

# City of Earlville, Illinois

Annual Financial Report

April 30, 2022

Web Document

# City of Earlville, Illinois

Year ended April 30, 2022

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# City of Earlville, Illinois

Year ended April 30, 2022

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## **Independent Auditors' Report**

Mayor and City Council  
City of Earlville  
Earlville, Illinois

### **Opinions**

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Earlville, Illinois (the "City") as of and for the year ended April 30, 2022, and the related notes to the financial statements, 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 modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Earlville, Illinois as of April 30, 2022, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

### **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 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements 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.

### **Emphasis of Matter – Basis of Accounting**

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

## **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

## **Auditor's 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.
- 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.

## **Other Matters**

### *Other Information*

Management is responsible for the other information included in the annual report. The other information comprises the additional schedules listed in the table of contents 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.

Sterling, Illinois  
August 11, 2022

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Basic Financial Statements

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# City of Earlville, Illinois

Statement of Net Position - Modified Cash Basis

April 30, 2022

	Governmental Activities	Business-Type Activities	Total
<i>Assets</i>			
Current assets:			
Cash and cash equivalents	\$ 949,614	\$ 530,666	\$ 1,480,280
<b>Total current assets</b>	<b>949,614</b>	<b>530,666</b>	<b>1,480,280</b>
Noncurrent assets:			
Capital assets:			
Land	14,380		14,380
Other capital assets, net of accumulated depreciation	873,373	3,973,118	4,846,491
<b>Total noncurrent assets</b>	<b>887,753</b>	<b>3,973,118</b>	<b>4,860,871</b>
<b>Total assets</b>	<b>1,837,367</b>	<b>4,503,784</b>	<b>6,341,151</b>
<i>Liabilities</i>			
Current liabilities:			
Customer deposits		61,500	61,500
Notes payable	3,810		3,810
Bonds payable	58,000		58,000
Other current liabilities		1,650	1,650
<b>Total current liabilities</b>	<b>61,810</b>	<b>63,150</b>	<b>124,960</b>
Noncurrent liabilities:			
Notes payable	12,190		12,190
Bonds payable	230,000		230,000
<b>Total noncurrent liabilities</b>	<b>242,190</b>	<b>-</b>	<b>230,000</b>
<b>Total liabilities</b>	<b>304,000</b>	<b>63,150</b>	<b>367,150</b>
<i>Net Position</i>			
Net investment in capital assets	583,753	3,973,118	4,556,871
Restricted for debt service	1,494		1,494
Restricted for specific projects and programs	524,071		524,071
Restricted for capital improvements	83,565		83,565
Unrestricted	340,484	467,516	808,000
<b>Total net position</b>	<b>\$ 1,533,367</b>	<b>\$ 4,440,634</b>	<b>\$ 5,974,001</b>



# City of Earlville, Illinois

Statement of Activities - Modified Cash Basis

For the Year Ended April 30, 2022

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Governmental activities:			
General government	\$ 253,458	\$ 36,481	
Public health and safety	313,430	7,220	
Streets and alleys	297,415		\$ 105,073
Culture and recreation	17,584		
Interest	12,580		
Community development	14,700		
Other	21,072		
<b>Total governmental activities</b>	<b>\$ 930,239</b>	<b>\$ 43,701</b>	<b>\$ 105,073</b>
Business-type activities:			
Water	\$ 253,832	\$ 212,568	
Sewer	448,472	377,727	
Garbage	103,166	103,114	
<b>Total business-type activities</b>	<b>\$ 805,470</b>	<b>\$ 693,409</b>	<b>\$ -</b>
		General revenues	
		Taxes:	
		Property taxes	
		Other	
		Grant proceeds	
		Unrestricted investment earnings	
		Miscellaneous	
		<b>Total general revenues</b>	
		Change in net position	
		<b>Net position - beginning</b>	
		<b>Net position - ending</b>	

**Net (Expense) Revenue and  
Changes in Net Position**

Governmental Activities	Business-type Activities	Total
\$ (216,977)		\$ (216,977)
(306,210)		(306,210)
(192,342)		(192,342)
(17,584)		(17,584)
(12,580)		(12,580)
(14,700)		(14,700)
(21,072)		(21,072)
(781,465)	\$ -	(781,465)
	(41,264)	(41,264)
	(70,745)	(70,745)
	(52)	(52)
-	(112,061)	(112,061)
352,571	1,992	354,563
561,716		561,716
107,983		107,983
1,186	732	1,918
72,042	17,069	89,111
1,095,498	19,793	1,115,291
314,033	(92,268)	221,765
1,219,334	4,532,902	5,752,236
\$ 1,533,367	\$ 4,440,634	\$ 5,974,001

# City of Earlville, Illinois

Balance Sheet - Modified Cash Basis

Governmental Funds

April 30, 2022

<i>Assets</i>	<b>General Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total</b>
<i>Current assets:</i>			
Cash and cash equivalents	\$ 310,566	\$ 639,048	\$ 949,614
Due from other funds	30,000		30,000
<b>Total assets</b>	<b>\$ 340,566</b>	<b>\$ 639,048</b>	<b>\$ 979,614</b>
<i>Liabilities and Fund Balances</i>			
<i>Liabilities:</i>			
Due to other funds	\$ -	\$ 30,000	\$ 30,000
<b>Total liabilities</b>	<b>-</b>	<b>30,000</b>	<b>30,000</b>
<i>Fund balances:</i>			
<i>Unassigned, reported in:</i>			
General Fund	340,566		340,566
Special Revenue Funds - deficit balance		(82)	(82)
<i>Restricted</i>			
Special Revenue Funds		524,071	524,071
Capital Projects Funds		83,565	83,565
Debt Service Funds		1,494	1,494
<b>Total fund balances (deficit)</b>	<b>340,566</b>	<b>609,048</b>	<b>949,614</b>
<b>Total liabilities and fund balances</b>	<b>\$ 340,566</b>	<b>\$ 639,048</b>	<b>\$ 979,614</b>

# City of Earlville, Illinois

Reconciliation of the Governmental Funds  
Balance Sheet - Modified Cash Basis to the  
Statement of Net Position - Modified Cash Basis  
April 30, 2022

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Total fund balances - governmental funds \$ 949,614

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

Capital assets used in governmental activities are not financial resources and  
therefore are not reported as assets in governmental funds. The cost of the  
assets is \$2,626,631 and the accumulated depreciation is \$1,738,878 887,753

Long-term liabilities, including notes payable and bonds payable are not  
reported in the funds. (304,000)

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Total net position - governmental activities \$ 1,533,367

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# City of Earlville, Illinois

Statement of Revenues, Expenditures, and Changes  
in Fund Balances - Modified Cash Basis  
Governmental Funds  
For the Year Ended April 30, 2022

	General Fund	Nonmajor Governmental Funds	Total
<b>Revenues:</b>			
Local taxes	\$ 219,072	\$ 243,848	\$ 462,920
Motor fuel taxes		105,073	105,073
Intergovernmental	451,367		451,367
Licenses, permits and fees	36,481		36,481
Fines and forfeits	7,220		7,220
Grants received		107,983	107,983
Other	72,373	855	73,228
<b>Total revenues</b>	<b>786,513</b>	<b>457,759</b>	<b>1,244,272</b>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	128,910	107,619	236,529
Public health and safety	287,825		287,825
Streets and alleys	162,853	47,709	210,562
Culture and recreation	15,206		15,206
Other		21,072	21,072
<b>Debt service:</b>			
Principal		56,000	56,000
Interest		12,580	12,580
Capital outlay	53,910	46,740	100,650
<b>Total expenditures</b>	<b>648,704</b>	<b>291,720</b>	<b>940,424</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>137,809</b>	<b>166,039</b>	<b>303,848</b>
<b>Other financing sources (uses):</b>			
Proceeds from issuance of debt	16,000	-	16,000
<b>Net change in fund balances</b>	<b>153,809</b>	<b>166,039</b>	<b>319,848</b>
<b>Fund balances, beginning of year</b>	<b>186,757</b>	<b>443,009</b>	<b>629,766</b>
<b>Fund balances, end of year</b>	<b>\$ 340,566</b>	<b>\$ 609,048</b>	<b>\$ 949,614</b>

# City of Earlville, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis of Governmental Funds to the Statement of Activities - Modified Cash Basis  
For the Year Ended April 30, 2022

