

City of LeRoy, Illinois
Annual Financial Report
For the Fiscal Year Ended April 30, 2025

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Independent Auditor's Report

The Honorable Mayor and Council
City of LeRoy, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of LeRoy, Illinois ("City"), as of and for the year ended April 30, 2025, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of LeRoy, Illinois as of April 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with the accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis; the Illinois Municipal Retirement Fund – Multiyear Schedule of Changes in the City's Net Pension Liability and Related Ratios; the Illinois Municipal Retirement Fund – Multiyear Schedule of Employer Contributions; and budgetary comparison information on pages 50 through 65 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Striegel Knobloch & Co L.L.C.

Bloomington, Illinois

October 31, 2025

City of LeRoy, Illinois

Statement of Net Position

For the Year Ended April 30, 2025

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 6,497,377	\$ 2,001,010	\$ 8,498,387
Investments	6,344	-	6,344
Receivables, net			
Accounts	-	388,433	388,433
Property tax	810,811	-	810,811
Sales tax	163,228	-	163,228
Income tax	148,014	-	148,014
Use tax	4,010	-	4,010
Replacement tax	4,676	-	4,676
Motor fuel tax	12,694	-	12,694
Excise tax	834	-	834
Utility taxes	12,247	-	12,247
Video gaming tax	10,678	-	10,678
Cannabis tax	948	-	948
Prepaid expenses	29,079	15,459	44,538
Capital assets:			
Land	557,860	10,000	567,860
Construction in progress	161,834	741,267	903,101
Depreciable capital assets	12,926,192	16,991,786	29,917,978
Less: accumulated depreciation	(7,044,409)	(11,236,046)	(18,280,455)
Right of use assets (leases)	114,798	-	114,798
Right of use assets (SBITAs)	-	8,225	8,225
Less: accumulated amortization	(27,133)	(2,742)	(29,875)
Total assets	14,390,082	8,917,392	23,307,474
 Deferred Outflows of Resources			
Deferred outflows related to pension obligations	333,422	108,079	441,501
Total assets and deferred outflows of resources	\$ 14,723,504	\$ 9,025,471	\$ 23,748,975

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City of LeRoy, Illinois

Statement of Net Position - Continued

For the Year Ended April 30, 2025

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Accounts payable	\$ 63,073	\$ 112,478	\$ 175,551
Accrued expenses	55,946	29,498	85,444
Accrued interest	10,797	70,575	81,372
Compensated absences			
Due within one year	137,212	49,228	186,440
Due in more than one year	21,629	10,250	31,879
IMRF pension liability	359,268	116,457	475,725
Bonds payable			
Due within one year	250,000	170,000	420,000
Due in more than one year	515,000	5,410,000	5,925,000
Notes payable			
Due within one year	44,129	23,375	67,504
Due in more than one year	60,970	24,182	85,152
Lease liabilities			
Due within one year	35,700	-	35,700
Due in more than one year	43,350	-	43,350
	<u>1,597,074</u>	<u>6,016,043</u>	<u>7,613,117</u>
Total liabilities			
Deferred Inflows of Resources			
Deferred property tax	810,811	-	810,811
Deferred inflows related to pension obligations	7,291	2,364	9,655
	<u>818,102</u>	<u>2,364</u>	<u>820,466</u>
Total deferred inflows of resources			
Net Position			
Net investment in capital assets	5,731,378	879,450	6,610,828
Restricted for:			
Business district	924,733	-	924,733
Tax increment financing	25,364	-	25,364
Motor fuel tax	362,125	-	362,125
Capital projects	2,010,177	-	2,010,177
Tourism	328,121	-	328,121
Unrestricted	2,926,430	2,127,614	5,054,044
	<u>12,308,328</u>	<u>3,007,064</u>	<u>15,315,392</u>
Total net position			
Total liabilities, deferred inflows of resources, and net position	<u>\$ 14,723,504</u>	<u>\$ 9,025,471</u>	<u>\$ 23,748,975</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Activities

For the Year Ended April 30, 2025

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Charges for Services	Fines, Fees Licenses and Permits	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities							
Administration	\$ 638,439	\$ -	\$ 3,326	\$ 120,250	\$ (495,947)	\$ -	\$ (495,947)
Streets	798,087	-	-	-	(798,087)	-	(798,087)
Parks	203,928	-	-	-	(203,928)	-	(203,928)
Zoning and building	89,834	-	-	-	(79,741)	-	(79,741)
Police	1,021,110	66,857	-	-	(928,704)	-	(928,704)
ESDA	1,544	-	-	-	(1,544)	-	(1,544)
Economic development	417,139	-	-	-	(417,139)	-	(417,139)
Tourism	27,451	-	-	-	(27,451)	-	(27,451)
Interest on long term debt	36,149	-	-	-	(36,149)	-	(36,149)
Total governmental activities	3,233,681	54,558	3,326	120,250	(2,988,690)	-	(2,988,690)
Business-type activities							
Water	998,988	-	-	-	-	(112,087)	(112,087)
Sewer	691,895	-	-	-	-	84,395	84,395
Refuse	711,848	-	-	-	-	(71,169)	(71,169)
Total business-type activities	2,402,731	-	-	-	-	(98,861)	(98,861)
Total primary government	\$ 5,636,412	\$ 54,558	\$ 3,326	\$ 120,250	(2,988,690)	(98,861)	(3,087,551)

City of LeRoy, Illinois

Statement of Activities - Continued

For the Year Ended April 30, 2025

	Net (Expense) Revenue and Changes in Net Assets		
	Governmental Activities	Business- Type Activities	Total
General revenues:			
Taxes:			
Property	\$ 737,961	\$ -	\$ 737,961
Sales	1,035,139	-	1,035,139
Income	624,149	-	624,149
Use	99,822	-	99,822
Replacement	21,117	-	21,117
Motor fuel	158,738	-	158,738
Excise	5,003	-	5,003
Utility	164,513	-	164,513
Video gaming	103,438	-	103,438
Cannabis	5,503	-	5,503
Hotel/motel	31,154	-	31,154
Franchise	32,836	-	32,836
Interest	199,296	61,566	260,862
Other	17,335	1,403	18,738
Interfund transfers	(839,955)	839,955	-
Total general revenues and transfers	<u>2,396,049</u>	<u>902,924</u>	<u>3,298,973</u>
Change in net position	(592,641)	804,063	211,422
Net position - beginning	<u>12,900,969</u>	<u>2,203,001</u>	<u>15,103,970</u>
Net position - ending	<u>\$ 12,308,328</u>	<u>\$ 3,007,064</u>	<u>\$ 15,315,392</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Balance Sheet - Governmental Funds

April 30, 2025

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Business District Fund	Non-Major Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ 1,798,305	\$ 693,669	\$ 2,010,177	\$ 804,549	\$ 1,190,677	\$ 6,497,377
Investments	6,344	-	-	-	-	6,344
Receivables, net:						
Property taxes	661,081	-	-	-	149,730	810,811
Sales tax	83,841	33,663	-	45,724	-	163,228
Income tax	-	148,014	-	-	-	148,014
Use tax	4,010	-	-	-	-	4,010
Replacement tax	4,676	-	-	-	-	4,676
Motor fuel tax	-	-	-	-	12,694	12,694
Excise tax	834	-	-	-	-	834
Utility taxes	12,247	-	-	-	-	12,247
Video gaming tax	10,678	-	-	-	-	10,678
Cannabis tax	948	-	-	-	-	948
Prepaid expenses	29,079	-	-	-	-	29,079
Due from other funds	-	-	-	75,000	-	75,000
Total assets	\$ 2,612,043	\$ 875,346	\$ 2,010,177	\$ 925,273	\$ 1,353,101	\$ 7,775,940
Liabilities						
Accounts payable	\$ 57,665	\$ -	\$ -	\$ 540	\$ 4,868	\$ 63,073
Accrued expenses	55,946	-	-	-	-	55,946
Due to other funds	-	-	-	-	75,000	75,000
Total liabilities	113,611	-	-	540	79,868	194,019
Deferred inflows of Resources						
Deferred property tax	661,081	-	-	-	149,730	810,811

-Continued-

City of LeRoy, Illinois

Balance Sheet - Governmental Funds – Continued

April 30, 2025

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Business District Fund	Non-Major Governmental Funds	Total Governmental Funds
Fund Balance						
Nonspendable	29,079	-	-	-	-	29,079
Restricted:						
Business district	-	-	-	924,733	-	924,733
Capital projects	-	-	2,010,177	-	-	2,010,177
Tax increment financing	-	-	-	-	25,364	25,364
Motor fuel tax	-	-	-	-	362,125	362,125
Tourism	-	-	-	-	328,121	328,121
Committed:						
Debt service	-	875,346	-	-	-	875,346
Capital expenditures	-	-	-	-	407,893	407,893
Unassigned	1,808,272	-	-	-	-	1,808,272
 Total fund balance	<u>1,837,351</u>	<u>875,346</u>	<u>2,010,177</u>	<u>924,733</u>	<u>1,123,503</u>	<u>6,771,110</u>
 Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 2,612,043</u>	<u>\$ 875,346</u>	<u>\$ 2,010,177</u>	<u>\$ 925,273</u>	<u>\$ 1,353,101</u>	<u>\$ 7,775,940</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

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

April 30, 2025

Total governmental fund balance \$ 6,771,110

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

Capital assets are not reported in this fund financial
statement because they are not current financial
resources, but they are reported in the statement
of net assets 6,601,477

Right of use assets are not reported in this fund financial
statement because they are not current financial
resources, but they are reported in the statement
of net assets 87,665

