

CITY OF WILMINGTON, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2022

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FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the City's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

April 27, 2023

The Honorable Mayor
Members of the Board of Commissioners
City of Wilmington, Illinois

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wilmington, 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 Wilmington, 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 the modified cash basis of accounting as described in Note 1.

Basis for Opinions

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

Emphasis of Matter - Basis of Accounting

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

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. 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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wilmington, Illinois' basic financial statements. The management's discussion and analysis, other supplementary information and supplemental schedules 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, management's discussion and analysis, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

City of Wilmington, Illinois
April 27, 2023

Other Information

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

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Fund

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

CITY OF WILMINGTON, ILLINOIS

Statement of Net Position

April 30, 2022

See Following Page

CITY OF WILMINGTON, ILLINOIS

Statement of Net Position - Modified Cash Basis

April 30, 2022

| | Primary Government | | |
|---------------------------------|----------------------------|-----------------------------|--------------|
| | Governmental Activities | Business-Type Activities | Totals |
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | \$ 4,515,967 | 4,288,314 | 8,804,281 |
| Receivables - Net of Allowances | 14,451 | 1,580,056 | 1,594,507 |
| Internal Balances | (5,968) | 5,968 | — |
| Total Current Assets | 4,524,450 | 5,874,338 | 10,398,788 |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Nondepreciable | 9,438,957 | 1,512,200 | 10,951,157 |
| Depreciable | 13,764,874 | 23,544,286 | 37,309,160 |
| Accumulated Depreciation | (5,297,880) | (8,673,328) | (13,971,208) |
| Total Noncurrent Assets | 17,905,951 | 16,383,158 | 34,289,109 |
| Total Assets | 22,430,401 | 22,257,496 | 44,687,897 |

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

| | Primary Government | | Totals |
|---|----------------------------|-----------------------------|--------------|
| | Governmental Activities | Business-Type Activities | |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | \$ 172,682 | 54,420 | 227,102 |
| Accrued Payroll | 431 | 120,597 | 121,028 |
| Other Payable | 47,710 | 2,000 | 49,710 |
| Current Portion of Long-Term Debt | 89,070 | 770,722 | 859,792 |
| Total Current Liabilities | 309,893 | 947,739 | 1,257,632 |
| Noncurrent Liabilities | | | |
| General Obligation Bonds Payable - Net | — | 5,216,193 | 5,216,193 |
| Installment Contract Payable | 58,502 | — | 58,502 |
| TIF Notes Payable | 71,436,137 | — | 71,436,137 |
| IEPA Loans Payable | — | 686,471 | 686,471 |
| Total Noncurrent Liabilities | 71,494,639 | 5,902,664 | 77,397,303 |
| Total Liabilities | 71,804,532 | 6,850,403 | 78,654,935 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Grants | 384,643 | — | 384,643 |
| Total Liabilities and Deferred Inflows of Resources | 72,189,175 | 6,850,403 | 79,039,578 |
| NET POSITION | | | |
| Net Investment in Capital Assets | 17,758,379 | 9,709,772 | 27,468,151 |
| Restricted | | | |
| K9 Unit | 18,158 | — | 18,158 |
| TIF #2 | 364,100 | — | 364,100 |
| Motor Fuel Tax | 901,244 | — | 901,244 |
| Drug Free Community Grant | 585 | — | 585 |
| Debt Service | 587,110 | — | 587,110 |
| Water | — | 1,272,930 | 1,272,930 |
| Unrestricted (Deficit) | (69,388,350) | 4,424,391 | (64,963,959) |
| Total Net Position | (49,758,774) | 15,407,093 | (34,351,681) |

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

CITY OF WILMINGTON, ILLINOIS

**Statement of Activities - Modified Cash Basis
For the Fiscal Year Ended April 30, 2022**

| | Expenses | Program Revenues | | |
|---------------------------------------|-------------------|----------------------------|---------------------------------------|-------------------------------------|
| | | Charges for Services | Operating Grants/ Contributions | Capital Grants/ Contributions |
| Governmental Activities | | | | |
| General Government | \$ 1,434,632 | 1,090,781 | 68,953 | — |
| Public Safety | 2,841,560 | 90,942 | 597 | — |
| Highways and Streets | 1,228,222 | — | 709,199 | — |
| Interest on Long-Term Debt | 5,021,763 | — | — | — |
| Total Governmental Activities | 10,526,177 | 1,181,723 | 778,749 | — |
| Business-Type Activities | | | | |
| Water | 1,535,071 | 1,683,682 | — | — |
| Sewer | 1,584,069 | 1,601,453 | — | — |
| Garbage | 489,962 | 574,943 | — | — |
| Total Business-Type Activities | 3,609,102 | 3,860,078 | — | — |
| Total Primary Government | 14,135,279 | 5,041,801 | 778,749 | — |

General Revenues

Taxes

Property Tax

Utility Tax

Local Use Tax

Other Taxes

Intergovernmental - Unrestricted

Sales Tax

Income Tax

Other Intergovernmental

Investment Income

Miscellaneous

Change in Net Position

Net Position - Beginning as Restated

Net Position - Ending

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

| Primary Government | | |
|----------------------------|-----------------------------|--------------|
| Net (Expenses)/Revenues | | |
| Governmental Activities | Business-Type Activities | Totals |
| (274,898) | — | (274,898) |
| (2,750,021) | — | (2,750,021) |
| (519,023) | — | (519,023) |
| (5,021,763) | — | (5,021,763) |
| (8,565,705) | — | (8,565,705) |
| — | 148,611 | 148,611 |
| — | 17,384 | 17,384 |
| — | 84,981 | 84,981 |
| — | 250,976 | 250,976 |
| (8,565,705) | 250,976 | (8,314,729) |
| 7,567,394 | — | 7,567,394 |
| 569,480 | — | 569,480 |
| 219,016 | — | 219,016 |
| 82,353 | — | 82,353 |
| 1,362,481 | — | 1,362,481 |
| 820,256 | — | 820,256 |
| 354,844 | — | 354,844 |
| 3,112 | 1,775,847 | 1,778,959 |
| 216,111 | 46,163 | 262,274 |
| 11,195,047 | 1,822,010 | 13,017,057 |
| 2,629,342 | 2,072,986 | 4,702,328 |
| (52,388,116) | 13,334,107 | (39,054,009) |
| (49,758,774) | 15,407,093 | (34,351,681) |

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

CITY OF WILMINGTON, ILLINOIS

Balance Sheet - Governmental Funds - Modified Cash Basis

April 30, 2022

| | <u>General</u> |
|--|-------------------------|
| ASSETS | |
| Cash and Investments | \$ 2,151,110 |
| Receivables - Net of Allowances | |
| Accounts | — |
| Due from Other Funds | <u>84,831</u> |
| Total Assets | <u><u>2,235,941</u></u> |
| LIABILITIES | |
| Accounts Payable | 103,253 |
| Accrued Payroll | 431 |
| Other Payable | 47,710 |
| Due to Other Funds | <u>5,968</u> |
| Total Liabilities | 157,362 |
| DEFERRED INFLOWS OF RESOURCES | |
| Grants | <u>—</u> |
| Total Liabilities and Deferred Inflows of Resources | <u>157,362</u> |
| FUND BALANCES | |
| Restricted | 18,158 |
| Assigned | 82,511 |
| Committed | — |
| Unassigned | <u>1,977,910</u> |
| Total Fund Balances | <u><u>2,078,579</u></u> |
| Total Liabilities and Fund Balances | <u><u>2,235,941</u></u> |

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

| Special Revenue | | | |
|---------------------|---------------------|-----------|-----------|
| Ridgeport TIF #2 | Capital Projects | Nonmajor | Totals |
| 392,384 | 428,809 | 1,543,664 | 4,515,967 |
| — | — | 14,451 | 14,451 |
| — | — | — | 84,831 |
| 392,384 | 428,809 | 1,558,115 | 4,615,249 |
| — | — | 69,429 | 172,682 |
| — | — | — | 431 |
| — | — | — | 47,710 |
| 28,284 | — | 56,547 | 90,799 |
| 28,284 | — | 125,976 | 311,622 |
| — | 384,643 | — | 384,643 |
| 28,284 | 384,643 | 125,976 | 696,265 |
| 364,100 | — | 1,488,939 | 1,871,197 |
| — | — | — | 82,511 |
| — | 44,166 | — | 44,166 |
| — | — | (56,800) | 1,921,110 |
| 364,100 | 44,166 | 1,432,139 | 3,918,984 |
| 392,384 | 428,809 | 1,558,115 | 4,615,249 |

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

CITY OF WILMINGTON, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities - Modified Cash Basis

April 30, 2022

| | |
|--|----------------------------|
| Total Governmental Fund Balances | \$ 3,918,984 |
| Amounts reported for governmental activities in the Statement of Net Position are different because: | |
| Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. | 17,905,951 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. | |
| General Obligation Bonds Payable | (30,000) |
| Installment Contract Payable | (117,572) |
| TIF Notes Payable | <u>(71,436,137)</u> |
| Net Position of Governmental Activities | <u><u>(49,758,774)</u></u> |

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

CITY OF WILMINGTON, ILLINOIS

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

See Following Page

CITY OF WILMINGTON, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | <u>General</u> |
|--|-------------------------|
| Revenues | |
| Taxes | \$ 2,154,554 |
| Intergovernmental | 2,575,069 |
| Licenses and Permits | 828,341 |
| Charges for Services | 262,440 |
| Fines and Forfeitures | 90,492 |
| Investment Income | 1,896 |
| Miscellaneous | 161,372 |
| Total Revenues | <u>6,074,164</u> |
| Expenditures | |
| General Government | 1,219,752 |
| Public Safety | 2,666,347 |
| Highways and Streets | 909,517 |
| Capital Outlay | 353,330 |
| Debt Service | |
| Principal Retirement | 57,089 |
| Interest and Fiscal Charges | 6,149 |
| Total Expenditures | <u>5,212,184</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>861,980</u> |
| Other Financing Sources (Uses) | |
| Transfers In | — |
| Transfers Out | <u>(202,000)</u> |
| | <u>(202,000)</u> |
| Net Change in Fund Balances | 659,980 |
| Fund Balances - Beginning | <u>1,418,599</u> |
| Fund Balances - Ending | <u><u>2,078,579</u></u> |

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

| Special Revenue | | | |
|---------------------|---------------------|-----------|------------|
| Ridgeport TIF #2 | Capital Projects | Nonmajor | Totals |
| 6,282,118 | — | 1,571 | 8,438,243 |
| — | 355,619 | 385,642 | 3,316,330 |
| — | — | — | 828,341 |
| — | — | — | 262,440 |
| — | — | 450 | 90,942 |
| 14 | 368 | 834 | 3,112 |
| — | — | 54,739 | 216,111 |
| 6,282,132 | 355,987 | 443,236 | 13,155,519 |
| — | — | 122 | 1,219,874 |
| — | — | 39,931 | 2,706,278 |
| 48,755 | 291 | 31,863 | 990,426 |
| — | 2,343,392 | 163,783 | 2,860,505 |
| 857,156 | — | 130,000 | 1,044,245 |
| 5,010,388 | — | 5,226 | 5,021,763 |
| 5,916,299 | 2,343,683 | 370,925 | 13,843,091 |
| 365,833 | (1,987,696) | 72,311 | (687,572) |
| — | 75,000 | 127,000 | 202,000 |
| — | — | — | (202,000) |
| — | 75,000 | 127,000 | — |
| 365,833 | (1,912,696) | 199,311 | (687,572) |
| (1,733) | 1,956,862 | 1,232,828 | 4,606,556 |
| 364,100 | 44,166 | 1,432,139 | 3,918,984 |

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

CITY OF WILMINGTON, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

Net Change in Fund Balances - Total Governmental Funds \$ (687,572)

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

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.

| | |
|----------------------|-----------|
| Capital Outlays | 2,738,649 |
| Depreciation Expense | (465,980) |

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.

| | |
|--------------------|-----------|
| Issuance of Debt | — |
| Retirement of Debt | 1,044,245 |
| | <hr/> |

Changes in Net Position of Governmental Activities 2,629,342

CITY OF WILMINGTON, ILLINOIS

Statement of Net Position - Proprietary Funds - Modified Cash Basis

April 30, 2022

See Following Page

CITY OF WILMINGTON, ILLINOIS

Statement of Net Position - Proprietary Funds - Modified Cash Basis

April 30, 2022

| | Water Operations | Sewer Operations | Sewer Capital Projects | Nonmajor Water Capital Projects | Totals |
|---------------------------------|---------------------|---------------------|------------------------------|--|--------------------|
| ASSETS | | | | | |
| Current Assets | | | | | |
| Cash and Investments | \$ 764,299 | — | 2,289,356 | 1,234,659 | 4,288,314 |
| Receivables - Net of Allowances | | | | | |
| Accounts | 711,691 | 708,664 | 119,333 | 40,368 | 1,580,056 |
| Due from Other Funds | — | — | 3,300 | 340,606 | 343,906 |
| Total Current Assets | <u>1,475,990</u> | <u>708,664</u> | <u>2,411,989</u> | <u>1,615,633</u> | <u>6,212,276</u> |
| Noncurrent Assets | | | | | |
| Capital Assets | | | | | |
| Nondepreciable | 600,500 | 911,700 | — | — | 1,512,200 |
| Depreciable | 5,990,492 | 17,553,794 | — | — | 23,544,286 |
| Accumulated Depreciation | <u>(2,666,040)</u> | <u>(6,007,288)</u> | <u>—</u> | <u>—</u> | <u>(8,673,328)</u> |
| Total Noncurrent Assets | <u>3,924,952</u> | <u>12,458,206</u> | <u>—</u> | <u>—</u> | <u>16,383,158</u> |
| Total Assets | <u>5,400,942</u> | <u>13,166,870</u> | <u>2,411,989</u> | <u>1,615,633</u> | <u>22,595,434</u> |

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

| | Water Operations | Sewer Operations | Sewer Capital Projects | Nonmajor Water Capital Projects | Totals |
|----------------------------------|---------------------|---------------------|------------------------------|--|------------|
| LIABILITIES | | | | | |
| Current Liabilities | | | | | |
| Accounts Payable | \$ 51,358 | 3,062 | — | — | 54,420 |
| Accrued Payroll | 69,760 | 50,837 | — | — | 120,597 |
| Other Payables | 2,000 | — | — | — | 2,000 |
| Due to Other Funds | 300,437 | 37,501 | — | — | 337,938 |
| General Obligation Bonds Payable | — | 715,000 | — | — | 715,000 |
| IEPA Loans Payable | 55,722 | — | — | — | 55,722 |
| Total Current Liabilities | 479,277 | 806,400 | — | — | 1,285,677 |
| Noncurrent Liabilities | | | | | |
| General Obligation Bonds Payable | — | 5,216,193 | — | — | 5,216,193 |
| IEPA Loans Payable | 686,471 | — | — | — | 686,471 |
| Total Noncurrent Liabilities | 686,471 | 5,216,193 | — | — | 5,902,664 |
| Total Liabilities | 1,165,748 | 6,022,593 | — | — | 7,188,341 |
| NET POSITION | | | | | |
| Net Investment in Capital Assets | 3,182,759 | 6,527,013 | — | — | 9,709,772 |
| Restricted | — | — | — | 1,272,930 | 1,272,930 |
| Unrestricted | 1,052,435 | 617,264 | 2,411,989 | 342,703 | 4,424,391 |
| Total Net Position | 4,235,194 | 7,144,277 | 2,411,989 | 1,615,633 | 15,407,093 |

