zoning and building	27,043	27,043	19,525	(7,518)
Police	875,095	875,095	771,147	(103,948)
ESDA	1,275	1,275	1,262	(13)
Debt service				
Principal	-	-	41,474	41,474
Interest	-	-	5,674	5,674
Capital outlay	45,000	45,000	218,391	173,391
	<u>1,681,088</u>	<u>1,681,088</u>	<u>1,665,719</u>	<u>(15,369)</u>
<b>Total cash disbursements</b>				
Excess (deficiency) of cash receipts over cash disbursements	<u>(69,446)</u>	<u>(69,446)</u>	<u>479,918</u>	<u>549,364</u>

-Continued-

**City of LeRoy, Illinois**

**Budgetary Comparison Schedule – General Fund – Unaudited – Continued**

**For the Year Ended April 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
<b>Other financing sources (uses)</b>				
Proceeds from note payable	-	-	83,670	83,670
Proceeds from sale of capital assets	61,600	61,600	12,000	(49,600)
Transfers in	32,193	32,193	-	(32,193)
Transfers out	<u>(24,347)</u>	<u>(24,347)</u>	<u>-</u>	<u>24,347</u>
 Total other financing sources (uses)	 <u>69,446</u>	 <u>69,446</u>	 <u>95,670</u>	 <u>26,224</u>
 Net change in fund balance	 <u>\$ -</u>	 <u>\$ -</u>	 575,588	 <u>\$ 575,588</u>
 Fund balance beginning (budgetary basis)			 <u>571,738</u>	
 Fund balance ending (budgetary basis)			 <u>\$ 1,147,326</u>	

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, 2022

Total cash receipts for 2016 GO (ARS) Bond Fund activities \$ 2,145,637

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	28,126	
Use tax	1,128	
Replacement tax	5,045	
Excise tax	(129)	
Utility tax	922	
Video gaming tax	(65)	
There were no differences between cash disbursement	93	
Franchise tax	(5,530)	29,590

Total revenues as reported on the statement  
of revenues, expenditures, and  
changes in fund balances \$ 2,175,227

Total cash disbursements for general fund activities \$ 1,665,719

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	(12,777)	
Accounts payable	45,831	
Accrued expenses	(3,377)	29,677

Total expenditures as reported on the  
statement of revenues, expenditures,  
and changes in fund balance \$ 1,695,396

**City of LeRoy, Illinois**

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

**April 30, 2022**

Total cash receipts for 2016 GO (ARS) Bond Fund activities	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (under)
<b>Cash Receipts</b>				
Sales tax	\$ 136,125	\$ 136,125	\$ 195,692	\$ 59,567
Income tax	261,660	261,660	356,647	94,987
Total cash receipts	397,785	397,785	552,339	154,554
<b>Cash Disbursements</b>				
Debt service - principal	290,000	290,000	290,000	-
Debt service - interest	56,650	56,650	56,650	-
Total cash disbursements	346,650	346,650	346,650	-
Excess (deficiency) of cash receipts over cash disbursements	51,135	51,135	205,689	154,554
Net change in fund balance	\$ 51,135	\$ 51,135	205,689	\$ 154,554
Fund balance beginning (budgetary basis)			-	
Fund balance ending (budgetary basis)			\$ 205,689	

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, 2022

Total cash receipts for 2016 GO (ARS) Bond Fund activities \$ 552,339

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 45,684

Total revenues as reported on the statement  
of revenues, expenditures, and  
changes in fund balances \$ 598,023

**Note:** There were no differences between cash disbursements for 2016 GO (ARS) 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, 2022**

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (under)
<b>Cash Receipts</b>				
Interest	\$ 1,694	\$ 1,694	\$ 2,840	\$ 1,146
Miscellaneous	53,192	53,192	-	(53,192)
Total cash receipts	54,886	54,886	2,840	(52,046)
<b>Cash Disbursements</b>				
Debt service-interest	125,000	125,000	120,297	(4,703)
Total cash disbursements	125,000	125,000	120,297	(4,703)
Excess (deficiency) of cash receipts over cash disbursements	(70,114)	(70,114)	(117,457)	(47,343)
Total other financing sources (uses)	(4,475,000)	(4,475,000)	(1,200,000)	3,275,000
Net change in fund balance	\$ (4,545,114)	\$ (4,545,114)	(1,317,457)	\$ 3,227,657
Fund balance beginning (budgetary basis)			4,858,979	
Fund balance ending (budgetary basis)			\$ 3,541,522	