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

Accrued interest (10,797)
Compensated absences (158,841)
Net IMRF pension obligations (33,137)
Bonds payable (765,000)
Notes payable (105,099)
Leases payable (79,050)

Net assets of governmental activities \$ 12,308,328

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

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

For the Year Ended April 30, 2025

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Business District Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues:						
Property taxes	\$ 669,484	\$ -	\$ -	\$ -	\$ 68,477	\$ 737,961
Sales tax	502,021	207,232	-	325,886	-	1,035,139
Income tax	366,240	257,909	-	-	-	624,149
Use tax	99,822	-	-	-	-	99,822
Replacement tax	21,117	-	-	-	-	21,117
Motor fuel tax	-	-	-	-	158,738	158,738
Excise tax	5,003	-	-	-	-	5,003
Utility taxes	164,513	-	-	-	-	164,513
Video gaming tax	103,438	-	-	-	-	103,438
Cannabis tax	5,503	-	-	-	-	5,503
Hotel/Motel tax	-	-	-	-	31,154	31,154
Licenses and permits	27,674	-	-	-	-	27,674
Franchise	32,836	-	-	-	-	32,836
Fines	26,884	-	-	-	-	26,884
Interest	65,889	911	66,326	26,431	39,739	199,296
Grants	120,250	-	-	-	-	120,250
Other	87,518	-	-	-	-	87,518
Total revenues	2,298,192	466,052	66,326	352,317	298,108	3,480,995
Expenditures:						
Current:						
Administration	352,395	-	-	1,116	-	353,511
Streets	467,171	-	-	-	182,666	649,837
Parks	56,941	-	-	-	-	56,941
Zoning and building	82,519	-	-	-	-	82,519
Police	901,119	-	-	-	-	901,119
ESDA	1,544	-	-	-	-	1,544
Economic development	-	-	-	411,945	5,194	417,139
Tourism	-	-	-	-	27,451	27,451
Debt service:						
Principal	78,537	310,000	-	-	-	388,537
Interest and fees	7,617	32,750	-	-	-	40,367
Capital outlay	612,536	-	-	-	-	612,536
Total expenditures	2,560,379	342,750	-	413,061	215,311	3,531,501
Excess (deficiency) of revenues over expenditures	(262,187)	123,302	66,326	(60,744)	82,797	(50,506)

-Continued-

City of LeRoy, Illinois

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

For the Year Ended April 30, 2025

	General	2016A GO (ARS) Bond Fund	2020/2021 Series Capital Projects Fund	Business District Fund	Non-Major Governmental Funds	Total Governmental Funds
Other financing sources (uses)						
Lease and SBITAs	114,798	-	-	-	-	114,798
Transfers in	-	-	-	-	45,000	45,000
Transfers out	(120,250)	-	(764,705)	-	-	(884,955)
Total other financing sources (uses)	(5,452)	-	(764,705)	-	45,000	(725,157)
Net change in fund balances	(267,639)	123,302	(698,379)	(60,744)	127,797	(775,663)
Fund balance, beginning	2,104,990	752,044	2,708,556	985,477	995,706	7,546,773
Fund balance, ending	<u>\$ 1,837,351</u>	<u>\$ 875,346</u>	<u>\$ 2,010,177</u>	<u>\$ 924,733</u>	<u>\$ 1,123,503</u>	<u>\$ 6,771,110</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

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

For the Year Ended April 30, 2025

Net change in fund balance - total governmental funds	\$ (775,663)
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported as expenditures in this fund financial statement because they use current financial resources, but they are presented as assets in the statement of activities and depreciated over their estimated economic lives.	158,675
Right of use assets are reported in the government-wide financial statements, these assets are amortized over over the life of the lease agreement. Amortization expense is not considered the use of a current financial resources and is not reported in the fund financial statements.	(27,133)
Net change in IMRF pension obligations is an expense on the statement of activities, however, it does not use financial resources and is not an expenditure on the statement of revenues, expenditures, changes in fund balances	(264,431)
Net change in compensated absences is an expense on the statement of activities, however, it does not use financial resources and is not an expenditure on the statement of revenues, expenditures, changes in fund balances	(76,844)
Repayment of bond principal, note payable principal, and lease principal is an expenditure in the fund financial statements; however the repayment reduces long-term liabilities on the statement of net position.	388,537
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the fund financial statements.	<u>4,218</u>
Change in net position of governmental activities	<u><u>\$ (592,641)</u></u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Fund Net Position - Proprietary Funds

April 30, 2025

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Assets				
Current assets:				
Cash and cash equivalents	\$ 67,326	\$ 1,342,969	\$ 590,715	\$ 2,001,010
Receivables, net:				
Customer accounts	151,913	140,792	95,728	388,433
Prepaid expenses	<u>5,854</u>	<u>7,709</u>	<u>1,896</u>	<u>15,459</u>
 Total current assets	 <u>225,093</u>	 <u>1,491,470</u>	 <u>688,339</u>	 <u>2,404,902</u>
Noncurrent assets:				
Capital assets:				
Land	-	10,000	-	10,000
Construction in progress	384,573	356,694	-	741,267
Depreciable capital assets	6,692,654	8,956,339	1,342,793	16,991,786
Less: accumulated depreciation	<u>(4,098,050)</u>	<u>(6,031,134)</u>	<u>(1,106,862)</u>	<u>(11,236,046)</u>
 Total capital assets	 <u>2,979,177</u>	 <u>3,291,899</u>	 <u>235,931</u>	 <u>6,507,007</u>
Right of Use Assets:				
Right of use assets (SBITAs)	8,225	-	-	8,225
Less: accumulated amortization	<u>(2,742)</u>	<u>-</u>	<u>-</u>	<u>(2,742)</u>
 Total right of use assets	 <u>5,483</u>	 <u>-</u>	 <u>-</u>	 <u>5,483</u>
 Total noncurrent assets	 <u>2,984,660</u>	 <u>3,291,899</u>	 <u>235,931</u>	 <u>6,512,490</u>
 Total assets	 <u>3,209,753</u>	 <u>4,783,369</u>	 <u>924,270</u>	 <u>8,917,392</u>
Deferred Outflows of Resources				
Deferred outflows related to pension obligations	<u>47,461</u>	<u>43,576</u>	<u>17,042</u>	<u>108,079</u>
 Total assets and deferred outflows of resources	 <u>\$ 3,257,214</u>	 <u>\$ 4,826,945</u>	 <u>\$ 941,312</u>	 <u>\$ 9,025,471</u>

-Continued-

City of LeRoy, Illinois

Statement of Fund Net Position - Proprietary Funds - Continued

April 30, 2025

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Liabilities and Net Position				
Current liabilities:				
Accounts payable	\$ 45,487	\$ 65,176	\$ 1,815	\$ 112,478
Accrued expenses	13,480	13,088	2,930	29,498
Accrued interest	57,539	11,851	1,185	70,575
Compensated absences, current	25,827	18,731	4,670	49,228
Bonds payable, current	160,354	9,646	-	170,000
Notes payable, current	-	-	23,375	23,375
Total current liabilities	302,687	118,492	33,975	455,154
Noncurrent liabilities				
Compensated absences	3,621	5,722	907	10,250
IMRF pension obligation	51,140	46,954	18,363	116,457
Bonds payable	4,471,563	938,437	-	5,410,000
Notes payable	-	-	24,182	24,182
Total non current liabilities	4,526,324	991,113	43,452	5,560,889
Total liabilities	4,829,011	1,109,605	77,427	6,016,043
Deferred Inflow of Resources				
Deferred inflows related to pension obligations	1,038	953	373	2,364
Net Position				
Invested in capital assets net of related debt	(1,652,740)	2,343,816	188,374	879,450
Unrestricted	79,905	1,372,571	675,138	2,127,614
Total net position	(1,572,835)	3,716,387	863,512	3,007,064
Total liabilities, deferred inflows, and net position	\$ 3,257,214	\$ 4,826,945	\$ 941,312	\$ 9,025,471

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

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

For the Year Ended April 30, 2025

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Operating revenues:				
Charges for service	\$ 886,901	\$ 776,290	\$ 640,679	\$ 2,303,870
 Total operating revenue	 886,901	 776,290	 640,679	 2,303,870
Operating expenses:				
Salaries	176,186	174,344	39,064	389,594
Payroll taxes and retirement	61,921	57,093	19,925	138,939
Chemicals	144,614	60,460	-	205,074
Refuse disposal	-	-	377,611	377,611
Insurance	69,488	71,038	20,731	161,257
Utilities and telephone	42,269	29,925	432	72,626
Repairs and maintenance	22,447	43,912	943	67,302
Supplies and materials	47,065	20,883	26,529	94,477
Truck expenses	3,157	11,210	4,645	19,012
Professional fees	5,480	3,886	3,886	13,252
Engineering fees	42,465	19,853	-	62,318
Contractual services	77,834	9,215	8,010	95,059
Uniform rental	895	973	-	1,868
Training	190	1,806	-	1,996
Permit fees	-	11,000	-	11,000
Amortization	2,742	-	-	2,742
Depreciation	158,857	143,899	206,438	509,194
Bad debt	464	536	965	1,965
Miscellaneous	3,217	2,981	812	7,010
 Total operating expenses	 859,291	 663,014	 709,991	 2,232,296
 Operating income (loss)	 27,610	 113,276	 (69,312)	 71,574