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

CITY OF WILMINGTON, ILLINOIS

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

| | Water Operations | Sewer Operations | Sewer Capital Projects | Nonmajor Water Capital Projects | Totals |
|--------------------------------------|---------------------|---------------------|------------------------------|--|------------|
| Operating Revenues | | | | | |
| Water and Sewer Charges | \$ 1,639,634 | 1,595,492 | 5,961 | 44,048 | 3,285,135 |
| Garbage Charges | 574,943 | — | — | — | 574,943 |
| Total Operating Revenues | 2,214,577 | 1,595,492 | 5,961 | 44,048 | 3,860,078 |
| Operating Expenses | | | | | |
| Water and Sewer | | | | | |
| Personnel Services | 575,026 | 476,315 | — | — | 1,051,341 |
| Contractual Services | 550,148 | 429,464 | — | 4,851 | 984,463 |
| Commodities | 148,897 | 71,388 | — | — | 220,285 |
| Other | 71,150 | 11,741 | — | — | 82,891 |
| Garbage | | | | | |
| Contractual Services | 489,962 | — | — | — | 489,962 |
| Depreciation | 159,697 | 409,267 | — | — | 568,964 |
| Total Operating Expenses | 1,994,880 | 1,398,175 | — | 4,851 | 3,397,906 |
| Operating Income | 219,697 | 197,317 | 5,961 | 39,197 | 462,172 |
| Nonoperating Revenues (Expenses) | | | | | |
| Investment Income | 366,546 | 1,408,827 | 268 | 206 | 1,775,847 |
| Investment Expense | (25,302) | (185,894) | — | — | (211,196) |
| Miscellaneous | 21,573 | 12,420 | 12,170 | — | 46,163 |
| | 362,817 | 1,235,353 | 12,438 | 206 | 1,610,814 |
| Change in Net Position | 582,514 | 1,432,670 | 18,399 | 39,403 | 2,072,986 |
| Net Position - Beginning as Restated | 3,652,680 | 5,711,607 | 2,393,590 | 1,576,230 | 13,334,107 |
| Net Position - Ending | 4,235,194 | 7,144,277 | 2,411,989 | 1,615,633 | 15,407,093 |

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

CITY OF WILMINGTON, ILLINOIS

**Statement of Cash Flows - Proprietary Funds - Modified Cash Basis
For the Fiscal Year Ended April 30, 2022**

| | Water Operations | Sewer Operations | Sewer Capital Projects | Nonmajor Water Capital Projects | Totals |
|---|---------------------|---------------------|------------------------------|--|------------------|
| Cash Flows from Operating Activities | | | | | |
| Receipts from Customers and Users | \$ 1,687,649 | 1,010,407 | 25,636 | 9,281 | 2,732,973 |
| Payments to Suppliers | (1,311,135) | (1,099,325) | — | (4,851) | (2,415,311) |
| Payments to Employees | (462,848) | (408,000) | — | — | (870,848) |
| | <u>(86,334)</u> | <u>(496,918)</u> | <u>25,636</u> | <u>4,430</u> | <u>(553,186)</u> |
| Cash Flows from Capital and Related Financing Activities | | | | | |
| Purchase of Capital Assets | (30,400) | (31,015) | — | — | (61,415) |
| Principal Retirement | (54,748) | (695,000) | — | — | (749,748) |
| | <u>(85,148)</u> | <u>(726,015)</u> | <u>—</u> | <u>—</u> | <u>(811,163)</u> |
| Cash Flows from Investing Activities | | | | | |
| Investment Income | 366,546 | 1,408,827 | 268 | 206 | 1,775,847 |
| Investment Expense | (25,302) | (185,894) | — | — | (211,196) |
| | <u>341,244</u> | <u>1,222,933</u> | <u>268</u> | <u>206</u> | <u>1,564,651</u> |
| Net Change in Cash and Cash Equivalents | 169,762 | — | 25,904 | 4,636 | 200,302 |
| Cash and Cash Equivalents - Beginning | 594,537 | — | 2,263,452 | 1,230,023 | 4,088,012 |
| Cash and Cash Equivalents - Ending | <u>764,299</u> | <u>—</u> | <u>2,289,356</u> | <u>1,234,659</u> | <u>4,288,314</u> |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities | | | | | |
| Operating Income | 219,697 | 197,317 | 5,961 | 39,197 | 462,172 |
| Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities: | | | | | |
| Depreciation and Amortization | 159,697 | 409,267 | — | — | 568,964 |
| Other Income | 21,573 | 12,420 | 12,170 | — | 46,163 |
| (Increase) Decrease in Current Assets | (548,501) | (597,505) | 7,505 | (34,767) | (1,173,268) |
| Increase (Decrease) in Current Liabilities | 61,200 | (518,417) | — | — | (457,217) |
| Net Cash Provided by Operating Activities | <u>(86,334)</u> | <u>(496,918)</u> | <u>25,636</u> | <u>4,430</u> | <u>(553,186)</u> |

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

CITY OF WILMINGTON, ILLINOIS

Statement of Fiduciary Net Position - Modified Cash Basis

April 30, 2022

| | <u>Police Pension Trust</u> |
|--------------------------------------|-------------------------------------|
| ASSETS | |
| Cash and Cash Equivalents | \$ 1,448,882 |
| Investments | |
| Corporate Bonds | 1,906,679 |
| Foreign Bonds | 100,216 |
| Mutual Funds | 2,445,498 |
| Stocks | 986,256 |
| Receivables - Net of Allowance | |
| Accrued Interest | 20,543 |
| Prepays | 3,683 |
| Total Assets | <u>6,911,757</u> |
| LIABILITIES | |
| Accounts Payable | <u>1,320</u> |
| NET POSITION | |
| Net Position Restricted for Pensions | <u><u>6,910,437</u></u> |

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

CITY OF WILMINGTON, ILLINOIS

Statement of Changes in Fiduciary Net Position - Modified Cash Basis
For the Fiscal Year Ended April 30, 2022

| | Police Pension Trust |
|--------------------------------------|----------------------------|
| <hr/> <hr/> | |
| Additions | |
| Contributions - Employer | \$ 407,436 |
| Contributions - Plan Members | 107,051 |
| Other | 128,176 |
| Total Contributions | <u>642,663</u> |
| Investment Earnings | |
| Interest Earned | 299,049 |
| Net Change in Fair Value | <u>(506,093)</u> |
| | (207,044) |
| Less Investment Expenses | <u>(35,411)</u> |
| Net Investment Income | <u>(242,455)</u> |
| Total Additions | <u>400,208</u> |
| Deductions | |
| Benefits and Refunds | 381,559 |
| Administration | 41,249 |
| Total Deductions | <u>422,808</u> |
| Change in Fiduciary Net Position | (22,600) |
| Net Position Restricted for Pensions | |
| Beginning | <u>6,933,037</u> |
| Ending | <u><u>6,910,437</u></u> |

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

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Wilmington, Illinois (the City) operates under a Aldermanic City form of government. The basic financial statements of the City have been presented on a modified cash basis of accounting. The modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The more significant of the City's accounting policies are described below.

REPORTING ENTITY

In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the City. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

The City's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the City, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

BASIS OF PRESENTATION

Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The City's general government, public safety, and highways and streets services are classified as governmental activities. The City's water and sewer services are classified as business-type activities.

In the government-wide Statement of Net Position, the governmental activities column is (a) presented on a consolidated basis by column, and (b) reported on a modified cash, economic resource basis, which recognizes some long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The City's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The City first utilizes restricted resources to finance qualifying activities.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, public safety, highways and streets, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, licenses and permits, fines and forfeitures, charges for services, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (general government, public safety, highways and streets, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, investment income, etc.).

The City does not allocate indirect costs. If the City were to allocate indirect costs, then an administrative service fee would be charged by the General Fund to the other operating funds that would be eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The City electively added funds, as major funds, which either have debt outstanding or a specific or community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

The various funds are reported by generic classification within the financial statements. The following fund types are used by the City:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the City:

General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Ridgeport TIF #2 Fund is a major fund and is used to account for revenues restricted for capital projects and City road maintenance as a result of the Ridgeport TIF. Additionally, the City maintains four nonmajor special revenue funds.

Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The City maintains one nonmajor debt service fund.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Capital Projects Fund is a major fund and accounts for revenues and expenditures relative to the construction of capital improvements.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the City:

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The City maintains four major enterprise funds. The Water Fund is used to account for the provision of water and garbage services to the residents of the City. The Water Capital Projects Fund is used to account for water revenues and expenditures relating to the water expansion and improvements. The Sewer Fund is used to account for the provision of sewer services to the residents of the City. The Sewer Capital Projects Fund is used to account for sewer revenues and expenditures related to sewer expansion and improvements.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fiduciary Fund

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support City programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund is used to account for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's police force.

The City's pension trust fund is presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the City, this fund is not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting as defined below. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary and pension trust funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. Some assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary, pension trust and custodial funds equity is classified as net position.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the modified cash basis of accounting. This basis recognized revenue when cash is received and expenditures are recorded when payment is made. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. These financial statements are modified from the cash basis method because the City records capital assets, depreciation, and long-term debt.

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 tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service 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.

ASSETS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Internal service fund services provided and used are not eliminated in the process of consolidation. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets and bridges are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated acquisition value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

| | |
|----------------|---------------|
| Vehicles | 5 - 15 Years |
| Equipment | 5 - 75 Years |
| Improvements | 10 - 20 Years |
| Infrastructure | 10 - 75 Years |
| Buildings | 10 - 50 Years |

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted - All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

These procedures are followed in establishing the budgetary data reflected in the financial statements.

During the first two months of the fiscal year, the City officials prepare the proposed budget and appropriation ordinance. The proposed appropriation ordinance is placed on file and a public hearing is conducted at a public meeting to obtain comments from the community. The appropriation ordinance uses the cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budgeted and actual amount.

Prior to July 31, the appropriation ordinance is legally adopted through the passage of an ordinance.

The 2022 appropriation ordinance was not amended. Transfers between line items of the appropriation must be approved by the City officials. All annual appropriations lapse at fiscal year-end.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

DEFICIT FUND BALANCE

The following funds had deficit fund balance as of the date of this report:

| Fund | Deficit |
|------------------|-----------|
| ESDA | \$ 25,196 |
| Mobile Equipment | 31,604 |

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

| Fund | Excess |
|-------------------|----------|
| ESDA | \$ 4,292 |
| Bond and Interest | 100,448 |

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the City's funds. The deposits and investments of the pension trust fund are held separately from those of other funds.

Permitted Deposits and Investments - Statutes authorize the City to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds, and the Illinois Trust.

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, which is the price for which the investment could be sold.

The Illinois Trust was established for the purpose of allowing various public agencies including, but not limited to, counties, townships, cities, towns, villages, school districts, housing authorities and public water supply districts, to jointly invest funds in accordance with the Laws of the State of Illinois. Participation in the Illinois Trust is voluntary. The Illinois Trust is not registered with the SEC as an Investment Company. Investments in the Illinois Trust are valued at the share price, the price for which the investment could be sold.

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

The deposits and investments of the Pension Trust Fund are held separately from those of other City funds. Statutes authorize the Pension Trust Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Trust Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase.

Pension Trust Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Trust Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Trust Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

City - Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration of Credit Risk

Deposits. At year-end, the carrying amount of the City's deposits for governmental and business-type activities totaled \$1,545,278 the bank balances totaled \$1,895,895. In addition, the City has \$6,992,603 invested in Illinois Funds and \$266,400 in the Illinois Trust at year-end, which have an average maturity of less than one year and are measured at net asset value per share as determined by the pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's formal investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's investment policy does not address credit risk. At year-end, the City's investment in Illinois Funds and Illinois Trust were rated AAAM by Standard & Poor's.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

City - Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration of Credit Risk - Continued

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy requires that deposits in excess of federally insured amounts to be collateralized to the extent of 110% and evidenced by a written agreement. At year-end, \$238,135 of the bank balance of the deposits was not covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy does not address custodial credit risk for investments. The Illinois Funds and Illinois Trust investments are not subject to custodial credit risk.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy does not address concentration of credit risk. At year-end, the City does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$1,448,882 and the bank balances totaled \$1,456,880.

Investments. The Fund has the following recurring fair value measurements as of April 30, 2022:

| Investment Type | Fair Value | Investment Maturities (in Years) | | | |
|-----------------|--------------|----------------------------------|-----------|------|--------------|
| | | Less Than 1 | 1-5 | 6-10 | More Than 10 |
| Corporate Bonds | \$ 1,906,679 | 99,829 | 1,806,850 | — | — |
| Foreign Bonds | 100,216 | 100,216 | — | — | — |
| Totals | 2,006,895 | 200,045 | 1,806,850 | — | — |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

Investments - Continued. The Fund has the following recurring fair value measurements as of April 30, 2022:

| Investments by Fair Value Level | Totals | Fair Value Measurements Using | | |
|---------------------------------------|--------------|---|---|--|
| | | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Debt Securities | | | | |
| Corporate Bonds | \$ 1,906,679 | — | 1,906,679 | — |
| Foreign Bonds | 100,216 | — | 100,216 | — |
| Equity Securities | | | | |
| Mutual Funds | 2,445,498 | 2,445,498 | — | — |
| Stocks | 986,256 | 986,256 | — | — |
| Total Investments by Fair Value Level | 5,438,649 | 3,431,754 | 2,006,895 | — |

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. The Fund limits its exposure to interest rate risk structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market. To the extent possible, the Fund attempts to match the maturity schedule of its investment with anticipated cash flows requirements.

Credit Risk. The Fund limits its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government, state and local obligations, negotiable certificates of deposit and in corporate bonds rated at investment grade by two or more nationally recognized rating agencies. The corporate bonds were rated A3 to BBB- by Moody's and the foreign bonds were rated A- by Standard & Poor's.

Custodial Credit Risk. The Fund's investment policy required pledging of collateral for its deposits in excess of federal depository insurance. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Concentration of Credit Risk. The Fund's investment policy limits the amount invested in any one entity to not exceed 10%. This limitation does not apply to U.S. Treasury or agencies held in safekeeping by an authorized custodian. At year-end, the Fund does not have any investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) in any one organization that represent 5 percent or more of net position available for benefits.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

Concentration of Credit Risk - Continued. The Fund’s investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

| Asset Class | Target | Long-Term Expected Real Rate of Return |
|--------------|-----------|--|
| Fixed Income | 0% - 100% | (2.10%) |
| Equity | 0% - 65% | 5.70% |

Illinois Compiled Statutes (ILCS) limit the Fund’s investments in equities, mutual funds and variable annuities to 45%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund’s investments was determined using an asset allocation study conducted by the Fund’s investment management consultant in May 2022 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce 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 the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund’s target asset allocation as of April 30, 2022, are listed in the table above.