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Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses) - Governmental funds	\$ 319,848
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which depreciation expense (\$146,465) exceeds capitalized fixed assets (\$100,650).	(45,815)
Note, bond, and lease proceeds are reported in governmental funds as revenues. However, issuing debt increases liabilities in the statement of net position.	(16,000)
Note, bond, and lease payments are reported in governmental funds as expenditures. However, only the interest on notes, bonds, and leases are recorded in the statement of activities. This is the principal amount of notes, bonds and lease payments made during the period.	56,000
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Change in net position of governmental activities	\$ 314,033
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# City of Earlville, Illinois

Statement of Assets, Liabilities and Net Position

Modified Cash Basis

Proprietary Funds

April 30, 2022

	Waterworks Fund	Sewerage Fund	Garbage Fund	Total
<b>Current assets:</b>				
Cash and cash equivalents	\$ 255,159	\$ 258,167	\$ 17,340	\$ 530,666
Total current assets	255,159	258,167	17,340	530,666
<b>Noncurrent assets:</b>				
Capital assets, net of accumulated depreciation	647,978	3,325,140		3,973,118
Total assets	903,137	3,583,307	17,340	4,503,784
<b>Liabilities</b>				
<b>Current liabilities:</b>				
Customer deposits	61,500			61,500
Other current liabilities	1,650			1,650
Total current liabilities	63,150	-	-	63,150
Total liabilities	63,150	-	-	63,150
<b>Net Position</b>				
<b>Net position:</b>				
Net investment in capital assets	647,978	3,325,140		3,973,118
Unrestricted	192,009	258,167	17,340	467,516
Total net position	\$ 839,987	\$ 3,583,307	\$ 17,340	\$ 4,440,634

# City of Earlville, Illinois

Statement of Revenues, Expenses  
and Changes in Net Position - Modified Cash Basis  
Proprietary Funds  
For the Year Ended April 30, 2022

	Waterworks Fund	Sewerage Fund	Garbage Fund	Total
Operating revenues:				
Basic charges for service	\$ 212,408	\$ 377,691	\$ 103,114	\$ 693,213
Property tax receipts			1,992	1,992
Other	160	36		196
<b>Total operating revenues</b>	<b>212,568</b>	<b>377,727</b>	<b>105,106</b>	<b>695,401</b>
Operating expenses:				
Personal services	103,128	103,746		206,874
Contractual services	74,007	166,665	101,601	342,273
Supplies	17,470	28,066	1,565	47,101
Depreciation	59,227	149,995		209,222
<b>Total operating expenses</b>	<b>253,832</b>	<b>448,472</b>	<b>103,166</b>	<b>805,470</b>
<b>Operating income (loss)</b>	<b>(41,264)</b>	<b>(70,745)</b>	<b>1,940</b>	<b>(110,069)</b>
Non operating revenues (expenses):				
Insurance claim settlement		17,069		17,069
Interest income	382	326	24	732
<b>Net non operating revenues (expenses)</b>	<b>382</b>	<b>17,395</b>	<b>24</b>	<b>17,801</b>
<b>Change in net position</b>	<b>(40,882)</b>	<b>(53,350)</b>	<b>1,964</b>	<b>(92,268)</b>
<b>Total net position, beginning of year</b>	<b>880,869</b>	<b>3,636,657</b>	<b>15,376</b>	<b>4,532,902</b>
<b>Total net position, end of year</b>	<b>\$ 839,987</b>	<b>\$ 3,583,307</b>	<b>\$ 17,340</b>	<b>\$ 4,440,634</b>



# City of Earlville, Illinois

Statement of Cash Flows - Modified Cash Basis

Proprietary Funds

For the Year Ended April 30, 2022

	Waterworks Fund	Sewerage Fund	Garbage Fund	Total
<b>Cash Flows from Operating Activities:</b>				
Cash received from customers and users	\$ 211,651	\$ 394,796	\$ 105,106	\$ 711,553
Cash received for customer deposits	3,350			3,350
Cash paid to suppliers	(124,648)	(228,070)	(103,166)	(455,884)
Cash paid to employees	(69,957)	(70,407)		(140,364)
<b>Net cash provided by (used in) operating activities</b>	<b>20,396</b>	<b>96,319</b>	<b>1,940</b>	<b>118,655</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Payments on interfund loans		(450)		(450)
Acquisition of capital assets	(14,444)			(14,444)
<b>Net cash used in capital and related financing activities</b>	<b>(14,444)</b>	<b>(450)</b>	<b>-</b>	<b>(14,894)</b>
<b>Cash Flows from investing Activities:</b>				
Interest received	382	326	24	732
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>6,334</b>	<b>96,195</b>	<b>1,964</b>	<b>104,493</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>248,825</b>	<b>161,972</b>	<b>15,376</b>	<b>426,173</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 255,159</b>	<b>\$ 258,167</b>	<b>\$ 17,340</b>	<b>\$ 530,666</b>
<b>Reconciliation of income from operations to net cash provided by operating activities:</b>				
Income (loss) from operations	\$ (41,264)	\$ (70,745)	\$ 1,940	\$ (110,069)
Adjustments to reconcile income (loss) from operations to net cash provided by operating activities -				
Unearned cash paid to customers	(917)			(917)
Depreciation	59,227	149,995		209,222
Decrease in customer deposits	3,350			3,350
<b>Net cash provided by operating activities</b>	<b>\$ 20,396</b>	<b>\$ 79,250</b>	<b>\$ 1,940</b>	<b>\$ 101,586</b>

Notes to Financial Statements

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# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 1 Summary of Significant Accounting Policies

#### Reporting entity

The City Council is the basic level of government which has oversight responsibility and control over all activities related to the operation of the City of Earlville, the primary government unit. The Council receives funding from local, state, and Federal government sources and must comply with the requirements of these funding source entities. However, the Council is not included in any other governmental "reporting entity" as defined by the GASB pronouncement, since Council members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters. There are no component units to be included with the primary government.

#### Summary of significant accounting policies

##### Government-Wide and Fund Financial Statements

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the City. Governmental activities, which normally are 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. For the most part, the effect of the interfund activity has been removed from these statements.

The Statement of Activities demonstrates the degree to which the direct expense of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to citizens or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Earnings on investments not properly included among program revenues are reported instead as general revenue.

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

The government-wide financial statements are reported using the modified cash basis of accounting as are the proprietary fund financial statements. Revenues are recorded when cash is received and expenses are recorded when cash is paid, regardless of the timing of related cash flows. Property taxes are recognized as revenues when cash is received. Grants and similar items are recognized as revenue.

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 1 Summary of Significant Accounting Policies (Continued)

#### Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, cash receipts, and cash disbursements. City resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The City has the following funds:

#### Governmental Fund Types

Governmental fund types are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used, current liabilities are assigned to the fund from which they are paid, and the difference between governmental fund assets and liabilities, the fund equity, is referred to as "fund balance." The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following comprise the City's major governmental funds:

General Fund – The General Fund is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. Many of the more important activities of the City, including operation of the City's general service departments; street and highway maintenance and public safety are accounted for in this fund.

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# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 1 Summary of Significant Accounting Policies (Continued)

#### Fund Accounting (continued)

The other governmental funds of the City are considered nonmajor and are as follows:

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, fiduciary, or major capital projects) that are legally restricted to expenditures for specified purposes. The City's nonmajor Special Revenue Funds are the Audit Fund, Social Security Fund, Liability Insurance Fund, Unemployment Compensation Fund, Workmen's Compensation Fund, IMRF Fund, TIF III Fund, and the American Rescue Plan Fund.

Debt Service Funds – Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The City's nonmajor Debt Service Funds is the 2017 GO Bond Repayment Fund.

#### Proprietary Fund Types

Enterprise Funds - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body 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 Waterworks Fund, Sewerage Fund, and Garbage Fund are the major enterprise funds of the City.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Waterworks Fund, Sewerage Fund and Garbage Fund are charges to customers for services. Operating expenses for enterprise funds include the cost of providing services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating 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.

# City of Earlville, Illinois

## Notes to Financial Statements

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### **Note 1 Summary of Significant Accounting Policies (Continued)**

#### Budgets and Budgetary Accounting

The City budgets for the General, Special Revenue, Debt Service, Capital Projects, and Enterprise Funds through an appropriation ordinance.