-Continued-

City of LeRoy, Illinois

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

For the Year Ended April 30, 2025

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Non-operating revenues (expenses):				
Miscellaneous income	1,403	-	-	1,403
Interest revenue	11,178	34,181	16,207	61,566
Interest expense and bond fees	<u>(139,697)</u>	<u>(28,881)</u>	<u>(1,857)</u>	<u>(170,435)</u>
 Total non-operating revenue	<u>(127,116)</u>	<u>5,300</u>	<u>14,350</u>	<u>(107,466)</u>
 Net income (loss) before transfers	<u>(99,506)</u>	<u>118,576</u>	<u>(54,962)</u>	<u>(35,892)</u>
 Other financing sources (uses):				
Transfers in	445,585	439,370	-	884,955
Transfers out	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>(45,000)</u>
 Total other financing sources (uses)	<u>430,585</u>	<u>424,370</u>	<u>(15,000)</u>	<u>839,955</u>
 Change in net position	331,079	542,946	(69,962)	804,063
 Total net position - beginning	<u>(1,903,914)</u>	<u>3,173,441</u>	<u>933,474</u>	<u>2,203,001</u>
 Total net position - ending	<u><u>(1,572,835)</u></u>	<u><u>3,716,387</u></u>	<u><u>863,512</u></u>	<u><u>3,007,064</u></u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Cash Flows - Proprietary Funds

For the Year Ended April 30, 2025

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Cash flows from (used in) operating activities:				
Receipts from customers	\$ 857,138	\$ 751,878	\$ 627,461	\$ 2,236,477
Payments to suppliers	(448,260)	(433,256)	(477,050)	(1,358,566)
Payments for employee expenses	(191,454)	(192,638)	(45,170)	(429,262)
Net cash from operating activities	<u>217,424</u>	<u>125,984</u>	<u>105,241</u>	<u>448,649</u>
Cash flows from (used in) non-capital financing activities:				
Miscellaneous revenue	1,403	-	-	1,403
Transfers from (to) other funds	430,585	424,370	(15,000)	839,955
Net cash from (used in) non-capital financing activities	<u>431,988</u>	<u>424,370</u>	<u>(15,000)</u>	<u>841,358</u>
Cash flows from (used in) capital and related financing activities:				
Acquisition of capital assets	(549,300)	(572,800)	-	(1,122,100)
Principal paid on capital debt	(130,000)	-	(22,596)	(152,596)
Principal paid on right of use assets	(8,225)	-	-	(8,225)
Interest and fees paid on capital debt	(140,842)	(28,881)	(2,420)	(172,143)
Net cash from (used in) capital and related financing activities	<u>(828,367)</u>	<u>(601,681)</u>	<u>(25,016)</u>	<u>(1,455,064)</u>
Cash flows from (used in) investing activities:				
Interest income	11,178	34,181	16,207	61,566
Net cash from investing activities	<u>11,178</u>	<u>34,181</u>	<u>16,207</u>	<u>61,566</u>
Net increase (decrease) for the year	(167,777)	(17,146)	81,432	(103,491)
Cash and cash equivalents - beginning	<u>235,103</u>	<u>1,360,115</u>	<u>509,283</u>	<u>2,104,501</u>
Cash and cash equivalents - ending	<u>\$ 67,326</u>	<u>\$ 1,342,969</u>	<u>\$ 590,715</u>	<u>\$ 2,001,010</u>

-Continued-

City of LeRoy, Illinois

Statement of Cash Flows - Proprietary Funds - Continued

For the Year Ended April 30, 2025

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 27,610	\$ 113,276	\$ (69,312)	\$ 71,574
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Depreciation	158,857	143,899	206,438	509,194
Amortization	2,742	-	-	2,742
Bad debt expense	464	536	965	1,965
(Increase) / decrease in assets:				
Receivables, net	(30,227)	(24,948)	(14,183)	(69,358)
Prepaid expenses	(1,176)	(432)	641	(967)
Increase / (decrease) in liabilities:				
Accounts payable	12,501	(145,146)	(33,127)	(165,772)
Accrued expenses	3,561	3,042	303	6,906
Compensated absences	5,254	1,776	(1,358)	5,672
Net IMRF obligations	<u>37,838</u>	<u>33,981</u>	<u>14,874</u>	<u>86,693</u>
Cash provided by operating activities	<u>\$ 217,424</u>	<u>\$ 125,984</u>	<u>\$ 105,241</u>	<u>\$ 448,649</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Notes to Financial Statements

April 30, 2025

Note 1 – Summary of Significant Accounting Policies:

Reporting Entity

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

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

Government-Wide and Fund Financial Statements

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

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 1 – Summary of Significant Accounting Policies – Continued:

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

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

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

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

Governmental Fund Types

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

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

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

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

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 1 – Summary of Significant Accounting Policies – Continued:

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

Governmental Fund Types – Continued

The City reports the following major governmental funds:

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

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

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

Business District Fund is a special revenue fund used to account for and report all financial resources that are restricted, committed, or assigned to expenditures related to the City's Business District. Revenues are generated from sales tax.

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

Proprietary Fund Types

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

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

The City reports the following major proprietary funds:

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 1 – Summary of Significant Accounting Policies – Continued:

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

Defining Operating Revenues and Expenses

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

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

Assets, Liabilities, and Net Position or Equity

Cash and Cash Equivalents

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

Deposits and Investments

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

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

Investments are reported at cost, which approximates market value.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Internal and Interfund Balances and Activities

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

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

Property Tax Accrual

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

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 for equipment, \$10,000 for improvements and \$50,000 for infrastructure assets (roads, bridges, culverts, curbs, sidewalks, lighting systems, gutters, drainage systems and similar). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

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

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Capital Assets - Continued

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

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

<u>Assets</u>	<u>Years</u>
Buildings	40
New Infrastructure	40
Road Improvements	10
Other Improvements	10
Vehicles 13,000 or more gross weight	7
Equipment	7
Vehicles under 13,000 gross weight	5
Tools	5
Appliances	5
Computers, servers, peripherals	3

Leases

A lease is defined as a contract that conveys exclusive control of the right to use another entity's nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction. Examples of nonfinancial assets include buildings, land, vehicles, and equipment. Upon entering into a lease agreement (greater than 12 months) the City will recognize a right of use asset and a corresponding lease obligation.

The lease obligation is measured at the present value of payments expected to be made during the lease term. The City uses its estimated incremental borrowing rate as the discount rate for leases unless the rate the lessor charges is known.

Right of use assets are measured at the amount of the initial measurement of the lease obligations. Right of use assets are amortized over the shorter period of lease term and useful life of the underlying assets.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Service-Based Information Technology Arrangements (SBITAs)

A service-based information technology arrangement (SBITA) is a contract for certain cloud-based services or software as specified in the contract for a period of time (greater than 12 months). The City will recognize a right of use asset and a corresponding subscription obligation.

The subscription obligation is measured at the present value of payments expected to be made during the contract term. The City uses its estimated incremental borrowing rate as the discount rate for SBITAs unless the rate the vendor charges is known.

Right of use assets are measured at the amount of the initial measurement of the subscription obligations. Right of use assets are amortized over the shorter period of contract term and useful life of the underlying assets.

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.

Compensated Absences

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

Net Position

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Fund Equity – Fund Financial Statements

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

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

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 1 – Summary of Significant Accounting Policies – Continued:

Net Position Flow Assumption

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

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

Fund Balance Flow Assumptions

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

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

Note 2 – Property Taxes:

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

Property taxes receivable as of April 30, 2025, consist of the following:

	2024 Tax <u>Levy Year</u>
General Fund	\$ 661,081
Tax Increment Financing District III Fund	<u>149,730</u>
	<u>\$ 810,811</u>

Note 3 – Revenue from Governmental Units:

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 4 – Capital Assets:

Capital asset activity for the year ended April 30, 2025, was as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 557,860	\$ -	\$ -	557,860
Construction in progress	<u>93,959</u>	<u>67,875</u>	<u>-</u>	<u>161,834</u>
Total capital assets not being depreciated	<u>651,819</u>	<u>67,875</u>	<u>-</u>	<u>719,694</u>
Capital assets being depreciated:				
Buildings	6,350,168	77,239	-	6,427,407
Improvements other than buildings	127,862	-	-	127,862
Machinery and equipment	1,320,609	134,529	-	1,455,138
Infrastructure	<u>4,697,690</u>	<u>218,095</u>	<u>-</u>	<u>4,915,785</u>
Total capital assets being depreciated	<u>12,496,329</u>	<u>429,863</u>	<u>-</u>	<u>12,926,192</u>
Less accumulated depreciation for:				
Buildings	(2,369,354)	(155,368)	-	(2,524,722)
Improvements other than buildings	(99,371)	(6,504)	-	(105,875)
Machinery and equipment	(1,052,401)	(85,731)	-	(1,138,132)
Infrastructure	<u>(3,184,220)</u>	<u>(91,460)</u>	<u>-</u>	<u>(3,275,680)</u>
Total accumulated depreciation	<u>(6,705,346)</u>	<u>(339,063)</u>	<u>-</u>	<u>(7,044,409)</u>
Total capital assets being depreciated, net	<u>5,790,983</u>	<u>90,800</u>	<u>-</u>	<u>5,881,783</u>
Governmental activities capital assets, net	<u>\$ 6,442,802</u>	<u>\$ 158,675</u>	<u>\$ -</u>	<u>\$ 6,601,477</u>

Depreciation Expense

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Administration	\$ 16,422
Streets, including depreciation of applicable general infrastructure assets	135,886
Parks, including depreciation of applicable general infrastructure assets	146,643
Police	<u>40,112</u>
Total depreciation expense – governmental activities	<u>\$ 339,063</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 4 – Capital Assets – Continued:

<u>Business-Type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 10,000	\$ -	\$ -	\$ 10,000
Construction in progress	<u>90,296</u>	<u>650,971</u>	<u>-</u>	<u>741,267</u>
Total capital assets not being depreciated	<u>100,296</u>	<u>650,971</u>	<u>-</u>	<u>751,267</u>
Capital assets being depreciated:				
Buildings and system	12,545,245	416,897	-	12,962,142
Improvements other than buildings	686,420	-	-	686,420
Municipal landfill closure costs	1,047,357	-	-	1,047,357
Machinery and equipment	<u>2,241,635</u>	<u>54,232</u>	<u>-</u>	<u>2,295,867</u>
Total capital assets being depreciated	<u>16,520,657</u>	<u>471,129</u>	<u>-</u>	<u>16,991,786</u>
Less accumulated depreciation for:				
Buildings and system	(7,801,795)	(254,934)	-	(8,056,729)
Improvements other than buildings	(147,434)	(29,323)	-	(176,757)
Municipal landfill closure costs	(698,032)	(174,508)	-	(872,540)
Machinery and equipment	<u>(2,079,591)</u>	<u>(50,429)</u>	<u>-</u>	<u>(2,130,020)</u>
Total accumulated depreciation	<u>(10,726,852)</u>	<u>(509,194)</u>	<u>-</u>	<u>(11,236,046)</u>
Total capital assets being depreciated, net	<u>5,793,805</u>	<u>(38,065)</u>	<u>-</u>	<u>5,755,740</u>
Business-type activities capital assets, net	<u>\$ 5,894,101</u>	<u>\$ 612,906</u>	<u>\$ -</u>	<u>\$ 6,507,007</u>

Depreciation Expense

Depreciation expense was charged to functions/programs as follows:

Business-type activities:	
Water	\$ 158,857
Sewer	143,899
Refuse disposal	<u>206,438</u>
Total depreciation expense – business-type activities	<u>\$ 509,194</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 5 – Long-Term Debt:

General Obligation Bonds

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

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$2,865,000 during the year ended April 30, 2017, to refinance existing bonds. During the current fiscal year, bonds in the amount of \$310,000 were retired. As of April 30, 2025, the City has outstanding Series 2016A General Obligation (ARS) bonds payable of \$765,000.

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$2,510,000 during the year ended April 30, 2017, to refinance existing bonds and to provide cash for future capital projects. During the current fiscal year, bonds in the amount of \$75,000 were retired. As of April 30, 2025, the City has outstanding Series 2016B General Obligation (ARS) bonds payable of \$1,155,000.

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$1,095,000 during the year ended April 30, 2020, to refinance existing bonds and to provide cash for future capital projects. During the current fiscal year, bonds in the amount of \$55,000 were retired. As of April 30, 2025, the City has outstanding Series 2020 General Obligation (ARS) bonds payable of \$985,000.

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$3,440,000 during the year ended April 30, 2021, to refinance existing bonds and to provide cash for future capital projects. There were no bonds that were retired during the current fiscal year. As of April 30, 2025, the City has outstanding Series 2021 General Obligation (ARS) bonds payable of \$3,440,000.

Total general obligation bonds payable at April 30, 2025, are as follows:

2016A General Obligation Bond (Alternate Revenue)	\$ 765,000
2016B General Obligation Bond (Alternate Revenue)	1,155,000
2020 General Obligation Bond (Alternate Revenue)	985,000
2021 General Obligation Bond (Alternate Revenue)	<u>3,440,000</u>
	<u>\$ 6,345,000</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 5 – Long-Term Debt – Continued:

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

Year Ended April 30,	Governmental Activities		Business-Type Activities		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 250,000	\$ 22,950	\$ 170,000	\$ 166,535	\$ 420,000	\$ 189,485
2027	255,000	15,450	175,000	162,625	430,000	178,075
2028	260,000	7,800	180,000	158,215	440,000	166,015
2029	-	-	375,000	153,655	375,000	153,655
2030	-	-	385,000	143,310	385,000	143,310
2031-2035	-	-	2,065,000	541,590	2,065,000	541,590
2036-2040	-	-	2,230,000	207,965	2,230,000	207,965
	<u>\$ 765,000</u>	<u>\$ 46,200</u>	<u>\$ 5,580,000</u>	<u>\$ 1,533,895</u>	<u>\$ 6,345,000</u>	<u>\$ 1,580,095</u>

The City did not issue and has no outstanding special assessment debt in the year ended April 30, 2025.

Notes Payable

The City borrowed funds from Busey Bank during the fiscal year 2018 for building renovations. The total amount borrowed, was \$275,000. The interest rate is 2.890%. The City will make semi-annual principal and interest payments of \$15,963 until the maturity of the note on August 28, 2027. These payments will be made from the General Fund. As of April 30, 2025, the City’s outstanding balance on this note was \$76,164.

The City borrowed funds from Kansas State Bank during the fiscal year 2022 for equipment. The total amount borrowed, was \$83,670. The interest rate is 3.450%. The City will make annual principal and interest payments of \$15,220 until the maturity of the note on August 9, 2026. These payments will be made from the General Fund. As of April 30, 2025, the City’s outstanding balance on this note was \$28,935.

The City borrowed funds from Kansas State Bank during the fiscal year 2022 for equipment. The total amount borrowed, was \$137,519. The interest rate is 3.450%. The City will make annual principal and interest payments of \$25,016 until the maturity of the note on August 9, 2026. These payments will be made from the Refuse Fund. As of April 30, 2025, the City’s outstanding balance on this note was \$47,557.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 5 – Long-Term Debt – Continued:

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

Year Ended April 30,	Governmental Activities		Business-Type Activities		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 44,129	\$ 3,018	\$ 23,375	\$ 1,641	\$ 67,504	\$ 4,659
2027	45,502	1,646	24,182	834	69,684	2,480
2028	15,468	495	-	-	15,468	495
	<u>\$ 105,099</u>	<u>\$ 5,159</u>	<u>\$ 47,557</u>	<u>\$ 2,475</u>	<u>\$ 152,656</u>	<u>\$ 7,634</u>

Changes in Long-Term Liabilities

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental Activities:</u>					
Bonds payable:					
2016A General obligation bonds (alternate revenue)	\$ 1,075,000	\$ -	\$ (310,000)	\$ 765,000	\$ 250,000
Notes payable:					
N/P Busey Bank	105,205	-	(29,041)	76,164	29,907
N/P Kansas State Bank	42,683	-	(13,748)	28,935	14,222
	<u>\$ 1,222,888</u>	<u>\$ -</u>	<u>\$ (352,789)</u>	<u>\$ 870,099</u>	<u>\$ 294,129</u>
<u>Business-Type Activities:</u>					
Bonds payable:					
2016 B General obligation bonds (alternate revenue)	\$ 1,230,000	\$ -	\$ (75,000)	\$ 1,155,000	\$ 80,000
2020 General obligation bonds (alternate revenue)	1,040,000	-	(55,000)	985,000	55,000
2021 General obligation bonds (alternate revenue)	3,440,000	-	-	3,440,000	35,000
Notes payable:					
Kansas State Bank	70,153	-	(22,596)	47,557	23,375
	<u>\$ 5,780,153</u>	<u>\$ -</u>	<u>\$ (152,596)</u>	<u>\$ 5,627,557</u>	<u>\$ 193,375</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 6 – Leases and Service Based Information Technology Arrangements (SBITAs):

Leases

The City has entered into various agreements for equipment. The annual payments range from \$6,954 – \$25,000. The City has used treasury notes with a similar maturity to the lease contracts agreement as the incremental borrowing rate. The interest rate for these leases ranges from 1.55% - 4.44%

Following is a summary of changes in right-of-use assets (leases) during the fiscal years ended April 30, 2025:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<u>Governmental Activities:</u>				
Police equipment	\$ -	\$ 114,798	\$ -	\$ 114,798
Less: accumulated amortization	-	(27,133)	-	(27,133)
Right-of-use (leases) – net	<u>\$ -</u>	<u>\$ 87,665</u>	<u>\$ -</u>	<u>\$ 87,665</u>

Business-Type Activities:

The City did not have any right of use (lease) agreements for any business-type activities for the year ended April 30, 2025.

As of April 30, 2025, the principal and interest requirements to maturity of these lease obligations are as follows:

<u>Year Ended April 30,</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Totals</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 35,700	\$ 3,307	\$ -	\$ -	\$ 35,700	\$ 3,307
2027	30,131	1,922	-	-	30,131	1,922
2028	6,466	587	-	-	6,466	587
2029	6,753	300	-	-	6,753	300
	<u>\$ 79,050</u>	<u>\$ 6,116</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,050</u>	<u>\$ 6,116</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 6 – Leases and Service Based Information Technology Arrangements (SBITAs) - Continued:

SBITAs

The City has entered into a contract for software. The entire contract of \$8,225 was paid during the initial year of the contract. No incremental borrowing rate was used.

Following is a summary of changes in right-of-use assets (SBITAs) during the fiscal years ended April 30, 2025:

Governmental Activities:

The City did not have any right of use (SBITAs) agreements for any governmental activities for the year ended April 30, 2025.