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 (3.42%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

| Transfer In | Transfer Out | Amount |
|-----------------------|--------------|----------------|
| Capital Projects | General | \$ 75,000 |
| Nonmajor Governmental | General | 127,000 |
| | | <u>202,000</u> |

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND BALANCES

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made.

The composition of interfund balances as of the date of this report, is as follows:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
|------------------------|-----------------------|----------------|
| General | Riverport TIF #2 | \$ 28,284 |
| General | Nonmajor Governmental | 56,547 |
| Water Capital Projects | General | 2,863 |
| Water Capital Projects | Sewer | 337,743 |
| Sewer Capital Projects | General | 3,105 |
| Sewer Capital Projects | Water | <u>195</u> |
| | | <u>428,737</u> |

PROPERTY TAXES

Property taxes for 2021 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

TOWER AND LAND LEASE REVENUE

The City entered into an agreement with T-Mobile Central LLC for the use of the City's cellular tower. The agreement renews every five years, with the last renewal in August 2016. T-Mobile leases a portion of the tower from the City for \$1,840 per month. The City received \$22,077 from T-Mobile under the lease agreement for the year ended April 30, 2022.

The City entered into a lease agreement with Wilmington Junior Football and Cheerleading League to use the land located at 845 Widows Road for an annual payment of \$1. The City entered into a similar lease with the Wilmington Little League for \$1 per year for 19 years for the use of the City's ballparks.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

| | Beginning Balances as Restated | Increases | Decreases | Ending |
|--------------------------------------|--------------------------------------|------------------|------------------|-------------------|
| Nondepreciable Capital Assets | | | | |
| Land | \$ 7,272,251 | — | — | 7,272,251 |
| Construction in Progress | 2,208,641 | 2,514,156 | 2,556,091 | 2,166,706 |
| | <u>9,480,892</u> | <u>2,514,156</u> | <u>2,556,091</u> | <u>9,438,957</u> |
| Depreciable Capital Assets | | | | |
| Vehicles | 1,078,186 | 111,998 | — | 1,190,184 |
| Equipment | 1,180,036 | 48,995 | — | 1,229,031 |
| Improvements | 1,054,273 | 274,382 | — | 1,328,655 |
| Infrastructure | 2,748,153 | 2,345,209 | — | 5,093,362 |
| Buildings | 4,923,642 | — | — | 4,923,642 |
| | <u>10,984,290</u> | <u>2,780,584</u> | <u>—</u> | <u>13,764,874</u> |
| Less Accumulated Depreciation | | | | |
| Vehicles | 843,690 | 110,570 | — | 954,260 |
| Equipment | 1,079,294 | 34,226 | — | 1,113,520 |
| Improvements | 418,574 | 66,938 | — | 485,512 |
| Infrastructure | 640,029 | 127,334 | — | 767,363 |
| Buildings | 1,850,313 | 126,912 | — | 1,977,225 |
| | <u>4,831,900</u> | <u>465,980</u> | <u>—</u> | <u>5,297,880</u> |
| Total Net Depreciable Capital Assets | <u>6,152,390</u> | <u>2,314,604</u> | <u>—</u> | <u>8,466,994</u> |
| Total Net Capital Assets | <u>15,633,282</u> | <u>4,828,760</u> | <u>2,556,091</u> | <u>17,905,951</u> |

Depreciation expense was charged to governmental activities as follows:

| | |
|----------------------|----------------|
| General Government | \$ 92,902 |
| Public Safety | 135,282 |
| Highways and Streets | <u>237,796</u> |
| | <u>465,980</u> |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

| | Beginning Balances as Restated | Increases | Decreases | Ending Balances |
|--------------------------------------|--------------------------------------|-------------------------|-----------------|--------------------------|
| Nondepreciable Capital Assets | | | | |
| Land | \$ 1,512,200 | — | — | 1,512,200 |
| Depreciable Capital Assets | | | | |
| Vehicles | 372,075 | — | — | 372,075 |
| Equipment | 445,526 | 61,415 | — | 506,941 |
| Buildings | 17,173,088 | — | — | 17,173,088 |
| Improvements | 5,492,182 | — | — | 5,492,182 |
| | <u>23,482,871</u> | <u>61,415</u> | <u>—</u> | <u>23,544,286</u> |
| Less Accumulated Depreciation | | | | |
| Vehicles | 302,950 | 23,371 | — | 326,321 |
| Equipment | 391,566 | 29,127 | — | 420,693 |
| Buildings | 5,681,563 | 437,727 | — | 6,119,290 |
| Improvements | 1,663,115 | 143,909 | — | 1,807,024 |
| | <u>8,039,194</u> | <u>634,134</u> | <u>—</u> | <u>8,673,328</u> |
| Total Net Depreciable Capital Assets | <u>15,443,677</u> | <u>(572,719)</u> | <u>—</u> | <u>14,870,958</u> |
| Total Net Capital Assets | <u><u>16,955,877</u></u> | <u><u>(572,719)</u></u> | <u><u>—</u></u> | <u><u>16,383,158</u></u> |

Depreciation expense was charged to business-type activities as follows:

| | |
|-------|-----------------------|
| Water | \$ 159,697 |
| Sewer | <u>474,437</u> |
| | <u><u>634,134</u></u> |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Bonds

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

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retiremen | Ending Balances |
|--|-------------------------|-----------------------|-----------|----------------|--------------------|
| \$220,000 General Obligation Refunding (ARS) Bonds of 2015, due in annual installments of \$15,000 to \$120,000 plus interest at 0.50% to 2.50% through December 1, 2021. | Bond and Interest | \$ 100,000 | — | 100,000 | — |
| \$315,000 Special Service Area #1 (Deer Ridge Park) Special Tax Bonds of 2008, due in annual installments of \$10,000 to \$30,000 plus interest at 6.50% through January 15, 2023. | Bond and Interest | 60,000 | — | 30,000 | 30,000 |
| \$6,530,000 General Obligation Refunding (ARS) Bonds of 2020, due in annual installments of \$360,000 to \$855,000 plus interest at 3.00% through December 1, 2028. | Sewer | 6,170,000 | — | 695,000 | 5,475,000 |
| | | <u>6,330,000</u> | <u>—</u> | <u>825,000</u> | <u>5,505,000</u> |

Installment Contract Payable

The City also issues installment contracts payable to provide funds for the purchase of capital assets. Installment contracts currently outstanding are as follows:

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retiremen | Ending Balances |
|--|-------------------------|-----------------------|-----------|-----------|--------------------|
| Installment Contract of 2018, due in annual installments of \$63,228 including interest at 3.47% through May 15, 2023. | General | \$ 174,661 | — | 57,089 | 117,572 |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

TIF Notes Payable

TIF notes payable are issued to reimburse developers for qualifying costs incurred in the tax increment financing (TIF) districts and are expected to be repaid solely from tax increment financing revenues. Since these revenues are not determinable, there is no debt service requirement to maturity schedule. None of the TIF notes payable produced a capital asset owned by the Village. Developer notes currently outstanding are as follows:

| Issue | Fund Debt Retired by | Restated Beginning Balances | Issuances | Retirements | Ending Balances |
|---|-------------------------|-----------------------------------|-----------|----------------|--------------------|
| TIF Note of 2014 not to exceed \$26,131,751, interest payable in annual installments at 5.6%, principal due in annual payments through May 13, 2032. | Ridgeport TIF #2 | \$ 26,131,751 | — | — | 26,131,751 |
| TIF Note of 2014A not to exceed \$34,044,446, interest payable in annual installments at variable interest and principal due in annual payments through May 13, 2032. | Ridgeport TIF #2 | 34,044,446 | — | — | 34,044,446 |
| TIF Note of 2015 not to exceed \$3,449,202, interest payable in annual installments at 6.927%, principal due in annual payments through October 15, 2027. | Ridgeport TIF #2 | 2,878,456 | — | 311,352 | 2,567,104 |
| TIF Note of 2015A not to exceed \$667,464, interest payable in annual installments at 6.985%, principal due in annual payments through December 14, 2027. | Ridgeport TIF #2 | 644,095 | — | 10,632 | 633,463 |
| TIF Note of 2020 not to exceed \$5,182,825, interest payable in annual installments at 3.477%, principal due in annual payments through December 31, 2034. | Ridgeport TIF #2 | 4,863,895 | — | 159,768 | 4,704,127 |
| TIF Note of 2021 not to exceed \$3,730,650, interest payable in annual installments at 5.225%, principal due in annual payments through December 31, 2027. | Ridgeport TIF #2 | 3,730,650 | — | 375,404 | 3,355,246 |
| | | <u>72,293,293</u> | <u>—</u> | <u>857,156</u> | <u>71,436,137</u> |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

IEPA Loans Payable

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retiremen | Ending Balances |
|---|-------------------------|-----------------------|-----------|---------------|--------------------|
| Illinois Environmental Protection Agency Loan Payable of 2012, due in annual installments of \$28,538 including interest at 1.25% through August 6, 2032. | Water | \$ 292,439 | — | 24,960 | 267,479 |
| Illinois Environmental Protection Agency Loan Payable of 2016, due in annual installments of \$40,742 including interest at 2.21% through October 17, 2035. | Water | 504,502 | — | 29,788 | 474,714 |
| | | <u>796,941</u> | <u>—</u> | <u>54,748</u> | <u>742,193</u> |

Long-Term Liabilities Activity

Changes in long-term liabilities during the fiscal year were as follows:

| Type of Debt | Restated Beginning Balances | Additions | Deductions | Ending Balances | Amounts Due within One Year |
|---------------------------------|-----------------------------------|-----------|------------------|--------------------|-----------------------------------|
| Governmental Activities | | | | | |
| General Obligation Bonds | \$ 160,000 | — | 130,000 | 30,000 | 30,000 |
| Installment Contract | 174,661 | — | 57,089 | 117,572 | 59,070 |
| TIF Notes Payable | 72,293,293 | — | 857,156 | 71,436,137 | — |
| | <u>72,627,954</u> | <u>—</u> | <u>1,044,245</u> | <u>71,583,709</u> | <u>89,070</u> |
| Business-Type Activities | | | | | |
| General Obligation Bonds | 6,170,000 | — | 695,000 | 5,475,000 | 715,000 |
| Plus: Unamortized Premium | 521,363 | — | 65,170 | 456,193 | — |
| IEPA Loans | 796,941 | — | 54,748 | 742,193 | 55,722 |
| | <u>7,488,304</u> | <u>—</u> | <u>814,918</u> | <u>6,673,386</u> | <u>770,722</u> |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity - Continued

For the governmental activities, payments on the general obligation bonds are made by the Bond and Interest Fund, payments on the general obligation bonds and installment contract are made by the General Fund, and the TIF notes payable are made by the Ridgeport TIF #2 Fund.

Additionally, for business-type activities, payments on the general obligation bonds are made by the Sewer Fund and the IEPA Loans are liquidated by the Water Fund.

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

| Fiscal Year | Governmental Activities | | | | Business-Type Activities | | | |
|----------------|-----------------------------|----------|--------------------------|----------|-----------------------------|----------|---------------|----------|
| | General Obligation Bonds | | Installment Contracts | | General Obligation Bonds | | IEPA Loans | |
| | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest |
| 2023 | \$ 30,000 | 3,976 | 59,070 | 4,077 | 715,000 | 153,525 | 55,722 | 13,558 |
| 2024 | — | — | 58,502 | 1,936 | 735,000 | 131,775 | 56,716 | 12,564 |
| 2025 | — | — | — | — | 755,000 | 109,425 | 57,728 | 11,552 |
| 2026 | — | — | — | — | 780,000 | 86,400 | 58,761 | 10,519 |
| 2027 | — | — | — | — | 805,000 | 62,625 | 59,812 | 9,468 |
| 2028 | — | — | — | — | 830,000 | 38,100 | 60,885 | 8,395 |
| 2029 | — | — | — | — | 855,000 | 12,825 | 61,976 | 7,304 |
| 2030 | — | — | — | — | — | — | 63,089 | 6,191 |
| 2031 | — | — | — | — | — | — | 64,226 | 5,054 |
| 2032 | — | — | — | — | — | — | 65,382 | 3,898 |
| 2033 | — | — | — | — | — | — | 37,934 | 2,808 |
| 2034 | — | — | — | — | — | — | 38,777 | 1,965 |
| 2035 | — | — | — | — | — | — | 39,639 | 1,103 |
| 2036 | — | — | — | — | — | — | 21,546 | 219 |
| Totals | 30,000 | 3,976 | 117,572 | 6,013 | 5,475,000 | 594,675 | 742,193 | 94,598 |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

| | |
|---|-----------------------|
| Assessed Valuation - 2021 | <u>\$ 150,266,588</u> |
| Legal Debt Limit - 8.625% of Assessed Value | 12,960,493 |
| Amount of Debt Applicable to Limit | |
| General Obligation Bonds of 2020 | 5,505,000 |
| Installment Contract of 2018 | <u>117,572</u> |
| | <u>5,622,572</u> |
| Legal Debt Margin | <u>7,337,921</u> |

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2022:

| | |
|--|-------------------|
| Governmental Activities | |
| Capital Assets - Net of Accumulated Depreciation | \$ 17,905,951 |
| Less Capital Related Debt: | |
| General Obligation Bonds | (30,000) |
| Installment Contract | <u>(117,572)</u> |
| Net Investment in Capital Assets | <u>17,758,379</u> |
| Business-Type Activities | |
| Capital Assets - Net of Accumulated Depreciation | 16,383,158 |
| Less Capital Related Debt: | |
| General Obligation Bonds | (5,475,000) |
| Unamortized Premium | (456,193) |
| IEPA Loans | <u>(742,193)</u> |
| Net Investment in Capital Assets | <u>9,709,772</u> |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS

In the governmental funds financial statements, the City considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The City first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the City Council; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the City Council's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the City Council itself or b) a body or official to which the City Council has delegated the authority to assign amounts to be used for specific purposes. The City has adopted a financial policy authorizing the City Manager to assign amounts for a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

| | General | Special Revenue Ridgeport TIF #2 | Capital Projects | Nonmajor | Totals |
|----------------------------|-------------------------|---|----------------------|-------------------------|-------------------------|
| Restricted | | | | | |
| K9 Unit | \$ 18,158 | — | — | — | 18,158 |
| TIF #2 | — | 364,100 | — | — | 364,100 |
| Motor Fuel Tax | — | — | — | 901,244 | 901,244 |
| Drug Free Community Grant | — | — | — | 585 | 585 |
| Debt Service | — | — | — | 587,110 | 587,110 |
| | <u>18,158</u> | <u>364,100</u> | <u>—</u> | <u>1,488,939</u> | <u>1,871,197</u> |
| Assigned | | | | | |
| Catfish Days | 11,025 | — | — | — | 11,025 |
| Building Deposit | 43,674 | — | — | — | 43,674 |
| Police Custodial Funds | 27,812 | — | — | — | 27,812 |
| | <u>82,511</u> | <u>—</u> | <u>—</u> | <u>—</u> | <u>82,511</u> |
| Committed | | | | | |
| Capital Projects | — | — | 44,166 | — | 44,166 |
| Unassigned | | | | | |
| | <u>1,977,910</u> | <u>—</u> | <u>—</u> | <u>(56,800)</u> | <u>1,921,110</u> |
| Total Fund Balances | <u><u>2,078,579</u></u> | <u><u>364,100</u></u> | <u><u>44,166</u></u> | <u><u>1,432,139</u></u> | <u><u>3,918,984</u></u> |

NET POSITION RESTATEMENT

As of April 30, 2022, the City has restated beginning net position to correct errors in recognition of capital assets and TIF notes payable. See net position as originally report and as restated.

| Net Position | As Reported | As Restated | Increase/ (Decrease) |
|--------------------------|---------------|--------------|-------------------------|
| Governmental Activities | \$ 17,969,179 | (52,388,116) | (70,357,295) |
| Business-Type Activities | 13,408,761 | 13,334,107 | (74,654) |
| Water Operating | 4,392,118 | 3,652,680 | (739,438) |
| Sewer Operating | 5,046,823 | 5,711,607 | 664,784 |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the City's employees. The City is a member of the Illinois Public Risk Fund (IPRF) to provide workers' compensation coverage. The IPRF was created to establish an intergovernmental joint insurance pool providing for the defense and payment when due of all compensation and other benefits under the Illinois Workers' Compensation Act and the Illinois Workers' Occupational Diseases Act, on behalf of public agency members, and other units of local government and public entities within the State of Illinois which may become eligible for membership from time to time according to the bylaws. The City participates in a municipal insurance cooperative called Illinois Municipal Insurance Co-Op (IMIC) with 19 municipal members. IMIC covers all of the City's property and liability insurance. There have been no significant reductions in coverage from the prior year for the City's policies. Since there have been no settlements, they have not exceeded coverage in the past three years.

CONTINGENT LIABILITIES

Litigation

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

COMMITMENTS

RidgePort TIF #2 District

The City entered into a redevelopment agreement with the RidgePort Center to facilitate the construction of the RidgePort Logistics Center within city boundaries on May 18, 2010, thereby creating the RidgePort TIF #2 District. The Agreement has since undergone several amendments to increase the size of the TIF District to induce more job creation and enhance the tax base of the City.

The City used incremental revenues of \$6,282,118 to pay for development project costs and obligations incurred during the RidgePort Logistics Center construction in 2021.

The City made payments totaling \$5,867,544 from the TIF Fund for construction projects and related engineering and professional fees during the current fiscal year, per an approved agreement. In addition, the City did not reimburse RidgePort Logistics Center for a sales tax credit during 2021.

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Sheriff's Law Enforcement Personnel Fund (SLEP), which is administered by the IMRF, and the Police Pension Plan which is a single-employer pension plan. Publicly available financial reports that include financial statements and required supplementary information (RSI) for the Police Pension Plan may be obtained by writing to the City at 1165 S. Water St., Wilmington, Illinois 60481. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained on-line at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

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

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

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

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

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Plan Membership. As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

| | Regular | SLEP |
|--|---------|------|
| Inactive Plan Members Currently Receiving Benefits | 33 | — |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 23 | — |
| Active Plan Members | 21 | 1 |
| Total | 77 | 1 |

Contributions. As set by statute, the City’s Regular Plan and SLEP Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the fiscal year-ended April 30, 2022, the City’s contribution was 8.83% of covered payroll for the Regular Plan and 8.78% of covered payroll for the SLEP plan.

Net Pension Liability/(Asset). The City’s net pension liability/(asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

| | Regular | SLEP |
|----------------------------|---------------------|---------------------|
| Actuarial Cost Method | Entry Age Normal | Entry Age Normal |
| Asset Valuation Method | Fair Value | Fair Value |
| Actuarial Assumptions | | |
| Interest Rate | 7.25% | 7.25% |
| Salary Increases | 2.85% to 13.75% | 2.85% to 13.75% |
| Cost of Living Adjustments | 2.75% | 2.75% |
| Inflation | 2.25% | 2.25% |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued. For nondisabled 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.

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

| Asset Class | Target | Long-Term Expected Real Rate of Return |
|---------------------------|--------|--|
| Fixed Income | 25.50% | 4.90% |
| Domestic Equities | 35.50% | 6.50% |
| International Equities | 18.00% | 7.60% |
| Real Estate | 10.50% | 6.20% |
| Blended | 9.50% | 6.25% - 9.90% |
| Cash and Cash Equivalents | 1.00% | 4.00% |

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The discount rate if for both the Regular and the SLEP plan. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the City’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Discount Rate Sensitivity

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

| | Regular Plan | | |
|---------------------|------------------------|--------------------------|------------------------|
| | Current | | |
| | 1% Decrease (6.25%) | Discount Rate (7.25%) | 1% Increase (8.25%) |
| Net Pension (Asset) | \$ (796,068) | (1,999,755) | (2,936,524) |

| | SLEP Plan | | |
|-----------------------|------------------------|--------------------------|------------------------|
| | Current | | |
| | 1% Decrease (6.25%) | Discount Rate (7.25%) | 1% Increase (8.25%) |
| Net Pension Liability | \$ 58,733 | 28,957 | 3,780 |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension (Asset) - Regular Plan

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension (Asset) (A) - (B) |
|---|--------------------------------------|---------------------------------------|-------------------------------------|
| Balances at December 31, 2020 | \$ 9,946,911 | 10,842,506 | (895,595) |
| Changes for the Year: | | | |
| Service Cost | 121,943 | — | 121,943 |
| Interest on the Total Pension Liability | 705,544 | — | 705,544 |
| Difference between Expected and Actual Experience of the total Pension Liability | (35,555) | — | (35,555) |
| Contributions - Employer | — | 143,827 | (143,827) |
| Contributions - Employees | — | 62,776 | (62,776) |
| Net Investment Income | — | 1,864,361 | (1,864,361) |
| Benefit Payments, Including Refunds of Employee Contributions | (552,491) | (552,491) | — |
| Other (Net Transfer) | — | (174,872) | 174,872 |
| Net Changes | 239,441 | 1,343,601 | (1,104,160) |
| Balances at December 31, 2021 | 10,186,352 | 12,186,107 | (1,999,755) |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability - SLEP Plan

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability (A) - (B) |
|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Balances at December 31, 2020 | \$ 176,436 | 152,086 | 24,350 |
| Changes for the Year: | | | |
| Service Cost | 19,810 | — | 19,810 |
| Interest on the Total Pension Liability | 13,510 | — | 13,510 |
| Difference between Expected and Actual Experience of the total Pension Liability | 13,992 | — | 13,992 |
| Contributions - Employer | — | 14,803 | (14,803) |
| Contributions - Employees | — | 8,756 | (8,756) |
| Net Investment Income | — | 21,937 | (21,937) |
| Benefit Payments, Including Refunds of Employee Contributions | — | — | — |
| Other (Net Transfer) | — | (2,791) | 2,791 |
| Net Changes | 47,312 | 42,705 | 4,607 |
| Balances at December 31, 2021 | 223,748 | 194,791 | 28,957 |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended April 30, 2022, the City recognized pension expense of \$130,103 for the Regular Plan and a pension expense of \$9,931 for the SLEP Plan on a modified cash basis. At April 30, 2022, the City would report deferred outflows of resources and deferred inflows of resources related to pensions, on a GAAP basis, from the following sources:

| | Regular Plan | | SLEP Plan | | Totals |
|--|--------------------------------|---------------------------------|--------------------------------|---------------------------------|-------------|
| | Deferred Outflows of Resources | Deferred (Inflows) of Resources | Deferred Outflows of Resources | Deferred (Inflows) of Resources | |
| Difference Between Expected and Actual Experience | \$ — | (105,069) | 23,694 | — | (81,375) |
| Change in Assumptions | — | (28,935) | 1,842 | (2,063) | (29,156) |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | — | (1,470,443) | — | (12,475) | (1,482,918) |
| Total Pension Expense to be Recognized in Future Periods | — | (1,604,447) | 25,536 | (14,538) | (1,593,449) |
| Pension Contributions Made Subsequent to the Measurement Date | 27,688 | — | — | — | 27,688 |
| Total Deferred Amounts Related to IMRF & SLEP | 27,688 | (1,604,447) | 25,536 | (14,538) | (1,565,761) |

\$27,688 would be reported on a GAAP basis as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2023. Amounts that would be reported under the GAAP basis of accounting as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense in future periods as follows:

| Fiscal Year | Net Deferred Outflows/(Inflows) of Resources | | |
|-------------|--|-----------|-------------|
| | Regular Plan | SLEP Plan | Totals |
| 2023 | \$ (446,736) | 1,858 | (444,878) |
| 2024 | (574,551) | 357 | (574,194) |
| 2025 | (363,727) | 1,677 | (362,050) |
| 2026 | (219,433) | 2,732 | (216,701) |
| 2027 | — | 3,714 | 3,714 |
| Thereafter | — | 660 | 660 |
| Totals | (1,604,447) | 10,998 | (1,593,449) |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the City President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At April 30, 2022, the measurement date, membership consisted of the following:

| | |
|--|------------------|
| Inactive Plan Members Currently Receiving Benefits | 8 |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 6 |
| Active Plan Members | <u>16</u> |
| Total | <u><u>30</u></u> |

Benefits Provided. The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2022, the City's contribution was 37.88% of covered payroll.

Concentrations. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

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

| | |
|----------------------------|------------------|
| Actuarial Cost Method | Entry Age Normal |
| Asset Valuation Method | Fair Value |
| Actuarial Assumptions | |
| Interest Rate | 6.25% |
| Salary Increases | 3.75% - 6375% |
| Cost of Living Adjustments | 2.25% |
| Inflation | 2.25% |

Mortality rates were based on the PubS-2010(A) improved generationally using MP-2019 improvement rates.

Discount Rate

The discount rate used to measure the total pension liability was 6.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the City calculated using the discount rate as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

| | 1% Decrease (5.25%) | Current Discount Rate (6.25%) | 1% Increase (7.25%) |
|-----------------------|------------------------|-------------------------------------|------------------------|
| Net Pension Liability | \$ 5,724,080 | 3,916,024 | 2,470,984 |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Changes in the Net Pension Liability

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability (A) - (B) |
|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Balances at April 30, 2021 | \$ 10,337,959 | 6,933,037 | 3,404,922 |
| Changes for the Year: | | | |
| Service Cost | 298,458 | — | 298,458 |
| Interest on the Total Pension Liability | 616,898 | — | 616,898 |
| Changes of Benefit Terms | — | — | — |
| Difference Between Expected and Actual Experience of the Total Pension Liability | (45,295) | — | (45,295) |
| Changes of Assumptions | — | — | — |
| Contributions - Employer | — | 407,436 | (407,436) |
| Contributions - Employees | — | 107,051 | (107,051) |
| Contributions - Other | — | 128,176 | (128,176) |
| Net Investment Income | — | (242,455) | 242,455 |
| Benefit Payments, Including Refunds of Employee Contributions | (381,559) | (381,559) | — |
| Other (Net Transfer) | — | (41,249) | 41,249 |
| Net Changes | 488,502 | (22,600) | 511,102 |
| Balances at April 30, 2022 | 10,826,461 | 6,910,437 | 3,916,024 |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended April 30, 2022, the City recognized pension expense of \$407,436 on a modified cash basis. At April 30, 2022, the City would report deferred outflows of resources and deferred inflows of resources related to pensions, on a GAAP basis, from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Totals |
|---|--------------------------------------|-------------------------------------|---------------|
| Difference Between Expected and Actual Experience | \$ — | (610,320) | (610,320) |
| Change in Assumptions | 188,602 | (34,099) | 154,503 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 252,681 | — | 252,681 |
| Total Deferred Amounts Related to Police Pension | 441,283 | (644,419) | (203,136) |

Amounts that would be reported under the GAAP basis of accounting as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense in future periods as follows:

| Fiscal Year | Net Deferred Outflows/ (Inflows) of Resources |
|----------------|--|
| 2023 | \$ (20,715) |
| 2024 | (34,489) |
| 2025 | (104,711) |
| 2026 | 49,416 |
| 2027 | (60,828) |
| Thereafter | (31,809) |
| Total | (203,136) |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The City's defined benefit OPEB plan, City of Wilmington Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the City. The RBP is a single-employer defined benefit OPEB plan administered by the City. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the City Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. The City provides continued health insurance to all eligible employees. To be eligible, an employee must qualify for the retirement under one of the City's retirement plans. For eligible employees under 65, the retiree pays the full cost of coverage.

Plan Membership. As of April 30, 2022, the measurement date, the following employees were covered by the benefit terms:

| | |
|--|------------------|
| Inactive Plan Members Currently Receiving Benefits | 36 |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 10 |
| Active Plan Members | <u>—</u> |
| Total | <u><u>46</u></u> |

Total OPEB Liability

The City's total OPEB liability was measured as of April 30, 2022, and was determined by an actuarial valuation as of April 30, 2021.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the April 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|--|--|
| Inflation | 2.25% |
| Salary Increases | 2.25% |
| Discount Rate | 3.21% |
| Healthcare Cost Trend Rates | For HMO, 6.60% in 2022 decreasing to an ultimate rate of 5.00% in years 2031 and later. For H.S.A., 7.20% decreasing to an ultimate rate of 5.00% in years 2031 and later. For PPO, 7.70% decreasing to an ultimate rate of 5.00% in years 2031 and later. |
| Retirees' Share of Benefit-Related Costs | 100% of the projected health insurance premiums for retirees |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued. The discount rate was based on the Bond Buyer 20-Bond GO Index.

Mortality rates were based on PubS-2010(A) Study improved to 2017 using MP-2019 improvement rates, applied generationally.

