



CITY OF WOOD RIVER, ILLINOIS

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED
APRIL 30, 2022

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CITY OF WOOD RIVER, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the City Council
Wood River, IL

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wood River, Illinois, 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 financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wood River, 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 accordance with 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 Wood River, Illinois, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

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, budgetary comparison information, and pension and OPEB funding information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

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 Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2022 on our consideration of the City of Wood River, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Wood River, Illinois' internal control over financial reporting and compliance.

C. J. Schlosser & Co. LLC

Certified Public Accountants
Alton, Illinois
September 20, 2022

CITY OF WOOD RIVER, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

APRIL 30, 2022

This section of the City of Wood River's annual financial report presents an easy to read analysis of the City's financial performance for the fiscal year ended April 30, 2022. The MD&A provides an analysis of the overall financial position and results of the previous year's operations in order to assess whether the City's finances have improved or deteriorated since the previous year. The analysis describes capital asset and long-term debt activity and concludes with information regarding currently known facts, decisions, or conditions that are expected to have a significant effect on the City's future financial position and operations. Please read this analysis in conjunction with the City's financial statements, including all supplementary information and note disclosures.

Using this Annual Report

The financial statements' focus is on both the City as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison, and enhance the City's accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to be corporate-like and consist of a statement of net position and a statement of activities. The statements are prepared using the economic resources measurement focus and accrual basis of accounting. These statements report all of the assets, liabilities, revenues, and expenses of the City. Each statement distinguishes between the governmental and business-type activities of the City and presents a total for the City as a whole in a separate column. Fiduciary activities (firefighter and police pension funds), whose resources are not available to finance the City's programs, are excluded from the government-wide financial statements.

The focus of the statement of net position (the "unrestricted net position") is designed to be similar to bottom line results for the City and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations.

The statement of activities is focused on both the gross and net cost of various activities (including governmental and business-type) that are supported by the City's general tax and other revenues. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

Fund-based Financial Statements

The fund-based financial statements consist of a series of statements that provide information about the City's major and non-major governmental, enterprise, and fiduciary funds.

-Governmental fund financial statements (including the general fund, special revenue, debt service and capital projects funds) are prepared using the current financial resources measurement focus and the modified-accrual basis of accounting. The statements consist of a balance sheet and a statement of revenues, expenditures, and changes in fund balances.

-Proprietary fund financial statements (enterprise funds) and fiduciary fund financial statements (firefighter and police pension) are prepared using the economic resources measurement focus and the accrual basis of accounting. The statements consist of a statement of net position, a statement of revenues, expenses, and changes in fund net position, and a statement of cash flows. The fiduciary fund statements include a statement of fiduciary net position and a statement of changes in fiduciary net position.

The fund financial statements include a reconciliation between the government-wide and fund financial statements because of the differences in basis of accounting. The differences are primarily regarding how receivables, accrued compensated absences, fixed assets, debt, other post-employment benefits (OPEB) and pension liabilities are treated and the timing for recording some revenues and expenses.

Infrastructure Assets

Infrastructure (roads, bridges, storm sewers, etc.) is valued and reported within the governmental column of the government-wide statements. The City must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the City develops the asset management system (the modified approach) that periodically measures and demonstrates its maintenance of locally established levels of service standards, the City may record its cost of maintenance in lieu of depreciation. The City has chosen to depreciate assets over their useful life.

Financial Analysis of the City as a Whole

Net Position

The City's overall financial position improved over the past year as combined net position from fiscal year 2021 increased \$5,342,474. Governmental activities had an increase in net position of \$4,013,286 and business-type activities had an increase of \$1,329,188. Net position for governmental activities totals \$64.4 million with 112% being invested in capital assets (buildings, roads, equipment, etc.). The net position of the business-type activities totals \$24.7 million with 84% invested in capital assets.

CITY OF WOOD RIVER, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Listed below are the City's assets on April 30, 2022 and 2021, including a column noting changes (increases/decreases) from 2021.

	<u>Total Primary Government</u>		
	<u>2022</u>	<u>2021</u>	<u>Inc/(Dec)</u>
Other Assets	\$ 23,016,506	\$ 18,538,576	\$ 4,477,930
Capital Assets	<u>99,462,028</u>	<u>98,422,972</u>	<u>1,039,056</u>
Total Assets	<u>\$ 122,478,534</u>	<u>\$ 113,634,786</u>	<u>\$ 5,516,986</u>

Listed below are the City's liabilities on April 30, 2022 and 2021, including a column noting changes (increases/decreases) from 2021.

	<u>Total Primary Government</u>		<u>(Increase)/</u>
	<u>2022</u>	<u>2021</u>	<u>Decrease</u>
Accounts payable	\$ 686,455	\$ 1,115,442	\$ 428,987
Accrued payroll	109,625	92,227	(17,398)
Accrued interest payable	16,749	11,476	(5,273)
Non-current liabilities:			
Restricted:			
Meter deposits	-	23,820	23,820
Due within one year	1,154,385	1,215,382	60,997
Due in more than one year	<u>26,398,353</u>	<u>29,750,276</u>	<u>3,351,923</u>
Total liabilities	<u>\$ 28,365,567</u>	<u>\$ 32,208,623</u>	<u>\$ 3,843,056</u>

CITY OF WOOD RIVER, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Changes in Net Position

The City's total revenues increased \$1,587,466 or 7.5%. Expenses decreased \$483,421 2.7%. Net position for the City increased \$5,342,474.

Statement of Changes in Net Position

	Governmental <u>Activities</u> <u>2022</u>	Business - Type <u>Activities</u> <u>2022</u>	Primary Government <u>Total</u> <u>2022</u>	Primary Government <u>Total</u> <u>2021</u>
REVENUES				
Program Revenues:				
Charges for Services:	\$ 3,746,688	\$ -	\$ 3,746,688	\$ 3,262,601
Water	-	2,116,432	2,116,432	1,728,735
Sewer	-	3,131,284	3,131,284	3,217,023
Golf	-	805,821	805,821	811,667
Capital Grants	931,719	-	931,719	1,202,978
Operating Grants	66,382	-	66,382	481,066
General Revenues:				
Property Taxes	1,300,826	-	1,300,826	1,217,597
Replacement Taxes	794,823	-	794,823	347,101
Intergovernmental	8,834,752	-	8,834,752	8,020,871
Utility taxes	716,637	-	716,637	646,994
Franchise Fees	210,860	-	210,860	215,112
Miscellaneous	199,029	(21,748)	177,281	94,294
Transfers	(480,727)	480,727	-	-
TOTAL REVENUES	<u>16,320,989</u>	<u>6,512,516</u>	<u>22,833,505</u>	<u>21,246,039</u>
EXPENSES				
General Government	3,165,993	-	3,165,993	2,982,486
Public Safety	4,982,126	-	4,982,126	5,691,501
Public Works	2,410,366	-	2,410,366	2,234,310
Sanitation	722,688	-	722,688	693,428
Culture & Recreation	920,559	-	920,559	961,536
Development	86,410	-	86,410	467,481
Interest	19,561	-	19,561	24,461
Water	-	1,782,112	1,782,112	1,670,640
Sewer	-	2,642,791	2,642,791	2,503,983
Golf	-	758,425	758,425	744,626
TOTAL EXPENSES	<u>12,307,703</u>	<u>5,183,328</u>	<u>17,491,031</u>	<u>17,974,452</u>
CHANGE IN NET POSITION	4,013,286	1,329,188	5,342,474	3,271,587
NET POSITION BEGINNING	<u>60,398,795</u>	<u>23,370,617</u>	<u>83,769,412</u>	<u>80,497,825</u>
NET POSITION ENDING	<u>\$ 64,412,081</u>	<u>\$ 24,699,805</u>	<u>\$ 89,111,886</u>	<u>\$ 83,769,412</u>

CITY OF WOOD RIVER, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Governmental Activities

Revenues for governmental activities increased \$930,217 or 6.0% to a total of \$16,320,989. Increases in Intergovernmental of \$813,881, primarily related to sales, non-home rule sales and income tax explain the increase. Net transfers for governmental activities increased due to the non-home rule sales tax paying for water and sewer improvements. Expenses decreased \$747,500 or 5.7% to a total of \$12,307,703. Public safety pension expenses were the principal source of the decrease. Revenues exceeded expenses by 4,013,286 for the fiscal year ended April 30, 2022.

Business-type Activities

Revenues for the City's business-type activities increased \$657,249 or 11.2%. Golf program revenues decreased \$5,846, water service revenues increased \$387,697 and sewer service revenues decreased \$85,739. Amounts transferred to business-type activities from governmental activities increased \$410,071. Expenses for the business-type activities decreased \$264,079 due to higher personnel service expense. Fund net position for the City's business-type activities increased \$1,329,188 or 5.7% from fiscal year 2021. The total fund net position for business-type activities is \$24.7 million on April 30, 2022 with \$3.9 million unrestricted.

Financial Analysis of the City's Fund Financial Statements

For the fiscal year ended April 30, 2022 the governmental funds reflect a \$2,835,817 increase in fund balance. Governmental fund revenue increased \$2,362,446 for the reasons described above. Governmental fund expenses increased \$2,283,586 primarily due to the increase in capital outlays. The General Fund's fund balance increased \$1,330,526. There were General Fund revenue increases for sales and use tax, income tax, corporate replacement tax, video gaming, and charges for services. General Fund expenses increased in all areas except development and culture and recreational. The General Fund revenues increased 10.6% or \$801,425, and expenses increased by 5.8% or \$428,213. Special Revenue Fund balances increased \$1,505,291.

City of Wood River's Status of Reserves

Governmental Funds	FY 21/22	FY 20/21	Increase/(Decrease)
General	4,740,483	3,409,957	1,330,526
Insurance	1,185,828	1,115,843	69,985
Non-Home Rule Sales Tax	1,058,520	1,728,449	(669,929)
Capital Improvements And Development	2,480,634	1,622,603	858,031
Non-Major	1,615,669	2,862,873	1,247,204

CITY OF WOOD RIVER, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Capital Asset and Debt Administration

At the end of fiscal year 2022, the City had \$99.4 million invested in a broad range of capital assets including police, fire, public works, parks and golf facilities and equipment, as well as roads, sidewalks, water and sewer lines, etc. Governmental funds had \$73.1 million and Business-type activities had \$26.3 million invested at the end of fiscal year 2022, net of depreciation (see note 5).

Capital Assets not being Depreciated

Land	\$ 14,544,544		\$ 167,614	\$ -	\$ 14,376,930
Land right of way	16,809,767	-	-	-	16,809,767
Total	<u>31,354,311</u>	<u>-</u>	<u>167,614</u>	<u>-</u>	<u>31,186,697</u>

Capital Assets being Depreciated
(net of depreciation)

Buildings	10,090,317	2,213,095	-	328,553	11,974,859
Machinery and Equipment	971,049		-	127,516	843,533
Vehicles	263,541	113,844		108,501	268,884
Infrastructure	29,943,188	475,281	-	1,548,664	28,869,805
Total	<u>41,268,095</u>	<u>2,802,220</u>	<u>-</u>	<u>2,113,234</u>	<u>41,957,081</u>

Total Governmental Capital Assets	<u>\$ 72,622,406</u>	<u>\$ 2,802,220</u>	<u>\$ 167,614</u>	<u>\$ 2,113,234</u>	<u>\$ 73,143,778</u>
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	Business-type Capital Assets 4/30/2021	Increases	Decreases	Depreciation	Business-type Capital Assets 4/30/2022
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Capital Assets not being Depreciated

Land	\$ 1,012,334	\$ -	\$ -	\$ -	\$ 1,012,334
Total	<u>1,012,334</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,012,334</u>

Capital Assets being Depreciated
(net of depreciation)

Buildings	432,873	-	-	27,616	405,257
Machinery and Equipment	3,082,969	389,872	3,500	189,370	3,279,971
Vehicles	315,772	-	-	70,498	245,274
Infrastructure	20,956,618	1,108,543	-	689,747	21,375,414
Total	<u>24,788,232</u>	<u>1,498,415</u>	<u>3,500</u>	<u>977,231</u>	<u>25,305,916</u>

Total Business-type Capital Assets	<u>\$ 25,800,566</u>	<u>\$ 1,498,415</u>	<u>\$ 3,500</u>	<u>\$ 977,231</u>	<u>\$ 26,318,250</u>
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Debt Outstanding

The City does not have outstanding bonds. The City's loans/capital leases for governmental activities total \$1,115,076. The City's legal debt margin is \$11,532,842 (see note 6).

Capital leases/loans/debt certificates in the business-type activities total \$5,510,072 and include debt for golf course equipment and various water and sewer system upgrades.

General Fund Budgetary Highlights

Budget amendments require passage of an ordinance by City Council. The City Council revised the fiscal year 2022 budget to adjust for reallocation of expenses between line items within individual funds. Amendments were made increasing the budget for higher than anticipated expenses in the General, Water, Sewer, Refuse, Golf, Westside Business District, Capital Improvements and Development and Non-Home rule Sales Tax Fund.

Economic Factors

The City's statutory debt limit is 8.625% of the equalized assessed valuation of all taxable property within the boundaries of the City. The most recent assessed valuation for the City is \$146,642,533 and \$2,085,928 for the TIF #3 increment. The assessed valuation for the City increased by \$7,273,148 or 5.2% from last year. The City's tax rate decreased by \$0.0568 for a current rate of \$1.6775 in comparison to last year's rate of \$1.7343. The tax rate has remained relatively stable, with decreases five out of the last eight years totaling \$0.0978 over that time.

The City's population declined by 1.8% or 193 when comparing the 2020 census total of 10,464 to the 2010 census total of 10,657. The City has had continued construction activity in the Grand View Hills subdivision (82 homes) with 28 homes completed or under construction. In addition, several other lots in Grand View Hills have been sold. The Lincoln School subdivision site also remains ready for development for nine single-family homes in an older section of town. The hope is construction there will help revitalize surrounding properties as well and that a developer will emerge soon. Other residential subdivision opportunities include Heritage Trails Phase II and properties near Kendall Estates.

The City has diverse industrial, retail, and service employment opportunities within the community and in the surrounding Riverbend and Metro East areas. Residents also commute to employment opportunities in downtown St. Louis and St. Louis County. The largest employer within the City is Help at Home LLC and the largest employer within the Riverbend region is Wieland Rolled Products North America in neighboring East Alton.

The City has numerous commercial opportunities at both City exits from IL-255, including the Wood River Plaza shopping area. Wood River Plaza occupies seventy-two acres near the IL-255/Route 111 interchange and includes a 204,000 square foot Wal-Mart SuperCenter. Spaces in the strip centers and outlots have been leased to national tenants such as Wendy's restaurant, Hibbett Sports, Game Stop, Dollar Tree, Papa Johns, and Subway, among others. Also nearby are Aldi, Applebee's, and Taco Bell. Some of the area is within a business district to help encourage development. This section of the City continues to generate significant revenue through sales, property, and utility taxes.

CITY OF WOOD RIVER, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

The east side of the City near the IL-255/Route 143 interchange showcases the homes of the Federico Chrysler-Dodge, Auto Centers Nissan, Federico KIA, and Jack Schmitt Chevrolet auto dealerships. Automobile-related sales city-wide accounted for approximately 33% of the sales tax collected in calendar year 2021 and grew approximately 23% from calendar year 2020.

The City's total retail sales for calendar year 2021. was \$377.6 million compared to \$336.6 million in calendar year 2020, an increase of 12.1%. The City continues to attract a significant amount of retail customers from surrounding communities and rural areas.

There were numerous significant capital projects that occurred in fiscal year 2022 including phase two of the 6th Street improvement project, phase two of the Ferguson Avenue downtown streetscape project, Wood River Avenue Phase I & II, and East Acton. In addition, engineering has commenced on Edwardsville Avenue street improvements, the East End water detention project (to enable further development near the IL-255/Route 143 interchange), State Street Area sewer separation, Recreation Center, and the 6th Street Detention Pond. Federal and State funding has been secured or is being pursued for these projects as well as motor fuel taxes when applicable and the commitment of the City's non-home rule sales tax revenues.