Business-Type Activities:

Software	\$ -	\$ 8,225	\$ -	\$ 8,225
Less: accumulated amortization	<u>-</u>	<u>(2,742)</u>	<u>-</u>	<u>(2,742)</u>
Right-of-use (SBITAs) – net	<u>\$ -</u>	<u>\$ 5,483</u>	<u>\$ -</u>	<u>\$ 5,483</u>

Note 7 – Risk Management:

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 8 – Deposits and Investments with Financial Institutions:

The carrying amount of the City’s deposits and investments with financial institutions was \$8,504,731 and the total institutions’ balances were \$8,954,323. The institutions’ balances are categorized as follows:

Amount insured by FDIC	\$ 256,344
Uninsured and collateralized with securities held by the pledging financial institution in the name of the City	<u>8,697,979</u>
Total institutions’ balances	<u>\$ 8,954,323</u>

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

	<u>Fair Value</u>
Various municipal bonds with interest rates from 1.995% to 6.10% and maturities from November 1, 2025, through August 15, 2033	<u>\$ 9,004,845</u>

<u>Investment Type</u>	<u>Rating</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
The Illinois Funds	AAAmmf Rated	\$2,831,399	31.99 days

Note 9 – Defined Benefit Pension Plan:

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 9 – Defined Benefit Pension Plan – Continued:

Plan Description

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

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

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

Plan Membership

At December 31, 2024, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	18
Inactive, non-retired members	20
Active members	<u>19</u>
Total	<u>57</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 9 – Defined Benefit Pension Plan – Continued:

Contributions

As set by statute, City regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require the City to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City’s annual required contribution rate for calendar year 2024 was 5.03%. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability / (Asset)

The net pension liability / (asset) was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability / (asset) was determined by an annual actuarial valuation as of that date.

Summary of Significant Accounting Policies

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

Actuarial Assumptions

Total pension liabilities for the Regular plan were determined by actuarial valuations performed as of December 31, 2024 using the following actuarial methods and assumptions:

	<u>Regular Plan</u>
Actuarial cost method	Entry age normal
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return	7.25%
Salary increase	2.85% to 13.75%, including inflation
Price inflation	2.25%

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 9 – Defined Benefit Pension Plan – Continued:

Mortality

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021.

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-2021.

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-2021.

Long-Term Expected Real Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Return 12/31/2024</u>	<u>Projected Returns/Risk</u>	
			<u>One Year Arithmetic</u>	<u>Ten Year Geometric</u>
Equities	33.5%	19.02%	5.70%	4.35%
International equities	18.0%	6.35%	7.10%	5.40%
Fixed income	24.5%	3.14%	5.30%	5.20%
Real estate	10.5%	2.25%	7.30%	6.40%
Alternatives	12.5%	6.72%		
Private equity		N/A	10.00%	6.25%
Hedge funds		N/A	N/A	N/A
Commodities		N/A	6.05%	4.85%
Cash equivalents	1.0%	5.57%	3.60%	3.60%

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 9 – Defined Benefit Pension Plan – Continued:

Discount Rate

The discount rate used to measure the total pension liability for IMRF for December 31, 2024, was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that city contributions will be made at rate equal to the differences between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments of 7.25% was blended with the index rate of 4.08% for tax exempt 20-year general obligation municipal bonds with an average AA credit rating at December 31, 2024 to arrive at a discount rate of 7.25% used to determine the total pension liability. The year ending December 31, 2124, is the last year in the 2025 to 2124 projection period for which projected benefit payments are fully funded.

Discount Rate Sensitivity

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

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total pension liability	\$ 7,952,871	\$ 7,135,840	\$ 6,476,988
Plan fiduciary net position	<u>6,660,115</u>	<u>6,660,115</u>	<u>6,660,115</u>
Net position liability / (asset)	<u>\$ 1,292,756</u>	<u>\$ 475,725</u>	<u>\$ (183,127)</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 9 – Defined Benefit Pension Plan – Continued:

Pension Expense and Deferred Inflows/Outflows of Resources

For the year ended December 31, 2024, the City recognized pension expense of \$424,139 for the Regular Plan. The City reported deferred outflows and inflows of resources related to pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<u>Regular:</u>		
Difference between expected and actual experience	\$ 302,845	\$ 7,805
Assumption changes	-	1,850
Net difference between projected and actual earnings on pension plan investments	<u>115,687</u>	<u>-</u>
 Total deferred amounts to be recognized in pension expense in future periods	 <u>\$ 418,532</u>	 <u>\$ 9,655</u>
 Pension contributions made subsequent to the measurement dates	 <u>22,969</u>	 <u>-</u>
 Total deferred amounts related to pension	 <u>\$ 441,501</u>	 <u>\$ 9,655</u>

The amounts reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net position liabilities / (asset) for the year ending April 30, 2025. The remaining amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year</u>	<u>Net Deferred (Inflows) / Outflows of Resources</u>
2026	\$ 182,034
2027	290,054
2028	(27,753)
2029	(35,458)
2030	-
Thereafter	<u>-</u>
Total	<u>\$ 408,877</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2025

Note 10 – Interfund Loans and Transfers:

Individual fund interfund loans at April 30, 2025, were as follows:

	<u>Receivable From</u>	<u>Payable To</u>
Business District Fund:		
Tax Increment Financing District III Fund	\$ <u>75,000</u>	\$ <u>-</u>
Tax Increment Financing District III Fund:		
Business District Fund	\$ <u>-</u>	\$ <u>75,000</u>

Interfund loans between the Business District Fund and Tax Increment Financing District III Fund were for startup costs for the Tax Increment Financing District III Fund and will be repaid when the Tax Increment Financing District III Fund has enough reserves.

Interfund transfers consist of the following transactions:

	<u>Transfer From</u>	<u>Transfer To</u>
General Fund:		
(a) Sewer Fund	\$ <u>-</u>	\$ <u>120,250</u>
2020/2021 Series Capital Project Fund:		
(b) Water Fund	-	445,585
(b) Sewer Fund	-	319,120
	\$ <u>-</u>	\$ <u>764,705</u>
Enterprise Capital Replacement Fund:		
(c) Water Fund	15,000	-
(c) Sewer Fund	15,000	-
(c) Refuse Disposal Fund	15,000	-
	\$ <u>45,000</u>	\$ <u>-</u>
Water Fund:		
(b) 2020/2021 Series Capital Project Fund	445,585	-
(c) Enterprise Capital Replacement Fund	-	15,000
	\$ <u>445,585</u>	\$ <u>15,000</u>
Sewer Fund:		
(c) Enterprise Capital Replacement Fund	-	15,000
(a) General Fund	120,250	-
(b) 2020/2021 Series Capital Project Fund	319,120	-
	\$ <u>439,370</u>	\$ <u>15,000</u>

Required Supplementary Information

City of LeRoy, Illinois

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

Last 10 Calendar Years

	2024	2023	2022	2021
Total pension liability:				
Service cost	\$ 114,799	\$ 108,087	\$ 117,232	\$ 109,346
Interest on the total pension liability	466,735	437,382	416,382	412,399
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience on the total pension liability	304,561	139,261	56,239	(194,173)
Changes in assumptions	-	(3,794)	-	-
Benefit payments, including refunds of employee contributions	(261,159)	(297,691)	(293,563)	(259,573)
Net change in total pension liability	\$ 624,936	\$ 383,245	\$ 296,290	\$ 67,999
Total pension liability - beginning	6,510,904	6,127,659	5,831,369	5,763,370
Total pension liability - ending (a)	<u>\$ 7,135,840</u>	<u>\$ 6,510,904</u>	<u>\$ 6,127,659</u>	<u>\$ 5,831,369</u>
Plan fiduciary net position:				
Employer contributions	\$ 64,115	\$ 71,727	\$ 88,526	\$ 109,730
Employee contributions	57,360	66,092	48,689	50,801
Net investment income	630,081	630,714	(766,251)	1,000,061
Benefit payments, including refunds of member contributions	(261,159)	(297,691)	(293,563)	(259,573)
Other (net transfer)	(291,264)	182,387	83,397	(279,296)
Net change in plan fiduciary net position	199,133	653,229	(839,202)	621,723
Plan fiduciary net position - beginning	6,460,982	5,807,753	6,646,955	6,025,232
Plan fiduciary net position - ending (b)	<u>\$ 6,660,115</u>	<u>\$ 6,460,982</u>	<u>\$ 5,807,753</u>	<u>\$ 6,646,955</u>
Employer's net pension liability - ending - (a-b)	<u>\$ 475,725</u>	<u>\$ 49,922</u>	<u>\$ 319,906</u>	<u>\$ (815,586)</u>
Plan fiduciary net position as a percentage of the total pension liability	93.33%	99.23%	94.78%	113.99%
Covered-employee payroll	1,274,663	1,156,882	1,081,971	1,128,917
Employer's net pension liability as a percentage of covered-employee payroll	37.32%	4.32%	29.57%	-72.24%

-Continued-

City of LeRoy, Illinois

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

Last 10 Calendar Years

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

-Continued-

City of LeRoy, Illinois

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

Last 10 Calendar Years

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

City of LeRoy, Illinois

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

Last 10 Calendar Years

Changes in assumptions:

- For 2014, changes are primarily from adopting an IMRF specific mortality tables with fully generational projection scale MP-2014 (base year 2014) developed from the RP-2014 mortality tables.
- For 2015, changes are primarily from a change in the calculated single discount rate from 7.49% in 2014 to 7.47% in 2015.
- For 2016, changes are primarily from a change in the calculated single discount rate from 7.47% in 2015 to 7.50% in 2016.
- For 2017, changes are primarily from adopting an IMRF specific mortality tables with fully generational projection scale MP-2017 (base year 2015) developed from the RP-2014 mortality tables.
- For 2018, the assumed investment rate of return was lowered from 7.50% to 7.25%.
- For 2020, changes are primarily from adopting the Pub-2010, amount weighted, general mortality tables for retirees and active members.
- For 2023, changes are primarily from updates to mortality tables and other demographic data based on the experience study covering the years 2020-2022.