**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, 2022**

	<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	\$ 1,147,326	\$ 205,689	\$ 3,541,522	\$ 1,321,742	\$ 6,216,279
Add:					
Receivables:					
Sales tax	94,100	39,451	-	36,332	169,883
Income tax	-	144,226	-	-	144,226
Use tax	22,223	-	-	-	22,223
Replacement tax	10,550	-	-	-	10,550
Motor fuel tax	-	-	-	11,946	11,946
Excise tax	827	-	-	-	827
Utility taxes	14,474	-	-	-	14,474
Video gaming tax	8,662	-	-	-	8,662
Cannabis tax	974	-	-	-	974
Hotel/Motel tax	-	-	-	12,619	12,619
Prepaid expenses	19,817	-	-	-	19,817
Less:					
Accounts payable	(56,539)	-	-	(8,622)	(65,161)
Accrued expenses	(29,770)	-	-	-	(29,770)
Fund balance - GAAP	<u>\$ 1,232,644</u>	<u>\$ 389,366</u>	<u>\$ 3,541,522</u>	<u>\$ 1,374,017</u>	<u>\$ 6,537,549</u>



**City of LeRoy, Illinois**

**Notes to Required Supplementary Information**

**April 30, 2022**

**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:**

During the year ended April 30, 2021, The City had no funds in which expenditures were in excess of budgeted amounts.

## **Supplementary Information**

**City of LeRoy, Illinois**

**Schedule of Departmental Expenditures - General Fund**

**For the Year Ended April 30, 2022**

	<u>Administration</u>	<u>Streets</u>	<u>Parks</u>	<u>Zoning &amp; Building</u>
Personal services:				
Salaries	\$ 81,625	\$ 138,804	\$ 18,935	\$ 12,538
Payroll taxes and retirement	9,993	22,613	3,185	1,601
Health insurance	<u>19,547</u>	<u>28,307</u>	<u>7,003</u>	<u>2,583</u>
Total personal services	<u>111,165</u>	<u>189,724</u>	<u>29,123</u>	<u>16,722</u>
Operations and contractual services:				
Insurance and bonding	8,044	30,188	-	-
Utilities and telephone	13,623	8,820	4,731	216
Maintenance and repairs	384	60,946	25,057	-
Supplies and materials	5,270	29,163	-	2,233
Vehicle maintenance	-	25,281	-	59
Professional fees	10,671	-	-	60
Office expense	476	-	-	300
Meetings and training	2,923	125	-	42
Grants	10,709	-	-	-
Other	<u>24,400</u>	<u>6,663</u>	<u>-</u>	<u>173</u>
Total operations and contractual services	<u>76,500</u>	<u>161,186</u>	<u>29,788</u>	<u>3,083</u>
Total operating expenditures	<u>187,665</u>	<u>350,910</u>	<u>58,911</u>	<u>19,805</u>
Debt service				
Principal	41,474	-	-	-
Interest	5,674	-	-	-
Capital outlay	<u>-</u>	<u>130,459</u>	<u>16,059</u>	<u>-</u>
Total expenditures	<u>\$ 234,813</u>	<u>\$ 481,369</u>	<u>\$ 74,970</u>	<u>\$ 19,805</u>

-Continued-

**City of LeRoy, Illinois**

**Schedule of Departmental Expenditures - General Fund - Continued**

**For the Year Ended April 30, 2022**

	<u>Police</u>	<u>ESDA</u>	<u>Total</u>
Personal services:			
Salaries	\$ 463,357	\$ -	\$ 715,259
Payroll taxes and retirement	78,706	-	116,098
Health insurance	<u>112,612</u>	<u>-</u>	<u>170,052</u>
Total personal services	<u>654,675</u>	<u>-</u>	<u>1,001,409</u>
Operations and contractual services:			
Insurance and bonding	19,018	-	57,250
Utilities and telephone	11,928	1,284	40,602
Maintenance and repairs	25,391	-	111,778
Supplies and materials	37,099	-	73,765
Vehicle maintenance	36,736	-	62,076
Professional fees	6,962	-	17,693
Office expense	452	-	1,228
Meetings and training	2,322	-	5,412
Grants	-	-	10,709
Other	<u>16,699</u>	<u>-</u>	<u>47,935</u>
Total operations and contractual services	<u>156,607</u>	<u>1,284</u>	<u>428,448</u>
Total operating expenditures	<u>811,282</u>	<u>1,284</u>	<u>1,429,857</u>
Debt service			
Principal	-	-	41,474
Interest	-	-	5,674
Capital outlay	<u>71,873</u>	<u>-</u>	<u>218,391</u>
Total expenditures	<u>\$ 883,155</u>	<u>\$ 1,284</u>	<u>\$ 1,695,396</u>