The City's appropriation ordinance is prepared on the basis of anticipated cash receipts and disbursements (cash basis).

The ordinance was passed on July 14, 2021. For each fund, total fund expenditures may not legally exceed the budgeted expenditures. The ordinance lapses at the end of each fiscal year. The City does not utilize an encumbrance system.

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

a) Prior to August 1, the City prepares an annual appropriation ordinance for the fiscal year commencing May 1 of that year. The ordinance includes proposed expenditures and the means of financing them.

Legal spending control for City monies is at the fund level, but management control is exercised at budgetary line item levels within each fund.

b) The City may amend the ordinance anytime by a two-thirds vote of all City Council members. The Council may make transfers between funds, but no appropriation may be reduced below an amount sufficient to cover such obligation.

#### Property Taxes

It is the City's intention that property taxes generated from the 2020 property tax levy be used to finance the operating budget of the fiscal year ending April 30, 2022. Therefore, property tax receipts represent the receipts generated by the 2020 property tax levy.

The City's property tax is levied each year on all taxable real property located in the City on or before the last Tuesday in December. The 2020 tax levy was passed by the City Council on December 9, 2020. Property taxes attach as an enforceable lien on property as of January 1 and are generally payable in two installments in early June and September. The City receives significant distributions of tax receipts within one month of these due dates.

The 2021 property tax levy was passed by the City Council on December 8, 2021.

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 1 Summary of Significant Accounting Policies (Continued)

Cash and Investments:

For the purpose of reporting cash and cash equivalents on the Statement of Cash Flows, the City considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

The City considers certificates of deposit with a maturity of more than three months when purchased to be investments. Restricted cash and investments consist of loan requirement accounts.

Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts and disclosure of contingent liabilities at the date of the financial statements. Actual results could differ from those estimates.

### Note 2 Cash and Investments

The City's cash and cash equivalents at year end consist of interest bearing demand deposit accounts and Illinois Funds.

Cash and cash equivalents as of April 30, 2022 are classified for the City as follows:

	<b>Statement of Net Position</b>
Cash and cash equivalents	\$1,480,280
Total	\$1,480,280

Deposits

At year-end the carrying amount of the City's deposits totaled \$1,480,280 and the bank balances totaled \$1,501,585. Of the City's deposits, all amounts are either FDIC insured or covered by collateral held by the pledging institution in the City's name. Of this amount, \$10,590 was uninsured or uncollateralized as of April 30, 2022. The City has no foreign currency risk for deposits at year end.

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 2 Cash and Investments (Continued)

#### Illinois Funds

The City has \$497,888 in the "Illinois Money Market Fund." It is a money market fund that was created in 1975 by the Illinois General Assembly. Its primary purpose is to provide the custodians of public funds with an alternative investment vehicle which enables them to earn a competitive rate of return on fully collateralized investments, while maintaining immediate access to invested funds. The monies invested by the individual participants are pooled together and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U.S. Treasury. In addition, monies are invested in fully collateralized time deposits in Illinois financial institutions, in collateralized repurchase agreements, and in treasury mutual funds that invest in U.S. Treasury obligations and collateralized repurchase agreements. The time deposits are collateralized 110% over FDIC or FSLIC \$100,000 insurance with U.S. Treasury obligations and marked to market on a weekly basis to maintain sufficiency. The repurchase agreements are collateralized at 102% with U.S. Treasury obligations, and the collateral is checked daily to determine sufficiency. The individual participants maintain separate investment accounts representing a proportionate share of the pool assets and its respective collateral; therefore no collateral is identified with each individual participant's account.

For financial statement purposes, the City shows Illinois Funds as cash and cash equivalents.

#### Investments

As of April 30, 2022, the City had no investments.

#### Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City has no specific policy on the interest rate risk at year-end as it has no investments.



# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 2 Cash and Investments (Continued)

#### Foreign Currency Risk

The City has no foreign currency risk for investments at year end.

### Note 3 Capital Assets

#### Capital assets

Capital assets, which include buildings, improvements, equipment, vehicles, and infrastructure, are reported in the government-wide financial statements. The City defines capital assets as assets with an initial individual cost of more than \$1,000, and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated assets are recorded at their acquisition value as of the date of donation.

The cost of normal maintenance and repair that does not add to the value of the asset or materially extend the useful life is not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. All capital assets, except land and construction in process which are not depreciated, are being depreciated using the straight line method over the following useful lives:

Buildings	40 years
Equipment	4-7 years
Vehicles	5 years
Other improvements	10-20 years
Infrastructure	40 years

Capital assets are reported as expenditures when incurred in the governmental fund financial statements.

# City of Earlville, Illinois

## Notes to Financial Statements

### Note 3 Capital Assets (Continued)

The governmental activities capital asset activity for the year ended April 30, 2022 is as follows:

<b>Governmental activities:</b>	<b>Balance April 30, 2021</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance April 30, 2022</b>
Capital assets, not being depreciated:				
Land	\$ 14,380	\$ -	\$ -	\$ 14,380
Total capital assets, not being depreciated	14,380	-	-	14,380
Capital assets, being depreciated:				
Buildings	413,582	-	-	413,582
Equipment	349,393	31,063	-	380,456
Vehicles	191,601	41,587	-	233,188
Other improvements	531,867	-	-	531,867
Infrastructure	1,025,158	28,000	-	1,053,158
Total capital assets, being depreciated:	2,511,601	100,650	-	2,612,251
Accumulated depreciation:				
Buildings	179,520	14,659	-	194,179
Equipment	242,581	31,980	-	274,561
Vehicles	157,294	13,779	-	171,073
Other improvements	496,817	5,137	-	501,954
Infrastructure	516,201	80,910	-	597,111
Total accumulated depreciation	1,592,413	146,465	-	1,738,878
Total capital assets, being depreciated, net	919,188	(45,815)	-	873,373
Governmental activities capital assets, net	\$ 933,568	\$(45,815)	\$ -	\$ 887,753

# City of Earlville, Illinois

## Notes to Financial Statements

### Note 3 Capital Assets (Continued)

The business-type activities capital asset activity for the year ended April 30, 2022 is as follows:

Business-Type activities:	Balance April 30, 2021	Additions	Deletions	Balance April 30, 2021
Capital assets, being depreciated:				
Buildings	\$ 96,469	\$ -	\$ -	\$ 96,469
Equipment	485,411	-	-	485,411
Vehicles	23,471	-	-	23,471
Other improvements	36,551	-	-	36,551
Infrastructure	8,181,487	14,444	-	8,195,931
<b>Total capital assets, being depreciated:</b>	<b>8,823,389</b>	<b>14,444</b>	<b>-</b>	<b>8,837,833</b>
Accumulated depreciation:				
Buildings	79,429	3,570	-	82,999
Equipment	397,284	22,596	-	419,880
Vehicles	23,471	-	-	23,471
Other improvements	30,366	1,852	-	32,218
Infrastructure	4,124,943	181,204	-	4,306,147
<b>Total accumulated depreciation</b>	<b>4,655,493</b>	<b>209,222</b>	<b>-</b>	<b>4,864,715</b>
<b>Total capital assets, being depreciated, net</b>	<b>4,167,896</b>	<b>(194,778)</b>	<b>-</b>	<b>3,973,118</b>
<b>Business-Type activities capital assets, net</b>	<b>\$ 4,167,896</b>	<b>\$ (194,778)</b>	<b>\$ -</b>	<b>\$ 3,973,118</b>

Depreciation expense was charged to the functions as follows:

<b>Governmental activities</b>		
General government		\$ 16,929
Public safety		25,605
Streets and alleys		86,853
Culture and recreation		2,378
Community development		14,700
<b>Total depreciation expense-governmental activities</b>		<b>146,465</b>
<b>Business-type activities</b>		
Water		55,227
Sewer		149,995
<b>Total depreciation expense-business type activities</b>		<b>209,222</b>
<b>Total depreciation expense</b>		<b>\$ 355,387</b>

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 4 2017 General Obligation Bonds

During the 2018 fiscal year, the City of Earlville, Illinois, issued \$500,000 in general obligation bonds for the purpose of capital improvements. Interest accrues on the bonds at 3.50% and payments are payable on December 1 of each year commencing on December 1, 2018. The bonds are payable from a property tax levy. During the fiscal year ended April 30, 2022, principal of \$56,000 and interest of \$12,580 was paid.