City of LeRoy, Illinois

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

Last 10 Fiscal Years

<u>Fiscal Year Ending April 30,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2016	\$ 98,966	\$ 98,966	\$ -	\$ 961,020	10.30%
2017	104,918	104,918	-	989,796	10.60%
2018	106,606	106,606	-	1,014,492	10.51%
2019	99,780	99,780	-	1,033,010	9.66%
2020	90,353	90,353	-	1,069,956	8.44%
2021	103,290	103,290	-	1,106,697	9.33%
2022	98,189	98,189	-	1,084,268	9.06%
2023	77,237	77,237	-	1,079,833	7.15%
2024	69,809	69,809	-	1,196,383	5.84%
2025	66,996	66,996	-	1,290,888	5.19%

City of LeRoy, Illinois

Illinois Municipal Retirement Fund Summary of Actuarial Methods and Assumptions

Valuation date

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

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	19 years closed period Early Retirement Incentive Plan Liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset valuation method	5-Year Smoothed Market, 20% Corridor
Wage growth	2.75%
Inflation	2.25%
Salary increases	2.75% to 13.75% including inflation
Investment rate of return	7.25%
Retirement age	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected Using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median Income, General, Disabled Retiree, Male and Female (both unadjusted) Tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
Other information	There were no benefit changes during the year

City of LeRoy, Illinois

Budgetary Comparison Schedule – General Fund – Unaudited

For the Year Ended April 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Property taxes	\$ 670,880	\$ 670,880	\$ 669,484	\$ (1,396)
Sales tax	519,025	519,025	491,680	(27,345)
Income tax	340,480	340,480	366,240	25,760
Use tax	140,211	140,211	117,511	(22,700)
Replacement tax	46,450	46,450	21,960	(24,490)
Excise tax	5,350	5,350	5,085	(265)
Utility tax	151,500	151,500	164,107	12,607
Video gaming tax	99,050	99,050	102,972	3,922
Cannabis tax	5,275	5,275	5,520	245
Franchise tax	35,000	35,000	32,836	(2,164)
Licenses and permits	28,761	28,761	27,674	(1,087)
Fines	30,600	30,600	26,884	(3,716)
Interest	23,500	23,500	65,889	42,389
Grants	378,115	378,115	120,250	(257,865)
Other	109,036	109,036	87,518	(21,518)
	<u>2,583,233</u>	<u>2,583,233</u>	<u>2,305,610</u>	<u>(277,623)</u>
Total cash receipts				
Cash Disbursements				
Administration	757,150	757,150	319,249	(437,901)
Streets	584,871	584,871	467,296	(117,575)
Parks	86,872	86,872	59,775	(27,097)
Zoning and building	93,150	93,150	82,877	(10,273)
Police	964,370	964,370	953,047	(11,323)
ESDA	2,300	2,300	1,574	(726)
Debt service				
Principal	37,357	37,357	78,537	41,180
Interest	4,650	4,650	7,617	2,967
Capital outlay	746,147	746,147	497,738	(248,409)
	<u>3,276,867</u>	<u>3,276,867</u>	<u>2,467,710</u>	<u>(809,157)</u>
Total cash disbursements				
Excess (deficiency) of cash receipts over cash disbursements	<u>(693,634)</u>	<u>(693,634)</u>	<u>(162,100)</u>	<u>531,534</u>

-Continued-

City of LeRoy, Illinois

Budgetary Comparison Schedule – General Fund – Unaudited – Continued

For the Year Ended April 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Other financing sources (uses)				
Transfers in	709,084	709,084	-	(709,084)
Transfers out	<u>(120,000)</u>	<u>(120,000)</u>	<u>(120,250)</u>	<u>(250)</u>
 Total other financing sources (uses)	 <u>589,084</u>	 <u>589,084</u>	 <u>(120,250)</u>	 <u>(709,334)</u>
 Net change in fund balance	 <u>\$ (104,550)</u>	 <u>\$ (104,550)</u>	 (282,350)	 <u>\$ (177,800)</u>
 Fund balance beginning (budgetary basis)			 <u>2,086,999</u>	
 Fund balance ending (budgetary basis)			 <u>\$ 1,804,649</u>	

City of LeRoy, Illinois

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

For the Year Ended April 30, 2025

Total cash receipts for General Fund activities \$ 2,305,610

Differences - Budget to GAAP:

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

Sales tax	10,341	
Use tax	(17,689)	
Replacement tax	(843)	
Excise tax	(82)	
Utility tax	406	
Video gaming tax	466	
Cannabis tax	(17)	(7,418)

Total revenues as reported on the statement
of revenues, expenditures, and
changes in fund balances \$ 2,298,192

Total cash disbursements for General Fund activities \$ 2,467,710

Differences - Budget to GAAP:

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

Prepaid expenses	(4,007)	
Accounts payable	(33,884)	
Accrued expenses	15,762	(22,129)

Capital outlays related to leases and SBITA agreements
are not reported as a cash disbursement for
budgetary basis; however, they are reported as
an expenditure for financial reporting purposes 114,798

Total expenditures as reported on the
statement of revenues, expenditures,
and changes in fund balances \$ 2,560,379

City of LeRoy, Illinois

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

April 30, 2025

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (under)
Cash Receipts				
Sales tax	\$ 315,397	\$ 315,397	\$ 203,067	\$ (112,330)
Income tax	215,590	215,590	244,161	28,571
Interest income	-	-	911	911
Total cash receipts	530,987	530,987	448,139	(82,848)
Cash Disbursements				
Debt service - principal	310,000	310,000	310,000	-
Debt service - interest	32,750	32,750	32,750	-
Total cash disbursements	342,750	342,750	342,750	-
Net change in fund balance	\$ 188,237	\$ 188,237	105,389	\$ (82,848)
Fund balance beginning (budgetary basis)			588,280	
Fund balance ending (budgetary basis)			\$ 693,669	

City of LeRoy, Illinois

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

April 30, 2025

Total cash receipts for 2016 GO (ARS) Bond Fund activities \$ 448,139

Differences - Budget to GAAP:

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

Sales tax	4,165
Income tax	13,748
	<hr/>

Total revenues as reported on the statement
of revenues, expenditures, and changes in fund balances \$ 466,052

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

City of LeRoy, Illinois

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

April 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Interest	\$ 58,500	\$ 58,500	\$ 66,326	\$ 7,826
Total cash receipts	<u>58,500</u>	<u>58,500</u>	<u>66,326</u>	<u>7,826</u>
Cash Disbursements				
Debt service-interest and fees	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
Total cash disbursements	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
Excess (deficiency) of cash receipts over cash disbursements	<u>58,000</u>	<u>58,000</u>	<u>66,326</u>	<u>8,326</u>
Other financing sources (uses)				
Transfers out	<u>(2,725,800)</u>	<u>(2,725,800)</u>	<u>(764,705)</u>	<u>1,961,095</u>
Total other financing sources (uses)	<u>(2,725,800)</u>	<u>(2,725,800)</u>	<u>(764,705)</u>	<u>1,961,095</u>
Net change in fund balance	<u><u>\$ (2,667,800)</u></u>	<u><u>\$ (2,667,800)</u></u>	<u>(698,379)</u>	<u><u>\$ 1,969,421</u></u>
Fund balance beginning (budgetary basis)			<u>2,708,556</u>	
Fund balance ending (budgetary basis)			<u><u>\$ 2,010,177</u></u>	

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

City of LeRoy, Illinois

Budgetary Comparison Schedule - Business District Fund – Unaudited

April 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Sales tax	\$ 369,212	\$ 369,212	\$ 328,714	\$ (40,498)
Interest	<u>16,500</u>	<u>16,500</u>	<u>26,431</u>	<u>9,931</u>
Total cash receipts	<u>385,712</u>	<u>385,712</u>	<u>355,145</u>	<u>(30,567)</u>
Cash Disbursements				
Administration	500	500	1,116	616
Economic development	<u>450,000</u>	<u>450,000</u>	<u>414,115</u>	<u>(35,885)</u>
Total cash disbursements	<u>450,500</u>	<u>450,500</u>	<u>415,231</u>	<u>(35,269)</u>
Excess (deficiency) of cash receipts over cash disbursements	<u>(64,788)</u>	<u>(64,788)</u>	<u>(60,086)</u>	<u>4,702</u>
Other financing sources (uses)				
Transfers in	<u>69,288</u>	<u>69,288</u>	<u>-</u>	<u>(69,288)</u>
Total other financing sources (uses)	<u>69,288</u>	<u>69,288</u>	<u>-</u>	<u>(69,288)</u>
Net change in fund balance	<u>\$ 4,500</u>	<u>\$ 4,500</u>	<u>(60,086)</u>	<u>\$ (64,586)</u>
Fund balance beginning (budgetary basis)			<u>939,635</u>	
Fund balance ending (budgetary basis)			<u>\$ 879,549</u>	

City of LeRoy, Illinois

Reconciliation of Budgetary Basis Cash Receipts and
Cash Disbursements to GAAP Revenues
and Expenses – Business District Fund

April 30, 2025

Total cash receipts for Business District Fund activities \$ 355,145

Differences - Budget to GAAP:

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

Sales tax (2,828)

Total revenues as reported on the statement
of revenues, expenditures, and changes in fund balances \$ 352,317

Total expenditures for Business District Fund activities 415,231

Differences - Budget to GAAP:

The accrued expenses are not recorded as expense as a budgetary
source but is an expense for financial reporting purposes:

Accounts payable (2,170)