The General Fund is currently meeting the three-month operating reserve target. However, with rising personnel costs and aging infrastructure, the City Council continues to analyze various methods to increase efficiency, reduce costs and generate additional revenues via economic growth and development. The City's TIF district (TIF #3) was created to promote downtown, commercial, and industrial development. Within the City's most recent overall budget, personnel costs comprise 21.0% of total expenditures.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Director of Finance, City of Wood River, 111 North Wood River Avenue, Wood River, IL 62095.

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF NET POSITION
APRIL 30, 2022

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
<u>Assets</u>			
Cash and Cash Equivalents	\$ 10,758,041	\$ 981,925	\$ 11,739,966
Investments	-	2,931,710	2,931,710
Receivables (Net of allowance for uncollectible)	4,613,858	966,135	5,579,993
Prepaid Expenses	539,309	111,483	650,792
Inventory	-	10,293	10,293
Internal Balances	53,178	(53,178)	-
Net Pension Asset	1,321,880	781,872	2,103,752
Capital Assets:			
Land	31,186,697	1,012,334	32,199,031
Buildings and Improvements	19,965,802	3,200,604	23,166,406
Machinery and Equipment	1,910,216	6,716,921	8,627,137
Vehicles	2,287,517	1,006,067	3,293,584
Utility Systems/Infrastructure	95,509,633	35,025,423	130,535,056
Accumulated Depreciation	<u>(77,716,087)</u>	<u>(20,643,099)</u>	<u>(98,359,186)</u>
Net Capital Assets	<u>73,143,778</u>	<u>26,318,250</u>	<u>99,462,028</u>
Total Assets	<u>90,430,044</u>	<u>32,048,490</u>	<u>122,478,534</u>
<u>Deferred Outflows of Resources</u>			
Pension Plan Obligations	<u>5,530,627</u>	<u>138,509</u>	<u>5,669,136</u>
<u>Liabilities</u>			
Accounts Payable	623,737	62,718	686,455
Accrued Payroll and Benefits	88,497	21,128	109,625
Accrued Interest Payable	4,215	12,534	16,749
Noncurrent Liabilities:			
Due Within One Year	527,350	627,035	1,154,385
Due in More Than One Year	<u>20,751,420</u>	<u>5,646,933</u>	<u>26,398,353</u>
Total Liabilities	<u>21,995,219</u>	<u>6,370,348</u>	<u>28,365,567</u>
<u>Deferred Inflows of Resources</u>			
Pension Plan Obligations	8,212,143	1,116,846	9,328,989
Unearned Revenues	<u>1,341,228</u>	<u>-</u>	<u>1,341,228</u>
	<u>9,553,371</u>	<u>1,116,846</u>	<u>10,670,217</u>
<u>Net Position</u>			
Net Investment in Capital Assets	72,028,702	20,808,178	92,836,880
Restricted	2,944,915	-	2,944,915
Unrestricted	<u>(10,561,536)</u>	<u>3,891,627</u>	<u>(6,669,909)</u>
Total Net Position	<u>\$ 64,412,081</u>	<u>\$ 24,699,805</u>	<u>\$ 89,111,886</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2022

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General Government	\$ 3,165,993	\$ 1,949,101	\$ -	\$ -	\$ (1,216,892)		\$ (1,216,892)
Public Safety	4,982,126	875,810	14,184	-	(4,092,132)		(4,092,132)
Public Works	2,410,366	-	-	918,006	(1,492,360)		(1,492,360)
Sanitation	722,688	812,513	-	-	89,825		89,825
Development	86,410	-	-	-	(86,410)		(86,410)
Cultural and Recreational	920,559	109,264	52,198	13,713	(745,384)		(745,384)
Interest on Long-term Debt	19,561	-	-	-	(19,561)		(19,561)
Total Governmental Activities	12,307,703	3,746,688	66,382	931,719	(7,562,914)		(7,562,914)
Business-type Activities:							
Water	1,782,112	2,116,432	-	-		\$ 334,320	334,320
Sewer	2,642,791	3,131,284	-	-		488,493	488,493
Golf Course	758,425	805,821	-	-		47,396	47,396
Total Business-type Activities	5,183,328	6,053,537	-	-		870,209	870,209
Total Government	\$ 17,491,031	\$ 9,800,225	\$ 66,382	\$ 931,719	(7,562,914)	870,209	(6,692,705)
General Revenues:							
Property Tax, Levied for General Purposes					1,300,826	-	1,300,826
Sales and Use Tax					6,403,886	-	6,403,886
Income Tax					1,674,997	-	1,674,997
Corporate Personal Property Tax					794,823	-	794,823
Motor Fuel Tax					424,837	-	424,837
Excise Tax					93,617	-	93,617
Other Taxes					237,415	-	237,415
Utility Tax					716,637	-	716,637
Franchise Fees					210,860	-	210,860
Gain (Loss) on Asset Disposal					78,161	2,250	80,411
Investment Earnings					(21,061)	(23,998)	(45,059)
Miscellaneous					141,929	-	141,929
Transfers					(480,727)	480,727	-
Total General Revenues and Transfers					11,576,200	458,979	12,035,179
Change in Net Position					4,013,286	1,329,188	5,342,474
Net Position - Beginning					60,398,795	23,370,617	83,769,412
Net Position - Ending					\$ 64,412,081	\$ 24,699,805	\$ 89,111,886

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS
APRIL 30, 2022

	<u>General Fund</u>	<u>Insurance Fund</u>	<u>Non-Home Rule Sales Tax Fund</u>	<u>Capital Improvements and Development Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>						
Cash and Cash Equivalents	\$ 3,885,047	\$ 646,519	\$ 1,049,832	\$ 2,366,715	\$ 2,809,928	\$ 10,758,041
Receivables (Net of allowance for uncollectible):						
Property Tax	365,602	300,031	-	-	675,595	1,341,228
Intergovernmental	1,359,099	-	425,498	21,928	262,680	2,069,205
Other	56,049	-	-	47,497	99,879	203,425
Prepaid Expenses	-	539,309	-	-	-	539,309
Due From Other Funds	-	-	-	53,178	-	53,178
Total Assets	<u>\$ 5,665,797</u>	<u>\$ 1,485,859</u>	<u>\$ 1,475,330</u>	<u>\$ 2,489,318</u>	<u>\$ 3,848,082</u>	<u>\$ 14,964,386</u>
 <u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>						
Liabilities:						
Accrued Payroll and Benefits	\$ 85,043	\$ -	\$ -	\$ -	\$ 3,454	\$ 88,497
Accounts Payable	112,196	-	257,857	1,650	252,034	623,737
Total Liabilities	<u>197,239</u>	<u>-</u>	<u>257,857</u>	<u>1,650</u>	<u>255,488</u>	<u>712,234</u>
Deferred Inflows of Resources:						
Unearned Revenue	<u>728,075</u>	<u>300,031</u>	<u>158,953</u>	<u>7,034</u>	<u>729,721</u>	<u>1,923,814</u>
Fund Balances:						
Nonspendable	-	539,309	-	-	-	539,309
Restricted	82,042	-	-	-	2,862,873	2,944,915
Committed	-	-	1,058,520	2,480,634	-	3,539,154
Assigned	143,535	646,519	-	-	-	790,054
Unassigned	4,514,906	-	-	-	-	4,514,906
Total Fund Balances	<u>4,740,483</u>	<u>1,185,828</u>	<u>1,058,520</u>	<u>2,480,634</u>	<u>2,862,873</u>	<u>12,328,338</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,665,797</u>	<u>\$ 1,485,859</u>	<u>\$ 1,475,330</u>	<u>\$ 2,489,318</u>	<u>\$ 3,848,082</u>	<u>\$ 14,964,386</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

RECONCILIATION OF THE BALANCE SHEET OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
APRIL 30, 2022

Amounts reported for governmental fund balances are different because:

Fund balances - total governmental funds	\$ 12,328,338
Capital assets used in governmental activities are not financial resources and, therefore, are not reported on the balance sheet of the governmental funds.	73,143,778
Some receivables are not available to pay current-period expenditures and, therefore, are deferred in the governmental funds balance sheet, but recognized as revenue as economic financial resources.	1,582,586
Accrued interest payable on the long-term debt is not reported as a liability on the balance sheet of the governmental funds.	(4,215)
Accrued compensated absences are not reported as a liability on the balance sheet of the governmental funds.	(989,541)
Net pension liabilities and the related future pension expense are not reported as assets and liabilities on the balance sheet of the governmental funds.	(18,865,703)
Net OPEB liabilities and the related future related expense are not reported as assets and liabilities on the balance sheet of the governmental funds.	(1,668,086)
Long-term debt (e.g., bonds, leases) is not reported as a liability on the balance sheet of the governmental funds.	<u>(1,115,076)</u>
Net position of governmental activities	<u>\$ 64,412,081</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	General Fund	Insurance Fund	Non-Home Rule Sales Tax Fund	Capital Improvements and Development Fund	Other Governmental Funds	Total Governmental Funds
Revenues:						
Property Tax	\$ 366,854	\$ 299,719	\$ -	\$ -	\$ 634,253	\$ 1,300,826
Utility Tax	-	-	-	716,637	-	716,637
Hotel/Motel Tax	6,734	-	-	-	-	6,734
Intergovernmental:						
Sales and Use Tax	4,065,648	-	1,694,968	-	644,643	6,405,259
State Income Tax	1,674,997	-	-	-	-	1,674,997
Excise Tax	-	-	-	95,406	-	95,406
Corporate Replacement Tax	573,388	-	-	-	221,435	794,823
Motor Fuel Tax	-	-	-	-	424,837	424,837
Video Gaming Tax	230,681	-	-	-	-	230,681
Grant Revenue	29,897	-	-	683,893	251,329	965,119
Licenses, Permits and Fees	131,279	-	-	35,987	-	167,266
Charges for Services	1,172,581	-	-	-	818,458	1,991,039
Fines and Forfeitures	64,518	-	-	-	1,410	65,928
Investment Earnings	(26,433)	1,329	7,949	(10,862)	6,956	(21,061)
Insurance Reimbursements	-	1,733,315	-	-	-	1,733,315
Miscellaneous	81,427	-	223,940	86,165	29,154	420,686
Total Revenues	<u>8,371,571</u>	<u>2,034,363</u>	<u>1,926,857</u>	<u>1,607,226</u>	<u>3,032,475</u>	<u>16,972,492</u>
Expenditures:						
Current:						
General Government	1,531,086	1,864,378	-	-	-	3,395,464
Public Safety	4,921,084	-	-	-	-	4,921,084
Public Works	429,720	-	-	217,952	184,680	832,352
Sanitation	-	-	-	-	720,974	720,974
Development	-	-	-	2,669	83,741	86,410
Cultural and Recreational	679,515	-	-	1,365	348,378	1,029,258
Capital Outlay	138,764	-	2,112,803	360,937	189,716	2,802,220
Debt Service:						
Principal	82,231	-	-	127,837	-	210,068
Interest and Charges	4,540	-	-	14,515	-	19,055
Total Expenditures	<u>7,786,940</u>	<u>1,864,378</u>	<u>2,112,803</u>	<u>725,275</u>	<u>1,527,489</u>	<u>14,016,885</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>584,631</u>	<u>169,985</u>	<u>(185,946)</u>	<u>881,951</u>	<u>1,504,986</u>	<u>2,955,607</u>
Other Financing Sources (Uses):						
Proceeds from Debt	-	-	-	360,937	-	360,937
Operating Transfers In	800,072	-	-	-	14,057	814,129
Operating Transfers Out	(54,177)	(100,000)	(483,983)	(384,857)	(271,839)	(1,294,856)
Total Other Financing Sources (Uses)	<u>745,895</u>	<u>(100,000)</u>	<u>(483,983)</u>	<u>(23,920)</u>	<u>(257,782)</u>	<u>(119,790)</u>
Net Change in Fund Balances	1,330,526	69,985	(669,929)	858,031	1,247,204	2,835,817
Fund Balance, Beginning of Year	<u>3,409,957</u>	<u>1,115,843</u>	<u>1,728,449</u>	<u>1,622,603</u>	<u>1,615,669</u>	<u>9,492,521</u>
Fund Balance, End of Year	<u>\$ 4,740,483</u>	<u>\$ 1,185,828</u>	<u>\$ 1,058,520</u>	<u>\$ 2,480,634</u>	<u>\$ 2,862,873</u>	<u>\$ 12,328,338</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2022

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

Net change in fund balances - total governmental funds	\$ 2,835,817
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay additions (\$2,802,220) exceeded depreciation expense (\$2,113,234) in the current year.	688,986
Capital asset disposals of governmental fund assets are reported in the government-wide financial statements but are not reported in the fund financial statements. This amount is the net depreciated value of the assets upon the date of disposal.	(167,614)
Accrued compensated absences are reported in the government-wide statement of activities and changes in net assets, but do not require the use of current financial resources; therefore, accrued compensated absences are not reported as expenditures in governmental funds. This is the change in accrued compensated absences.	174,961
Net pension liabilities and the related future pension expense are reported in the government-wide statement of activities and changes in net position, but do not require the use of current financial resources; therefore, these amounts are not reported as expenditures in governmental funds. This is the change in the net pension liability.	982,301
Net OPEB liabilities and the related future pension expense are reported in the government-wide statement of activities and changes in net position, but do not require the use of current financial resources; therefore, these amounts are not reported as expenditures in governmental funds. This is the change in the net OPEB liability.	(346,628)
The issuance of long-term debt (e.g., bonds, loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of those differences in the treatment of long-term debt and related items.	(150,869)
Some intergovernmental revenues will not be collected for several months after the City's fiscal year end. They are not considered "available" revenues in the governmental funds. This is the change in deferred revenues between fiscal years.	(3,162)
Accrued interest expense on long-term debt is reported in the government-wide statement of activities and changes in net assets, but does not require the use of current financial resources; therefore, accrued interest expense is not reported as expenditures in governmental funds.	<u>(506)</u>
Change in net position of governmental activities	<u>\$ 4,013,286</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 APRIL 30, 2022

Business-Type Activities--Enterprise Funds

	<u>Water</u>	<u>Sewer</u>	<u>Golf Course</u>	<u>Total</u>
<u>Assets</u>				
Current Assets:				
Cash and Cash Equivalents	\$ 330,198	\$ 577,023	\$ 74,704	\$ 981,925
Investments	-	2,931,710	-	2,931,710
Receivables (Net of allowance for uncollectible):				
Accounts	71,441	52,067	-	123,508
Unbilled Revenue	130,785	123,018	-	253,803
Other	-	588,824	-	588,824
Prepaid Expenses	-	77,982	33,501	111,483
Inventory, at Cost	-	-	10,293	10,293
Total Current Assets	<u>532,424</u>	<u>4,350,624</u>	<u>118,498</u>	<u>5,001,546</u>
Noncurrent Assets:				
Net Pension Asset	407,648	336,342	37,882	781,872
Capital Assets:				
Land	-	852,334	160,000	1,012,334
Buildings and Improvements	-	-	3,200,604	3,200,604
Machinery and Equipment	5,222,256	835,547	659,118	6,716,921
Vehicles	163,261	806,356	36,450	1,006,067
Utility Systems	9,772,869	25,252,554	-	35,025,423
Total	<u>15,158,386</u>	<u>27,746,791</u>	<u>4,056,172</u>	<u>46,961,349</u>
Accumulated				
Depreciation	<u>(6,936,389)</u>	<u>(10,445,750)</u>	<u>(3,260,960)</u>	<u>(20,643,099)</u>
Net Capital Assets	<u>8,221,997</u>	<u>17,301,041</u>	<u>795,212</u>	<u>26,318,250</u>
Total Noncurrent Assets	<u>8,629,645</u>	<u>17,637,383</u>	<u>833,094</u>	<u>27,100,122</u>
Total Assets	<u>\$ 9,162,069</u>	<u>\$ 21,988,007</u>	<u>\$ 951,592</u>	<u>\$ 32,101,668</u>
<u>Deferred Outflows of Resources</u>				
Pension Plan Obligations	<u>\$ 72,215</u>	<u>\$ 59,583</u>	<u>\$ 6,711</u>	<u>\$ 138,509</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
APRIL 30, 2022