Future payment requirements are as follows:

<b>Fiscal Year Ending April 30,</b>	<b>Rate</b>		<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2023	3.50	%	\$ 58,000	\$ 10,620	\$ 68,620
2024	3.50		60,000	8,590	68,590
2025	3.50		62,000	6,490	68,490
2026	3.50		64,000	4,320	68,320
2027	3.50		44,000	1,760	45,760
			<b>\$ 288,000</b>	<b>\$ 31,780</b>	<b>\$ 319,780</b>

### Note 5 Note Payable

During the current fiscal year, the City of Earlville, Illinois, obtained a \$16,000 note payable for the purchase of a police vehicle. Interest accrues on the note at 3.25% and payments are payable on October 20 of each year beginning in 2022 with a maturity date of October 20, 2025.

Future payment requirements are as follows:

<b>Fiscal Year Ending April 30,</b>	<b>Rate</b>		<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2023	3.25	%	\$ 3,810	\$ 520	\$ 4,330
2024	3.25		3,934	396	4,330
2025	3.25		4,062	268	4,330
2026	3.25		4,194	137	4,331
			<b>\$ 16,000</b>	<b>\$ 1,321</b>	<b>\$ 17,321</b>

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 6 Changes in Outstanding Debt

Transactions for the year ended April 30, 2021, are summarized as follows:

<b>Fund Types</b>	<b>Balance April 30, 2021</b>	<b>Issues or Additions</b>	<b>Payments</b>	<b>Balance April 30, 2022</b>
Governmental activities:				
GO bonds	\$344,000	\$-	\$56,000	\$288,000
Notes payable	-	16,000	-	16,000
Total Governmental activities	\$344,000	\$16,000	\$56,000	\$304,000

### Note 7 Municipal Retirement Fund

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

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

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

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 7 Municipal Retirement Fund (continued)

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

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

**Employees Covered by the Benefit Terms** - At the December 31, 2021 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	4
Inactive employees entitled to but not yet receiving benefits	5
Active employees	8
<hr/>	
Total	17

**Contributions** – As set by statute, the employer’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer’s annual contribution rate for calendar year 2021 was 7.51%. For the fiscal year ended April 30, 2022, the employer contributed \$29,609 to the plan. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**Net Pension Liability** - The employer’s Net Pension Liability was measured as of December 31, 2021, and the total pension liability used to calculate the Net Pension Liability was determined by an annual actuarial valuation as of that date.

**Actuarial Assumptions** – The following are the methods and assumptions used to determine total pension liability at December 31, 2021:

The **Actuarial Cost Method** used was Entry Age Normal.

The **Asset Valuation Method** used was Market Value of Assets.

The **Inflation Rate** was assumed to be 2.50%.

**Salary Increases** were expected to be 3.35% to 14.25%, including inflation.

The **Investment Rate of Return** was assumed to be 7.25%.

**Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 7 Municipal Retirement Fund (continued)

#### Actuarial assumptions (continued)

The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.

For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.

For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2021:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	39%	1.90%
International Equity	15%	3.15%
Fixed Income	25%	(-.60)%
Real Estate	10%	3.30%
Alternative Investments	10%	1.70 – 5.50%
Cash Equivalents	1%	(-.90)%
Total		

Due to the City preparing its financial statements on the modified cash basis of accounting, pension liabilities and deferred inflows and outflows referred to throughout the note disclosure are not recognized in the actual financial statements.

# City of Earlville, Illinois

## Notes to Financial Statements

### Note 7 Municipal Retirement Fund (continued)

**Single Discount rate** - A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 1.84%, and the resulting single discount rate is 7.25%.

### Changes in Net Pension Liability

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance January 1, 2021	\$1,344,716	\$1,470,393	\$(125,677)
Service costs	38,329	-	38,329
Interest on total pension liability	97,384	-	97,384
Difference between expected and actual experience	47,435	-	47,435
Changes in assumptions	-	-	-
Employer contributions	-	31,659	(31,659)
Employee contributions	-	18,970	(18,970)
Net investment income	-	233,771	(233,771)
Benefit payments – net of refunds	(41,318)	(41,318)	-
Administrative expense	-	-	-
Other changes (Net Transfer)	-	20,592	(20,592)
Net changes	141,830	263,674	(121,844)
Balances as of December 31, 2021	\$1,486,546	\$1,734,067	\$(247,521)



# City of Earlville, Illinois

## Notes to Financial Statements

### Note 7 Municipal Retirement Fund (continued)

**Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate** - The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
Total Pension Liability	\$1,672,450	\$1,486,546	\$1,336,493
Plan Fiduciary Net Position	1,734,067	1,734,067	1,734,067
<b>Net Pension Liability (Asset)</b>	<b>\$ (61,617)</b>	<b>\$ (247,521)</b>	<b>\$ (397,574)</b>

**Pension plan fiduciary net position** - Detailed information about the pension plan's fiduciary net position is available in the separately issued IMRF financial report which is publicly available at <http://imrf.org>.

### **Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions -**

For the year ended April 30, 2022; the City recognized pension expense of \$29,609. At April 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources, which are not reported due to the modified cash basis of accounting:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Differences between expected and actual experience	\$ 51,977	\$ 45,273
Changes in assumptions	8,416	5,085
Net difference between projected and actual earnings	-	169,788
Employer contributions subsequent to the measurement date	8,150	-
<b>Total</b>	<b>\$ 68,543</b>	<b>\$220,146</b>

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

<b>Year ended December 31:</b>	
2022	\$ (33,204)
2023	(59,413)
2024	(43,088)
2025	(19,713)
2026	3,815
Thereafter	-
<b>Total</b>	<b><u>\$(151,603)</u></b>

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 8 Social Security

Employees not qualifying for coverage under the Illinois Municipal Retirement Fund are considered to be "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under social security. The City paid \$29,661, equal to the total required contribution for the year ended April 30, 2022.

### Note 9 Special Tax Levy

Proceeds from the Police Protection Tax Levy and related disbursements have been included in the operations of the General Fund. As of April 30, 2022, cumulative disbursements for police protection have exceeded cumulative tax receipts.

### Note 10 Legal Debt Margin

The following schedule illustrates the legal debt margin of the City as of April 30, 2022:

Assessed valuation – 2021	\$24,343,191
Statutory debt limitation (8.625% of assessed valuation)	\$2,099,592
Debt outstanding at April 30, 2022: Governmental Activities	(304,000)
Legal debt margin	\$1,495,592

### Note 11 Risk Management

The City is exposed to various risks of loss including, but not limited to, general liability, property casualty, workers compensation, and public official liability. To limit exposure to these risks, the City participates in the Illinois Municipal League Risk Management Association. The City is liable for up to a \$500 per year deductible for all years it participates in the plan. The City's policy is to record any related expenditures in the year in which they are notified and pay the assessment. The City is not aware of any additional assessments owed as of April 30, 2022.

During the year ended April 30, 2022, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 12 Other Required Individual Disclosures

Generally accepted accounting principles require an overview of certain information concerning individual funds as part of the fund financial statements, including:

Individual fund interfund receivable and payable balances. Balances at April 30, 2022 were as follows:

<u>Fund Owed</u>	<u>Fund Owing</u>	<u>Total</u>
<u>General</u>	<u>TIF III</u>	<u>\$30,000</u>
		<u>\$30,000</u>

The interfund loans are to cover project costs.

### Note 13 TIF Districts

The TIF District III was established during the fiscal year ended April 30, 1999. The goal of the Tax Increment Financing law is to induce private development, which would not occur without public expenditure, in economically depressed areas in order to improve property values and eliminate blight.

TIF District III was established to account for tax increment allocation financing for the Downtown Earlville Tax Increment Redevelopment Project Area.

There are intergovernmental agreements between the City's TIF District III and LaSalle County, Earlville Community Unit School District No. 9, and Illinois Valley Community College. The terms of the agreement between the City and the County require the City to make annual payments to the County during the life of TIF District III. Said payments shall reimburse the County for 51% of its incremental real estate tax loss within TIF District III. The terms of the agreement between the City and District No. 9, also require the City to reimburse the District for the real estate tax loss to the District caused by TIF District III. Payments to Illinois Valley Community College shall reimburse the College for 100% of its tax loss due to the TIF District.

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 14 Fund Balance Reporting

On April 25, 2012, the City adopted a fund balance policy pursuant to Governmental Accounting Standards Board Statement No. 54. According to this standard, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions for how these balances are reported.

#### Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The City has several revenue sources received within different funds that are restricted for the following purposes:

Social Security	\$ 15,906
Audit Services	12,825
Liability Insurance	25,211
Tax Increment Finance	1,307
Workmen's Compensation	49,364
Municipal Retirement	48,793
Capital Projects	83,565
Debt Service	1,494
American Rescue Plan	108,089
Road Maintenance	262,576
<hr/>	
Total Restricted	\$609,130

#### Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. This classification is also used to report deficit fund balances in all other funds.

#### Expenditures of Fund Balance

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, assigned balances next, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

# City of Earlville, Illinois

## Notes to Financial Statements

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### Note 15 Impact of Pending Accounting Principles

GASB Statement No. 87, *Leases*, improves accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. At this time, the City does not feel this standard will have a material effect on its financial statements.

GASB Statement No. 91, *Conduit Debt Obligations*, clarifies the existing definition of a conduit debt obligation; establishes that a conduit debt obligation is not a liability of the issuer; establishes standards for accounting and financial reporting of additional commitments and voluntary commitments extended by the issuers and arrangements associated with conduit debt obligations; and improves required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. At this time, the City does not feel this standard will have a material effect on its financial statements.

GASB Statement No. 92, *Omnibus 2020*, improves the consistency of several practice issues that have been identified during implementation and application of certain GASB Statements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. The City is evaluating what impact this new standard will have on its financial statements.

GASB Statement No. 93, *Replacement of Interbank Offered Rates*, amends certain hedge accounting from GASB Statement No. 53 and variable lease payments in accordance with GASB Statement No. 87. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. At this time, the City does not feel this standard will have a material effect on its financial statements.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, provides more guidance for accounting and financial reporting for availability payments arrangements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. At this time, the City does not feel this standard will have a material effect on its financial statements.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*, defines a SBITA, establishes a right-to-use subscription asset and liability, provides the capitalization criteria for outlays other than subscription payments, and requires note disclosures regarding a SBITA. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The City is evaluating what impact this new standard will have on its financial statements.

Other Information

Web Document

# City of Earlville, Illinois

## Schedule of Revenues and Expenditures

Compared with Appropriations - Modified Cash Basis

General Fund

For the Year Ended April 30, 2022

	Appropriated Amounts		Actual	Over/(Under) Budget
	Original and Final			
Revenues:				
Local taxes	\$ 216,589	\$ 219,072	\$ 2,483	
Intergovernmental	393,500	451,367	57,867	
Licenses, permits and fees	64,550	36,481	(28,069)	
Rentals	30	12	(18)	
Fines and forfeits	12,500	7,220	(5,280)	
Other	47,500	72,361	24,861	
<b>Total revenues</b>	<b>\$ 734,669</b>	<b>\$ 786,513</b>	<b>\$ 51,844</b>	
Expenditures:				
General government	\$ 158,632	\$ 128,910	\$ (29,722)	
Public health and safety	387,577	287,825	(99,752)	
Streets and alleys	254,268	162,853	(91,415)	
Culture and recreation	31,846	15,206	(16,640)	
Capital outlay	120,200	53,910	(66,290)	
<b>Total expenditures</b>	<b>\$ 952,523</b>	<b>\$ 648,704</b>	<b>\$ (303,819)</b>	

# City of Earlville, Illinois

Other Information - Illinois Municipal Retirement Fund (IMRF)

Multiyear Schedule of Changes in Net Pension Liability and Related Ratios

Last 10 Calendar Years

(schedule to be built prospectively from 2015)

Calendar year ending December 31,	2021	2020	2019	2018	2017	2016	2015
Total pension liability:							
Service cost	\$38,329	\$42,267	\$39,733	\$43,423	\$48,269	\$43,209	\$49,100
Interest on the total pension liability	97,384	94,089	85,450	83,572	80,924	70,512	65,227
Benefit changes	-	-	-	-	-	-	-
Difference between expected and actual experience	47,435	(47,839)	34,113	(52,678)	(39,020)	26,315	(40,473)
Assumption changes	-	(4,802)	-	34,104	(33,892)	(9,250)	4,120
Benefit payments and refunds	(41,318)	(31,292)	(51,528)	(32,959)	(4,146)	-	(937)
Net change in total pension liability	141,830	52,423	107,768	75,462	52,135	130,786	77,037
Total pension liability - beginning	1,344,716	1,292,293	1,184,525	1,109,063	1,056,928	926,142	849,105
Total pension liability - ending (a)	\$1,486,546	\$1,344,716	\$1,292,293	\$1,184,525	\$1,109,063	\$1,056,928	\$926,142
Plan fiduciary net position:							
Employer contributions	\$31,659	\$28,504	\$33,767	\$43,853	\$44,387	\$39,369	\$41,212
Employee contributions	18,970	18,298	18,806	18,530	18,342	16,511	17,061
Pension plan net investment income	233,771	176,543	186,151	(39,835)	134,879	54,207	3,921
Benefit payments and refunds	(41,318)	(31,292)	(51,528)	(32,959)	(4,146)	-	(937)
Other	20,592	6,770	8,613	19,937	84	(1,635)	(52,456)
Net change in plan fiduciary net position	263,674	198,823	195,809	9,526	193,546	108,452	8,801
Plan fiduciary net position - beginning	1,470,393	1,271,570	1,075,761	1,066,235	872,689	764,237	755,436
Plan fiduciary net position - ending (b)	\$1,734,067	\$1,470,393	\$1,271,570	\$1,075,761	\$1,066,235	\$872,689	\$764,237
Net pension liability(asset) - Ending (a) - (b)	(247,521)	(125,677)	20,723	108,764	42,828	184,239	161,905
Plan fiduciary net position as a percentage of total pension liability	116.65%	109.35%	98.40%	90.82%	96.14%	82.57%	82.52%
Covered valuation payroll	421,555	406,619	417,908	411,765	366,902	366,902	379,127
Net pension liability as a percentage of covered valuation payroll	-58.72%	-30.91%	4.96%	26.41%	11.67%	50.21%	42.70%

The City implemented GASB Statement No. 68 in the fiscal year ending April 30, 2016.



# City of Earlville, Illinois

Illinois Municipal Retirement Fund

Multiyear Schedule of Contributions – Last 10 Calendar Years

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<b>Calendar Year Ending December 31,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Valuation Payroll</b>	<b>Actual Contribution as a % of Covered Valuation Payroll</b>
2015	\$41,211	\$41,212	\$(1)	\$379,127	10.87%
2016	39,369	39,369	-	366,902	10.73%
2017	44,388	44,387	1	407,602	10.89%
2018	43,853	43,853	-	411,765	10.65%
2019	33,767	33,767	-	417,908	8.08%
2020	28,504	28,504	-	406,619	7.01%
2021	31,659*	31,659	-	421,555	7.51%

\* Estimated based on contribution rate of 7.51% and covered valuation payroll of \$421,555.

Schedule to be built prospectively. The City implemented GASB Statement No. 68 in the fiscal year ending April 30, 2016.

Web Document

# City of Earlville, Illinois

Combining Statement of Assets, Liabilities, and Fund Balances

Modified Cash Basis

Nonmajor Governmental Funds

April 30, 2022

<i>Assets</i>	Special Revenue Funds	Capital Projects Fund 2017 GO Bond Projects Fund	Debt Service Fund 2017 GO Bond Repayment Fund	Total Nonmajor Governmental Funds
Cash	\$ 553,989	\$ 83,565	\$ 1,494	\$ 639,048
Total assets	\$ 553,989	\$ 83,565	\$ 1,494	\$ 639,048
<i>Liabilities and Fund Balances</i>				
Liabilities:				
Due to other funds	\$ 30,000	\$ -	\$ -	\$ 30,000
Fund balances:				
Unassigned	(82)			(82)
Restricted	524,071	83,565	1,494	609,130
Total fund balances	523,989	83,565	1,494	609,048
Total liabilities and fund balances	\$ 553,989	\$ 83,565	\$ 1,494	\$ 639,048