**City of LeRoy, Illinois**

**Combining Balance Sheet - Non-Major Governmental Funds**

**April 30, 2022**

	Special Revenue				Capital Projects	Total Non-Major Governmental Funds
	Motor Fuel Tax Fund	Community Projects Fund	Business District Fund	Tourism Fund	Enterprise Capital Replacement Fund	
	<b>Assets</b>					
Cash	\$ 518,991	\$ 127,854	\$ 318,367	\$ 262,276	\$ 94,254	\$ 1,321,742
Receivables, net:						
Intergovernmental taxes	11,946	-	36,332	-	-	48,278
Hotel/Motel tax	-	-	-	12,619	-	12,619
<b>Total assets</b>	<b>\$ 530,937</b>	<b>\$ 127,854</b>	<b>\$ 354,699</b>	<b>\$ 274,895</b>	<b>\$ 94,254</b>	<b>\$ 1,382,639</b>
<b>Liabilities</b>						
Accounts payable	4,782	-	-	3,840	-	8,622
<b>Total liabilities</b>	<b>4,782</b>	<b>-</b>	<b>-</b>	<b>3,840</b>	<b>-</b>	<b>8,622</b>
<b>Fund Balance</b>						
Restricted:						
Motor fuel tax	526,155	-	-	-	-	526,155
Committed:						
Capital expenditures	-	127,854	-	-	94,254	222,108
Assigned:						
Business district	-	-	354,699	-	-	354,699
Tourism	-	-	-	271,055	-	271,055
Unassigned	-	-	-	-	-	-
<b>Total fund balances</b>	<b>526,155</b>	<b>127,854</b>	<b>354,699</b>	<b>271,055</b>	<b>94,254</b>	<b>1,374,017</b>
<b>Total liabilities and fund balances</b>	<b>\$ 530,937</b>	<b>\$ 127,854</b>	<b>\$ 354,699</b>	<b>\$ 274,895</b>	<b>\$ 94,254</b>	<b>\$ 1,382,639</b>

**City of LeRoy, Illinois**

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

**For the Year Ended April 30, 2022**

	Special Revenue				Capital Projects	Total Non-Major Governmental Funds
	Motor Fuel Tax Fund	Community Projects Fund	Business District Fund	Tourism Fund	Enterprise Capital Replacement Fund	
<b>Revenues:</b>						
Sales tax	\$ -	\$ -	\$ 239,349	\$ -	\$ -	\$ 239,349
Motor fuel tax	141,918	-	-	-	-	141,918
Hotel/Motel tax	-	-	-	168,655	-	168,655
Interest	324	85	130	110	43	692
Grants	78,206	-	-	-	-	78,206
Other	-	-	-	4,737	-	4,737
<b>Total revenue</b>	<b>220,448</b>	<b>85</b>	<b>239,479</b>	<b>173,502</b>	<b>43</b>	<b>633,557</b>
<b>Expenditures:</b>						
Streets	134,352	-	-	-	-	134,352
Economic development	-	17,616	2,640	-	-	20,256
Tourism	-	-	-	26,829	-	26,829
<b>Total expenditures</b>	<b>134,352</b>	<b>17,616</b>	<b>2,640</b>	<b>26,829</b>	<b>-</b>	<b>181,437</b>
Excess (deficiency) of revenues over expenditures	86,096	(17,531)	236,839	146,673	43	452,120
<b>Other financing sources (uses):</b>						
Proceeds from sale of capital assets	-	72,996	-	-	-	72,996
Transfers in	-	-	-	-	45,000	45,000
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>72,996</b>	<b>-</b>	<b>-</b>	<b>45,000</b>	<b>117,996</b>
<b>Net change in fund balance</b>	<b>86,096</b>	<b>55,465</b>	<b>236,839</b>	<b>146,673</b>	<b>45,043</b>	<b>570,116</b>
Fund balance beginning	440,059	72,389	117,860	124,382	49,211	803,901
<b>Fund balance ending</b>	<b>\$ 526,155</b>	<b>\$ 127,854</b>	<b>\$ 354,699</b>	<b>\$ 271,055</b>	<b>\$ 94,254</b>	<b>\$ 1,374,017</b>