Business-Type Activities--Enterprise Funds

	<u>Water</u>	<u>Sewer</u>	<u>Golf Course</u>	<u>Total</u>
<u>Liabilities:</u>				
Current Liabilities:				
Accrued Payroll and Benefits	\$ 9,865	\$ 9,345	\$ 1,918	\$ 21,128
Accrued Vacation	47,692	49,245	5,050	101,987
Accounts Payable	20,261	24,173	18,284	62,718
Due to Other Funds	-	-	53,178	53,178
Accrued Interest	1,638	8,860	2,036	12,534
Current Portion of				
Long-Term Debt	<u>117,384</u>	<u>391,787</u>	<u>15,877</u>	<u>525,048</u>
Total Current Liabilities	<u>196,840</u>	<u>483,410</u>	<u>96,343</u>	<u>776,593</u>
Noncurrent Liabilities:				
Accrued Sick Leave	115,861	124,696	-	240,557
Net OPEB Liability	207,600	181,311	32,441	421,352
Long-Term Debt	<u>494,816</u>	<u>4,422,458</u>	<u>67,750</u>	<u>4,985,024</u>
Total Noncurrent Liabilities	<u>818,277</u>	<u>4,728,465</u>	<u>100,191</u>	<u>5,646,933</u>
Total Liabilities	<u>1,015,117</u>	<u>5,211,875</u>	<u>196,534</u>	<u>6,423,526</u>
<u>Deferred Inflows of Resources</u>				
Pension Plan Obligations	<u>\$ 582,295</u>	<u>\$ 480,439</u>	<u>\$ 54,112</u>	<u>\$ 1,116,846</u>
<u>Net Position:</u>				
Net Investment in Capital Assets	7,609,797	12,486,796	711,585	20,808,178
Unrestricted	<u>27,075</u>	<u>3,868,480</u>	<u>(3,928)</u>	<u>3,891,627</u>
Total Net Position	<u>\$ 7,636,872</u>	<u>\$ 16,355,276</u>	<u>\$ 707,657</u>	<u>\$ 24,699,805</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Business-Type Activities--Enterprise Funds</u>			
	<u>Water</u>	<u>Sewer</u>	<u>Golf Course</u>	<u>Total</u>
Operating Revenues:				
Charges for Services	\$ 2,116,432	\$ 3,131,284	\$ 805,821	\$ 6,053,537
Operating Expenses:				
Personal Services	691,886	624,237	94,670	1,410,793
Materials and Supplies	317,995	27,782	98,238	444,015
Contractual Services	403,682	1,353,186	509,825	2,266,693
Depreciation	353,231	570,334	53,666	977,231
Total Operating Expenses	<u>1,766,794</u>	<u>2,575,539</u>	<u>756,399</u>	<u>5,098,732</u>
Operating Income	<u>349,638</u>	<u>555,745</u>	<u>49,422</u>	<u>954,805</u>
Nonoperating Revenues (Expenses):				
Investment Earnings	315	(24,655)	342	(23,998)
Gain (Loss) on Disposal of Assets	-	2,750	(500)	2,250
Interest and Fiscal Charges	<u>(15,318)</u>	<u>(67,252)</u>	<u>(2,026)</u>	<u>(84,596)</u>
Total Nonoperating Revenues (Expenses)	<u>(15,003)</u>	<u>(89,157)</u>	<u>(2,184)</u>	<u>(106,344)</u>
Income Before Contributions and Transfers	334,635	466,588	47,238	848,461
Transfers In (Out)	<u>476,207</u>	<u>4,520</u>	<u>-</u>	<u>480,727</u>
Change in Net Position	810,842	471,108	47,238	1,329,188
Net Position - Beginning of Year	<u>6,826,030</u>	<u>15,884,168</u>	<u>660,419</u>	<u>23,370,617</u>
Net Position - End of Year	<u>\$ 7,636,872</u>	<u>\$ 16,355,276</u>	<u>\$ 707,657</u>	<u>\$ 24,699,805</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED APRIL 30, 2022

	Business-Type Activities--Enterprise Funds			
	<u>Water</u>	<u>Sewer</u>	<u>Golf Course</u>	<u>Total</u>
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 2,132,571	\$ 2,814,121	\$ 805,821	\$ 5,752,513
Payments to Suppliers	(1,042,189)	(1,777,159)	(670,870)	(3,490,218)
Payments to Employees	<u>(591,863)</u>	<u>(484,409)</u>	<u>(85,444)</u>	<u>(1,161,716)</u>
Net Cash Provided by Operating Activities	<u>498,519</u>	<u>552,553</u>	<u>49,507</u>	<u>1,100,579</u>
Cash Flows from Noncapital Financing Activities:				
Payments from (to) Other Funds	<u>476,207</u>	<u>4,520</u>	<u>-</u>	<u>480,727</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>476,207</u>	<u>4,520</u>	<u>-</u>	<u>480,727</u>
Cash Flows from Capital and Related Financing Activities:				
Principal Payments on Long-Term Debt	(178,930)	(386,935)	(10,787)	(576,652)
Proceeds from Debt	-	-	83,627	83,627
Interest Paid on Debt	(15,781)	(63,810)	(238)	(79,829)
Customer Deposits	(23,820)	-	-	(23,820)
Proceeds from Sale of Assets	-	2,750	3,000	5,750
Cash Payments for Capital Assets	<u>(585,220)</u>	<u>(700,414)</u>	<u>(212,781)</u>	<u>(1,498,415)</u>
Net Cash Provided (Used) by Capital Related Financing Activities	<u>(803,751)</u>	<u>(1,148,409)</u>	<u>(137,179)</u>	<u>(2,089,339)</u>
Cash Flows from Investing Activities:				
Net Change in Investments	-	(54,335)	-	(54,335)
Interest Received	<u>315</u>	<u>32,169</u>	<u>342</u>	<u>32,826</u>
Net Cash Provided (Used) by Investing Activities	<u>315</u>	<u>(22,166)</u>	<u>342</u>	<u>(21,509)</u>
Net Increase (Decrease) in Cash Cash Equivalents	171,290	(613,502)	(87,330)	(529,542)
Cash and Cash Equivalents, Beginning of Year	<u>158,908</u>	<u>1,190,525</u>	<u>162,034</u>	<u>1,511,467</u>
Cash and Cash Equivalents, End of Year	<u>\$ 330,198</u>	<u>\$ 577,023</u>	<u>\$ 74,704</u>	<u>\$ 981,925</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED APRIL 30, 2022

	Business-Type Activities--Enterprise Funds			
	<u>Water</u>	<u>Sewer</u>	<u>Golf Course</u>	<u>Total</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating Income	\$ 349,638	\$ 555,745	\$ 49,422	\$ 954,805
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation	353,231	570,334	53,666	977,231
Net Pension Liability and Deferrals	(215,450)	(202,346)	(21,141)	(438,937)
Net OPEB Liability and Deferrals	42,857	33,006	2,831	78,694
(Increase) Decrease in Assets:				
Accounts Receivable	10,781	(317,530)	-	(306,749)
Unbilled Revenue	5,358	367	-	5,725
Prepaid Expenses	-	(77,982)	(33,501)	
Inventory	-	-	2,739	2,739
Increase (Decrease) in Liabilities:				
Accrued Payroll and Benefits	(26,832)	9,072	(7,184)	(24,944)
Accounts Payable	(21,064)	(18,113)	2,675	(36,502)
Net Cash Provided by Operating Activities	<u>\$ 498,519</u>	<u>\$ 552,553</u>	<u>\$ 49,507</u>	<u>\$ 1,212,062</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND - POLICE AND FIREFIGHTERS' PENSION TRUST FUNDS
APRIL 30, 2022

	<u>Police Pension</u>	<u>Firefighters' Pension</u>
<u>Assets</u>		
Cash and Cash Equivalents	\$ 852,773	\$ 245,913
Investments	10,221,629	5,987,398
Receivables (Net of Allowance for Doubtful Accounts):		
Interest Receivable	35,249	-
Employer - Taxes	<u>799,212</u>	<u>557,180</u>
Total Assets	<u>11,908,863</u>	<u>6,790,491</u>
<u>Liabilities</u>		
Accounts Payable	<u>13,601</u>	<u>-</u>
<u>Net Position</u>		
Held in Trust For Pension Benefits and Other Purposes	<u>\$ 11,895,262</u>	<u>\$ 6,790,491</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND - POLICE AND FIREFIGHTERS' PENSION TRUST FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Police Pension</u>	<u>Firefighters' Pension</u>
Additions:		
Employer Contributions - Taxes	\$ 799,212	\$ 557,180
Employee Contributions	128,283	82,491
Investment Earnings:		
Interest and Dividends	331,596	244,178
Unrealized/Realized Gain (Loss) on Investments	<u>(985,539)</u>	<u>(629,362)</u>
Total Investment Earnings	(653,943)	(385,184)
Less: Investment Expense	<u>25,104</u>	<u>15,912</u>
Net Investment Earnings	<u>(679,047)</u>	<u>(401,096)</u>
Total Additions	<u>248,448</u>	<u>238,575</u>
Deductions:		
Benefit Payments	1,013,451	545,268
Refund/Transfer of Contributions	282,253	-
Administrative Expenses	<u>14,723</u>	<u>7,341</u>
Total Deductions	<u>1,310,427</u>	<u>552,609</u>
Change in Net Position	(1,061,979)	(314,034)
Net Position - Beginning of Year	<u>12,957,241</u>	<u>7,104,525</u>
Net Position - End of Year	<u>\$ 11,895,262</u>	<u>\$ 6,790,491</u>

The notes to the financial statements are an integral part of this statement

CITY OF WOOD RIVER, ILLINOIS

NOTES TO FINANCIAL STATEMENTS APRIL 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(a) The financial reporting entity

The City is a political subdivision of the State of Illinois. These financial statements present the government and its component units. Component units are legally separate entities for which the City, as the primary government, is financially accountable. The City defines its reporting entity in accordance with Codification of Governmental Accounting and Financial Reporting Standards, Section 2100. To be considered financially accountable, the organization must be fiscally dependent on the City or the City must appoint a majority of the board of the organization and either (1) be able to impose its will on the organization or (2) the relationship must have the potential for creating a financial benefit to or imposing a financial burden on the City. The City did not have any component units as of April 30, 2022.

(b) Government-wide and fund financial statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

(c) 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 and fiduciary 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. 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. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

Property taxes, intergovernmental revenues, permits and fees associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized, when applicable, 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 government reports the following major governmental funds:

The General Fund is the main operating fund of the City. This fund is used to account for all financial resources not required to be accounted for in a separate fund. This fund reports all general tax revenues and other revenues that are not restricted by law or contractual agreement to a separate fund.

The Insurance Fund accounts for the financial transactions related to providing for the insurance coverages of the City.

The Non-Home Rule Sales Tax Fund accounts for the related sales taxes and expenditures as determined by the City.

The Capital Improvements and Development Fund accounts for the revenues and expenditures related to major capital improvements or construction.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The government reports the following major proprietary funds:

The Water and Sewer Funds account for the activities of the water and sewer operations. The City operates water and sewerage treatment plants, water distribution systems and pump stations, and sewer collection and lift station systems.

The Golf Fund accounts for the operations related to the City operated golf course.

Additionally, the government reports the following fund type:

The pension trust funds account for the activities of the police and fire pension funds, which accumulate resources for pension benefit payments to qualified public safety employees.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are reimbursements between funds for direct costs applicable to the other fund. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 City's enterprise funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of connection 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 nonoperating revenues and expenses.

(d) Assets, liabilities and net assets or equity

Deposits and investments

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

The City is authorized by state statute to invest in obligations of the United States of America, insured interest bearing accounts of banks, savings and loan associations or credit unions, certain short-term obligations of corporations organized in the United States, money market mutual funds that invest in obligations of the United States of America or its agencies or are guaranteed by the full faith and credit of the United States of America. The pension trust funds are also allowed to invest limited percentages of their monies in mutual funds and equity securities.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Investments are recorded in all funds at fair value. Investment income is recognized as earned. Gains or losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

Receivables and payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

All trade and property tax receivables are shown net of an allowance for uncollectible amounts.

Unbilled water, sewer and garbage service receivables are recorded at year-end. They are determined by taking cycle billings subsequent to April 30 and prorating the applicable number of days to the current fiscal year.

The City levied its property taxes on December 6, 2021 based upon the assessed valuation as of the previous January 1. Property taxes are due in four installments in the following year, usually beginning in June, and are considered delinquent after the due dates. Property taxes for 2021 become an enforceable lien in January 2022. Because this tax levy will be used to pay for expenses budgeted in fiscal year 2023, this tax levy is shown as a receivable and as deferred inflow of resources as of April 30, 2022 in the governmental funds statements and in the statement of net position. Tax revenues reflected in these financial statements are taxes collected on the 2020 levy.

Inventory

Inventory reported in the enterprise funds are valued at the lower of cost (first-in, first-out) or market.

Capital assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The government generally defines capital assets as assets with an initial, individual cost of more than \$20,000 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. Donated capital assets are recorded at estimated fair market value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects when 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.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	25 - 40
Infrastructure	20 - 50
Distribution systems	50
Vehicles	5 - 15
Office and other equipment	5 - 15
Golf course	10 - 50

Prepaid expenses

Payments made to vendors for services that will benefit periods beyond the fiscal year end are reported as prepaid expenses.

Compensated absences

In the governmental fund financial statements, vested and accumulated vacation and sick pay that is expected to be liquidated with expendable available resources is reported as an expenditure and a fund liability. Vested and accumulated vacation and sick pay of proprietary funds are recorded as an expense and a liability of those funds as the benefits accrue to employees. The government-wide financial statements report the amounts in the same method as reported in the proprietary funds.

Sick pay is earned at a rate of 144 hours per year (police personnel 216 per year and fire personnel 432 per year) and accumulated up to 2,080 hours per employee for all full time City employees except firefighters, who can accumulate up to 2,756 hours. Retired or terminated employees may be compensated for ½ of their sick hour balance at retirement or separation depending on whether they are covered for the benefit by the collective bargaining agreement or the personnel code. Each employee earns vacation time up to a maximum of 204 hours (firefighters 360 hours) at their anniversary date. As of April 30, 2022, City employees have accumulated \$416,193 in accrued vacation and \$921,000 in accrued sick pay.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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 assets. Bond premiums and discounts are deferred and amortized over the life of the bonds.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund balances

In the fund financial statements, the City classifies the fund balances based upon the following criteria:

Nonspendable - includes amounts that cannot be spent because they are either 1) not in spendable form, or 2) legally or contractually required to remain intact.

Restricted - balances with constraints that are either externally imposed by creditors or imposed by law through constitutional provisions or enabling legislation.

Committed - balances that are to be only used for specific purposes pursuant to constraints imposed by formal action of the City Council, the government's highest level of decision-making authority.

Assigned - balances that are constrained by the City Council's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned - the residual classification of the General Fund balance.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The following details the description and amount of all constraints recorded by the City in the fund financial statements:

<u>Governmental Funds</u>	
Nonspendable:	
Prepaid Insurance	\$ 539,309
Restricted:	
General - Police Funds	\$ 82,042
Library	433,554
Business Districts	1,118,442
Motor Fuel Tax	727,831
TIF #3	197,565
Refuse	206,864
Refuse - Reserved for Compost Site	25,600
Retirement Fund	153,017
	<u>\$ 2,944,915</u>
Committed:	
Non-Home Rule Sales Tax	\$ 1,058,520
Capital Development	2,480,634
	<u>\$ 3,539,154</u>
Assigned:	
Recreation	143,535
Insurance Fund	646,519
	<u>\$ 790,054</u>

When expenditures are incurred for which the City has both restricted and unrestricted funds available, the City spends any restricted funds before using unrestricted sources. Likewise, the City uses committed, assigned and then unassigned balances, in that order, when spending amounts for which all three categories are available.