Web Document

# City of Earlville, Illinois

Combining Statement of Assets, Liabilities, and Fund Balances

Modified Cash Basis

Nonmajor Special Revenue Funds

April 30, 2022

<i>Assets</i>	<b>Audit Fund</b>	<b>Social Security Fund</b>	<b>Liability Insurance Fund</b>	<b>Unemployment Compensation Fund</b>
Cash	\$ 12,825	\$ 15,906	\$ 25,211	\$ (82)
Total assets	\$ 12,825	\$ 15,906	\$ 25,211	\$ (82)
<i>Liabilities and Fund Balance</i>				
Liabilities:				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Total liabilities	-	-	-	-
Fund balances:				
Unreserved				(82)
Reserved	12,825	15,906	25,211	
Total fund balances	12,825	15,906	25,211	(82)
Total liabilities and fund balances	\$ 12,825	\$ 15,906	\$ 25,211	\$ (82)

Workmen's Compensation Fund	IMRF Fund	Motor Fuel Tax Fund	TIF III Fund	American Rescue Plan Fund	Total Nonmajor Special Revenue Funds
\$ 49,364	\$ 48,793	\$ 262,576	\$ 31,307	\$ 108,089	\$ 553,989
\$ 49,364	\$ 48,793	\$ 262,576	\$ 31,307	\$ 108,089	\$ 553,989
\$ -	\$ -	\$ -	\$ 30,000	\$ -	\$ 30,000
-	-	-	30,000	-	30,000
49,364	48,793	262,576	1,307	108,089	(82) 524,071
49,364	48,793	262,576	1,307	108,089	523,989
\$ 49,364	\$ 48,793	\$ 262,576	\$ 31,307	\$ 108,089	\$ 553,989

Web Document

## City of Earlville, Illinois

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances - Modified Cash Basis  
Nonmajor Governmental Funds  
For the Year Ended April 30, 2022

	Special Revenue Funds	Capital Projects Fund 2017 GO Bond Projects Fund	Debt Service Fund 2017 GO Bond Repayment Fund	Total Nonmajor Governmental Funds
Revenues:				
Local taxes:				
Property taxes	\$ 176,578	\$ -	\$ 67,270	\$ 243,848
Motor fuel taxes	105,073			105,073
Grant proceeds	107,983			
Interest	682	143	30	855
<b>Total revenues</b>	<b>390,316</b>	<b>143</b>	<b>67,300</b>	<b>457,759</b>
Expenditures:				
General government	107,619			107,619
Streets and alleys	47,709			47,709
Other	20,322			20,322
Capital outlay	10,399	36,341		46,740
Debt service			69,330	69,330
<b>Total expenditures</b>	<b>186,049</b>	<b>36,341</b>	<b>69,330</b>	<b>291,720</b>
Net change in fund balances	204,267	(36,198)	(2,030)	166,039
Fund balances, beginning of year	319,722	119,763	3,524	443,009
<b>Fund balances, end of year</b>	<b>\$ 523,989</b>	<b>\$ 83,565</b>	<b>\$ 1,494</b>	<b>\$ 609,048</b>

# City of Earlville, Illinois

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances - Modified Cash Basis  
Nonmajor Special Revenue Funds  
For the Year Ended April 30, 2022

	Audit Fund	Social Security Fund	Liability Insurance Fund	Unemployment Compensation Fund
Revenues:				
Local taxes:				
Property taxes	\$ 9,952	\$ 24,880	\$ 23,884	\$ 1,992
Motor fuel taxes				
Other:				
Grant proceeds				
Interest	19	35	47	3
<b>Total revenues</b>	<b>9,971</b>	<b>24,915</b>	<b>23,931</b>	<b>1,995</b>
Expenditures:				
General government	8,280	25,860	23,862	2,847
Streets and alleys				
Other				
Capital outlay				
<b>Total expenditures</b>	<b>8,280</b>	<b>25,860</b>	<b>23,862</b>	<b>2,847</b>
Excess (deficiency) of revenues over (under) expenditures	1,691	(945)	69	(852)
Fund balances (deficit), beginning of year	11,134	16,851	25,142	770
Fund balances (deficit), end of year	\$ 12,825	\$ 15,906	\$ 25,211	\$ (82)

Workmen's Compensation Fund	IMRF Fund	Motor Fuel Tax Fund	TIF III Fund	American Rescue Plan Fund	Total Nonmajor Special Revenue Funds
\$ 19,904	\$ 29,853	\$ - 105,073	\$ 66,113	\$ -	\$ 176,578 105,073
78	77	248	69	107,983 106	107,983 682
19,982	29,930	105,321	66,182	108,089	390,316
15,426	20,005	47,709	11,339		107,619 47,709
			20,322		20,322
			10,399		10,399
15,426	20,005	47,709	42,060	-	186,049
4,556	9,925	57,612	24,122	108,089	204,267
44,808	38,868	204,964	(22,815)	-	319,722
\$ 49,364	\$ 48,793	\$ 262,576	\$ 1,307	\$ 108,089	\$ 523,989

# City of Earlville, Illinois

Statement of Revenues Compared with Appropriated Amounts

General Fund - Modified Cash Basis

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
<b>Local taxes:</b>			
Property taxes	\$ 107,589	\$ 108,723	\$ 1,134
Utility taxes	84,000	92,768	8,768
Telecommunications taxes	25,000	17,581	(7,419)
	216,589	219,072	2,483
<b>Intergovernmental:</b>			
Sales tax	90,000	115,119	25,119
Use tax	75,000	63,858	(11,142)
Income tax	210,000	239,450	29,450
Replacement tax	9,700	18,910	9,210
Video gaming tax	6,000	11,425	5,425
Cannabis use tax	2,800	2,605	(195)
	393,500	451,367	57,867
<b>Licenses, permits and fees:</b>			
Gas franchise fees	4,000	3,175	(825)
Cable franchise permit	17,000	8,516	(8,484)
Building permits	4,000	2,533	(1,467)
Wireless network permit	1,200	780	(420)
Liquor licenses	3,600	3,067	(533)
Plan review fees	3,000	-	(3,000)
Development fees	4,000	-	(4,000)
Vehicle sticker fees	16,000	13,130	(2,870)
Impound fees	7,500	1,500	(6,000)
Miscellaneous licenses, permits & fees	4,250	3,780	(470)
	64,550	36,481	(28,069)
<b>Rentals</b>			
	30	12	(18)
<b>Fines and forfeits:</b>			
County court fines	7,000	4,804	(2,196)
Local police and DUI fines	-	51	51
Drug fines	2,500	-	(2,500)
Ordinance violation fines	3,000	2,365	(635)
	12,500	7,220	(5,280)
<b>Other:</b>			
Interest	1,000	331	(669)
Insurance claim settlement	45,000	71,249	26,249
Miscellaneous	1,500	781	(719)
	47,500	72,361	24,861
<b>Total</b>	<b>\$ 734,669</b>	<b>\$ 786,513</b>	<b>\$ 51,844</b>



# City of Earlville, Illinois

Statement of Expenditures Compared with Appropriated Amounts

General Fund - Modified Cash Basis

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
General government:			
Administration:			
Salaries:			
Employees	\$ 43,000	\$ 41,087	\$ (1,913)
Elected officials	29,500	31,375	1,875
Overtime	1,500	2,597	1,097
Employee benefits	19,182	15,771	(3,411)
Legal	4,500	1,680	(2,820)
Engineering services	500	-	(500)
Postage	300	220	(80)
Telephone	3,500	2,205	(1,295)
Publishing	1,000	806	(194)
Printing	1,000	564	(436)
Dues, memberships, and publications	1,550	1,468	(82)
Travel expense	1,150	590	(560)
Training	3,500	1,175	(2,325)
Data processing	5,000	2,483	(2,517)
Bonds	150	99	(51)
Equipment maintenance	1,000	-	(1,000)
Contract services	7,000	7,475	475
Office supplies	1,100	3,674	2,574
Other supplies	500	164	(336)
Donations	2,500	2,000	(500)
Miscellaneous	600	620	20
Capital outlay:			
Equipment	6,000	-	(6,000)
	134,032	116,053	(17,979)
City Hall:			
Maintenance service:			
Building	3,000	1,839	(1,161)
Equipment	2,000	1,841	(159)
Professional services	2,000	1,870	(130)
Contract services	500	245	(255)
Utilities	1,500	1,234	(266)
Janitorial supplies	500	118	(382)
Miscellaneous	300	175	(125)
Capital outlay:			
Building	5,000	-	(5,000)
Equipment	4,000	-	(4,000)
	18,800	7,322	(11,478)