## **Other Information**

**City of LeRoy, Illinois**

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

**April 30, 2022**

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
General Obligation Bond (Alternate Revenue)	2023	300,000	48,900
Series 2016A Refinancing Bonds	2024	305,000	41,400
Issued June 30, 2016	2025	310,000	32,250
	2026	250,000	22,950
	2027	255,000	15,450
	2028	260,000	7,800
		<u>\$ 1,680,000</u>	<u>\$ 168,750</u>
General Obligation Bond (Alternate Revenue)	2023	220,000	41,085
Series 2016B Refinancing Bonds	2024	75,000	36,685
Issued June 30, 2016	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>\$ 1,525,000</u>	<u>\$ 368,880</u>

-Continued-



**City of LeRoy, Illinois**

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

**April 30, 2022**

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
General Obligation Bond (Alternate Revenue) Series 2020 Issued April 29, 2020	2023	-	32,150
	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>\$ 379,420</u>
General Obligation Bond (Alternate Revenue) Series 2021 Issued January 27, 2021	2023	-	103,200
	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>\$ 1,303,350</u>

-Continued-

**City of LeRoy, Illinois**

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

**April 30, 2022**

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
Note Payable	2023	27,408	4,519
Busey Bank	2024	28,217	3,710
Signed August 29, 2017	2025	29,041	2,886
	2026	29,907	2,020
	2027	30,789	1,138
	2028	15,735	229
		<u>\$ 161,097</u>	<u>\$ 14,502</u>
Note Payable	2023	12,846	2,374
Kansas State Bank	2024	13,289	1,931
Signed June 24, 2021	2025	13,748	1,472
	2026	14,222	998
	2027	14,713	507
		<u>\$ 68,818</u>	<u>\$ 7,282</u>
Note Payable-Refuse Fund	2023	21,114	3,902
Kansas State Bank	2024	21,842	3,174
Signed June 24, 2021	2025	22,596	2,420
	2026	23,375	1,641
	2027	24,182	834
		<u>\$ 113,109</u>	<u>\$ 11,971</u>

City of LeRoy, Illinois

Schedule of Investments – Unaudited

April 30, 2022

	<u>Interest Rate</u>	<u>Principal</u>
<b><u>General Fund</u></b>		
Bi-Centennial Committee Fund		
Certificate of Deposit – Busey Bank	0.75%	<u>\$ 6,334</u>

**City of LeRoy, Illinois**

**Statement of Assessed Valuation and Taxes Received – Unaudited**

**April 30, 2022**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Rate Setting Assessed Valuation	<u>\$ 58,711,097</u>	<u>\$ 56,480,655</u>	<u>\$ 56,806,661</u>	<u>\$ 57,036,603</u>
Tax Rates:				
General Fund*	0.27704	0.27679	0.27717	0.27616
Retirement	0.18944	0.18928	0.18330	0.17317
Police	0.07478	0.07472	0.07500	0.07500
Liability Insurance	0.13867	0.13855	0.13520	0.11510
Social Security	0.14551	0.14539	0.14607	0.13597
Civil Defense	0.04985	0.04981	0.05000	0.05000
Workers Compensation	0.09759	0.09751	0.09496	0.09389
Unemployment Insurance	<u>0.00380</u>	<u>0.00380</u>	<u>0.00381</u>	<u>0.00481</u>
Totals	<u>0.97668</u>	<u>0.97585</u>	<u>0.96551</u>	<u>0.92410</u>
Tax Extensions:				
General Fund	\$ 162,653	\$ 156,333	\$ 157,451	\$ 157,512
Retirement	111,222	106,907	104,127	98,770
Police	43,904	42,202	42,605	42,777
Liability Insurance	81,415	78,254	76,803	65,649
Social Security	85,431	82,117	82,977	77,553
Civil Defense	29,267	28,133	28,403	28,518
Workers compensation	57,296	55,074	53,944	53,552
Unemployment Insurance	<u>2,231</u>	<u>2,146</u>	<u>2,164</u>	<u>2,743</u>
Totals	<u>\$ 573,419</u>	<u>\$ 551,166</u>	<u>\$ 548,474</u>	<u>\$ 527,074</u>