Budget Policy and Practices

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

1. Prior to April 30, the Director of Finance and the City Manager prepared a "City Manager's Proposed Budget" which was distributed to the City Council for their review.
2. The City Council conducts budget review sessions.
3. A public hearing is conducted to obtain taxpayer comments.
4. The City Council adopts the proposed budget.
5. Amendments to the budget affect transfers of amounts between line items. All amendments are approved by the City Council.
6. The budget is prepared on a cash basis of accounting.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Risk Management

The City is exposed to various risks of loss related to torts; thefts of, damage to and destruction of assets; errors and omissions and natural disasters for which the City carries commercial insurance. There has been no significant reduction in coverage from the prior year.

Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. These estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenditures. Actual results could vary from estimates that were used.

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

Governmental & Business-Type Activities

At April 30, 2022, the carrying amount of the City's deposits was \$10,641,423 and the bank balance was \$10,779,376. The deposits were comprised of interest checking, money market and savings accounts.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the City's name. As of April 30, 2022, all of the deposits of the City were covered by FDIC insurance or collateralized by the financial institutions.

At April 30, 2022, the City had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
The Illinois Funds	Daily	\$ 352,682
Illinois Metropolitan Investment Fund	Daily	1,152,646
Municipal Bonds	0.75	2,522,580
Cash on Hand		2,345
Deposits as reported above		<u>10,641,423</u>
Total deposits and investments		<u>\$ 14,671,676</u>
As Reported in the Statement of Net Position:		
Cash and Cash Equivalents		\$ 11,739,966
Investments		<u>2,931,710</u>
		<u>\$ 14,671,676</u>

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Interest Rate Risk. The City’s investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. As of April 30, 2022, the credit ratings of the City’s investments are as follows:

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Illinois Metropolitan Investment Fund	--	Aaa
The Illinois Funds	AAAm	--
Municipal Bonds	AAA to BBB	Aaa to Baa3

The Illinois Funds and the Illinois Metropolitan Investment Fund are pooled investments that are operated by the State of Illinois as a not-for-profit common law trust and are not registered with the SEC. The funds are monitored regularly through the State by internal and external audits. The goals of the funds are to provide liquidity and to maintain balances that are equal to the par value of the invested shares with no loss to market fluctuations. The fair value of the City's position in the pool is the same as the value of the pool shares.

Concentration of Credit Risk. As of April 30, 2022, the City did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2022, the City has no foreign currency risk.

Police Pension Fund

At April 30, 2022, the carrying amount and the bank balance of the Police Pension Fund’s deposits were \$852,773 and the bank balances were \$847,807. The deposits were comprised of a money market account and a checking account.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Police Pension’s deposits may not be returned to it. The Police Pension requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Police Pension’s name.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

As of April 30, 2022, the Police Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
US Treasury Notes	3.10	\$ 698,191
US Treasury Bonds	14.46	801,531
Government National Mortgage Association	4.67	1,769
Federal National Mortgage Association	1.32	44,995
Federal Farm Credit Bank	12.99	140,939
Federal Home Loan Bank	3.28	141,234
Corporate Bonds	8.51	1,504,600
Mutual Funds	--	6,771,784
Certificates of Deposits	--	116,586
Deposits as reported above		<u>852,773</u>
Total deposits and investments		<u>\$ 11,074,402</u>

Interest Rate Risk. The Police Pension Fund's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. As of April 30, 2022, the Police Pension Fund investments had the following credit risks:

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Corporate Bonds	--	AA1 to Baa3
Federal Home Loan Bank	AA+	Aaa
Federal National Mortgage Association	AA+	Aaa
Federal Farm Credit Bank	AA+	Aaa

Concentration of Credit Risk. As of April 30, 2022, the Police Pension Fund did not have a concentration of credit risk in any one investment.

Foreign Currency Risk. As of April 30, 2022, the Police Pension Fund has no foreign currency risk.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Firefighter's Pension Fund

At April 30, 2022, the carrying amount and the bank balance of the Firefighter's Pension Fund's deposits was \$245,913. The deposits were comprised of money market accounts.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Firefighter's Pension Fund's deposits may not be returned to it. The Firefighter's Pension Fund requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Firefighter's Pension Fund's name.

As of April 30, 2022, the Firefighter's Pension Fund has transferred all the investment funds to the Illinois Firefighter's Pension Investment Fund (IFPIF) investment account. The IFPIF is a pooled investment account maintained by the State of Illinois. The City's portion of the balance held in this investment pool is \$5,987,398 as of April 30, 2022.

Interest Rate Risk. The Firefighter's Pension Fund's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. As of April 30, 2022, the Firefighter's Pension Fund did not have a credit risk.

Concentration of Credit Risk. As of April 30, 2022, the Firefighter's Pension Fund did not have a concentration of credit risk in any one investment.

Foreign Currency Risk. As of April 30, 2022, the Firefighter's Pension Fund has no foreign currency risk.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 3: RECEIVABLES

City receivables, as reported in the statement of net position, including the applicable allowances for uncollectible accounts, are as follows as of April 30, 2022:

	<u>General</u>	Other Major <u>Funds</u>	Enterprise <u>Funds</u>	Nonmajor <u>Funds</u>	<u>Total</u>
Property Taxes	\$ 365,602	\$ 300,031	\$ -	\$ 675,595	\$ 1,341,228
Intergovernmental	1,359,099	447,426	-	262,680	2,069,205
Licenses/Fees/Other	1,056,049	47,497	588,824	-	1,692,370
Accounts	-	-	355,331	119,369	474,700
Unbilled Services	-	-	253,803	75,108	328,911
Gross Receivables	<u>2,780,750</u>	<u>794,954</u>	<u>1,197,958</u>	<u>1,132,752</u>	<u>5,906,414</u>
Less: Allowance for uncollectible	-	-	231,823	94,598	326,421
Net Total Receivables	<u>\$ 2,780,750</u>	<u>\$ 794,954</u>	<u>\$ 966,135</u>	<u>\$ 1,038,154</u>	<u>\$ 5,579,993</u>

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

In a prior year, the City entered into an agreement with a developer that provided an advance of \$1,000,000. This advance will be repaid to the City through incremental sales taxes in future years. The balance of \$1,000,000 has previously been added to the government-wide financial statements as an additional account receivable.

NOTE 4: LONG-TERM DEBT

The City enters into long-term debt agreements to provide funds for the acquisition and construction of equipment and major capital projects. The City has entered into the following long-term debt agreements:

Governmental

The City entered into a loan agreement on September 1, 2008 for \$250,000 to provide funding for the purchase of a fire truck. The loan is to be repaid in annual principal installments of \$12,500. The balance is to be repaid by the General Fund. The outstanding balance as of April 30, 2022 is \$75,000.

The City entered into a lease purchase agreement on August 27, 2012 for \$186,350 to provide for the purchase of a street sweeper. The lease purchase is to be repaid in annual installments of \$21,733, including interest at 2.89 percent. The balance is to be repaid by the Capital Improvement Fund. The balance as of April 30, 2022 is \$20,959.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The City entered into a lease purchase agreement on January 20, 2020 for \$66,275 to provide funding for the purchase of medical equipment. The lease purchase is to be repaid in annual installments of \$17,092. The balance is to be repaid by the General Fund. The balance as of April 30, 2022 is \$17,092.

The City entered into a loan agreement on May 31, 2019 for \$735,719 to provide funding for the new police station. The loan is to be repaid in quarterly installments of \$30,155, including interest at 2.75 percent. The loan is unsecured. The balance is to be repaid by the Capital Improvements and Development Fund. The balance as of April 30, 2022 is \$426,158.

The City entered into a loan purchase agreement on September 25, 2020 for \$204,770 to refinance a fire truck and provide funding for the purchase of an aerial truck. The loan is to be repaid in annual installments of \$43,467, including interest at 1.99%. The balance is to be repaid by the General Fund. The outstanding balance as of April 30, 2022 is \$165,435.

The City entered into a loan agreement on April 12, 2021 for \$62,800 to provide funding for the purchase of a new mower. The loan is to be repaid in annual installments of \$13,713, including interest at 3.00 percent. The balance is to be repaid with reductions in future Madison County Community Development grant funds. The balance as of April 30, 2022 is \$49,495.

The City entered into a loan agreement on February 7, 2022 for \$490,101 to provide funding for implementation of a solar panel project. The loan is to be repaid in one payment on August 7, 2023, including interest at 2.90 percent. The balance is to be expected to be retired with renewable energy credits and any additional balance remaining to be paid through the Capital Improvements and Development Fund. The balance drawn on his loan as of April 30, 2022 is \$360,937.

Business-type

The City entered into an agreement with the IEPA on February 7, 2011 to provide funding for sewer infrastructure improvements. The loan, in the approved amount of \$9,936,067, was drawn on as needed to provide funding for the improvements. The loan is to be repaid in 39 semi-annual installments of \$225,372 including interest at 1.25 percent. The balance is to be repaid by the Sewer Fund. The total outstanding balance as of April 30, 2022 is \$4,814,245.

The City entered into a lease purchase agreement on April 3, 2020 for \$840,906 to provide funding for the purchase of a radio read water meter system. The lease purchase is to be repaid in annual installments of \$130,488, including interest at 2.11 percent. The balance is to be repaid by the Water Fund. The balance as of April 30, 2022 is \$612,200. Unless noted otherwise, the loans are secured by the related equipment. Upon default, the loans may become immediately due, including interest. The lender may also take possession of the equipment being held as collateral.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The City entered into a promissory note on May 24, 2021 for \$83,627 to provide funding for the purchase of an irrigation control system. The note is to be repaid in annual installments of \$18,056, including interest at 2.57 percent. The balance is to be repaid by the Golf Fund. The balance as of April 30, 2022 is \$83,627.

The annual requirements to retire other long-term debt are as follows:

Fiscal Year Ended April 30,	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2023	\$ 213,143	\$ 16,076	\$ 525,048	\$ 74,240
2024	540,003	25,951	532,857	66,432
2025	183,406	6,894	540,843	58,445
2026	153,524	2,443	548,940	50,348
2027	12,500	-	556,819	42,126
2028-2032	12,500	-	2,137,812	115,909
2033-2034	-	-	667,753	8,364
	<u>\$ 1,115,076</u>	<u>\$ 51,364</u>	<u>\$ 5,510,072</u>	<u>\$ 415,864</u>

The following is a summary of changes in long-term liabilities for the year ended April 30, 2022.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retired</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<u>Governmental Activities:</u>					
Notes from direct borrowings:					
Lease/loan agreements	\$ 964,207	\$ 360,937	\$ 210,068	\$ 1,115,076	\$ 213,143
Net pension liability	20,799,044	-	3,292,977	17,506,067	-
Net OPEB liability	1,321,458	346,628	-	1,668,086	-
Compensated absences	1,164,502	-	169,853	994,649	314,207
Governmental activities long-term liabilities	<u>\$ 24,249,211</u>	<u>\$ 707,565</u>	<u>\$ 3,672,898</u>	<u>\$ 21,283,878</u>	<u>\$ 527,350</u>
<u>Business-type Activities:</u>					
Notes from direct borrowings:					
Lease/loan agreements	5,939,093	83,627	512,648	5,510,072	525,048
Debt certificates	64,004	-	64,004	-	-
Net pension liability	1,808	-	1,808	-	-
Net OPEB liability	342,658	78,694	-	421,352	-
Compensated absences	368,884	-	26,340	342,544	101,987
Business-type activities long-term liabilities	<u>\$ 6,716,447</u>	<u>\$ 162,321</u>	<u>\$ 604,800</u>	<u>\$ 6,273,968</u>	<u>\$ 627,035</u>

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 5: CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2022 was as follows:

	<u>Beginning Balance</u>	<u>Additions/ Completions</u>	<u>Retirements/ Deletions</u>	<u>Ending Balance</u>
<u>Governmental activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 14,544,544	\$ -	\$ 167,614	\$ 14,376,930
Land right-of-way	16,809,767	-	-	16,809,767
Total capital assets not being depreciated	<u>31,354,311</u>	<u>-</u>	<u>167,614</u>	<u>31,186,697</u>
Capital assets, being depreciated:				
Buildings and improvements	17,752,707	2,213,095	-	19,965,802
Machinery and equipment	1,970,216	-	60,000	1,910,216
Vehicles	2,249,555	113,844	75,882	2,287,517
Infrastructure	<u>95,034,352</u>	<u>475,281</u>	<u>-</u>	<u>95,509,633</u>
Total capital assets being depreciated	<u>117,006,830</u>	<u>2,802,220</u>	<u>135,882</u>	<u>119,673,168</u>
Less accumulated depreciation for:				
Buildings and improvements	7,662,390	328,553	-	7,990,943
Machinery and equipment	999,167	127,516	60,000	1,066,683
Vehicles	1,986,014	108,501	75,882	2,018,633
Infrastructure	<u>65,091,164</u>	<u>1,548,664</u>	<u>-</u>	<u>66,639,828</u>
Total accumulated depreciation	<u>75,738,735</u>	<u>2,113,234</u>	<u>135,882</u>	<u>77,716,087</u>
Total capital assets, being depreciated, net	<u>41,268,095</u>	<u>688,986</u>	<u>-</u>	<u>41,957,081</u>
Governmental activities capital assets, net	<u>\$ 72,622,406</u>	<u>\$ 688,986</u>	<u>\$ 167,614</u>	<u>\$ 73,143,778</u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated:				
Land	<u>\$ 1,012,334</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,012,334</u>
Capital assets, being depreciated:				
Buildings and improvements	3,200,604	-	-	3,200,604
Utility systems	33,916,880	1,108,543	-	35,025,423
Machinery and equipment	6,343,849	389,872	16,800	6,716,921
Vehicles	<u>1,006,067</u>	<u>-</u>	<u>-</u>	<u>1,006,067</u>
Total capital assets, being depreciated	<u>44,467,400</u>	<u>1,498,415</u>	<u>16,800</u>	<u>45,949,015</u>
Less accumulated depreciation for:				
Buildings and improvements	2,767,731	27,616	-	2,795,347
Utility systems	12,960,262	689,747	-	13,650,009
Machinery and equipment	3,260,880	189,370	13,300	3,436,950
Vehicles	<u>690,295</u>	<u>70,498</u>	<u>-</u>	<u>760,793</u>
Total accumulated depreciation	<u>19,679,168</u>	<u>977,231</u>	<u>13,300</u>	<u>20,643,099</u>
Total capital assets, being depreciated, net	<u>24,788,232</u>	<u>521,184</u>	<u>3,500</u>	<u>25,305,916</u>
Business-type activities capital assets, net	<u>\$ 25,800,566</u>	<u>\$ 521,184</u>	<u>\$ 3,500</u>	<u>\$ 26,318,250</u>

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Depreciation expense was charged as direct expense to functions of the City as follows:

Governmental activities:	
General government	\$ 54,392
Public safety	374,482
Streets and highways, including depreciation of general infrastructure assets	1,605,122
Cultural and recreational	<u>79,238</u>
Total depreciation expense - governmental activities	<u>\$ 2,113,234</u>
Business-type activities:	
Water	\$ 353,231
Sewer	570,334
Golf course	<u>53,666</u>
	<u>\$ 977,231</u>

NOTE 6: LEGAL DEBT MARGIN

The computation of legal debt margin at April 30, 2022 is as follows:

Assessed Valuation	<u>\$ 146,642,533</u>
Bonded Debt Limit*	\$ 12,647,918
Bonded Indebtedness	<u>1,115,076</u>
Legal Debt Margin	<u>\$ 11,532,842</u>

The bonded indebtedness of the City of Wood River, Illinois is limited by Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes to 8.625% of the assessed valuation of taxable tangible property.