Change in the Total OPEB Liability

| | Total OPEB Liability |
|---|----------------------------|
| Balance at April 30, 2021 | \$ 1,531,871 |
| Changes for the Year: | |
| Service Cost | 19,964 |
| Interest on the Total OPEB Liability | 33,424 |
| Changes of Benefit Terms | — |
| Difference Between Expected and Actual Experience | — |
| Changes of Assumptions or Other Inputs | (205,621) |
| Benefit Payments | (118,883) |
| Net Changes | (271,116) |
| Balance at April 30, 2022 | 1,260,755 |

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The discount rate used to measure the total pension liability was 3.21%, while the prior valuation used 2.27%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

| | 1% Decrease (2.21%) | Current Discount Rate (3.21%) | 1% Increase (4.21%) |
|----------------------|------------------------|-------------------------------------|------------------------|
| Total OPEB Liability | \$ 1,355,164 | 1,260,755 | 1,179,498 |

CITY OF WILMINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

| | | Healthcare Cost | | |
|----------------------|--------------|-----------------|-------------|--|
| | 1% Decrease | Trend Rates | 1% Increase | |
| | (Varies) | (Varies) | (Varies) | |
| Total OPEB Liability | \$ 1,162,220 | 1,260,755 | 1,375,187 | |

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended April 30, 2022, the City recognized OPEB expense of \$118,883 on a modified cash basis. Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expenses, resulting in no deferred outflows or resources or deferred inflows of resources related to OPEB. At April 30, 2022, the City did not report deferred outflows of resources and deferred inflows of resources related to OPEB.

DEFERRED COMPENSATION

The City offers its full-time employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan administered by the International City management Association Retirement Corporation (ICMARC). The plan, available to all employees, permits them to defer a portion of their salary until future years. Contributions to the deferred compensation plan were \$30,540 for the year ended April 30, 2022.

SUBSEQUENT EVENT

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The City has been allocated \$768,643 to be received in two installments. On May 1, 2022 the City received their first installment of \$384,000. On September 14, 2022, the City received their second installment of \$384,643.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule Employer Contributions
 - Illinois Municipal Retirement Fund - Regular Plan
 - Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Plan (SLEP)
 - Police Pension Fund

- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
 - Illinois Municipal Retirement Fund - Regular Plan
 - Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Plan (SLEP)
 - Police Pension Fund

- Schedule of Investment Returns
 - Police Pension Fund

- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan

- Budgetary Comparison Schedules
 - General Fund
 - Ridgeport TIF #2 - Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information - Budgets are adopted on a basis consistent with generally accepted accounting principles.

CITY OF WILMINGTON, ILLINOIS

**Illinois Municipal Retirement Fund - Regular Plan
Schedule of Employer Contributions
April 30, 2022**

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|-------------|-------------------------------------|--|-----------------------------------|-----------------|--|
| 2016 | \$ 137,062 | \$ 137,062 | \$ — | \$ 1,372,005 | 9.99% |
| 2017 | 140,045 | 140,045 | — | 1,408,915 | 9.94% |
| 2018 | 133,693 | 133,693 | — | 1,340,952 | 9.97% |
| 2019 | 125,178 | 126,293 | 1,115 | 1,282,565 | 9.85% |
| 2020 | 96,348 | 96,348 | — | 1,284,625 | 7.50% |
| 2021 | 140,994 | 140,994 | — | 1,317,704 | 10.70% |
| 2022 | 130,103 | 130,103 | — | 1,473,211 | 8.83% |

Notes to the Required Supplementary Information:

| | |
|-------------------------------|---|
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Level % Pay (Closed) |
| Remaining Amortization Period | 21 Years |
| Asset Valuation Method | 5-Year Smoothed Fair Value |
| Inflation | 2.25% |
| Salary Increases | 2.85% to 15.15%, including Inflation |
| Investment Rate of Return | 7.25% |
| Retirement Age | See the Notes to the Financial Statements |
| Mortality | median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using |

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF WILMINGTON, ILLINOIS

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Plan (SLEP)

Schedule of Employer Contributions

April 30, 2022

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|-------------|-------------------------------------|--|-----------------------------------|-----------------|--|
| 2016 | \$ — | \$ 12,531 | \$ 12,531 | \$ 86,304 | 14.52% |
| 2017 | 14,386 | 14,386 | — | 92,104 | 15.62% |
| 2018 | 10,260 | 10,260 | — | 97,243 | 10.55% |
| 2019 | 11,433 | 11,433 | — | 104,024 | 10.99% |
| 2020 | 11,219 | 11,219 | — | 106,951 | 10.49% |
| 2021 | 13,726 | 13,726 | — | 115,929 | 11.84% |
| 2022 | 9,931 | 9,931 | — | 113,159 | 8.78% |

Notes to the Required Supplementary Information:

| | |
|-------------------------------|---|
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Level % Pay (Closed) |
| Remaining Amortization Period | 21 Years |
| Asset Valuation Method | 5-Year Smoothed Fair Value |
| Inflation | 2.25% |
| Salary Increases | 2.85% to 15.15%, including Inflation |
| Investment Rate of Return | 7.25% |
| Retirement Age | See the Notes to the Financial Statements |
| Mortality | median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using |

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF WILMINGTON, ILLINOIS

**Police Pension Fund
Schedule of Employer Contributions
April 30, 2022**

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|-------------|-------------------------------------|--|-----------------------------------|-----------------|--|
| 2015 | \$ 314,088 | \$ 335,691 | \$ 21,603 | \$ 874,560 | 38.38% |
| 2016 | 343,756 | 374,680 | 30,924 | 852,379 | 43.96% |
| 2017 | 953,993 | 383,176 | (570,817) | 851,118 | 45.02% |
| 2018 | 391,681 | 400,699 | 9,018 | 878,779 | 45.60% |
| 2019 | 384,553 | 404,836 | 20,283 | 908,328 | 44.57% |
| 2020 | 390,272 | 400,920 | 10,648 | 997,863 | 40.18% |
| 2021 | 399,779 | 403,153 | 3,374 | 1,033,365 | 39.01% |
| 2022 | 470,876 | 407,436 | (63,440) | 1,075,696 | 37.88% |

Notes to the Required Supplementary Information:

| | |
|-------------------------------|---|
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Level % Pay (Closed) |
| Remaining Amortization Period | 20 Years |
| Asset Valuation Method | 5-Year Smoothed Fair Value |
| Inflation | 2.25% |
| Salary Increases | 3.25% |
| Investment Rate of Return | 6.25% |
| Retirement Age | Graded by Age |
| Mortality | PubS-2010(A) Adjusted for Plan Status, Collar, and Illinois Public Pension Data, as Appropriate |

CITY OF WILMINGTON, ILLINOIS

Illinois Municipal Retirement Fund - Regular Plan

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

April 30, 2022

| | <u>12/31/2015</u> |
|--|------------------------------|
| Total Pension Liability | |
| Service Cost | \$ 155,644 |
| Interest | 527,128 |
| Differences Between Expected and Actual Experience | (69,862) |
| Change of Assumptions | 9,133 |
| Benefit Payments, Including Refunds of Member Contributions | <u>(396,215)</u> |
| Net Change in Total Pension Liability | 225,828 |
| Total Pension Liability - Beginning | <u>7,148,665</u> |
| Total Pension Liability - Ending | <u><u>7,374,493</u></u> |
| Plan Fiduciary Net Position | |
| Contributions - Employer | 137,062 |
| Contributions - Members | 61,740 |
| Net Investment Income | 34,854 |
| Benefit Payments, Including Refunds of Member Contributions | <u>(396,215)</u> |
| Other (Net Transfer) | <u>(151,533)</u> |
| Net Change in Plan Fiduciary Net Position | (314,092) |
| Plan Net Position - Beginning | <u>7,069,419</u> |
| Plan Net Position - Ending | <u><u>6,755,327</u></u> |
| Employer's Net Pension Liability/(Asset) | <u><u>\$ 619,166</u></u> |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 91.60% |
| Covered Payroll | \$ 1,372,005 |
| Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll | 45.13% |

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

| 12/31/2016 | 12/31/2017 | 12/31/2018 | 12/31/2019 | 12/31/2020 | 12/31/2021 |
|------------|------------|------------|------------|------------|-------------|
| 161,036 | 143,030 | 126,872 | 137,504 | 128,950 | 121,943 |
| 544,174 | 634,912 | 650,084 | 682,584 | 713,890 | 705,544 |
| 930,091 | 171,205 | 204,049 | 151,618 | (299,176) | (35,555) |
| (10,309) | (268,608) | 267,043 | — | (105,613) | — |
| (379,344) | (452,336) | (487,989) | (524,413) | (546,836) | (552,491) |
| 1,245,648 | 228,203 | 760,059 | 447,293 | (108,785) | 239,441 |
| 7,374,493 | 8,620,141 | 8,848,344 | 9,608,403 | 10,055,696 | 9,946,911 |
| 8,620,141 | 8,848,344 | 9,608,403 | 10,055,696 | 9,946,911 | 10,186,352 |
| 140,045 | 133,693 | 126,293 | 96,348 | 140,994 | 143,827 |
| 63,401 | 60,343 | 58,203 | 57,808 | 59,297 | 62,776 |
| 465,177 | 1,435,325 | (522,803) | 1,606,897 | 1,419,391 | 1,864,361 |
| (379,344) | (452,336) | (487,989) | (524,413) | (546,836) | (552,491) |
| 998,683 | (112,998) | 214,933 | 97,110 | (60,043) | (174,872) |
| 1,287,962 | 1,064,027 | (611,363) | 1,333,750 | 1,012,803 | 1,343,601 |
| 6,755,327 | 8,043,289 | 9,107,316 | 8,495,953 | 9,829,703 | 10,842,506 |
| 8,043,289 | 9,107,316 | 8,495,953 | 9,829,703 | 10,842,506 | 12,186,107 |
| 576,852 | (258,972) | 1,112,450 | 225,993 | (895,595) | (1,999,755) |
| 93.31% | 102.93% | 88.42% | 97.75% | 109.00% | 119.63% |
| 1,408,915 | 1,340,952 | 1,282,565 | 1,284,625 | 1,317,704 | 1,395,025 |
| 40.94% | (19.31%) | 86.74% | 17.59% | (67.97%) | (143.35%) |

CITY OF WILMINGTON, ILLINOIS

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Plan (SLEP)

Schedule of Changes in the Employer's Net Pension Liability

April 30, 2022

| | <u>12/31/2015</u> |
|---|----------------------------|
| Total Pension Liability | |
| Service Cost | \$ 14,341 |
| Interest | 42,791 |
| Differences Between Expected and Actual Experience | (119,467) |
| Change of Assumptions | (1,111) |
| Benefit Payments, Including Refunds of Member Contributions | — |
| Net Change in Total Pension Liability | <u>(63,446)</u> |
| Total Pension Liability - Beginning | <u>565,661</u> |
| Total Pension Liability - Ending | <u><u>502,215</u></u> |
| Plan Fiduciary Net Position | |
| Contributions - Employer | 12,531 |
| Contributions - Members | 6,473 |
| Net Investment Income | 2,758 |
| Benefit Payments, Including Refunds of Member Contributions | — |
| Other (Net Transfer) | <u>(70,327)</u> |
| Net Change in Plan Fiduciary Net Position | <u>(48,565)</u> |
| Plan Net Position - Beginning | <u>542,051</u> |
| Plan Net Position - Ending | <u><u>493,486</u></u> |
| Employer's Net Pension Liability | <u><u>\$ 8,729</u></u> |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 98.26% |
| Covered Payroll | \$ 86,304 |
| Employer's Net Pension Liability as a Percentage of Covered Payroll | 10.11% |

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

| 12/31/2016 | 12/31/2017 | 12/31/2018 | 12/31/2019 | 12/31/2020 | 12/31/2021 |
|------------|------------|------------|------------|------------|------------|
| 16,126 | 16,993 | 17,240 | 19,141 | 19,912 | 19,810 |
| 38,220 | 4,660 | 6,322 | 8,495 | 10,707 | 13,510 |
| (502,848) | 2,504 | 4,740 | 2,491 | 9,716 | 13,992 |
| (82) | (2,116) | 3,626 | — | (1,626) | — |
| — | — | — | — | — | — |
| (448,584) | 22,041 | 31,928 | 30,127 | 38,709 | 47,312 |
| 502,215 | 53,631 | 75,672 | 107,600 | 137,727 | 176,436 |
| 53,631 | 75,672 | 107,600 | 137,727 | 176,436 | 223,748 |
| 14,386 | 10,260 | 11,433 | 11,219 | 13,726 | 14,803 |
| 6,908 | 7,293 | 7,802 | 8,021 | 8,695 | 8,756 |
| 36,908 | 7,152 | (1,651) | 13,423 | 14,547 | 21,937 |
| — | — | — | — | — | — |
| (505,775) | (1,715) | (1,299) | (1,462) | (1,271) | (2,791) |
| (447,573) | 22,990 | 16,285 | 31,201 | 35,697 | 42,705 |
| 493,486 | 45,913 | 68,903 | 85,188 | 116,389 | 152,086 |
| 45,913 | 68,903 | 85,188 | 116,389 | 152,086 | 194,791 |
| 7,718 | 6,769 | 22,412 | 21,338 | 24,350 | 28,957 |
| 85.61% | 91.05% | 79.17% | 84.51% | 86.20% | 87.06% |
| 92,104 | 97,243 | 104,024 | 106,951 | 115,929 | 116,740 |
| 8.38% | 6.96% | 21.55% | 19.95% | 21.00% | 24.80% |

CITY OF WILMINGTON, ILLINOIS

Police Pension Fund

Schedule of Changes in the Employer's Net Pension Liability

April 30, 2022

| | <u>4/30/2015</u> |
|---|----------------------------|
| Total Pension Liability | |
| Service Cost | \$ 248,151 |
| Interest | 477,927 |
| Changes in Benefit Terms | — |
| Differences Between Expected and Actual Experience | — |
| Change of Assumptions | — |
| Benefit Payments, Including Refunds of Member Contributions | <u>(291,261)</u> |
| Net Change in Total Pension Liability | 434,817 |
| Total Pension Liability - Beginning | <u>7,498,341</u> |
| Total Pension Liability - Ending | <u><u>7,933,158</u></u> |
| Plan Fiduciary Net Position | |
| Contributions - Employer | 335,691 |
| Contributions - Members | 86,701 |
| Contributions - Other | — |
| Net Investment Income | 100,344 |
| Benefit Payments, Including Refunds of Member Contributions | (291,261) |
| Administrative Expenses | <u>(25,321)</u> |
| Net Change in Plan Fiduciary Net Position | 206,154 |
| Plan Net Position - Beginning | <u>4,058,459</u> |
| Plan Net Position - Ending | <u><u>4,264,613</u></u> |
| Employer's Net Pension Liability | <u><u>\$ 3,668,545</u></u> |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 53.76% |
| Covered Payroll | \$ 874,560 |
| Employer's Net Pension Liability as a Percentage of Covered Payroll | 419.47% |