Total expenditures as reported on the statement of revenues,
expenditures and changes in fund balances \$ 413,061

City of LeRoy, Illinois

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

For the Year Ended April 30, 2025

	<u>General</u>	<u>2016A GO (ARS) Bond Fund</u>	<u>2020 Series Capital Projects Fund</u>	<u>Business District Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund balance - budgetary basis	\$ 1,804,649	\$ 693,669	\$ 2,010,177	\$ 879,549	\$ 1,115,677	\$ 6,503,721
Add:						
Receivables:						
Sales tax	83,841	33,663	-	45,724	-	163,228
Income tax	-	148,014	-	-	-	148,014
Use tax	4,010	-	-	-	-	4,010
Replacement tax	4,676	-	-	-	-	4,676
Motor fuel tax	-	-	-	-	12,694	12,694
Excise tax	834	-	-	-	-	834
Utility taxes	12,247	-	-	-	-	12,247
Video gaming tax	10,678	-	-	-	-	10,678
Cannabis tax	948	-	-	-	-	948
Prepaid expenses	29,079	-	-	-	-	29,079
Less:						
Accounts payable	(57,665)	-	-	(540)	(4,868)	(63,073)
Accrued expenses	(55,946)	-	-	-	-	(55,946)
Fund balance - GAAP	<u>\$ 1,837,351</u>	<u>\$ 875,346</u>	<u>\$ 2,010,177</u>	<u>\$ 924,733</u>	<u>\$ 1,123,503</u>	<u>\$ 6,771,110</u>

City of LeRoy, Illinois

Notes to Required Supplementary Information

April 30, 2025

Note 1 – Budget Policy and Practice:

The City Administrator serves the City as the Budget Officer.

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

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

The budget and finance committee will evaluate the operations budget, capital budget, property tax levy, and any requests for expenditures that exceed staff authority. This committee is responsible for the cash position of the City and will assist other committees with rate evaluations. Any issue that requires the expenditure of more than five thousand dollars (\$5,000) may be evaluated by the budget and finance committee.

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

Note 2 – Cash Disbursements in Excess of Budget:

During the year ended April 30, 2025, The City had no funds in which cash disbursements were in excess of budgeted amounts.

Supplementary Information

City of LeRoy, Illinois

Schedule of Departmental Expenditures - General Fund

For the Year Ended April 30, 2025

	<u>Administration</u>	<u>Streets</u>	<u>Parks</u>	<u>Zoning & Building</u>
Personal services:				
Salaries	\$ 158,201	\$ 244,059	\$ 22,537	\$ 59,241
Payroll taxes and retirement	14,369	31,237	2,943	7,811
Health insurance	<u>6,767</u>	<u>61,692</u>	<u>9,581</u>	<u>11,532</u>
Total personal services	<u>179,337</u>	<u>336,988</u>	<u>35,061</u>	<u>78,584</u>
Operations and contractual services:				
Insurance and bonding	8,073	28,967	-	-
Utilities and telephone	27,300	8,462	-	633
Maintenance and repairs	21,945	16,921	19,442	-
Supplies and materials	4,562	27,493	-	-
Vehicle maintenance	-	24,962	-	399
Professional fees	19,747	-	-	-
Office expense	1,260	-	-	2,903
Grants	80,375	-	-	-
Other	<u>9,796</u>	<u>23,378</u>	<u>2,438</u>	<u>-</u>
Total operations and contractual services	<u>173,058</u>	<u>130,183</u>	<u>21,880</u>	<u>3,935</u>
Total operating expenditures	<u>352,395</u>	<u>467,171</u>	<u>56,941</u>	<u>82,519</u>
Debt service				
Principal	42,789	-	-	-
Interest	4,358	-	-	-
Capital outlay	<u>34,171</u>	<u>435,259</u>	<u>12,235</u>	<u>-</u>
Total expenditures	<u><u>\$ 433,713</u></u>	<u><u>\$ 902,430</u></u>	<u><u>\$ 69,176</u></u>	<u><u>\$ 82,519</u></u>

-Continued-

City of LeRoy, Illinois

Schedule of Departmental Expenditures - General Fund - Continued

For the Year Ended April 30, 2025

	<u>Police</u>	<u>ESDA</u>	<u>Total</u>
Personal services:			
Salaries	\$ 591,148	\$ -	\$ 1,075,186
Payroll taxes and retirement	78,743	-	135,103
Health insurance	<u>109,701</u>	<u>-</u>	<u>199,273</u>
Total personal services	<u>779,592</u>	<u>-</u>	<u>1,409,562</u>
Operations and contractual services:			
Insurance and bonding	51,058	-	88,098
Utilities and telephone	14,722	1,544	52,661
Maintenance and repairs	5,382	-	63,690
Supplies and materials	3,020	-	35,075
Vehicle maintenance	23,752	-	49,113
Professional fees	10,861	-	30,608
Office expense	1,291	-	5,454
Grants	-	-	80,375
Other	<u>11,441</u>	<u>-</u>	<u>47,053</u>
Total operations and contractual services	<u>121,527</u>	<u>1,544</u>	<u>452,127</u>
Total operating expenditures	<u>901,119</u>	<u>1,544</u>	<u>1,861,689</u>
Debt service			
Principal	35,748	-	78,537
Interest	3,259	-	7,617
Capital outlay	<u>130,871</u>	<u>-</u>	<u>612,536</u>
Total expenditures	<u>\$ 1,070,997</u>	<u>\$ 1,544</u>	<u>\$ 2,560,379</u>

City of LeRoy, Illinois

Combining Balance Sheet - Non-Major Governmental Funds

April 30, 2025

	Special Revenue			Capital Projects		Total Non-Major Governmental Funds
	Motor Fuel Tax Fund	Community Projects Fund	Tourism Fund	Tax Increment Financing District III Fund	Enterprise Capital Replacement Fund	
Assets						
Cash and cash equivalents	\$ 354,299	\$ 229,592	\$ 328,121	\$ 100,364	\$ 178,301	\$ 1,190,677
Receivables, net:						
Property tax	-	-	-	149,730	-	149,730
Motor fuel tax	12,694	-	-	-	-	12,694
Total assets	\$ 366,993	\$ 229,592	\$ 328,121	\$ 250,094	\$ 178,301	\$ 1,353,101
Liabilities						
Accounts payable	4,868	-	-	-	-	4,868
Due to other funds	-	-	-	75,000	-	75,000
Total liabilities	4,868	-	-	75,000	-	79,868
Deferred Inflows of Resources						
Deferred property tax	-	-	-	149,730	-	149,730
Fund Balance						
Restricted:						
Tax increment financing	-	-	-	25,364	-	25,364
Motor fuel tax	362,125	-	-	-	-	362,125
Tourism	-	-	328,121	-	-	328,121
Committed:						
Capital expenditures	-	229,592	-	-	178,301	407,893
Unassigned	-	-	-	-	-	-
Total fund balances	362,125	229,592	328,121	25,364	178,301	1,123,503
Total liabilities and fund balances	\$ 366,993	\$ 229,592	\$ 328,121	\$ 250,094	\$ 178,301	\$ 1,353,101

City of LeRoy, Illinois

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

For the Year Ended April 30, 2025

	Special Revenue				Capital Projects	Total Non-Major Governmental Funds
	Motor Fuel Tax Fund	Community Projects Fund	Tourism Fund	Tax Increment Financing District III Fund	Enterprise Capital Replacement Fund	
Revenues:						
Property taxes	\$ -	\$ -	\$ -	\$ 68,477	\$ -	\$ 68,477
Motor fuel tax	158,738	-	-	-	-	158,738
Hotel/Motel tax	-	-	31,154	-	-	31,154
Interest	11,431	8,758	10,860	2,001	6,689	39,739
Total revenue	170,169	8,758	42,014	70,478	6,689	298,108
Expenditures:						
Streets	182,666	-	-	-	-	182,666
Economic development	-	5,194	-	-	-	5,194
Tourism	-	-	27,451	-	-	27,451
Total expenditures	182,666	5,194	27,451	-	-	215,311
Excess (deficiency) of revenues over expenditures	(12,497)	3,564	14,563	70,478	6,689	82,797
Other financing sources (uses):						
Transfers in	-	-	-	-	45,000	45,000
Net change in fund balance	(12,497)	3,564	14,563	70,478	51,689	127,797
Fund balance beginning	374,622	226,028	313,558	(45,114)	126,612	995,706
Fund balance ending	\$ 362,125	\$ 229,592	\$ 328,121	\$ 25,364	\$ 178,301	\$ 1,123,503

Other Information

City of LeRoy, Illinois

Schedule of Long-Term Debt and Interest – Unaudited

April 30, 2025

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
General Obligation Bond (Alternate Revenue)	2026	\$ 250,000	\$ 22,950
Series 2016A Refinancing Bonds	2027	255,000	15,450
Issued June 30, 2016	2028	260,000	7,800
		<u>\$ 765,000</u>	<u>\$ 46,200</u>
General Obligation Bond (Alternate Revenue)	2026	\$ 80,000	\$ 33,385
Series 2016B Refinancing Bonds	2027	80,000	31,625
Issued June 30, 2016	2028	80,000	29,625
	2029	85,000	27,625
	2030	85,000	25,500
	2031	85,000	22,950
	2032	85,000	20,400
	2033	85,000	17,850
	2034	90,000	15,300
	2035	95,000	12,600
	2036	100,000	9,608
	2037	105,000	6,457
	2038	100,000	3,150
		<u>\$ 1,155,000</u>	<u>\$ 256,075</u>