NOTE 7: RETIREMENT AND PENSION FUND COMMITMENTS

1. Illinois Municipal Retirement Fund

Plan Description. The City’s defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The 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. The report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

own employees. The employer annual required contribution rate for calendar year 2021 was 19.39 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Covered Employees. The following types of employees comprise the membership of the plan.

Retirees and Beneficiaries	88
Inactive, non-Retired Members	30
Active Members	<u>45</u>
Total	<u>163</u>

Discount Rate. GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR 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) 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 this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 1.84%; and the resulting single discount rate is 7.25%.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Valuation Date	12/31/21
Measurement Date of the Net Pension Liability	12/31/21
Fiscal Year End	04/30/22

Development of the Single Discount Rate as of December 31, 2021	
Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	1.84%
Last year ending December 31 in the 2022 to 2121 projection period for which projected benefit payments are fully funded	2121
Resulting Single Discount Rate based on the above development	7.25%
Single Discount Rate calculated using December 31, 2020 Measurement Date	7.25%

The Long-Term Municipal Bond Rate is based on the Fidelity Index's "20-Year Municipal GO AA Index" as of December 31, 2021.

Actuarial Assumptions. The following are the actuarial assumptions used in the calculation of the net pension liability.

Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
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 2020 valuation pursuant to an experience study of the period 2017-2019.
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.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Net Pension Liability. The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

Total pension liability	
Service Cost	\$ 233,070
Interest on the Total Pension Liability	1,515,756
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	249,223
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(1,412,019)</u>
Net change in total pension liability	\$ 586,030
Total pension liability - beginning	<u>21,496,450</u>
Total pension liability - ending	<u>\$ 22,082,480</u>
Plan fiduciary net position	
Contributions - employer	\$ 559,389
Contributions - employee	129,822
Net investment income	3,733,606
Benefit payments, including refunds of employee contributions	<u>(1,412,019)</u>
Other (Net Transfer)	<u>(316,361)</u>
Net change in plan fiduciary net position	\$ 2,694,437
Plan fiduciary net position - beginning	<u>21,491,795</u>
Plan fiduciary net position - ending	<u>\$ 24,186,232</u>
Net pension liability/(asset)	<u>\$ (2,103,752)</u>
Plan fiduciary net position as a percentage of the total pension liability	109.53%
Covered valuation payroll	\$ 2,884,936
Net pension liability as a percentage of covered valuation payroll	-72.92%

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>
Total Pension Liability	\$ 24,607,019	\$ 22,082,480	\$ 20,088,843
Plan Fiduciary Net Position	<u>24,186,232</u>	<u>24,186,232</u>	<u>24,186,232</u>
Net Pension Liability/(Asset)	<u>\$ 420,787</u>	<u>\$ (2,103,752)</u>	<u>\$ (4,097,389)</u>

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 195,958	\$ -
Changes in assumptions	-	79,281
Subsequent contributions	176,722	-
Net difference between projected and actual earnings on pension plan investments	-	<u>2,925,769</u>
Total	<u>\$ 372,680</u>	<u>\$ 3,005,050</u>

Year Ending <u>December 31,</u>	Net Deferred Inflows of Resources
2022	\$ (590,578)
2023	(1,072,040)
2024	(703,849)
2025	<u>(442,625)</u>
	<u>\$ (2,809,092)</u>

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

2. Firefighters' Pension Fund

a) Plan Description

Plan Administration. The Board consists of two members appointed by the City, two active members of the fire department elected by the membership, and one retired member of the fire department elected by the retiree membership.

Plan Membership as of April 30, 2022:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	12
Active Plan Members	<u>11</u>
Total	<u>23</u>

Benefits Provided.

The Plan provides retirement, termination, disability, and death benefits.

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,159 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

Tier 1 Retirees: An annual increase equal to 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Disabled Retirees: An annual increase equal to 3.00% per year of the original benefit amount beginning at age 60. Those that become disabled prior to age 60 receive an increase of 3.00% of the original benefit amount for each year since benefit commencement upon reaching age 60. Tier 2: An annual increase each January 1 equal to 3.00% per year or one-half of the annual unadjusted percentage increase in the consumer price index for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date whichever is later.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Disability Benefit:

Eligibility: Total and permanent as determined by the Board of Trustees. Seven years of service required for non-service connected disability. Benefit: A maximum of: a.) 65% of salary attached to the rank held by the member on last day of service, and; b.) The monthly retirement pension that the member is entitled to receive if he or she retired immediately. For non-service connected disabilities, a benefit of 50% of salary attached to rank held by member on last day of service.

Pre-Retirement Death Benefit:

Service Incurred: 100% of salary attached to rank held by member on last day of service. Non-Service Incurred: A maximum of: a.) 54% of salary attached to the rank held by member on last day of service, and; b.) The monthly retirement pension earned by the deceased member at time of death, regardless of whether death occurs before or after age 50.

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

10 or more years: Either the termination benefit, payable upon reaching age 60, provided contributions are not withdrawn, or a refund of member contributions. The termination benefit is based on the monthly salary attached to the Member's rank at separation from service. The following schedule applies:

<u>Service</u>	<u>% of Salary</u>
10	15.0%
11	17.6%
12	20.4%
13	23.4%
14	26.6%
15	30.0%
16	33.6%
17	37.4%
18	41.4%
19	45.6%

Contributions.

Employee: 9.455% of Salary. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of 90% of the accrued past service liability by December 31, 2040.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

b) Investments

Investment Policy:

The long-term asset allocation is determined by the Illinois Firefighter’s Pension Investment Fund and is as follows as of April 30, 2022:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
U.S. Equity	31.00%	5.20%
Developed Market Equity	16.00	5.10
Emerging Market Equity	8.00	5.50
Private Equity	5.00	8.60
Public Credit	3.00	1.80
Private Credit	5.00	7.00
Core Investment Grade Bonds	15.00	1.60
Long Term Treasuries	3.00	1.30
TIPS	4.00	.80
Real Estate	5.00	4.90
Infrastructure	5.00	5.10
Total	<u>100.00%</u>	

The long-term expected rate of return on pension plan investments was determined using the best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) and 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 by the target asset allocation percentage and by adding expected inflation.

Concentrations:

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan’s fiduciary net position.

Rate of Return:

For the year ended April 30, 2022, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was -5.91%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

c) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2022 were as follows:

Total Pension Liability	\$ 13,448,528
Plan Fiduciary Net Position	<u>(6,790,491)</u>
Net Pension Liability	<u>\$ 6,658,037</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	50.49%
Covered Employee Payroll	\$ 872,459
Employer's Net pension Liability as a % of Employee Payroll	763.13%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation April 30, 2022 using the following actuarial assumptions.

Inflation	2.25%
Projected Increase in Total Payroll	3.25%
Investment Rate of Return	6.50%
Mortality Table: PubS-2010(A) Sex Distinct raw Rates	
Retirement Rate: L&A Assumption Study for Firefighters 2020 Cap Age 65	
Disability Rate: L&A Assumption Study for Firefighters 2020	
Termination Rates: L&A Assumption Study for Firefighters 2020	
Percent Married: 80.0%	

Discount Rate:

The discount rate used to measure the total pension liability was 6.15 percent. The projection of cash flows was used to determine the extent which the plan's future net position will be able to cover future benefit payments. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future projected benefit payments through 2070. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The Net Pension Liability was determined using the discount rate of 6.15% as stated in the prior paragraph. The following table displays the sensitivity of the resulting change had the rate been 1% higher or lower.

	1% Decrease	Current Discount Rate	1% Increase
	<u>5.15%</u>	<u>6.15%</u>	<u>7.15%</u>
Net Pension Liability	\$ 8,593,303	\$ 6,658,037	\$ 5,076,659

Changes in Net Pension Liability

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balances as of May 01, 2021	\$ 15,241,123	\$ 7,104,525	\$ 8,136,598
Changes for a year			
Service Cost	316,441	-	316,441
Interest	759,574	-	759,574
Differences between expected and actual experience	(889,824)	-	(889,824)
Changes of assumptions	(1,433,518)	-	(1,433,518)
Changes of benefit terms	-	-	-
Contributions - employer	-	557,180	(557,180)
Contributions - employee	-	82,491	(82,491)
Net investment income	-	(401,096)	401,096
Benefit payments, including refunds	(545,268)	(545,268)	-
Administrative	-	(7,341)	7,341
Net Changes	<u>(1,792,595)</u>	<u>(314,034)</u>	<u>(1,478,561)</u>
Balances as of April 30, 2022	<u>\$ 13,448,528</u>	<u>\$ 6,790,491</u>	<u>\$ 6,658,037</u>

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. For the year ended April 30, 2022, the City recognized a pension expense of \$497,087. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 226,525	\$ (753,045)
Changes in assumptions	849,097	(1,445,986)
Net difference between projected and actual earnings on pension plan investments	<u>331,341</u>	<u>-</u>
Total	<u>\$ 1,406,963</u>	<u>\$ (2,199,031)</u>

Year Ending <u>April 30,</u>	Net Deferred Inflows of <u>Resources</u>
2023	\$ (93,035)
2024	(132,640)
2025	(261,182)
2026	(37,924)
2027	(267,287)
Thereafter	<u>-</u>
	<u>\$ (792,068)</u>

3. Police Pension Fund

a) Plan Description

Plan Administration. The Board consists of two members appointed by the City, two active members of the police department elected by the membership, and one retired member of the police department elected by the retiree membership.

Plan Membership as of April 30, 2022:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	20
Inactive Plan Members Entitled to But Not	
Currently Receiving Benefits	5
Active Plan Members	<u>18</u>
Total	<u>43</u>

Benefits Provided.

The Plan provides retirement, termination, disability, and death benefits.

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

maximum of 75% of salary. The minimum monthly benefit is \$1,000 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

Tier 1 Retirees: An annual increase equal to 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Tier 2: An annual increase each January 1 equal to 3.00% per year or one-half of the annual unadjusted percentage increase in the consumer price index for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date whichever is later.

Disability Benefit:

Eligibility: Total and permanent as determined by the Board of Trustees. Benefit: A maximum of: a.) 65% of salary attached to the rank held by the member on last day of service, and; b.) The monthly retirement pension that the member is entitled to receive if he or she retired immediately. For non-service connected disabilities, a benefit of 50% of salary attached to rank held by member on last day of service.

Pre-Retirement Death Benefit:

Service Incurred: 100% of salary attached to rank held by member on last day of service. Non-Service Incurred: A maximum of: a.) 50% of salary attached to the rank held by member on last day of service, and; b.) The monthly retirement pension earned by the deceased member at time of death, regardless of whether death occurs before or after age 50. For non-service deaths with less than 10 years of service, a refund of member contributions is provided.

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

10 or more years: Either the termination benefit, payable upon reaching age 60, provided contributions are not withdrawn, or a refund of member contributions. The termination benefit is 2.50% of annual salary held in the year prior to termination times creditable service.

Contributions.

Employee: 9.91% of Salary. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of 90% of the accrued past service liability over a period ending in 2040.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Investments

Investment Policy:

The following was the Board’s adopted asset allocation policy as of April 30, 2022:

<u>Asset Class</u>	<u>Target Allocation</u>
Fixed Income	33 - 100%
Equities	0 - 65%
Cash/Cash Equivalents	2 - 10%

Concentrations:

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan’s fiduciary net position.

Rate of Return:

For the year ended April 30, 2022, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was -5.30%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

b) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2022 were as follows:

Total Pension Liability	\$ 22,743,292
Plan Fiduciary Net Position	<u>(11,895,262)</u>
Net Pension Liability	<u>\$ 10,848,030</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	52.30%
Covered Employee Payroll	\$ 1,332,313
Employer’s Net Pension Liability as a % of Employee Payroll	814.23%

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2022 using the following actuarial assumptions.

Inflation	2.25%
Projected Increase in Total Payroll	3.25%
Investment Rate of Return	6.50%
Mortality Table: PubS-2010(A) Study – Sex Distinct Raw Rates	
Retirement Rate: L&A Assumption Study for Police 2020 Cap age 65	
Disability Rate: L&A Assumption Study for Police 2020	
Termination Rates: L&A Assumption Study for Police 2020	
Percent Married : 80.0%	

The long-term expected rate of return on pension plan investments was determined using the best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) and 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 by the target asset allocation percentage and by adding expected inflation. The best estimates are based on the Illinois Police Officer’s Pension Investment Fund expected asset allocations as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
U.S. Large	23.00%	4.15%
U.S Small	5.00	4.54
International Developed	18.00	4.64
International Developed Small	5.00	-.25
Emerging Markets	7.00	5.31
Private Equity	7.00	7.15
Bank Loans	3.00	2.48
High Yield Corp Credit	3.00	2.48
Emerging Market Debt	3.00	2.82
Private Credit	5.00	4.37
TIPS	3.00	-.12
Real Estate/Infrastructure	8.00	4.00
Cash	1.00	-.27
Short-Term Gov’t/Credit	3.00	.73
U.S. Treasury	3.00	-.60
Core Plus Fixed Income	3.00	.73
Total	<u>100.00%</u>	

Discount Rate:

The discount rate used to measure the total pension liability was 6.09 percent. The projection of cash flows was used to determine the extent which the plan’s future net position will be able to cover future benefit payments. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all future projected benefit payments through 2073. To the extent future benefit payments would not be covered by the plan’s net position, the

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

municipal bond rate would be used to determine the portion of the net pension liability associated with those payments.

The Net Pension Liability was determined using the discount rate of 6.09% as stated in the prior paragraph. The following table displays the sensitivity of the resulting change had the rate been 1% higher or lower.

	Current Discount		
	1% Decrease	Rate	1% Increase
	<u>5.09%</u>	<u>6.09%</u>	<u>7.09%</u>
Net Pension Liability	\$ 14,326,731	\$ 10,848,030	\$ 8,042,417

Changes in Net Pension Liability

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balances as of May 01, 2021	\$ 25,616,839	\$ 12,957,241	\$ 12,659,598
Changes for a year			
Service Cost	438,083	-	438,083
Interest	1,291,088	-	1,291,088
Differences between expected and actual experience	(1,348,040)	-	(1,348,040)
Changes of assumptions	(1,958,974)	-	(1,958,974)
Changes of benefit terms	-	-	-
Contributions - employer	-	799,212	(799,212)
Contributions - employee	-	128,283	(128,283)
Net investment income	-	(679,047)	679,047
Benefit payments, including refunds	(1,295,704)	(1,295,704)	-
Administrative	-	(14,723)	14,723
Net Changes	<u>(2,873,547)</u>	<u>(1,061,979)</u>	<u>(1,811,568)</u>
Balances as of April 30, 2022	<u>\$ 22,743,292</u>	<u>\$ 11,895,262</u>	<u>\$ 10,848,030</u>

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. For the year ended April 30, 2022, the City recognized a pension expense of \$545,043. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 855,862	\$ (1,286,570)
Changes in assumptions	2,654,686	(2,838,338)
Net difference between projected and actual earnings on pension plan investments	<u>378,945</u>	<u>-</u>
Total	<u>\$ 3,889,493</u>	<u>\$ (4,124,908)</u>

Year Ending <u>April 30,</u>	Net Deferred Inflows of <u>Resources</u>
2023	\$ (182,536)
2024	(49,305)
2025	74,630
2026	427,867
2027	(506,071)
Thereafter	<u>-</u>
	<u>\$ (235,415)</u>

NOTE 8: POST RETIREMENT HEALTH PLAN

The City provides healthcare coverage for all active qualified employees of the City and also makes coverage available for the City retirees. This plan is a single employer plan where the City contributions and benefit payments are related to the increase in active member premiums due to the presence of retirees in the determination of blended retiree/active member premiums. As part of the plan, all retirees are required to pay the full cost of coverage. This coverage becomes secondary to Medicare after the retiree attains the age of 65.