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

| 4/30/2016 | 4/30/2017 | 4/30/2018 | 4/30/2019 | 4/30/2020 | 4/30/2021 | 4/30/2022 |
|-----------|-----------|-----------|-----------|------------|------------|------------|
| 223,133 | 241,473 | 256,565 | 263,958 | 280,186 | 292,888 | 298,458 |
| 486,936 | 540,365 | 534,797 | 565,970 | 580,147 | 609,626 | 616,898 |
| — | — | — | — | 99,847 | — | — |
| (5,840) | (483,383) | (535) | (280,736) | (162,103) | (185,224) | (45,295) |
| 439,581 | (96,679) | — | — | 94,224 | — | — |
| (284,366) | (293,539) | (288,187) | (295,907) | (348,823) | (379,573) | (381,559) |
| 859,444 | (91,763) | 502,640 | 253,285 | 543,478 | 337,717 | 488,502 |
| 7,933,158 | 8,792,602 | 8,700,839 | 9,203,479 | 9,456,764 | 10,000,242 | 10,337,959 |
| 8,792,602 | 8,700,839 | 9,203,479 | 9,456,764 | 10,000,242 | 10,337,959 | 10,826,461 |
| 374,680 | 383,176 | 400,699 | 404,836 | 400,920 | 403,153 | 407,436 |
| 88,541 | 92,567 | 84,071 | 93,921 | 98,355 | 102,957 | 107,051 |
| — | 44,748 | — | — | — | — | 128,176 |
| (42,810) | 247,426 | 184,765 | 259,628 | 58,050 | 1,072,464 | (242,455) |
| (284,366) | (293,538) | (288,187) | (295,907) | (348,823) | (379,573) | (381,559) |
| (29,466) | (26,165) | (30,025) | (32,631) | (38,453) | (36,589) | (41,249) |
| 106,579 | 448,214 | 351,323 | 429,847 | 170,049 | 1,162,412 | (22,600) |
| 4,264,613 | 4,371,192 | 4,819,406 | 5,170,729 | 5,600,576 | 5,770,625 | 6,933,037 |
| 4,371,192 | 4,819,406 | 5,170,729 | 5,600,576 | 5,770,625 | 6,933,037 | 6,910,437 |
| 4,421,410 | 3,881,433 | 4,032,750 | 3,856,188 | 4,229,617 | 3,404,922 | 3,916,024 |
| 49.71% | 55.39% | 56.18% | 59.22% | 57.70% | 67.06% | 63.83% |
| 852,379 | 851,118 | 878,779 | 908,328 | 997,863 | 1,033,365 | 1,075,696 |
| 518.71% | 456.04% | 458.90% | 424.54% | 423.87% | 329.50% | 364.05% |

CITY OF WILMINGTON, ILLINOIS

Police Pension Fund

Schedule of Investment Returns

April 30, 2022

| Fiscal Year | Annual Money- Weighted Rate of Return, Net of Investment Expense |
|----------------|--|
| 2015 | 2.23% |
| 2016 | 1.52% |
| 2017 | 2.24% |
| 2018 | (0.13%) |
| 2019 | 7.28% |
| 2020 | (3.80%) |
| 2021 | 18.70% |
| 2022 | (3.42%) |

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF WILMINGTON, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

April 30, 2022

| | 4/30/2019 | 4/30/2020 | 4/30/2021 | 4/30/2022 |
|--|--------------|-----------|-----------|-----------|
| Total OPEB Liability | | | | |
| Service Cost | \$ 9,333 | 9,928 | 11,886 | 19,964 |
| Interest | 65,930 | 61,694 | 43,923 | 33,424 |
| Changes in Benefit Terms | — | — | — | — |
| Differences Between Expected and Actual Experience | — | — | (273,126) | — |
| Change of Assumptions or Other Inputs | 20,754 | 143,449 | 94,417 | (205,621) |
| Benefit Payments | (124,040) | (133,077) | (121,981) | (118,883) |
| Net Change in Total OPEB Liability | (28,023) | 81,994 | (244,881) | (271,116) |
| Total OPEB Liability - Beginning | 1,722,781 | 1,694,758 | 1,776,752 | 1,531,871 |
| Total OPEB Liability - Ending | 1,694,758 | 1,776,752 | 1,531,871 | 1,260,755 |
| Covered-Employee Payroll | \$ 2,272,158 | 2,328,962 | 2,472,405 | 1,594,780 |
| Total OPEB Liability as a Percentage of Covered-Employee Payroll | 74.59% | 76.29% | 61.96% | 79.06% |

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Changes of Assumptions. Changes of assumptions related to the discount rate were made in 2019 through 2022.

CITY OF WILMINGTON, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|--|--------------------|------------------|------------------|
| Revenues | | | |
| Taxes | \$ 2,039,016 | 2,039,016 | 2,154,554 |
| Intergovernmental | 2,260,418 | 2,260,418 | 2,575,069 |
| Licenses and Permits | 505,300 | 505,300 | 828,341 |
| Charges for Services | 357,500 | 357,500 | 262,440 |
| Fines and Forfeitures | 108,000 | 108,000 | 90,492 |
| Investment Income | 1,100 | 1,100 | 1,896 |
| Miscellaneous | 70,000 | 70,000 | 161,372 |
| Total Revenues | <u>5,341,334</u> | <u>5,341,334</u> | <u>6,074,164</u> |
| Expenditures | | | |
| General Government | 1,272,255 | 1,272,255 | 1,219,752 |
| Public Safety | 2,864,848 | 2,864,848 | 2,666,347 |
| Highways and Streets | 820,670 | 820,670 | 909,517 |
| Capital Outlay | 313,981 | 313,981 | 353,330 |
| Debt Service | | | |
| Principal Retirement | 57,200 | 57,200 | 57,089 |
| Interest and Fiscal Charges | 6,100 | 6,100 | 6,149 |
| Total Expenditures | <u>5,335,054</u> | <u>5,335,054</u> | <u>5,212,184</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 6,280 | 6,280 | 861,980 |
| Other Financing (Uses) | | | |
| Transfers Out | — | — | (202,000) |
| Net Change in Fund Balance | <u>6,280</u> | <u>6,280</u> | 659,980 |
| Fund Balance - Beginning | | | <u>1,418,599</u> |
| Fund Balance - Ending | | | <u>2,078,579</u> |

CITY OF WILMINGTON, ILLINOIS

Ridgeport TIF #2 - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|-----------------------------|--------------------|------------------|-----------------------|
| Revenues | | | |
| Taxes | | | |
| Property Tax | \$ 6,400,000 | 6,400,000 | 6,282,118 |
| Investment Income | 5,000 | 5,000 | 14 |
| Total Revenues | <u>6,405,000</u> | <u>6,405,000</u> | <u>6,282,132</u> |
| Expenditures | | | |
| Highways and Streets | | | |
| Contractual Services | 100,000 | 100,000 | 48,755 |
| Capital Outlay | 6,305,000 | 6,305,000 | — |
| Debt Service | | | |
| Principal Retirement | — | — | 857,156 |
| Interest and Fiscal Charges | — | — | 5,010,388 |
| Total Expenditures | <u>6,405,000</u> | <u>6,405,000</u> | <u>5,916,299</u> |
| Net Change in Fund Balance | <u>—</u> | <u>—</u> | 365,833 |
| Fund Balance - Beginning | | | <u>(1,733)</u> |
| Fund Balance - Ending | | | <u><u>364,100</u></u> |

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Major Enterprise Funds
- Budgetary Comparison Schedule - Pension Trust Fund
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Ridgeport TIF #2

The Ridgeport TIF #2 Fund is used to leverage private investment, pursuant to various redevelopment agreements, to develop a large intermodal terminal facility in accordance with the Illinois TIF Act. The majority of TIF funds distributed pursuant to the various redevelopment agreements are for reimbursing the developer and TIF Note holders for property assembly and infrastructure costs.

ESDA

The ESDA Fund is used to account for the revenues and expenses incurred with running the Emergency Management Agency for the City.

Mobile Equipment

The Mobile Equipment Fund is used to account for the City's long term capital asset equipment.

Motor Fuel Tax

The Motor Fuel Tax Fund is used to account for motor fuel tax allocations from the State of Illinois and expenditures related to the City's annual road rehabilitation and construction program.

Drug Free Community Grant

The Drug Free Community Grant Fund is used to account for the City acts as the Fiduciary Agent for the Wilmington Coalition for a Healthy Community for this grant opportunity. All expenses are at the direction of the Coalition.

INDIVIDUAL FUND DESCRIPTIONS - Continued

DEBT SERVICE FUND

Bond and Interest

The Bond and Interest Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for all resources used for the acquisition of capital assets by the City, except those financed by Proprietary Funds.

ENTERPRISE FUNDS

The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Water Operations

The Water Operations Fund is used to account for revenues and expenditures relating to water and garbage operations.

Water Capital Projects

The Water Capital Projects Fund is used to account for revenues and expenditures relating to the water expansion and improvements. The Water Capital Project Fund was closed into the Water Fund during the year.

Sewer Operations

The Sewer Operations Fund is used to account for revenues and expenditures relating to sewer operations.

Sewer Capital Projects

The Sewer Capital Projects Fund is used to account for revenues and expenditures relating to the sewer expansion and improvements. The Sewer Capital Project Fund was closed into the Sewer Fund during the year.

INDIVIDUAL FUND DESCRIPTIONS - Continued

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the City's sworn police personnel. Resources are contributed by sworn police personnel at rates fixed by State statutes and by the City at an amount determined by an annual actuarial study.

CITY OF WILMINGTON, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|-------------------------|-------------------------|-------------------------|-------------------------|
| Taxes | | | |
| Property Tax | \$ 1,229,016 | 1,229,016 | 1,283,705 |
| Utility Tax | 543,000 | 543,000 | 569,480 |
| Local Use Tax | 267,000 | 267,000 | 219,016 |
| Telecommunication Tax | — | — | 80,756 |
| Hotel and Motel Tax | — | — | 1,597 |
| Total Taxes | <u>2,039,016</u> | <u>2,039,016</u> | <u>2,154,554</u> |
| Intergovernmental | | | |
| Sales Tax | 1,058,000 | 1,058,000 | 1,362,481 |
| Income Tax | 665,400 | 665,400 | 820,256 |
| Replacement Tax | 66,318 | 66,318 | 163,628 |
| Gaming Tax | 102,200 | 102,200 | 191,216 |
| Grants | 368,500 | 368,500 | 37,488 |
| Total Intergovernmental | <u>2,260,418</u> | <u>2,260,418</u> | <u>2,575,069</u> |
| Licenses and Permits | <u>505,300</u> | <u>505,300</u> | <u>828,341</u> |
| Charges for Services | <u>357,500</u> | <u>357,500</u> | <u>262,440</u> |
| Fines and Forfeitures | <u>108,000</u> | <u>108,000</u> | <u>90,492</u> |
| Investment Income | <u>1,100</u> | <u>1,100</u> | <u>1,896</u> |
| Miscellaneous | <u>70,000</u> | <u>70,000</u> | <u>161,372</u> |
| Total Revenues | <u><u>5,341,334</u></u> | <u><u>5,341,334</u></u> | <u><u>6,074,164</u></u> |

CITY OF WILMINGTON, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|---|--------------------|------------------|------------------|
| General Government | | | |
| Finance and Administration | | | |
| Personnel Services | \$ 322,146 | 322,146 | 361,769 |
| Contractual Services | 329,713 | 329,713 | 327,177 |
| Commodities | 6,600 | 6,600 | 11,813 |
| Other | 192,050 | 192,050 | 119,386 |
| | <u>850,509</u> | <u>850,509</u> | <u>820,145</u> |
| Auditing and Accounting | | | |
| Contractual Services | — | — | 21,305 |
| Building, Liability, and Worker's Comp. Insurance | | | |
| Personnel Services | 28,900 | 28,900 | 26,345 |
| Contractual Services | 390,746 | 390,746 | 351,373 |
| Commodities | 2,100 | 2,100 | 584 |
| | <u>421,746</u> | <u>421,746</u> | <u>378,302</u> |
| Total General Government | <u>1,272,255</u> | <u>1,272,255</u> | <u>1,219,752</u> |
| Public Safety | | | |
| Police Department | | | |
| Personnel Services | 1,823,960 | 1,823,960 | 1,610,542 |
| Contractual Services | 942,888 | 942,888 | 960,513 |
| Commodities | 93,000 | 93,000 | 93,215 |
| Other | 5,000 | 5,000 | 2,077 |
| | <u>2,864,848</u> | <u>2,864,848</u> | <u>2,666,347</u> |
| Total Public Safety | <u>2,864,848</u> | <u>2,864,848</u> | <u>2,666,347</u> |
| Highways and Streets | | | |
| Public Grounds and Buildings | | | |
| Contractual Services | 162,300 | 162,300 | 166,499 |
| Commodities | 3,500 | 3,500 | 3,125 |
| Other | — | — | 24,200 |
| | <u>165,800</u> | <u>165,800</u> | <u>193,824</u> |

CITY OF WILMINGTON, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Modified Cash Basis - Continued

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|----------------------------------|--------------------|------------------|------------------|
| Highways and Streets - Continued | | | |
| Streets and Alleys | | | |
| Personnel Services | \$ 304,779 | 304,779 | 325,392 |
| Contractual Services | 221,827 | 221,827 | 241,710 |
| Commodities | 47,600 | 47,600 | 42,127 |
| Other | 13,000 | 13,000 | 2,579 |
| | <u>587,206</u> | <u>587,206</u> | <u>611,808</u> |
| Planning and Zoning | | | |
| Personnel Services | 1,664 | 1,664 | 3,657 |
| Contractual Services | 66,000 | 66,000 | 100,228 |
| | <u>67,664</u> | <u>67,664</u> | <u>103,885</u> |
| Total Highways and Streets | <u>820,670</u> | <u>820,670</u> | <u>909,517</u> |
| Capital Outlay | <u>313,981</u> | <u>313,981</u> | <u>353,330</u> |
| Debt Service | | | |
| Principal Retirement | 57,200 | 57,200 | 57,089 |
| Interest and Fiscal Charges | 6,100 | 6,100 | 6,149 |
| Total Debt Service | <u>63,300</u> | <u>63,300</u> | <u>63,238</u> |
| Total Expenditures | <u>5,335,054</u> | <u>5,335,054</u> | <u>5,212,184</u> |

CITY OF WILMINGTON, ILLINOIS

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|--|--------------------|--------------------|----------------------|
| Revenues | | | |
| Intergovernmental | | | |
| Grants | \$ 193,328 | 193,328 | 355,619 |
| Investment Income | — | — | 368 |
| Total Revenues | <u>193,328</u> | <u>193,328</u> | <u>355,987</u> |
| Expenditures | | | |
| Highways and Streets | | | |
| Contractual Services | — | — | 291 |
| Capital Outlay | 2,475,089 | 2,475,089 | 2,343,392 |
| Total Expenditures | <u>2,475,089</u> | <u>2,475,089</u> | <u>2,343,683</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (2,281,761) | (2,281,761) | (1,987,696) |
| Other Financing Sources | | | |
| Transfers In | — | — | 75,000 |
| Net Change in Fund Balance | <u>(2,281,761)</u> | <u>(2,281,761)</u> | (1,912,696) |
| Fund Balance - Beginning | | | <u>1,956,862</u> |
| Fund Balance - Ending | | | <u><u>44,166</u></u> |