-Continued-

City of LeRoy, Illinois

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

April 30, 2025

	Fiscal Year Ended <u>April 30,</u>	<u>Annual Payments</u>	
		<u>Principal</u>	<u>Interest</u>
General Obligation Bond	2026	\$ 55,000	\$ 29,950
(Alternate Revenue) Series 2020	2027	55,000	28,850
Issued April 29, 2020	2028	55,000	27,640
	2029	60,000	26,430
	2030	60,000	25,110
	2031	60,000	23,550
	2032	65,000	21,990
	2033	65,000	20,300
	2034	65,000	18,350
	2035	70,000	16,400
	2036	70,000	14,300
	2037	70,000	12,200
	2038	75,000	9,400
	2039	80,000	6,400
	2040	80,000	3,200
		<u>\$ 985,000</u>	<u>\$ 284,070</u>
General Obligation Bond	2026	\$ 35,000	\$ 103,200
(Alternate Revenue) Series 2021	2027	40,000	102,150
Issued January 27, 2021	2028	45,000	100,950
	2029	230,000	99,600
	2030	240,000	92,700
	2031	245,000	85,500
	2032	250,000	78,150
	2033	260,000	70,650
	2034	270,000	62,850
	2035	275,000	54,750
	2036	285,000	46,500
	2037	290,000	37,950
	2038	310,000	29,250
	2039	345,000	19,950
	2040	320,000	9,600
		<u>\$ 3,440,000</u>	<u>\$ 993,750</u>

-Continued-

City of LeRoy, Illinois

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

April 30, 2025

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
Note Payable	2026	\$ 29,907	\$ 2,020
Busey Bank	2027	30,789	1,138
Signed August 29, 2017	2028	15,468	495
		<u>\$ 76,164</u>	<u>\$ 3,653</u>
Note Payable	2026	\$ 14,222	\$ 998
Kansas State Bank	2027	14,713	508
Signed June 24, 2021		<u>\$ 28,935</u>	<u>\$ 1,506</u>
Note Payable-Refuse Fund	2026	\$ 23,375	\$ 1,641
Kansas State Bank	2027	24,182	834
Signed June 24, 2021		<u>\$ 47,557</u>	<u>\$ 2,475</u>

City of LeRoy, Illinois

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

April 30, 2025

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
Lease Payable Body Camera	2026	\$ 6,848	\$ 106
		<u>\$ 6,848</u>	<u>\$ 106</u>
Lease Payable Taser Equipment	2026	\$ 5,928	\$ 1,125
	2027	6,191	862
	2028	6,466	587
	2029	6,753	300
		<u>\$ 25,338</u>	<u>\$ 2,874</u>
Lease Payable Flock Camera	2026	\$ 22,924	\$ 2,076
	2027	23,940	1,060
		<u>\$ 46,864</u>	<u>\$ 3,136</u>

City of LeRoy, Illinois

Schedule of Investments – Unaudited

April 30, 2025

	<u>Interest Rate</u>	<u>Principal</u>
<u>General Fund</u>		
Bi-Centennial Committee Fund		
Certificate of Deposit – Busey Bank	0.05%	<u>\$ 6,344</u>

City of LeRoy, Illinois

Schedule of Assessed Valuation, Tax Extensions, and Taxes Received – Unaudited

Fiscal Year	2026	2025	2024	2023	2022
Levy Year	2024	2023	2022	2021	2020
Rate Setting Assessed Valuation	\$ 73,613,814	\$ 68,294,565	\$ 62,053,339	\$ 58,711,097	\$ 56,480,655
TIF Increment	1,620,149	845,002	-	-	-
Totals	\$ 75,233,963	\$ 69,139,567	\$ 62,053,339	\$ 58,711,097	\$ 56,480,655
Tax Rates:					
General Fund*	0.27641	0.27636	0.27685	0.27704	0.27679
Retirement	0.14676	0.17283	0.18932	0.18944	0.18928
Police	0.07488	0.07487	0.07473	0.07478	0.07472
Liability Insurance	0.14366	0.14363	0.13858	0.13867	0.13855
Social Security	0.10577	0.10575	0.14542	0.14551	0.14539
Civil Defense	0.04904	0.04973	0.04982	0.04985	0.04981
Workers Compensation	0.09772	0.09771	0.09168	0.09759	0.09751
Unemployment Insurance	0.00380	0.00380	0.00380	0.00380	0.00380
Totals	0.89804	0.92468	0.97020	0.97668	0.97585
Tax Extensions:					
General Fund	\$ 203,476	\$ 188,739	\$ 171,795	\$ 162,653	\$ 156,333
Retirement	108,036	118,034	117,479	111,222	106,907
Police	55,122	51,132	46,372	43,904	42,202
Liability Insurance	105,754	98,091	85,994	81,415	78,254
Social Security	77,861	72,222	90,238	85,431	82,117
Civil Defense	36,100	33,963	30,915	29,267	28,133
Workers compensation	71,935	66,731	56,891	57,296	55,074
Unemployment Insurance	2,797	2,595	2,358	2,231	2,146
Totals	\$ 661,081	\$ 631,507	\$ 602,042	\$ 573,419	\$ 551,166
Net Collections, Including Back Taxes:					
General Fund		\$ 188,327	\$ 171,369	\$ 162,334	\$ 155,998
Retirement		117,776	117,189	111,004	106,677
Police		51,021	46,257	43,818	42,112
Liability Insurance		97,877	85,781	81,255	78,086
Social Security		72,064	90,015	85,263	81,941
Civil Defense		33,889	30,838	29,210	28,073
Workers Compensation		66,585	56,750	57,184	54,956
Unemployment Insurance		2,590	2,352	2,227	2,142
Totals		\$ 630,129	\$ 600,551	\$ 572,295	\$ 549,985
Percentage of Extensions Collected		99.78%	99.75%	99.80%	99.79%

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

City of LeRoy, Illinois

Schedule of Assessed Valuation, Tax Extensions, and Taxes Received – Unaudited – Continued

Fiscal Year	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Levy Year	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Rate Setting Assessed Valuation	\$ 56,806,661	\$ 57,036,603	\$ 57,542,501	\$ 55,926,796	\$ 54,704,437
TIF Increment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 56,806,661</u>	<u>\$ 57,036,603</u>	<u>\$ 57,542,501</u>	<u>\$ 55,926,796</u>	<u>\$ 54,704,437</u>
Tax Rates:					
General Fund*	0.27717	0.27616	0.27615	0.27580	0.27548
Retirement	0.18330	0.17317	0.17314	0.17083	0.16869
Police	0.07500	0.07500	0.07500	0.07500	0.07500
Liability Insurance	0.13520	0.11510	0.11508	0.11354	0.11212
Social Security	0.14607	0.13597	0.13594	0.13413	0.13245
Civil Defense	0.05000	0.05000	0.05000	0.05000	0.05000
Workers Compensation	0.09496	0.09389	0.08264	0.08154	0.08052
Unemployment Insurance	0.00381	0.00481	0.00481	0.00474	0.00468
Totals	<u>0.96551</u>	<u>0.92410</u>	<u>0.91276</u>	<u>0.90558</u>	<u>0.89894</u>
Tax Extensions:					
General Fund	\$ 157,451	\$ 157,512	\$ 158,904	\$ 154,246	\$ 150,700
Retirement	104,127	98,770	99,629	95,540	92,281
Police	42,605	42,777	43,157	41,945	41,028
Liability Insurance	76,803	65,649	66,220	63,499	61,335
Social Security	82,977	77,553	78,223	75,015	72,456
Civil Defense	28,403	28,518	28,771	27,963	27,352
Workers compensation	53,944	53,552	47,553	45,603	44,048
Unemployment Insurance	2,164	2,743	2,768	2,651	2,560
Totals	<u>\$ 548,474</u>	<u>\$ 527,074</u>	<u>\$ 525,225</u>	<u>\$ 506,462</u>	<u>\$ 491,760</u>
Net Collections, Including Back Taxes:					
General Fund	\$ 161,727	\$ 156,993	\$ 157,836	\$ 153,853	\$ 149,619
Retirement	106,955	98,445	98,960	95,297	91,619
Police	43,762	42,636	42,867	41,838	40,734
Liability Insurance	78,889	65,433	65,775	63,337	60,895
Social Security	85,231	77,298	77,698	74,823	71,936
Civil Defense	29,174	28,424	28,578	27,892	27,156
Workers Compensation	55,409	53,375	47,234	45,487	43,732
Unemployment Insurance	2,223	2,734	2,749	2,651	2,542
Totals	<u>\$ 563,370</u>	<u>\$ 525,338</u>	<u>\$ 521,697</u>	<u>\$ 505,178</u>	<u>\$ 488,233</u>
Percentage of					
Extensions Collected	<u>102.72%</u>	<u>99.67%</u>	<u>99.33%</u>	<u>99.75%</u>	<u>99.28%</u>

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

City of LeRoy, Illinois

General Information – Unaudited

April 30, 2025

General Statistics:

Total gallons received at the Waste Water Plant	210,270,000
Total gallons of finished water	96,614,000
Total gallons billed for water	69,864,216
Estimated water loss	21,989,186
Number of users connected to the system	1,504
Number of non-metered users (all have meters but billed \$0.00)	8
Number of miles of sewer mains	23.2
Number of miles of water mains	25.3
Number of miles of streets	30
Water rate:	
\$10.25 minimum for 0 to 1,000 gallons	
\$10.25 per 1,000 gallons beyond 1,000 gallons	
Sewer rate:	
\$10.25 minimum for 0 to 1,000 gallons	
\$10.25 per 1,000 gallons beyond 1,000 gallons	

Insurance Data:

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