Plan Membership as of April 30, 2022:

Active Employees	69
Inactive Employees Currently Receiving Benefit Payments	9
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	<u>0</u>
Total	<u>78</u>

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Investments

Investment Policy:

Currently, there is no expectation for future returns on OPEB plan assets since the OPEB obligation is an unfunded obligation. The employer does not have a trust dedicated exclusively to the payment of OPEB benefits.

Receivables

The Plan does not have any receivables as of April 30, 2022.

Net OPEB Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2022 were as follows:

Total OPEB Liability	\$ 2,089,438
Plan Fiduciary Net Position	-
Net OPEB Liability	<u>\$ 2,089,438</u>
Plan Fiduciary Net Position as a % of Total OPEB Liability	0%
Covered Employee Payroll	\$ 5,089,438
Employer's Net OPEB Liability as a % of Employee Payroll	41.05%

Changes in Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	OPEB Plan Net Position	Net OPEB Liability
Balances Beginning at 5/1/21	\$ 1,664,116	\$ -	\$ 1,664,116
Changes for a year			
Service Cost	53,261	-	53,261
Interest	36,118	-	36,118
Actuarial Experience	683,718	-	683,718
Changes of assumptions	(201,714)	-	(201,714)
Plan Changes	-	-	-
Contributions - employer	-	146,061	(146,061)
Contributions - employee	-	-	-
Contributions - other	-	-	-
Net investment income	-	-	-
Benefit payments from Trust	(146,061)	(146,061)	-
Administrative	-	-	-
Net Changes	<u>425,322</u>	<u>-</u>	<u>425,322</u>
Balances Beginning at 4/30/22	<u>\$ 2,089,438</u>	<u>\$ -</u>	<u>\$ 2,089,438</u>

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2022 using the following actuarial assumptions.

Projected Increase in Total Payroll	2.75%
Discount Rate	3.21%
Investment Rate of Return	N/A
Mortality Rates: For Fire and Police, follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2017 using MP-2019 Improvement Rates. For IMRF, the PubG-2010(B) Improved Generationally using MP-2020 Improvement Rates.	
Retirement Rate: L&A Assumption Study Cap Age 65 for Police and Fire 2020 and the IMRF Experience Study Report dated December 14, 2020	
Health Care Trend Rates: The trend rate is based on the 2022 Segal Health Plan Cost Trend Survey. The initial trend rate is 7.30% with an annual decrease of .26% to an ultimate Trend rate of 5.00% in 2032	

Below is a table illustrating the sensitivity of the net OPEB liability to the healthcare trend rate assumption.

	Healthcare Cost Trend Rates		
	1% Decrease (Varies)	Rate (Varies)	1% Increase (Varies)
Net OPEB Liability	\$ 1,868,120	\$ 2,089,438	\$ 2,350,666

Discount Rate:

The discount rate used to measure the total OPEB liability was 3.21 percent. If the OPEB plan is funded, the projection of cash flows will be used to determine the extent to which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. The municipal bond rate is based on The Bond Buyer 20-Bond GO Index.

The following table displays the sensitivity of the resulting change had the rate been 1% higher or lower.

	Current Discount		
	1% Decrease <u>1.27%</u>	Rate <u>2.27%</u>	1% Increase <u>3.27%</u>
Net OPEB Liability	\$ 2,335,432	\$ 2,089,438	\$ 1,881,979

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. For the year ended April 30, 2022, the City recognized an OPEB expense of \$571,383. The OPEB plan did not have any amounts to be reported as deferred inflows and outflows related to the net pension liability.

NOTE 9: INTERFUND RECEIVABLES

For the year ended April 30, 2022, the Golf Course Fund owed the Capital Improvements and Development Fund \$53,178.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 10: INTERFUND TRANSFERS

The following is a summary of interfund transfers for the year ended April 30, 2022:

Business-type Activities:

Water Fund Transfer From (To):	
General Fund	(159,480)
Sewer Fund	91,348
Refuse Fund	29,970
Capital Improvement and Development Fund	384,857
Non-Home Rule Sales Tax Fund	129,512
Sewer Fund Transfer From (To):	
General Fund	(258,603)
Non-Home Rule Sales Tax Fund	354,471
Water Fund	(91,348)
	<u>\$ 480,727</u>

Governmental Activities:

General Fund Transfer From (To):	
Water Fund	\$ 159,480
Sewer Fund	258,603
Refuse Fund	160,149
Insurance Fund	-
Municipal Retirement Fund	75,000
Library Fund	6,720
Business District Funds	(9,491)
Motor Fuel Tax Fund	(4,565)
Insurance Fund	100,000
Business District Funds Transfer From (To) General Fund	9,491
Insurance Fund Transfer From (To) General Fund:	(100,000)
Motor Fuel Tax Fund Transfer From (To) General Fund	4,565
Capital Improvement and Development Fund Transfer From (To):	
Water Fund	(384,857)
Golf Fund	-
Municipal Retirement Fund Transfer To General Fund	(75,000)
Library Fund Transfer From (To) General Fund	(6,720)
Refuse Fund Transfer (To):	
General Fund	(160,149)
Water Fund	(29,970)
Non-Home Rule Sales Tax Fund (To)	
Water Fund	(129,512)
Sewer Fund	(354,471)
	<u>\$ (480,727)</u>

The City makes transfers between funds to reimburse for costs related to a specific fund that was originally paid from another fund or to reimburse for overhead costs.

CITY OF WOOD RIVER, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 11: TAX ABATEMENTS

The City entered into a twenty-year economic incentive agreement with a local automotive dealership in May of 2013. The dealership will receive rebates of incremental sales taxes upon exceeding annual sales tax base thresholds that apply to an overall initial increment threshold. The annual sales tax threshold base is \$225,000. The total of the annual threshold excesses will be applied to an overall initial increment threshold of \$584,328. After meeting the overall threshold of \$584,328, the sales tax increments will be allocated between the City and the dealership using percentages that vary depending on the year of the agreement. As of April 30, 2022, the total balance of annual incremental sales taxes excesses to be applied against the overall initial increment threshold of \$584,328 was \$448,970. Therefore, no incentive payments have been made as of April 30, 2022 related to this agreement.

For the year ended April 30, 2022, local sales tax rebates related to the business districts totaled \$12,523.

NOTE 12: SUBSEQUENT EVENT

The City has evaluated events occurring after the financial statement date through September 20, 2022 in order to determine their potential for recognition or disclosure in the financial statements. The latter date is the same date the financial statements were available to be issued.

On May 4, 2022, the City obtained \$9,995,000 of general obligation debt certificates to construct a new recreation center. The debt certificates are to be repaid in 30 semi-annual payments at a fixed rate of 2.22%. The balance is intended to be repaid from the Non-Home Rule Sales Tax Fund.

CITY OF WOOD RIVER, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Property Tax	\$ 366,500	\$ 366,500	\$ 366,854
Intergovernmental:			
Sales and Use Tax	3,796,500	3,796,500	4,276,360
Replacement Tax	169,000	169,000	510,158
State Income Tax	1,160,000	1,160,000	1,522,173
Grants	12,000	12,000	16,184
Other	110,000	110,000	232,049
Other Local Taxes	9,000	9,000	6,734
Licenses, Fees and Permits	126,700	126,700	131,279
Charges for Services	1,140,355	1,140,355	1,140,523
Fines	81,750	81,750	64,518
Investment Earnings	5,000	5,000	(26,433)
Miscellaneous Revenues and Reimbursements	5,500	5,500	81,427
Total Receipts	<u>6,982,305</u>	<u>6,982,305</u>	<u>8,321,826</u>
Disbursements:			
Legislative			
Personnel	26,290	26,290	25,482
Materials/Supplies	4,050	4,050	2,707
Dues/Subscriptions/Training	23,850	23,850	14,699
Services	24,239	25,739	19,294
Miscellaneous	3,468	3,468	3,368
Total Legislative	<u>81,897</u>	<u>83,397</u>	<u>65,550</u>
Administration			
Personnel	392,371	560,169	552,181
Materials/Supplies	7,200	7,200	7,284
Dues/Subscriptions/Training	1,200	1,200	638
Services	12,221	12,221	12,713
Miscellaneous	2,954	2,954	2,454
Capital	2,200	2,200	2,331
Total Administration	<u>418,146</u>	<u>585,944</u>	<u>577,601</u>
Finance			
Personnel	421,214	421,214	417,601
Materials/Supplies	10,600	10,600	27,478
Dues/Subscriptions/Training	5,500	5,500	1,541
Services	81,205	81,205	58,761
Miscellaneous	35,860	35,860	36,226
Total Finance	<u>554,379</u>	<u>554,379</u>	<u>541,607</u>

CITY OF WOOD RIVER, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Disbursements (Continued):			
Legal			
Services	70,000	87,689	87,689
Miscellaneous	<u>773</u>	<u>773</u>	<u>773</u>
Total Legal	<u>70,773</u>	<u>88,462</u>	<u>88,462</u>
Building & Zoning			
Personnel	143,180	181,888	164,125
Materials/Supplies	8,500	8,500	9,614
Dues/Subscriptions/Training	3,800	4,200	2,414
Services	23,971	24,871	25,246
Miscellaneous	<u>664</u>	<u>664</u>	<u>664</u>
Total Building & Zoning	<u>180,115</u>	<u>220,123</u>	<u>202,063</u>
City Hall Maintenance			
Materials/Supplies	3,850	3,850	2,701
Services	50,500	50,500	39,732
Miscellaneous	<u>7,851</u>	<u>7,851</u>	<u>7,851</u>
Total City Hall Maintenance	<u>62,201</u>	<u>62,201</u>	<u>50,284</u>
Street Maintenance			
Personnel	138,981	138,981	139,443
Materials/Supplies	55,600	55,600	51,253
Dues/Subscriptions/Training	500	500	-
Services	117,705	141,801	146,083
Miscellaneous	<u>15,472</u>	<u>15,472</u>	<u>15,472</u>
Total Street Maintenance	<u>328,258</u>	<u>352,354</u>	<u>352,251</u>
Parks & Recreation			
Personnel	375,442	375,442	365,611
Materials/Supplies	119,900	119,900	10,966
Dues/Subscriptions/Training	2,525	2,525	475
Services	57,135	57,135	111,957
Miscellaneous	9,478	9,478	9,478
Capital	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Total Parks & Recreation	<u>574,480</u>	<u>574,480</u>	<u>498,487</u>

CITY OF WOOD RIVER, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (CASH BASIS) - GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Disbursements (Continued):			
Street Lighting			
Services	140,000	140,000	117,384
Total Street Lighting	<u>140,000</u>	<u>140,000</u>	<u>117,384</u>
Parks Maintenance			
Personnel	188,316	206,341	118,257
Materials/Supplies	44,950	44,950	49,309
Dues/Subscriptions/Training	250	250	-
Services	20,700	20,700	22,416
Miscellaneous	3,187	3,187	3,187
Capital	<u>70,000</u>	<u>70,000</u>	<u>98,784</u>
Total Parks Maintenance	<u>327,403</u>	<u>345,428</u>	<u>291,953</u>
Police Department			
Personnel	2,037,199	2,037,199	1,963,266
Materials/Supplies	151,200	156,632	92,188
Dues/Subscriptions/Training	9,500	9,500	6,461
Services	203,891	203,891	219,995
Miscellaneous	16,842	16,842	28,271
Capital	<u>57,728</u>	<u>62,191</u>	<u>48,898</u>
Total Police Department	<u>2,476,360</u>	<u>2,486,255</u>	<u>2,359,079</u>
Police Communications Center			
Personnel	1,071,864	1,071,864	998,929
Materials/Supplies	6,300	6,300	5,483
Dues/Subscriptions/Training	2,250	2,250	2,248
Services	<u>24,000</u>	<u>24,000</u>	<u>19,292</u>
Total Police Communications Center	<u>1,104,414</u>	<u>1,104,414</u>	<u>1,025,952</u>
Animal Control Department			
Personnel	13,035	13,035	12,493
Materials/Supplies	6,500	6,500	2,817
Services	1,500	1,500	1,914
Miscellaneous	<u>217</u>	<u>217</u>	<u>217</u>
Total Animal Control Department	<u>21,252</u>	<u>21,252</u>	<u>17,441</u>

CITY OF WOOD RIVER, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Disbursements (Continued):			
Fire Department			
Personnel	1,347,702	1,347,702	1,312,478
Materials/Supplies	76,000	78,401	60,248
Dues/Subscriptions/Training	14,950	14,950	11,247
Services	107,840	112,536	87,893
Miscellaneous	101,653	101,653	101,541
Capital	<u>47,000</u>	<u>86,179</u>	<u>39,530</u>
Total Fire Department	<u>1,695,145</u>	<u>1,741,421</u>	<u>1,612,937</u>
Disaster Preparedness			
Personnel	995	995	994
Materials/Supplies	1,000	1,000	-
Services	<u>5,400</u>	<u>5,400</u>	<u>1,045</u>
Total Disaster Preparedness	<u>7,395</u>	<u>7,395</u>	<u>2,039</u>
Capital/Contingencies	<u>10,000</u>	<u>10,000</u>	<u>5,185</u>
Total Disbursements	<u>8,052,218</u>	<u>8,377,505</u>	<u>7,808,275</u>
Excess (Deficiency) of Receipts Over Disbursements	<u>(1,069,913)</u>	<u>(1,395,200)</u>	<u>513,551</u>
Other Financing Sources:			
Operating Transfers In	<u>903,572</u>	<u>903,572</u>	<u>786,016</u>
Total Other Financing Sources	<u>903,572</u>	<u>903,572</u>	<u>786,016</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	<u>\$ (166,341)</u>	<u>\$ (491,628)</u>	1,299,567
Change in intergovernmental revenue on modified accrual basis			3,974
Change in other receivable on modified accrual basis			42,567
Change in accrued payroll on modified accrual basis			<u>(15,582)</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 1,330,526</u>

CITY OF WOOD RIVER, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (CASH BASIS)
INSURANCE FUND
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Property Tax	\$ 300,000	\$ 300,000	\$ 299,719
Insurance Reimbursements	1,749,482	1,749,482	1,733,315
Investment Earnings	<u>1,500</u>	<u>1,500</u>	<u>1,329</u>
Total Receipts	<u>2,050,982</u>	<u>2,050,982</u>	<u>2,034,363</u>
Disbursements:			
General Government - Miscellaneous	<u>1,972,190</u>	<u>1,972,190</u>	<u>1,883,492</u>
Total Disbursements	<u>1,972,190</u>	<u>1,972,190</u>	<u>1,883,492</u>
Excess of Receipts Over Disbursements	<u>\$ 78,792</u>	<u>\$ 78,792</u>	<u>150,871</u>
Other Financing Sources:			
Transfers In (Out)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	<u>\$ (21,208)</u>	<u>\$ (21,208)</u>	50,871
Change for reporting on modified accrual basis:			
Change in prepaid expenses on modified accrual basis			<u>19,114</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 69,985</u>

CITY OF WOOD RIVER, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (CASH BASIS)
 NON-HOME RULE SALES TAX FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Sales Tax	\$ 1,389,231	\$ 1,389,231	\$ 1,705,988
Investment Earnings	2,537	2,537	7,949
Miscellaneous	<u>-</u>	<u>-</u>	<u>223,940</u>
Total Receipts	<u>1,391,768</u>	<u>1,391,768</u>	<u>1,937,877</u>
Disbursements:			
Current:			
Capital Outlay	<u>3,650,000</u>	<u>4,064,104</u>	<u>2,112,803</u>
Total Disbursements	<u>3,650,000</u>	<u>4,064,104</u>	<u>2,112,803</u>
Excess (Deficiency) of Receipts Over Disbursements	<u>(2,258,232)</u>	<u>(2,672,336)</u>	<u>(174,926)</u>
Other Financing Sources (Uses):			
Proceeds from Debt	7,250,000	7,250,000	-
Transfers In (Out)	<u>(4,000,000)</u>	<u>(4,000,000)</u>	<u>(483,983)</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	<u>\$ 991,768</u>	<u>\$ 577,664</u>	(658,909)
Change for reporting on modified accrual basis:			
Change in intergovernmental receivables on modified accrual basis			<u>(11,020)</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ (669,929)</u>