CITY OF WILMINGTON, ILLINOIS

**Nonmajor Governmental
Combining Balance Sheet - Modified Cash Basis
April 30, 2022**

See Following Page

CITY OF WILMINGTON, ILLINOIS

Nonmajor Governmental
Combining Balance Sheet - Modified Cash Basis
April 30, 2022

| | <u>ESDA</u> |
|---|------------------------|
| ASSETS | |
| Cash and Investments | \$ — |
| Receivables - Net of Allowances Accounts | <u>—</u> |
| Total Assets | <u><u>—</u></u> |
| LIABILITIES | |
| Accounts Payable | 253 |
| Due to Other Funds | <u>24,943</u> |
| Total Liabilities | <u><u>25,196</u></u> |
| FUND BALANCES | |
| Restricted | — |
| Unassigned | <u>(25,196)</u> |
| Total Fund Balances | <u><u>(25,196)</u></u> |
| Total Liabilities and Fund Balances | <u><u>—</u></u> |

| Mobile Equipment | Motor Fuel Tax | Drug Free Community Grant | Debt Service Bond and Interest | Total |
|---------------------|-------------------|---------------------------------|---|-----------|
| — | 938,338 | 585 | 604,741 | 1,543,664 |
| — | — | — | 14,451 | 14,451 |
| — | 938,338 | 585 | 619,192 | 1,558,115 |
| — | 37,094 | — | 32,082 | 69,429 |
| 31,604 | — | — | — | 56,547 |
| 31,604 | 37,094 | — | 32,082 | 125,976 |
| — | 901,244 | 585 | 587,110 | 1,488,939 |
| (31,604) | — | — | — | (56,800) |
| (31,604) | 901,244 | 585 | 587,110 | 1,432,139 |
| — | 938,338 | 585 | 619,192 | 1,558,115 |

CITY OF WILMINGTON, ILLINOIS

Nonmajor Governmental

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Modified Cash Basis
For the Fiscal Year Ended April 30, 2022

| | <u>ESDA</u> |
|--|------------------------|
| Revenues | |
| Taxes | \$ 1,571 |
| Intergovernmental | 31,465 |
| Fines and Forfeitures | — |
| Investment Income | 1 |
| Miscellaneous | 11,645 |
| Total Revenues | <u>44,682</u> |
| Expenditures | |
| General Government | — |
| Public Safety | 39,931 |
| Highways and Streets | — |
| Capital Outlay | 34,549 |
| Debt Service | |
| Principal Retirement | — |
| Interest and Fiscal Charges | — |
| Total Expenditures | <u>74,480</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (29,798) |
| Other Financing Sources | |
| Transfers In | <u>—</u> |
| Net Change in Fund Balances | (29,798) |
| Fund Balances - Beginning | <u>4,602</u> |
| Fund Balances - Ending | <u><u>(25,196)</u></u> |

| Mobile Equipment | Motor Fuel Tax | Drug Free Community Grant | Debt Service Bond and Interest | Total |
|---------------------|-------------------|---------------------------------|---|-----------|
| — | — | — | — | 1,571 |
| — | 353,580 | 597 | — | 385,642 |
| 450 | — | — | — | 450 |
| — | 759 | — | 74 | 834 |
| — | 8,414 | — | 34,680 | 54,739 |
| 450 | 362,753 | 597 | 34,754 | 443,236 |
| — | — | — | 122 | 122 |
| — | — | — | — | 39,931 |
| — | 31,863 | — | — | 31,863 |
| — | 129,234 | — | — | 163,783 |
| — | — | — | 130,000 | 130,000 |
| — | — | — | 5,226 | 5,226 |
| — | 161,097 | — | 135,348 | 370,925 |
| 450 | 201,656 | 597 | (100,594) | 72,311 |
| — | 25,000 | — | 102,000 | 127,000 |
| 450 | 226,656 | 597 | 1,406 | 199,311 |
| (32,054) | 674,588 | (12) | 585,704 | 1,232,828 |
| (31,604) | 901,244 | 585 | 587,110 | 1,432,139 |

CITY OF WILMINGTON, ILLINOIS

ESDA - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|----------------------------|--------------------|-----------------|-----------------|
| Revenues | | | |
| Taxes | | | |
| Property Tax | \$ 1,624 | 1,624 | 1,571 |
| Intergovernmental | | | |
| Grants | 31,000 | 31,000 | 31,465 |
| Investment Income | — | — | 1 |
| Miscellaneous | 1,000 | 1,000 | 11,645 |
| Total Revenues | <u>33,624</u> | <u>33,624</u> | <u>44,682</u> |
| Expenditures | | | |
| General Government | | | |
| Personnel Services | 10,538 | 10,538 | 16,649 |
| Contractual Services | 18,950 | 18,950 | 17,971 |
| Commodities | 6,000 | 6,000 | 5,311 |
| Capital Outlay | 34,700 | 34,700 | 34,549 |
| Total Expenditures | <u>70,188</u> | <u>70,188</u> | <u>74,480</u> |
| Net Change in Fund Balance | <u>(36,564)</u> | <u>(36,564)</u> | (29,798) |
| Fund Balance - Beginning | | | <u>4,602</u> |
| Fund Balance - Ending | | | <u>(25,196)</u> |

CITY OF WILMINGTON, ILLINOIS

Mobile Equipment - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|----------------------------|--------------------|-----------------|-----------------|
| Revenues | | | |
| Charges for Services | \$ 15,000 | 15,000 | — |
| Fines and Forfeitures | 6,500 | 6,500 | 450 |
| Total Revenues | <u>21,500</u> | <u>21,500</u> | 450 |
| Expenditures | | | |
| Capital Outlay | <u>100,000</u> | <u>100,000</u> | — |
| Net Change in Fund Balance | <u>(78,500)</u> | <u>(78,500)</u> | 450 |
| Fund Balance - Beginning | | | <u>(32,054)</u> |
| Fund Balance - Ending | | | <u>(31,604)</u> |

CITY OF WILMINGTON, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|--|--------------------|-----------------|----------------|
| Revenues | | | |
| Intergovernmental | | | |
| Motor Fuel Tax Allotments | \$ 137,400 | 137,400 | 131,808 |
| Grants | 224,700 | 224,700 | 221,772 |
| Investment Income | 2,500 | 2,500 | 759 |
| Miscellaneous | 1,000 | 1,000 | 8,414 |
| Total Revenues | <u>365,600</u> | <u>365,600</u> | <u>362,753</u> |
| Expenditures | | | |
| Highways and Streets | | | |
| Contractual Services | — | — | 9 |
| Commodities | 45,000 | 45,000 | 31,854 |
| Capital Outlay | 212,000 | 212,000 | 129,234 |
| Total Expenditures | <u>257,000</u> | <u>257,000</u> | <u>161,097</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 108,600 | 108,600 | 201,656 |
| Other Financing Sources | | | |
| Transfers In | — | — | 25,000 |
| Net Change in Fund Balance | <u>108,600</u> | <u>108,600</u> | 226,656 |
| Fund Balance - Beginning | | | <u>674,588</u> |
| Fund Balance - Ending | | | <u>901,244</u> |

CITY OF WILMINGTON, ILLINOIS

Bond and Interest - Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Modified Cash Basis

For the Fiscal Year Ended April 30, 2022

| | Original Budget | Final Budget | Actual |
|--|--------------------|-----------------|-----------------------|
| Revenues | | | |
| Investment Income | \$ 1,000 | 1,000 | 74 |
| Miscellaneous | 34,000 | 34,000 | 34,680 |
| Total Revenues | <u>35,000</u> | <u>35,000</u> | <u>34,754</u> |
| Expenditures | | | |
| General Government | | | |
| Contractual Services | 500 | 500 | 68 |
| Other | 500 | 500 | 54 |
| Debt Service | | | |
| Principal Retirement | 30,000 | 30,000 | 130,000 |
| Interest and Fiscal Charges | 3,900 | 3,900 | 5,226 |
| Total Expenditures | <u>34,900</u> | <u>34,900</u> | <u>135,348</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 100 | 100 | (100,594) |
| Other Financing Sources | | | |
| Transfers In | — | — | 102,000 |
| Net Change in Fund Balance | <u>100</u> | <u>100</u> | 1,406 |
| Fund Balance - Beginning | | | <u>585,704</u> |
| Fund Balance - Ending | | | <u><u>587,110</u></u> |

CITY OF WILMINGTON, ILLINOIS

Water Operating - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual - Modified Cash Basis
For the Fiscal Year Ended April 30, 2022**

| | Original Budget | Final Budget | Actual |
|--------------------------------------|--------------------|------------------|-------------------------|
| Operating Revenues | | | |
| Water Charges | | | |
| Service Fees | \$ 1,129,613 | 1,129,613 | 1,504,433 |
| Meter Fees | 87,998 | 87,998 | 96,288 |
| Miscellaneous | 39,600 | 39,600 | 38,913 |
| Garbage Charges | | | |
| Collection Fees | 448,950 | 448,950 | 574,943 |
| Total Operating Revenues | <u>1,706,161</u> | <u>1,706,161</u> | <u>2,214,577</u> |
| Operating Expenses | | | |
| Water Operations | | | |
| Personnel Services | 597,385 | 597,385 | 575,026 |
| Contractual Services | 785,814 | 785,814 | 550,148 |
| Commodities | 99,700 | 99,700 | 148,897 |
| Other | 510,400 | 510,400 | 71,150 |
| Garbage Operations | | | |
| Contractual Services | 448,950 | 448,950 | 489,962 |
| Depreciation | — | — | 159,697 |
| Total Operating Expenses | <u>2,442,249</u> | <u>2,442,249</u> | <u>1,994,880</u> |
| Operating Income (Loss) | <u>(736,088)</u> | <u>(736,088)</u> | <u>219,697</u> |
| Nonoperating Revenues (Expenses) | | | |
| Investment Income | 284,700 | 284,700 | 366,546 |
| Investment Expense | (72,280) | (72,280) | (25,302) |
| Miscellaneous | 13,600 | 13,600 | 21,573 |
| | <u>226,020</u> | <u>226,020</u> | <u>362,817</u> |
| Change in Net Position | <u>(510,068)</u> | <u>(510,068)</u> | 582,514 |
| Net Position - Beginning as Restated | | | <u>3,652,680</u> |
| Net Position - Ending | | | <u><u>4,235,194</u></u> |

CITY OF WILMINGTON, ILLINOIS

Sewer Operating - Enterprise Fund

**Statement of Revenues, Expenses and Changes in Net Position - Budget and Actual - Modified Cash Basis
For the Fiscal Year Ended April 30, 2022**

| | Original Budget | Final Budget | Actual |
|--------------------------------------|--------------------|------------------|-------------------------|
| Operating Revenues | | | |
| Sewer Charges | | | |
| Service Fees | \$ 1,021,901 | 1,021,901 | 1,379,322 |
| Capacity User Fees | 10,000 | 10,000 | 168,392 |
| Miscellaneous | 29,072 | 29,072 | 47,778 |
| Total Operating Revenues | <u>1,060,973</u> | <u>1,060,973</u> | <u>1,595,492</u> |
| Operating Expenses | | | |
| Sewer Operations | | | |
| Personnel Services | 482,845 | 482,845 | 476,315 |
| Contractual Services | 566,213 | 566,213 | 429,464 |
| Commodities | 73,500 | 73,500 | 71,388 |
| Other | 645,910 | 645,910 | 11,741 |
| Depreciation and Amortization | — | — | 409,267 |
| Total Operating Expenses | <u>1,768,468</u> | <u>1,768,468</u> | <u>1,398,175</u> |
| Operating Income (Loss) | <u>(707,495)</u> | <u>(707,495)</u> | <u>197,317</u> |
| Nonoperating Revenues (Expenses) | | | |
| Investment Income | 1,078,524 | 1,078,524 | 1,408,827 |
| Investment Expense | (886,100) | (886,100) | (185,894) |
| Miscellaneous | 12,600 | 12,600 | 12,420 |
| | <u>205,024</u> | <u>205,024</u> | <u>1,235,353</u> |
| Change in Net Position | <u>(502,471)</u> | <u>(502,471)</u> | 1,432,670 |
| Net Position - Beginning as Restated | | | <u>5,711,607</u> |
| Net Position - Ending | | | <u><u>7,144,277</u></u> |

SUPPLEMENTAL SCHEDULES

CITY OF WILMINGTON, ILLINOIS

Long-Term Debt Requirements

Special Service Area #1 (Deer Ridge Park) Special Tax Bonds of 2008

April 30, 2022

| | |
|-------------------------|-------------------|
| Date of Issue | January 15, 2009 |
| Date of Maturity | January 15, 2023 |
| Authorized Issue | \$315,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rates | 6.50% |
| Interest Dates | January 15 |
| Principal Maturity Date | January 15 |
| Payable at | First DuPage Bank |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal | | | |
|--------|-----------|----------|--------|
| Year | Principal | Interest | Totals |
| 2023 | \$ 30,000 | 3,976 | 33,976 |

CITY OF WILMINGTON, ILLINOIS

Long-Term Debt Requirements

General Obligation Refunding Alternative Revenue Source Bonds of 2020

April 30, 2022

| | |
|-------------------------|-----------------------------|
| Date of Issue | July 9, 2020 |
| Date of Maturity | December 1, 2028 |
| Authorized Issue | \$6,530,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rates | 3.00% |
| Interest Dates | December 1 |
| Principal Maturity Date | December 1 |
| Payable at | Amalgamated Bank of Chicago |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal | | | | |
|--------|------------------|----------------|------------------|--|
| Year | Principal | Interest | Totals | |
| 2023 | \$ 715,000 | 153,525 | 868,525 | |
| 2024 | 735,000 | 131,775 | 866,775 | |
| 2025 | 755,000 | 109,425 | 864,425 | |
| 2026 | 780,000 | 86,400 | 866,400 | |
| 2027 | 805,000 | 62,625 | 867,625 | |
| 2028 | 830,000 | 38,100 | 868,100 | |
| 2029 | 855,000 | 12,825 | 867,825 | |
| | <u>5,475,000</u> | <u>594,675</u> | <u>6,069,675</u> | |

CITY OF WILMINGTON, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2018

April 30, 2022

| | |
|-------------------------|------------------|
| Date of Issue | October 24, 2018 |
| Date of Maturity | May 15, 2023 |
| Authorized Issue | \$290,000 |
| Interest Rates | 3.47% |
| Interest Dates | May 15 |
| Principal Maturity Date | May 15 |
| Payable at | Grundy Bank |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal | | | | |
|--------|----------------|--------------|----------------|--|
| Year | Principal | Interest | Totals | |
| 2023 | \$ 59,070 | 4,077 | 63,147 | |
| 2024 | 58,502 | 1,936 | 60,438 | |
| | <u>117,572</u> | <u>6,013</u> | <u>123,585</u> | |