-Continued-

**City of LeRoy, Illinois**

**Statement of Assessed Valuation and Taxes Received – Unaudited – Continued**

**April 30, 2022**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Rate Setting Assessed Valuation	<u>\$ 57,542,501</u>	<u>\$ 55,926,796</u>	<u>\$ 54,704,437</u>	<u>\$ 54,116,253</u>
Tax Rates:				
General Fund*	0.27615	0.27580	0.27548	0.27404
Retirement	0.17314	0.17083	0.16869	0.18230
Police	0.07500	0.07500	0.07500	0.07500
Liability Insurance	0.11508	0.11354	0.11212	0.11817
Social Security	0.13594	0.13413	0.13245	0.13014
Civil Defense	0.05000	0.05000	0.05000	0.03814
Workers Compensation	0.08264	0.08154	0.08052	0.07206
Unemployment Insurance	<u>0.00481</u>	<u>0.00474</u>	<u>0.00468</u>	<u>0.00000</u>
Totals	<u>0.91276</u>	<u>0.90558</u>	<u>0.89894</u>	<u>0.88985</u>
Tax Extensions:				
General Fund	\$ 158,904	\$ 154,246	\$ 150,700	\$ 148,300
Retirement	99,629	95,540	92,281	98,654
Police	43,157	41,945	41,028	40,587
Liability Insurance	66,220	63,499	61,335	63,949
Social Security	78,223	75,015	72,456	70,427
Civil Defense	28,771	27,963	27,352	20,640
Workers compensation	47,553	45,603	44,048	38,996
Unemployment Insurance	<u>2,768</u>	<u>2,651</u>	<u>2,560</u>	<u>-</u>
Totals	<u>\$ 525,225</u>	<u>\$ 506,462</u>	<u>\$ 491,760</u>	<u>\$ 481,553</u>

-Continued-

**City of LeRoy, Illinois**

**Statement of Assessed Valuation and Taxes Received – Unaudited – Continued**

**April 30, 2022**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net Collections, Including Back Taxes:				
General Fund	\$ -	\$ 155,998	\$ 161,727	\$ 156,993
Retirement	-	106,677	106,955	98,445
Police	-	42,112	43,762	42,636
Liability Insurance	-	78,086	78,889	65,433
Social Security	-	81,941	85,231	77,298
Civil Defense	-	28,073	29,174	28,424
Workers Compensation	-	54,956	55,409	53,375
Unemployment Insurance	-	2,142	2,223	2,734
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Totals	<u>\$ -</u>	<u>\$ 549,985</u>	<u>\$ 563,370</u>	<u>\$ 525,338</u>
Percentage of Extensions Collected	<u>0.0000%</u>	<u>99.7857%</u>	<u>102.7159%</u>	<u>99.6706%</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, 2022**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Net Collections, Including Back Taxes:				
General Fund	\$ 157,836	\$ 153,853	\$ 149,619	\$ 146,371
Retirement	98,960	95,297	91,619	97,370
Police	42,867	41,838	40,734	40,059
Liability Insurance	65,775	63,337	60,895	63,117
Social Security	77,698	74,823	71,936	69,510
Civil Defense	28,578	27,892	27,156	20,371
Workers Compensation	47,234	45,487	43,732	38,489
Unemployment Insurance	<u>2,749</u>	<u>2,651</u>	<u>2,542</u>	<u>-</u>
Totals	<u>\$ 521,697</u>	<u>\$ 505,178</u>	<u>\$ 488,233</u>	<u>\$ 475,287</u>
Percentage of Extensions Collected	<u>99.3283%</u>	<u>99.7465%</u>	<u>99.2828%</u>	<u>98.6988%</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, 2022**

General Statistics:

Total gallons received at the Waste Water Plant	453,780,000
Total gallons of finished water	88,330,000
Total gallons billed for water	70,342,479
Estimated water loss	17,987,521
Number of users connected to the system	1,492
Number of non-metered users (all have meters but billed \$0.00)	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