CITY OF WOOD RIVER, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (CASH BASIS)
 CAPITAL IMPROVEMENTS AND DEVELOPMENT FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Utility Tax	\$ 595,000	\$ 595,000	\$ 717,255
Excise Tax	120,000	120,000	98,083
Grant Receipts	-	-	683,893
Licenses, Permits and Fees	30,000	30,000	35,987
Investment Earnings	5,000	5,000	(10,862)
Miscellaneous	<u>-</u>	<u>-</u>	<u>86,165</u>
Total Receipts	<u>750,000</u>	<u>750,000</u>	<u>1,610,521</u>
Disbursements:			
Current:			
Materials and Supplies	202,000	202,000	199,077
Services	125,000	125,000	20,239
Capital Outlay	30,000	30,000	2,669
Debt Service	<u>208,903</u>	<u>208,903</u>	<u>142,353</u>
Total Disbursements	<u>565,903</u>	<u>565,903</u>	<u>364,338</u>
Excess of Receipts Over Disbursements	<u>184,097</u>	<u>184,097</u>	<u>1,246,183</u>
Other Financing Sources:			
Transfers In (Out)	<u>(58,009)</u>	<u>(278,645)</u>	<u>(384,857)</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	<u>\$ 126,088</u>	<u>\$ (94,548)</u>	861,326
Change for reporting on modified accrual basis:			
Change in intergovernmental receivables on modified accrual basis			(2,677)
Change in utility tax receivable on modified accrual basis			<u>(618)</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 858,031</u>

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND
APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:								
Service cost	\$ 438,083	\$ 485,284	\$ 356,841	\$ 374,886	\$ 411,243	\$ 388,148	\$ 362,046	\$ 426,604
Interest	1,291,088	1,329,469	1,233,936	1,182,988	1,138,361	1,177,380	935,917	883,886
Changes of benefit terms	-	-	63,853	-	-	-	-	-
Differences between expected and actual experience	(1,348,040)	1,258,023	(283,309)	(4,255)	923	51,424	726,070	-
Changes in assumptions	(1,958,974)	(873,261)	4,625,992	(1,319,872)	(200,965)	(1,525,756)	1,592,114	-
Benefit payments, including refunds	(1,295,704)	(1,112,902)	(901,423)	(900,733)	(760,728)	(733,203)	(710,916)	(678,095)
Net change in total pension liability	(2,873,547)	1,086,613	5,095,890	(666,986)	588,834	(642,007)	2,905,231	632,395
Total pension liability - beginning	25,616,839	24,530,226	19,434,336	20,101,322	19,512,488	20,154,495	17,249,264	16,616,869
Total pension liability - ending	\$ 22,743,292	\$ 25,616,839	\$ 24,530,226	\$ 19,434,336	\$ 20,101,322	\$ 19,512,488	\$ 20,154,495	\$ 17,249,264
Plan Fiduciary Net Position								
Contributions - employer	799,212	778,638	700,000	655,738	642,328	517,319	475,526	453,461
Contributions - employee	128,283	256,698	121,303	352,100	119,150	118,221	150,760	112,087
Net investment income	(679,047)	2,451,986	187,455	474,675	471,678	546,117	(136,607)	394,086
Benefit payments, including refunds	(1,295,704)	(1,112,902)	(901,423)	(900,733)	(760,728)	(733,203)	(710,916)	(678,095)
Administrative	(14,723)	(12,539)	(12,247)	(14,602)	(11,075)	(11,340)	(10,100)	(8,230)
Net change in plan fiduciary net position	(1,061,979)	2,361,881	95,088	567,178	461,353	437,114	(231,337)	273,309
Plan fiduciary net position - beginning	12,957,241	10,595,360	10,500,272	9,933,094	9,471,741	9,034,627	9,265,964	8,992,655
Plan fiduciary net position - ending	\$ 11,895,262	\$ 12,957,241	\$ 10,595,360	\$ 10,500,272	\$ 9,933,094	\$ 9,471,741	\$ 9,034,627	\$ 9,265,964
Net Pension Liability	\$ 10,848,030	\$ 12,659,598	\$ 13,934,866	\$ 8,934,064	\$ 10,168,228	\$ 10,040,747	\$ 11,119,868	\$ 7,983,300
Plan fiduciary net position as a percentage of the total pension liability	<u>52.30%</u>	<u>50.58%</u>	<u>43.19%</u>	<u>54.03%</u>	<u>49.42%</u>	<u>48.54%</u>	<u>44.83%</u>	<u>53.72%</u>
Covered-employee payroll	\$ 1,332,313	\$ 1,326,258	\$ 1,259,333	\$ 1,269,359	\$ 1,258,518	\$ 1,197,643	\$ 1,400,239	\$ 1,460,969
Net position liability as a percentage of covered-employee payroll	<u>814.23%</u>	<u>954.54%</u>	<u>1106.53%</u>	<u>703.82%</u>	<u>807.95%</u>	<u>838.38%</u>	<u>794.14%</u>	<u>546.44%</u>

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
 FIREFIGHTER'S PENSION FUND
 APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:								
Service Cost	\$ 316,441	\$ 281,156	\$ 285,460	\$ 259,850	\$ 267,008	\$ 252,585	\$ 234,126	\$ 265,655
Interest	759,574	788,842	720,341	702,428	674,856	650,972	526,087	544,350
Changes of benefit terms	-	-	34,681	-	-	-	-	-
Differences between expected and actual experience	(889,824)	287,346	73,505	(61,678)	(5,422)	576,785	125,970	-
Changes in assumptions	(1,433,518)	1,058,961	(536,600)	462,792	(106,366)	(614,330)	1,116,404	-
Benefit payments, including refunds	<u>(545,268)</u>	<u>(551,782)</u>	<u>(500,885)</u>	<u>(474,180)</u>	<u>(476,071)</u>	<u>(419,368)</u>	<u>(414,806)</u>	<u>(378,187)</u>
Net change in total pension liability	(1,792,595)	1,864,523	76,502	889,212	354,005	446,644	1,587,781	431,818
Total pension liability - beginning	<u>15,241,123</u>	<u>13,376,600</u>	<u>13,300,098</u>	<u>12,410,886</u>	<u>12,056,881</u>	<u>11,610,237</u>	<u>10,022,456</u>	<u>9,590,638</u>
Total pension liability - ending	<u>\$ 13,448,528</u>	<u>\$ 15,241,123</u>	<u>\$ 13,376,600</u>	<u>\$ 13,300,098</u>	<u>\$ 12,410,886</u>	<u>\$ 12,056,881</u>	<u>\$ 11,610,237</u>	<u>\$ 10,022,456</u>
Plan Fiduciary Net Position								
Contributions - employer	557,180	533,583	492,081	425,102	414,940	318,511	297,756	291,031
Contributions - employee	82,491	81,507	70,117	67,804	65,218	64,591	63,298	61,367
Net investment income	(401,096)	1,344,632	(191,708)	93,108	239,965	346,266	(68,194)	169,570
Benefit payments, including refunds	<u>(545,268)</u>	<u>(551,782)</u>	<u>(500,885)</u>	<u>(474,180)</u>	<u>(476,071)</u>	<u>(419,368)</u>	<u>(414,806)</u>	<u>(378,187)</u>
Administrative	<u>(7,341)</u>	<u>(6,564)</u>	<u>(7,121)</u>	<u>(9,203)</u>	<u>(7,497)</u>	<u>(9,414)</u>	<u>(7,252)</u>	<u>(4,195)</u>
Net change in plan fiduciary net position	(314,034)	1,401,376	(137,516)	102,631	236,555	300,586	(129,198)	139,586
Plan fiduciary net position - beginning	<u>7,104,525</u>	<u>5,703,149</u>	<u>5,840,665</u>	<u>5,738,034</u>	<u>5,501,479</u>	<u>5,200,893</u>	<u>5,330,091</u>	<u>5,190,505</u>
Plan fiduciary net position - ending	<u>\$ 6,790,491</u>	<u>\$ 7,104,525</u>	<u>\$ 5,703,149</u>	<u>\$ 5,840,665</u>	<u>\$ 5,738,034</u>	<u>\$ 5,501,479</u>	<u>\$ 5,200,893</u>	<u>\$ 5,330,091</u>
Net Pension Liability	<u>\$ 6,658,037</u>	<u>\$ 8,136,598</u>	<u>\$ 7,673,451</u>	<u>\$ 7,459,433</u>	<u>\$ 6,672,852</u>	<u>\$ 6,555,402</u>	<u>\$ 6,409,344</u>	<u>\$ 4,692,365</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>50.49%</u>	<u>46.61%</u>	<u>42.64%</u>	<u>43.91%</u>	<u>46.23%</u>	<u>45.63%</u>	<u>44.80%</u>	<u>53.18%</u>
Covered-employee payroll	<u>\$ 872,459</u>	<u>\$ 850,122</u>	<u>\$ 730,161</u>	<u>\$ 713,979</u>	<u>\$ 692,088</u>	<u>\$ 667,640</u>	<u>\$ 826,739</u>	<u>\$ 803,173</u>
Net position liability as a percentage of covered-employee payroll	<u>763.13%</u>	<u>957.11%</u>	<u>1050.93%</u>	<u>1044.77%</u>	<u>964.16%</u>	<u>981.88%</u>	<u>775.26%</u>	<u>584.23%</u>

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2022

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:							
Service Cost	\$ 233,070	\$ 262,482	\$ 247,305	\$ 224,489	\$ 233,161	\$ 235,078	\$ 206,508
Interest	1,515,756	1,496,297	1,464,167	1,483,074	1,497,155	1,448,374	1,397,338
Difference between expected and actual experience	249,223	53,746	6,192	(516,660)	35,826	336,219	418,857
Assumption changes	-	(193,427)	-	540,698	(598,123)	(44,895)	21,865
Benefit payments, including refunds	<u>(1,412,019)</u>	<u>(1,259,982)</u>	<u>(1,304,180)</u>	<u>(1,339,648)</u>	<u>(1,363,228)</u>	<u>(1,386,852)</u>	<u>(1,316,353)</u>
Net change in total pension liability	586,030	359,116	413,484	391,953	(195,209)	587,924	728,215
Total pension liability - beginning	21,496,450	21,137,334	20,723,850	20,331,897	20,527,106	19,939,182	19,210,967
Total pension liability - ending	<u>\$ 22,082,480</u>	<u>\$ 21,496,450</u>	<u>\$ 21,137,334</u>	<u>\$ 20,723,850</u>	<u>\$ 20,331,897</u>	<u>\$ 20,527,106</u>	<u>\$ 19,939,182</u>
Plan Fiduciary Net Position							
Contributions - employer	559,389	602,908	498,714	507,184	472,609	517,451	353,931
Contributions - employee	129,822	121,318	118,867	108,242	104,715	101,995	102,016
Net investment income	3,733,606	2,785,251	3,203,739	(1,163,454)	3,136,094	1,261,868	79,482
Benefit payments, including refunds	<u>(1,412,019)</u>	<u>(1,259,982)</u>	<u>(1,304,180)</u>	<u>(1,339,648)</u>	<u>(1,363,228)</u>	<u>(1,386,852)</u>	<u>(1,316,353)</u>
Other	<u>(316,361)</u>	<u>190,395</u>	<u>(24,487)</u>	<u>(301,056)</u>	<u>(426,426)</u>	<u>193,601</u>	<u>590,567</u>
Net change in plan fiduciary net position	2,694,437	2,439,890	2,492,653	(2,188,732)	1,923,764	688,063	(190,357)
Plan fiduciary net position - beginning	21,491,795	19,051,905	16,559,252	18,747,984	16,824,220	16,136,157	16,326,514
Plan fiduciary net position - ending	<u>\$ 24,186,232</u>	<u>\$ 21,491,795</u>	<u>\$ 19,051,905</u>	<u>\$ 16,559,252</u>	<u>\$ 18,747,984</u>	<u>\$ 16,824,220</u>	<u>\$ 16,136,157</u>
Net Pension Liability	<u>\$ (2,103,752)</u>	<u>\$ 4,655</u>	<u>\$ 2,085,429</u>	<u>\$ 4,164,598</u>	<u>\$ 1,583,913</u>	<u>\$ 3,702,886</u>	<u>\$ 3,803,025</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>109.53%</u>	<u>99.98%</u>	<u>90.13%</u>	<u>79.90%</u>	<u>92.21%</u>	<u>81.96%</u>	<u>80.93%</u>
Covered-employee Payroll	<u>\$ 2,884,936</u>	<u>\$ 2,695,968</u>	<u>\$ 2,641,499</u>	<u>\$ 2,400,836</u>	<u>\$ 2,326,983</u>	<u>\$ 2,266,539</u>	<u>\$ 2,224,414</u>
Net position liability as a percentage of covered-employee payroll	<u>-72.92%</u>	<u>0.17%</u>	<u>78.95%</u>	<u>173.46%</u>	<u>68.07%</u>	<u>163.37%</u>	<u>170.97%</u>

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
POLICE PENSION FUND
APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 719,953	\$ 763,438	\$ 682,701	\$ 655,140	\$ 642,311	\$ 517,404	\$ 477,414	\$ 458,124
Contributions in relation to actuarial determined contribution	799,212	778,638	700,000	655,738	642,328	517,319	475,526	453,461
Contribution deficiency (excess)	<u>\$ (79,259)</u>	<u>\$ (15,200)</u>	<u>\$ (17,299)</u>	<u>\$ (598)</u>	<u>\$ (17)</u>	<u>\$ 85</u>	<u>\$ 1,888</u>	<u>\$ 4,663</u>
Covered-employee Payroll	<u>1,332,313</u>	<u>1,326,258</u>	<u>1,259,333</u>	<u>1,269,359</u>	<u>1,258,518</u>	<u>1,197,643</u>	<u>1,400,239</u>	<u>1,460,969</u>
Contributions as a percentage of covered-employee payroll	<u>59.99%</u>	<u>58.71%</u>	<u>55.58%</u>	<u>51.66%</u>	<u>51.04%</u>	<u>43.19%</u>	<u>33.96%</u>	<u>31.04%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2021.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Projected Unit Credit
Amortization Method:	Level Percentage of Payroll
Remaining Amortization Period:	19 years
Asset Valuation Method:	5-Year Smoothed Market Value
Actuarial Assumptions:	
Interest Rate	6.50%
Payroll Growth	3.50%
Inflation Rate	2.50%

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
FIREFIGHTER'S PENSION FUND
APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 546,255	\$ 523,083	\$ 482,432	\$ 424,773	\$ 414,887	\$ 318,496	\$ 299,024	\$ 294,411
Contributions in relation to actuarial determined contribution	<u>557,180</u>	<u>533,583</u>	<u>492,081</u>	<u>425,102</u>	<u>414,940</u>	<u>318,511</u>	<u>297,756</u>	<u>291,031</u>
Contribution deficiency (excess)	<u>\$ (10,925)</u>	<u>\$ (10,500)</u>	<u>\$ (9,649)</u>	<u>\$ (329)</u>	<u>\$ (53)</u>	<u>\$ (15)</u>	<u>\$ 1,268</u>	<u>\$ 3,380</u>
Covered-employee Payroll	<u>872,459</u>	<u>850,122</u>	<u>730,161</u>	<u>713,979</u>	<u>692,088</u>	<u>667,640</u>	<u>826,739</u>	<u>803,173</u>
Contributions as a percentage of covered-employee payroll	<u>63.86%</u>	<u>62.77%</u>	<u>67.39%</u>	<u>59.54%</u>	<u>59.95%</u>	<u>47.71%</u>	<u>36.02%</u>	<u>36.24%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2021.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Projected Unit Credit
Amortization Method:	Level Percentage of Payroll
Remaining Amortization Period:	19 years
Asset Valuation Method:	5-Year Smoothed Market Value
Actuarial Assumptions:	
Interest Rate	6.25%
Payroll Growth	3.50%
Inflation Rate	2.50%