CITY OF WILMINGTON, ILLINOIS

Long-Term Debt Requirements

Illinois Environmental Protection Agency Loan of 2012

April 30, 2022

| | |
|-------------------------|--|
| Date of Issue | February 2, 2012 |
| Date of Maturity | August 6, 2032 |
| Authorized Issue | \$650,000 |
| Interest Rates | 1.25% |
| Interest Dates | August 6 and February 6 |
| Principal Maturity Date | August 6 |
| Payable at | Illinois Environmental Protection Agency |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal | | | | |
|--------|----------------|---------------|----------------|--|
| Year | Principal | Interest | Totals | |
| 2023 | \$ 25,273 | 3,265 | 28,538 | |
| 2024 | 25,590 | 2,948 | 28,538 | |
| 2025 | 25,911 | 2,627 | 28,538 | |
| 2026 | 26,236 | 2,302 | 28,538 | |
| 2027 | 26,565 | 1,973 | 28,538 | |
| 2028 | 26,898 | 1,640 | 28,538 | |
| 2029 | 27,235 | 1,303 | 28,538 | |
| 2030 | 27,576 | 962 | 28,538 | |
| 2031 | 27,923 | 615 | 28,538 | |
| 2032 | 28,272 | 266 | 28,538 | |
| | <u>267,479</u> | <u>17,901</u> | <u>285,380</u> | |

CITY OF WILMINGTON, ILLINOIS

Long-Term Debt Requirements

Illinois Environmental Protection Agency Loan of 2016

April 30, 2022

| | |
|-------------------------|--|
| Date of Issue | February 2, 2016 |
| Date of Maturity | October 17, 2035 |
| Authorized Issue | \$649,534 |
| Interest Rates | 2.21% |
| Interest Dates | April 17 and October 17 |
| Principal Maturity Date | October 17 |
| Payable at | Illinois Environmental Protection Agency |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal | | | | |
|--------|----------------|---------------|----------------|--|
| Year | Principal | Interest | Totals | |
| 2023 | \$ 30,449 | 10,293 | 40,742 | |
| 2024 | 31,126 | 9,616 | 40,742 | |
| 2025 | 31,817 | 8,925 | 40,742 | |
| 2026 | 32,525 | 8,217 | 40,742 | |
| 2027 | 33,247 | 7,495 | 40,742 | |
| 2028 | 33,987 | 6,755 | 40,742 | |
| 2029 | 34,741 | 6,001 | 40,742 | |
| 2030 | 35,513 | 5,229 | 40,742 | |
| 2031 | 36,303 | 4,439 | 40,742 | |
| 2032 | 37,110 | 3,632 | 40,742 | |
| 2033 | 37,934 | 2,808 | 40,742 | |
| 2034 | 38,777 | 1,965 | 40,742 | |
| 2035 | 39,639 | 1,103 | 40,742 | |
| 2036 | 21,546 | 219 | 21,765 | |
| | <u>474,714</u> | <u>76,697</u> | <u>551,411</u> | |

| City of Wilmington Illinois | | | | |
|--|----------------|--------------------------------|--------|--------|
| Audit Journal Entries | | | | |
| April 30, 2022 | | | | |
| AJE # | Account Number | Account Description | Debit | Credit |
| 1 | 01-01-3202 | Accounts Payable | | 17,821 |
| | 01-03-3202 | Accounts Payable | | 5,485 |
| | 01-14-3202 | Accounts Payable | | 9,492 |
| | 01-01-6460 | Legal Services | 17,821 | |
| | 01-03-6460 | Legal Services | 5,485 | |
| | 01-14-6461 | Legal Services - Developers | 9,492 | |
| Entry to book back 6 months of Legal expenses to FY 2022 | | | | |
| 2 | 02-21-6010 | Wages - Water | 54,853 | |
| | 02-21-6011 | FICA Taxes - Water Dept | 4,484 | |
| | 02-21-6015 | Overtime Wages | 5,964 | |
| | 02-00-3232 | Wages Payable | | 65,301 |
| | 04-00-6010 | Wages - Sewer | 44,088 | |
| | 04-00-6011 | FICA Taxes - Sewer Dept | 3,325 | |
| | 04-00-6015 | Overtime Wages | 655 | |
| | 04-00-3232 | Wages Payable | | 48,068 |
| Entry to record accrued payroll for FY 22 | | | | |
| 3 | 01-00-3950 | Fund Balance | 6,909 | |
| | 01-01-6760 | Telephone/Internet | | 6,909 |
| | 12-00-3950 | Fund Balance | | 21 |
| | 12-00-7160 | Misc Expense | 21 | |
| | 02-00-3940 | Contributed Capital | | 1,135 |
| | 02-21-7321 | Leased Equipment Expense | 1,135 | |
| | 17-00-3950 | Fund Balance | 26 | |
| | 17-00-6620 | Maint-Water Meters | | 26 |
| | 04-00-3940 | Contributed Capital | | 1,277 |
| | 04-00-6960 | Office Supplies | 1,277 | |
| | 03-00-3950 | Fund Balance | 6 | |
| | 03-00-4595 | Penalty Fee | | 6 |
| Entry to adjust Fund Balance for Current Year | | | | |
| 4 | 01-00-4050 | Multiple Utility Taxes | 80,756 | |
| | 01-00-4170 | Telecome Tax | | 80,756 |
| Entry to reclassify telecom/excise taxes | | | | |
| 5 | 01-00-3214 | Due to Other Funds | 14,707 | |
| | 01-00-4860 | Other Income - Misc. | | 14,707 |
| Entry to move miscellaneous receipts from due to/from account | | | | |
| 6 | 01-00-3202 | Accounts Payable | | 33,391 |
| | 01-01-6360 | Dues Subscrp. & Memberships | 125 | |
| | 01-01-6770 | Training, Mtg & Travel Expense | 831 | |
| | 01-01-7160 | Misc Expense | 66 | |
| | 01-02-6810 | Utilities | 522 | |
| | 01-05-6640 | Maint-Vehicles | 123 | |
| | 01-05-6740 | Street Light Electricity | 31,431 | |
| | 01-05-6960 | Office Supplies | 293 | |

| City of Wilmington Illinois | | | | |
|--|----------------|--------------------------------|-----------|-----------|
| Audit Journal Entries | | | | |
| April 30, 2022 | | | | |
| AJE # | Account Number | Account Description | Debit | Credit |
| | 02-00-3202 | Accounts Payable | | 49,397 |
| | 02-21-6540 | Maint-Distribution | 4,385 | |
| | 02-23-6420 | Garbage Collection Expense | 45,012 | |
| | 04-00-3202 | Accounts Payable | | 960 |
| | 04-00-6510 | Maintenance - Equipment | 377 | |
| | 04-00-6530 | Maintenance - Grounds/Building | 11 | |
| | 04-00-6730 | Sewer Sludge Disposal | 140 | |
| | 04-00-6770 | Training, Mtg & Travel Expense | 141 | |
| | 04-00-6930 | Gasoline & Oil | 86 | |
| | 04-00-6970 | Oper Supplies & Tool | 55 | |
| | 04-00-7010 | Sewer Dept Uniforms | 150 | |
| PBC Entry to book April Accruals | | | | |
| 7 | 04-00-0301 | Vehicles | 5,569,422 | |
| | 04-00-0305 | Accumulated Depreciation | | 5,569,422 |
| Entry to reclass accumulated depreciation and adjusting vehicles to match prior year report | | | | |
| 8 | 02-00-0301 | Vehicles | | 160,336 |
| | 02-00-0302 | Machinery & Equipment | | 115,808 |
| | 02-00-0303 | Buildings | | 246,650 |
| | 02-00-0304 | Improvements | | 591,248 |
| | 02-00-0305 | Accumulated Depreciation | 382,131 | |
| | 02-00-3940 | Contributed Capital | 731,911 | |
| | 04-00-0301 | Vehicles | 80,836 | |
| | 04-00-0302 | Equipment | | 100,406 |
| | 04-00-0303 | Buildings | 145,000 | |
| | 04-00-0304 | Improvements | 584,049 | |
| | 04-00-0305 | Accumulated Depreciation | | 34,776 |
| | 04-00-3940 | Contributed Capital | | 674,703 |
| Entry to restate capital assets to fund balance | | | | |
| 9 | 02-00-0302 | Machinery & Equipment | 30,400 | |
| | 02-00-0305 | Accumulated Depreciation | | 157,927 |
| | 02-00-6001 | Depreciation | 157,927 | |
| | 02-17-7320 | Capital Equipment | | 30,400 |
| | 04-00-0302 | Equipment | 31,015 | |
| | 04-00-0305 | Accumulated Depreciation | | 474,031 |
| | 04-00-6001 | Depreciation | 474,031 | |
| | 04-03-7320 | Capital Equipment | | 31,015 |
| Entry to book current year activity for capital assets | | | | |
| 10 | 24-00-32XX-22 | Deferred Revenue | | 384,643 |
| | 24-00-4872 | ARPA Funds | 384,643 | |
| Entry to reclass ARPA revenue to deferred | | | | |
| 11 | 01-00-3202 | Accounts Payable | | 3,912 |
| | 01-01-6010 | Wages -Finance & Adm. | 13,165 | |
| | 01-01-6014 | IMRF | 3,912 | |
| | 01-09-6014 | IMRF - GC | | 13,165 |
| | 02-00-3202 | Accounts Payable | | 2,055 |

| City of Wilmington Illinois | | | | |
|--|----------------|--------------------------------|-----------|-----------|
| Audit Journal Entries | | | | |
| April 30, 2022 | | | | |
| | | | | |
| AJE # | Account Number | Account Description | Debit | Credit |
| | 02-21-6010 | Wages - Water | 3,256 | |
| | 02-21-6014 | IMRF - Water Dept | 2,055 | 3,256 |
| | 04-00-3202 | Accounts Payable | | 1,700 |
| | 04-00-6010 | Wages - Sewer | 2,412 | |
| | 04-00-6014 | IMRF - Sewer Dept | 1,700 | |
| | 04-00-6014 | IMRF - Sewer Dept | | 2,412 |
| Entry to adjust IMRF expense at year end | | | | |
| 12 | 02-00-2995 | Long-Term Debt | 49,611 | |
| | 02-00-2996 | Long-Term Debt | 58,927 | |
| | 02-00-3995 | Long-Term Debt | | 24,651 |
| | 02-00-3996 | Long-Term Debt Other | | 29,140 |
| | 02-21-7928 | Wtr IEPA Loan#2 Princ | | 29,787 |
| | 02-21-7932 | Wtr IEPA Loan#1 Princ | | 24,960 |
| | 04-00-2800 | Bond Premium | 65,170 | |
| | 04-00-2996 | Long-Term Debt | 1,755,238 | |
| | 04-00-3996 | Long-Term Debt Other | | 1,060,238 |
| | 04-00-7935 | IEPA ARS Bnd Series '20 Prin. | | 695,000 |
| | 04-03-8X22 | Amortization Expense | | 65,170 |
| | 01-05-7323 | Equip Loan - Princ | 129 | |
| | 01-05-7324 | Equip Loan - Interest | | 129 |
| Entry to adjust debt service items at year end | | | | |
| 13 | 02-21-7160 | Misc Expense | 40,370 | |
| | 02-23-6420 | Garbage Collection Expense | | 40,370 |
| Entry to back out 13th month of garbage expense | | | | |
| 14 | 01-00-4860 | Other Income - Misc. | 15,000 | |
| | 01-00-48XX | Cell Tower Lease Revenue | | 15,000 |
| Entry to reclassify Cell Tower Lease Revenue | | | | |
| 15 | 01-01-3202 | Accounts Payable | | 15,050 |
| | 01-01-6930 | Gasoline & Oil | 63 | |
| | 01-02-6530 | Maintenance - Grounds/Building | 3,385 | |
| | 01-03-6930 | Gasoline & Oil | 3,539 | |
| | 01-05-6510 | Maintenance - Equipment | 6,293 | |
| | 01-05-6930 | Gasoline & Oil | 1,770 | |
| | 06-00-3202 | Accounts Payable | | 37,094 |
| | 06-00-6595 | MFT Projects Current Year | 37,094 | |
| | 07-00-3202 | Accounts Payable | | 253 |
| | 07-00-6930 | Gasoline & Oil | 253 | |
| | 02-00-3202 | Accounts Payable | | 379 |
| | 02-21-6930 | Gasoline & Oil | 379 | |
| | 04-00-3202 | Accounts Payable | | 402 |
| | 04-00-6930 | Gasoline & Oil | 402 | |
| Entry to book Additional AP | | | | |
| 16 | 02-00-0302 | Machinery & Equipment | | 38,070 |
| | 02-00-0305 | Accumulated Depreciation | 28,773 | |
| | 02-00-3940 | Contributed Capital | 7,527 | |

| City of Wilmington Illinois | | | | |
|---|----------------|--------------------------------|-------------------|-------------------|
| Audit Journal Entries | | | | |
| April 30, 2022 | | | | |
| | | | | |
| AJE # | Account Number | Account Description | Debit | Credit |
| | 02-00-6001 | Depreciation | 1,770 | |
| | 04-00-0302 | Equipment | | 81,266 |
| | 04-00-0305 | Accumulated Depreciation | 70,941 | |
| | 04-00-3940 | Contributed Capital | 9,919 | |
| | 04-00-6001 | Depreciation | 406 | |
| Entry to adjust depreciation for current year | | | | |
| 17 | 01-00-0010 | Cash | 5,532 | |
| | 01-01-4167 | Other Misc. Rev | | 75 |
| | 01-03-4860 | Transfers from Other Funds | | 457 |
| | 01-03-4160 | Grants - State Misc | | 5,000 |
| | 24-00-0010 | Cash | 297,788 | |
| | 24-00-4110 | Grants - IDOT KKK St/Fkd Crk B | | 297,788 |
| Entry to adjust bank reconciliation at year end | | | | |
| 18 | 02-00-0280 | Water Accts. Receivable | 267,092 | |
| | 02-17-4550 | Meter Replacement Program Fees | | 8,486 |
| | 02-17-4555 | Water Plant Debt Service Fees | | 36,819 |
| | 02-21-4590 | Water Service Fees | | 160,667 |
| | 02-23-4530 | Garbage Collection Fees | | 61,121 |
| | 04-00-0280 | Sewer Accts/ Receivable | 288,976 | |
| | 04-00-4560 | Sewer Service Fees | | 146,074 |
| | 04-03-4555 | WWTP Debt Service Revenue | | 142,902 |
| | 12-00-0275 | SSA Payments Receivable | 2,911 | |
| | 12-00-4025 | SSA Deer Ridge Subd Repayments | | 2,911 |
| Entry to adjust water / sewer AR at year end | | | | |
| 19 | 25-00-0010 | Cash | 265,640 | |
| | 25-00-7170 | TIF #2 Distributions | | 265,640 |
| CLIENT PROPOSED: Entry to adjust TIF distributions at year end | | | | |
| TOTAL | | | 12,217,515 | 12,217,516 |
| | | | | 1 |
| ALL AJEs RECORDED AS NOTED ABOVE. NO PASSED AJEs FROM THE AUDIT. | | | | |