# City of Earlville, Illinois

Statement of Expenditures Compared with Appropriated Amounts  
 General Fund - Modified Cash Basis (Continued)  
 For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
General government (cont.):			
Zoning:			
Contract services	7,000	5,258	(1,742)
Engineering	7,000	-	(7,000)
Legal	3,000	-	(3,000)
Printing	2,000	-	(2,000)
Publishing	1,500	-	(1,500)
Miscellaneous	300	277	(23)
	20,800	5,535	(15,265)
<hr/>			
Total general government	173,632	128,910	(44,722)
<hr/>			
Public health and safety:			
Police:			
Salaries:			
Full time	172,000	158,624	(13,376)
Part time	35,000	12,152	(22,848)
Overtime	15,000	16,424	1,424
Employee benefits	76,727	59,156	(17,571)
Uniforms	3,000	4,525	1,525
Legal	4,000	3,217	(783)
Contract services	4,000	3,316	(684)
Maintenance service:			
Equipment	4,000	2,269	(1,731)
Vehicles	4,500	2,096	(2,404)
Data processing	5,000	2,959	(2,041)
Postage	250	220	(30)
Telephone	5,000	4,968	(32)
Printing	500	52	(448)
Dispatching	20,000	-	(20,000)
Dues, memberships, and publications	3,000	1,309	(1,691)
Travel expense	1,000	1,132	132
Training	5,000	1,369	(3,631)
Animal control services	200	-	(200)
Other supplies	2,000	1,677	(323)
Office supplies	1,000	1,575	575
Gas and oil	12,000	8,734	(3,266)
Drug enforcement expense	4,000	1,504	(2,496)
Interest	-	-	-
Miscellaneous	400	547	147
Capital outlay:			
Vehicles	45,000	41,587	(3,413)
Equipment	10,000	8,893	(1,107)
Furniture	700	-	(700)
	433,277	338,305	(94,972)

# City of Earlville, Illinois

## Statement of Expenditures Compared with Appropriated Amounts

### General Fund - Modified Cash Basis (Continued)

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
Streets and alleys:			
Salaries:			
Full time	67,000	65,265	(1,735)
Part time	2,000	72	(1,928)
Overtime	7,000	1,569	(5,431)
Employee benefits	33,568	16,721	(16,847)
Uniforms	400	323	(77)
Legal	1,000	-	(1,000)
Maintenance:			
Building	2,000	750	(1,250)
Equipment	10,000	3,771	(6,229)
Vehicles	5,000	3,938	(1,062)
Streets	50,000	29,208	(20,792)
Contract service	20,000	616	(19,384)
Engineering service	2,500	6,882	4,382
Services - Julie	300	173	(127)
Travel	200	-	(200)
Training	300	-	(300)
Telephone	700	859	159
Utilities - heating	1,000	739	(261)
Street lighting	27,000	23,577	(3,423)
Equipment rental	5,000	-	(5,000)
Supplies:			
Snow removal	6,000	-	(6,000)
Other	4,500	1,338	(3,162)
Small tools	500	309	(191)
Gas and oil	8,000	6,627	(1,373)
Miscellaneous	300	116	(184)
Capital outlay:			
Equipment	10,000	-	(10,000)
Sidewalk	5,000	3,430	(1,570)
Streets	30,000	-	(30,000)
Storm sewer improvement	10,000	-	(10,000)
<b>Total streets and alleys</b>	<b>309,268</b>	<b>166,283</b>	<b>(142,985)</b>

# City of Earlville, Illinois

## Statement of Expenditures Compared with Appropriated Amounts

### General Fund - Modified Cash Basis (Continued)

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
Culture and recreation:			
Parks:			
Salaries - full time	9,500	8,540	(960)
Salaries - overtime	2,000	336	(1,664)
Employee benefits	4,796	2,540	(2,256)
Maintenance:			
Building	5,000	1,474	(3,526)
Equipment	2,000	238	(1,762)
Contract services	5,000	745	(4,255)
Utilities - park lighting	2,000	1,173	(827)
Gas and oil	500	19	(481)
Supplies - other	750	141	(609)
Miscellaneous	300	-	(300)
Capital outlay:			
City park improvements	2,000	-	(2,000)
Equipment	2,500	-	(2,500)
Total culture and recreation	36,346	15,206	(21,140)
Total General Fund expenditures	\$ 952,523	\$ 648,704	\$ (303,819)

# City of Earlville, Illinois

Statement of Expenditures Compared with Appropriated Amounts

Special Revenue Funds - Modified Cash Basis

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
<i>Audit Fund</i>			
General government:			
Audit expense	\$ 17,500	\$ 8,280	\$ (9,220)
Interfund operating transfer	3,500	-	(3,500)
<b>Total Audit Fund</b>	<b>\$ 21,000</b>	<b>\$ 8,280</b>	<b>\$ (12,720)</b>
<i>Motor Fuel Tax Fund</i>			
Streets and alleys:			
Engineering	\$ 35,000	\$ 5,759	\$ (29,241)
Street repairs	279,763	41,950	(237,813)
<b>Total Motor Fuel Tax Fund</b>	<b>\$ 314,763</b>	<b>\$ 47,709</b>	<b>\$ (267,054)</b>
<i>Social Security Fund</i>			
General government:			
Payroll taxes	\$ 41,800	\$ 25,860	\$ (15,940)
<i>Liability Insurance Fund</i>			
General government:			
Insurance expense	\$ 49,000	\$ 23,862	\$ (25,138)
<i>Unemployment Compensation Fund</i>			
General government:			
Unemployment taxes	\$ 3,000	\$ 2,847	\$ (153)
<i>Workmen's Compensation Fund</i>			
General government:			
Insurance expense	\$ 64,000	\$ 15,426	\$ (48,574)
<i>IMRF Fund</i>			
General government:			
IMRF expense	\$ 69,000	\$ 20,005	\$ (48,995)

# City of Earlville, Illinois

## Statement of Expenditures Compared with Appropriated Amounts

### Special Revenue Funds - Modified Cash Basis (Continued)

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
<i>TIF III Fund</i>			
General government:			
Contract services	\$ 1,250	\$ 800	\$ (450)
Legal	100	-	(100)
Maintenance - building	45,000	10,448	(34,552)
Maintenance - equipment	5,000	-	(5,000)
Miscellaneous	300	91	(209)
	51,650	11,339	(40,311)
Other:			
Inter-governmental agreements:			
Earlville CUSD #9	14,106	14,106	-
LaSalle County	3,716	3,716	-
Illinois Valley Community College	2,500	2,500	-
	20,322	20,322	-
Capital outlay:			
Other improvements	20,000	10,399	(9,601)
	20,000	10,399	(9,601)
<b>Total TIF III Fund</b>	<b>\$ 91,972</b>	<b>\$ 42,060</b>	<b>\$ (49,912)</b>
<i>American Rescue Plan Fund</i>			
Contractual Services:			
Maintenance - utility system	\$ 75,000	\$ -	\$ (75,000)
Miscellaneous	10,000	-	(10,000)
	85,000	-	(85,000)
Capital outlay:			
Equipment	40,000	-	(40,000)
Land	15,000	-	(15,000)
Other improvements	60,000	-	(60,000)
	115,000	-	(115,000)
<b>Total American Rescue Plan Fund</b>	<b>\$ 200,000</b>	<b>\$ -</b>	<b>\$ (200,000)</b>

# City of Earlville, Illinois

## Statement of Expenditures Compared with Appropriated Amounts

Debt Service Funds - Modified Cash Basis

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
<i>2017 GO Bond</i>			
<i>Repayment Fund</i>			
Debt service:			
Principal	\$ 56,000	\$ 56,000	\$ -
Interest	12,580	12,580	-
Fees/Charges	750	750	-
	69,330	69,330	-
<b>Total Debt Service Funds</b>	<b>\$ 69,330</b>	<b>\$ 69,330</b>	<b>\$ -</b>

Web Document

# City of Earlville, Illinois

Statement of Expenditures Compared with Appropriated Amounts

Capital Projects Funds - Modified Cash Basis

For the Year Ended April 30, 2022

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	Appropriations	Actual	Over/(Under) Budget
<i>2017 GO Bond</i>			
<i>Capital Project Fund</i>			
Capital Outlay:			
Streets	\$ 29,000	\$ 8,341	\$ 20,659
Other Improvements	91,000	28,000	63,000
<b>Total Capital Projects Funds</b>	<b>\$ 120,000</b>	<b>\$ 36,341</b>	<b>\$ 83,659</b>