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2022

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 559,389	\$ 581,790	\$ 498,715	\$ 506,336	\$ 472,610	\$ 517,451	\$ 353,904
Contributions in relation to actuarial determined contribution	559,389	602,908	498,714	507,184	472,609	517,451	353,931
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (21,118)</u>	<u>\$ 1</u>	<u>\$ (848)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (27)</u>
Covered-employee Payroll	<u>\$ 2,884,936</u>	<u>\$ 2,695,968</u>	<u>\$ 2,641,499</u>	<u>\$ 2,400,836</u>	<u>\$ 2,326,983</u>	<u>\$ 2,266,539</u>	<u>\$ 2,224,414</u>
Contributions as a percentage of covered-employee payroll	<u>19.39%</u>	<u>22.36%</u>	<u>18.88%</u>	<u>21.13%</u>	<u>20.31%</u>	<u>22.83%</u>	<u>15.91%</u>

Actuarial valuation date for above is December 31, 2021.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Aggregate Entry Age Normal
Amortization Method:	Level Percentage of Payroll, Closed
Remaining Amortization Period:	22 years
Asset Valuation Method:	5-Year smoothed market; 20% corridor
Actuarial Assumptions:	
Investment Rate of Return	7.25%
Wage Growth	3.25%
Price Inflation	2.50%

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND
APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	-5.30%	25.04%	2.17%	5.40%	5.58%	6.71%	-1.26%	4.93%

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF INVESTMENT RETURNS
FIREFIGHTER'S PENSION FUND
APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	-5.91%	25.61%	-3.31%	1.93%	4.86%	7.28%	-1.12%	3.73%

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
RETIREE MEDICAL PROGRAM
APRIL 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability:					
Service Cost	\$ 53,261	\$ 50,170	\$ 41,543	\$ 36,660	\$ 35,260
Interest	36,118	40,829	55,018	53,823	55,938
Differences between expected and actual	683,718	-	130,036	-	-
Changes in assumptions	(201,714)	46,847	185,144	18,972	-
Benefit payments, including refunds	<u>(146,061)</u>	<u>(137,244)</u>	<u>(139,709)</u>	<u>(147,594)</u>	<u>(141,161)</u>
Net change in total OPEB liability	425,322	602	272,032	(38,139)	(49,963)
Total OPEB liability - beginning	<u>1,664,116</u>	<u>1,663,514</u>	<u>1,391,482</u>	<u>1,429,621</u>	<u>1,479,584</u>
Total OPEB liability - ending	<u>\$ 2,089,438</u>	<u>\$ 1,664,116</u>	<u>\$ 1,663,514</u>	<u>\$ 1,391,482</u>	<u>\$ 1,429,621</u>
Plan Fiduciary Net Position					
Contributions - employer	146,061	137,244	139,709	147,594	141,161
Contributions - employee	-	-	-	-	-
Net investment income	-	-	-	-	-
Benefit payments, including refunds	(146,061)	(137,244)	(139,709)	(147,594)	(141,161)
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	-	-	-	-	-
Plan fiduciary net position - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan fiduciary net position - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB Liability	<u>\$ 2,089,438</u>	<u>\$ 1,664,116</u>	<u>\$ 1,663,514</u>	<u>\$ 1,391,482</u>	<u>\$ 1,429,621</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Covered-employee payroll	<u>\$ 5,089,912</u>	<u>\$ 5,030,296</u>	<u>\$ 4,615,581</u>	<u>\$ 4,402,896</u>	<u>\$ 4,232,487</u>
Net position liability as a percentage of covered-employee payroll	<u>41.05%</u>	<u>33.08%</u>	<u>36.04%</u>	<u>31.60%</u>	<u>33.78%</u>

The City does not have an Actuarially Determined Contribution (ADC) as there is no trust that exists for funding the OPEB Liability.

CITY OF WOOD RIVER, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
 APRIL 30, 2022

	Municipal Retirement Fund	Motor Fuel Tax Fund	Library Fund	Refuse Fund	Riverbend Business District #1 Fund	Westside Business District Fund	Riverbend Business District #3 Fund	Riverbend Business District #4 Fund	TIF #3 Fund	Total Nonmajor Special Revenue Funds
Cash and Cash Equivalents	\$ 119,088	\$ 860,367	\$ 420,188	\$ 194,270	\$ 955,818	\$ 2,369	\$ 29,861	\$ 30,402	\$ 197,565	\$ 2,809,928
Receivables (Net of allowance for uncollectible):										
Property Tax	35,048	-	358,688	90,039	-	-	-	-	191,820	675,595
Intergovernmental	33,929	53,950	20,683	-	136,674	1,214	8,570	7,660	-	262,680
Accounts/Other	-	-	-	99,879	-	-	-	-	-	99,879
Total Assets	<u>\$ 188,065</u>	<u>\$ 914,317</u>	<u>\$ 799,559</u>	<u>\$ 384,188</u>	<u>\$ 1,092,492</u>	<u>\$ 3,583</u>	<u>\$ 38,431</u>	<u>\$ 38,062</u>	<u>\$ 389,385</u>	<u>\$ 3,848,082</u>

Liabilities, Deferred Inflows of Resources, and Fund Balance

Liabilities:										
Accrued Payroll and Benefits	\$ -	\$ -	\$ 3,130	\$ 324	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,454
Accounts Payable	-	186,486	4,187	61,361	-	-	-	-	-	252,034
Total Liabilities	-	186,486	7,317	61,685	-	-	-	-	-	255,488
Deferred Inflows of Resources:										
Unearned Revenue	35,048	-	358,688	90,039	48,378	402	2,835	2,511	191,820	729,721
Fund Balances:										
Restricted	153,017	727,831	433,554	232,464	1,044,114	3,181	35,596	35,551	197,565	2,862,873
Total Fund Balances	<u>153,017</u>	<u>727,831</u>	<u>433,554</u>	<u>232,464</u>	<u>1,044,114</u>	<u>3,181</u>	<u>35,596</u>	<u>35,551</u>	<u>197,565</u>	<u>2,862,873</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 188,065</u>	<u>\$ 914,317</u>	<u>\$ 799,559</u>	<u>\$ 384,188</u>	<u>\$ 1,092,492</u>	<u>\$ 3,583</u>	<u>\$ 38,431</u>	<u>\$ 38,062</u>	<u>\$ 389,385</u>	<u>\$ 3,848,082</u>

CITY OF WOOD RIVER, ILLINOIS
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED APRIL 30, 2022

	Municipal Retirement Fund	Motor Fuel Tax Fund	Library Fund	Refuse Fund	Riverbend Business District #1 Fund	Westside Business District Fund	Riverbend Business District #3 Fund	Riverbend Business District #4 Fund	TIF #3 Fund	Total Nonmajor Special Revenue Funds
Property Tax	\$ 35,081	\$ -	\$ 358,596	\$ 89,929	\$ -	\$ -	\$ -	\$ -	\$ 150,647	\$ 634,253
Intergovernmental Revenues:										
Corporate Replacement Tax	137,573	-	83,862	-	567,302	6,451	37,241	-	-	221,435
Sales Tax	-	424,837	-	-	-	-	-	33,649	-	644,643
Motor Fuel Tax	-	234,113	17,216	-	-	-	-	-	-	424,837
Grant Revenue	-	-	5,945	812,513	-	-	-	-	-	251,329
Charges for Services	-	-	1,410	-	-	-	-	-	-	818,458
Fines and Forfeitures	-	2,443	493	340	2,632	-	-	9	866	1,410
Investment Earnings	165	800	28,354	-	-	-	-	-	-	6,956
Miscellaneous Income	-	662,193	495,876	902,782	569,934	6,451	37,249	33,658	151,513	29,154
Total Revenues	172,819	662,193	495,876	902,782	569,934	6,451	37,249	33,658	151,513	3,032,475
Expenditures:										
Current:										
Streets and Highways	-	184,680	-	-	-	-	-	-	-	184,680
Development	-	-	-	-	155	5,065	7,457	-	71,064	83,741
Sanitation	-	-	-	720,974	-	-	-	-	-	720,974
Cultural and Recreational	-	-	348,378	-	-	-	-	-	-	348,378
Capital Outlay	-	169,672	20,044	-	-	-	-	-	-	189,716
Total Expenditures	-	354,352	368,422	720,974	155	5,065	7,457	-	71,064	1,527,489
Excess of Revenues Over Expenditures	172,819	307,841	127,454	181,808	569,779	1,386	29,792	33,658	80,449	1,504,986
Other Financing Sources (Uses):										
Transfers In	-	4,565	-	-	-	1,795	5,804	1,893	-	14,057
Transfers Out	(75,000)	-	(6,720)	(190,119)	-	-	-	-	-	(271,839)
Total Other Financing Sources (Uses)	(75,000)	4,565	(6,720)	(190,119)	-	1,795	5,804	1,893	-	(257,782)
Net Change in Fund Balances	97,819	312,406	120,734	(8,311)	569,779	3,181	35,596	35,551	80,449	1,247,204
Fund Balances at Beginning of Year	55,198	415,425	312,820	240,775	474,335	-	-	-	117,116	1,615,669
Fund Balances at End of Year	\$ 153,017	\$ 727,831	\$ 433,554	\$ 232,464	\$ 1,044,114	\$ 3,181	\$ 35,596	\$ 35,551	\$ 197,565	\$ 2,862,873

CITY OF WOOD RIVER, ILLINOIS

SCHEDULE OF TAX RATES, EXTENSIONS AND COLLECTIONS
APRIL 30, 2022

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Assessed Valuation	\$ 146,642,533	\$ 139,369,385	\$ 136,532,030	\$ 132,931,455	\$ 123,576,965	\$ 118,323,541	\$ 117,500,934	\$ 115,582,183	\$ 117,288,987	\$ 120,677,049
Tax Rates:										
General	-	-	-	-	-	0.1260	0.1203	0.1220	0.1160	0.1127
Retirement	0.0239	0.0252	0.0257	0.0264	0.0284	0.0296	0.0298	0.0303	0.0299	0.0291
Fire Protection	0.0442	0.0465	0.0481	0.0497	0.0534	0.0423	0.0554	0.0563	0.0555	0.0539
Fire Pension	0.3800	0.3829	0.3605	0.3196	0.3358	0.2692	0.2545	0.2548	0.2873	0.2643
Police Protection	0.0442	0.0465	0.0481	0.0497	0.0534	0.0423	0.0554	0.0563	0.0555	0.0539
Police Pension	0.5451	0.5587	0.5128	0.4929	0.5198	0.4373	0.4064	0.3964	0.3895	0.3638
Garbage	0.0614	0.0646	0.0660	0.0678	0.0729	0.0761	0.1022	0.1039	0.1024	0.0995
Audit	0.0178	0.0187	0.0198	0.0202	0.0216	0.0225	0.0227	0.0229	0.0223	0.0191
Insurance	0.2046	0.2153	0.2198	0.2257	0.2428	0.2536	0.2554	0.2558	0.2558	0.2486
Street and Bridge	0.0436	0.0468	0.0476	0.0494	0.0546	0.0589	0.0593	0.0599	0.0629	0.0612
Street Lighting	0.0239	0.0252	0.0257	0.0264	0.0284	0.0296	0.0298	0.0303	0.0256	0.0249
Playground and Recreation	0.0442	0.0465	0.0481	0.0497	0.0534	0.0550	0.0554	0.0563	0.0555	0.0539
Band	-	-	-	-	-	-	0.0111	0.0117	0.0105	0.0083
Library - General	0.2007	0.2112	0.2138	0.2181	0.2358	0.2424	0.2379	0.2403	0.2422	0.2467
Library - Other	0.0439	0.0462	0.0489	0.0517	0.0544	0.0606	0.0655	0.0660	0.0644	0.0619
	\$ 1.6775	\$ 1.7343	\$ 1.6849	\$ 1.6473	\$ 1.7547	\$ 1.7454	\$ 1.7611	\$ 1.7670	\$ 1.7753	\$ 1.7018

Tax Extensions:										
General	-	-	-	-	-	149,088	141,353	141,010	136,055	136,003
Retirement	35,048	35,121	35,089	35,094	35,096	35,024	35,015	35,022	35,070	35,117
Fire Protection	64,816	64,807	65,672	66,067	65,990	50,051	65,096	65,073	65,095	65,045
Fire Pension	557,242	533,645	492,198	424,849	414,971	318,527	299,040	294,503	336,971	318,949
Police Protection	64,816	64,807	65,672	66,067	65,990	50,051	65,096	65,073	65,095	65,045
Police Pension	799,348	778,657	700,136	655,219	642,353	517,429	477,524	458,168	456,841	439,023
Garbage	90,039	90,033	90,111	90,127	90,088	90,044	120,086	120,090	120,104	120,074
Audit	26,102	26,062	27,033	26,852	26,693	26,623	26,673	26,468	26,156	23,049
Insurance	300,031	300,062	300,097	300,027	300,045	300,068	300,097	300,051	300,025	300,003
Street and Bridge	63,936	65,225	64,989	65,668	67,473	69,693	69,678	69,234	73,775	73,854
Street Lighting	35,047	35,121	35,089	35,094	35,096	35,024	35,015	35,021	30,026	30,049
Playground and Recreation	64,816	64,807	65,672	66,067	65,990	65,078	65,096	65,073	65,095	65,045
Band	-	-	-	-	-	-	13,042	13,523	12,315	10,016
Library - General	294,312	294,348	291,905	289,924	291,394	286,816	279,535	277,744	284,074	297,710
Library - Other	64,376	64,389	66,765	68,725	67,226	71,704	76,963	76,284	75,534	74,699
Total	\$ 2,459,929	\$ 2,417,084	\$ 2,300,428	\$ 2,189,780	\$ 2,168,405	\$ 2,065,220	\$ 2,069,309	\$ 2,042,337	\$ 2,082,231	\$ 2,053,681
Tax Collections	\$ -	\$ 2,416,163.00	\$ 2,275,130	\$ 2,184,685	\$ 2,153,553	\$ 2,056,267	\$ 2,048,192	\$ 2,033,424	\$ 2,062,193	\$ 2,048,815
Percentage Collected	0.00%	99.96%	98.90%	99.77%	99.32%	99.57%	98.98%	99.56%	99.04%	99.76%

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor
and Members of the City Council
Wood River, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wood River, Illinois as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Wood River, Illinois' basic financial statements, and have issued our report thereon dated September 20, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Wood River, Illinois' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Wood River, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Wood River, Illinois' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Wood River, Illinois' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

C. J. Schuman & Company LLC

Certified Public Accountants

Alton, Illinois

September 20, 2022



**INDEPENDENT AUDITOR'S REPORT ON
COMPLIANCE WITH TAX INCREMENT FINANCING ACT**

Honorable Mayor and Members
of the City Council
Wood River, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wood River, Illinois, 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 financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wood River, 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 accordance with 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 Wood River, Illinois, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

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.

Other Matters

The management of the City of Wood River, Illinois is responsible for the government's compliance with laws and regulations. In connection with our audit, referred to above, we selected and tested transactions and records to determine the government's compliance with 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act".

The results of our tests indicate that for the items tested, the City of Wood River, Illinois, complied with Subsection (q) of 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act". Nothing came to our attention that caused us to believe that, for the items not tested, the City of Wood River, Illinois was not in compliance with Subsection (q) of 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act".

C. J. Schlemmer & Company LLC

Certified Public Accountants
Alton, Illinois
September 20, 2022