Web Document



# City of Earlville, Illinois

## Statement of Expenditures Compared with Appropriated Amounts

### Waterworks Fund - Modified Cash Basis

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
Personal services:			
Salaries:			
Full time	\$ 67,500	\$ 65,747	\$ (1,753)
Part time	2,000	-	(2,000)
Overtime	5,500	4,210	(1,290)
Payroll taxes	5,738	5,351	(387)
IMRF contribution	5,145	4,802	(343)
Uniform allowance	400	270	(130)
Employee benefits	28,773	22,748	(6,025)
	115,056	103,128	(11,928)
Contractual services:			
Legal	3,000	-	(3,000)
Maintenance:			
Building	45,000	632	(44,368)
Equipment	3,000	1,075	(1,925)
Utility system	80,000	34,067	(45,933)
Vehicle	2,000	177	(1,823)
Contract services	3,500	2,807	(693)
Engineering service	8,000	1,367	(6,633)
Service - Julie	300	173	(127)
Testing	5,500	3,047	(2,453)
Data processing	5,000	4,636	(364)
Audit	3,000	2,760	(240)
Insurance:			
Liability	6,500	7,274	774
Workmen's compensation	4,600	1,281	(3,319)
Unemployment	300	461	161
Telephone	1,500	1,436	(64)
Printing	1,000	380	(620)
Dues, memberships, and publications	500	310	(190)
Travel	300	-	(300)
Training	500	438	(62)
Equipment rental	2,000	-	(2,000)
Utilities:			
Electricity	16,000	8,130	(7,870)
Heating	3,500	3,437	(63)
Miscellaneous	300	119	(181)
	195,300	74,007	(121,293)

# City of Earlville, Illinois

## Statement of Expenditures Compared with Appropriated Amounts

Waterworks Fund - Modified Cash Basis (Continued)

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
Supplies:			
Small tools and supplies	5,500	2,179	(3,321)
Postage	2,500	1,415	(1,085)
Testing supplies	1,500	1,959	459
Gas and oil	2,500	2,254	(246)
Chemicals	15,000	9,663	(5,337)
	27,000	17,470	(9,530)
Capital outlay:			
Equipment	8,000	-	(8,000)
Land	15,000	-	(15,000)
Utility system	40,000	-	(40,000)
	63,000	-	(63,000)
Depreciation	-	59,227	59,227
	\$ 400,356	\$ 253,832	\$ (146,524)

# City of Earlville, Illinois

Statement of Expenditures Compared with Appropriated Amounts

Sewerage Fund - Modified Cash Basis

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
<b>Personal services:</b>			
Salaries:			
Full time	\$ 67,500	\$ 65,747	\$ (1,753)
Part time	2,000	450	(1,550)
Overtime	5,500	4,210	(1,290)
Payroll taxes	5,738	5,387	(351)
IMRF contribution	5,145	4,802	(343)
Uniform allowance	400	402	2
Employee benefits	22,773	22,748	(6,025)
	115,056	103,746	(11,310)
<b>Contractual services:</b>			
Legal	1,000	-	(1,000)
Maintenance:			
Building	3,000	817	(2,183)
Equipment	7,500	4,404	(3,096)
Utility system	85,000	73,200	(11,800)
Vehicle	2,000	177	(1,823)
Contract services	3,500	1,206	(2,294)
Engineering service	10,000	9,468	(532)
Service - Julie	300	173	(127)
Testing	500	-	(500)
Data processing	5,000	4,628	(372)
Audit	3,000	2,760	(240)
Insurance:			
Liability	15,000	9,504	(5,496)
Workmen's compensation	4,600	1,281	(3,319)
Unemployment	300	477	177
Telephone	1,500	1,357	(143)
Printing	1,000	-	(1,000)
Dues, memberships, and publications	500	310	(190)
Travel	500	103	(397)
Training	600	288	(312)
Equipment rental	2,000	-	(2,000)
Garbage disposal	10,000	16,905	6,905
Utilities:			
Electricity	45,000	35,788	(9,212)
Heating	4,000	1,251	(2,749)
Permit fees	4,500	2,500	(2,000)
Miscellaneous	300	68	(232)
	210,600	166,665	(43,935)

# City of Earlville, Illinois

Statement of Expenditures Compared with Appropriated Amounts

Sewerage Fund - Modified Cash Basis (Continued)

For the Year Ended April 30, 2022

	Appropriations	Actual	Over/(Under) Budget
Supplies:			
Small tools and supplies	13,000	4,076	(8,924)
Postage	2,500	1,415	(1,085)
Testing supplies	3,500	4,155	655
Gas and oil	2,500	2,274	(226)
Chemicals	22,000	16,146	(5,854)
	43,500	28,066	(15,434)
Capital outlay:			
Equipment	5,000	-	(5,000)
Utility system	175,000	-	(175,000)
	180,000	-	(180,000)
Depreciation	-	149,995	149,995
	\$ 549,156	\$ 448,472	\$ (100,684)

# City of Earlville, Illinois

## Statement of Expenditures Compared with Appropriated Amounts

Garbage Fund

For the Year Ended April 30, 2022

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	<b>Appropriations</b>	<b>Actual</b>	<b>Over/(Under) Budget</b>
Services - garbage disposal	\$ 103,000	\$ 101,601	\$ (1,399)
Services - printing	300	-	(300)
Postage	1,200	1,195	(5)
Supplies	800	370	(430)
	<hr/>	<hr/>	<hr/>
	\$ 105,300	\$ 103,166	\$ (2,134)

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Web Document

# City of Earlville, Illinois

Assessed Valuations, Tax Rates, Extensions and Collections

For the Year Ended April 30, 2022

	Maximum Rate	Tax Year		
		2021	2020	2019
Assessed valuations		\$ 24,343,191	\$ 23,347,135	\$ 21,582,519
Tax rates:				
General	.2500	.2500	.2500	.2500
Road and Bridge (from Township)	No limit	.0816	.0816	.0816
Police protection	.1500	.1500	.1500	.1500
Garbage	.2000	.0085	.0088	.0139
Audit	No limit	.0466	.0442	.0394
Liability insurance	No limit	.0974	.1060	.0904
Social security	No limit	.1059	.1104	.1158
IMRF	No limit	.1186	.1325	.1413
Workmen's compensation	No limit	.0676	.0883	.1066
Unemployment insurance	No limit	.0339	.0088	.0046
Bonds and interest	No limit	.2863	.2985	.3129
		1.2464	1.2791	1.3065
Tax extensions:				
General		\$ 60,858	\$ 58,368	\$ 53,956
Road and Bridge (from Township)		19,864	19,051	17,611
Police protection		36,515	35,021	32,374
Garbage		2,069	2,055	3,000
Audit		11,344	10,319	8,504
Liability insurance		23,710	24,748	19,511
Social security		25,779	25,775	24,993
IMRF		28,871	30,935	30,496
Workmen's compensation		16,456	20,616	23,007
Unemployment insurance		8,252	2,055	993
Bonds and interest		69,695	69,691	67,532
		\$ 303,414	\$ 298,633	\$ 281,976
Collections: (includes mobile home and back taxes)				
		\$ -	\$ 288,468	\$ 279,758
Percentage of extensions collected		0.00%	96.60%	99.21%

## Independent Accountant's Report on Compliance

Honorable Mayor and City Council  
City of Earlville, Illinois  
Earlville, IL 60518

We have examined management's assertion that the City of Earlville, Illinois (the "City") complied with the provisions of subsection (q) of 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended April 30, 2022. The City's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion about the City's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the management's assertion about compliance with the statutory requirements is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about where management's assertion is fairly stated, in all material respects. The nature, timing, and extent of the procedures selected depends on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the City's compliance with the specified requirements.

In our opinion, management's assertion that the City of Earlville, Illinois complied, in all material respects, with the provisions of subsection (q) of Section 11-74.43 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended April 30, 2022.

This report is intended solely for the information and use of management, the City Mayor and City Council, each governmental entity within the Project Area, the Illinois State Comptroller and others within the State of Illinois and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Wipfli LLP". The signature is written in a cursive, flowing style.

Sterling, Illinois  
August 11, 2022