



CITY OF EDWARDSVILLE, ILLINOIS

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED
APRIL 30, 2023

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CITY OF EDWARDSVILLE, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
City of Edwardsville, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Edwardsville, Illinois, as of and for the year ended April 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Edwardsville, Illinois, as of April 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Edwardsville, Illinois, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government 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 and *Government 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 budgetary comparison information, pension and OPEB funding information, and the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining nonmajor fund financial statements, the Schedule of Tax Rates and Extensions, the General Fund – Statement of Expenditures Compared to Budget, and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 nonmajor fund financial statements, the Schedule of Tax Rates and Extensions, the General Fund – Statement of Expenditures Compared to Budget, and the Schedule of Expenditures of Federal Awards, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 3, 2025 on our consideration of the City of Edwardsville, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Edwardsville, Illinois' internal control over financial reporting and compliance.

C. J. Schuman & Company LLC

Certified Public Accountants

Alton, Illinois

February 3, 2025

CITY OF EDWARDSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Edwardsville, we offer readers of the City of Edwardsville financial statements this narrative overview and analysis of the financial activities of the City of Edwardsville for the fiscal year ended April 30, 2023. All dollar amounts unless otherwise indicated, are expressed in thousands of dollars.

Profile of the City

The City of Edwardsville, the third oldest city in the State of Illinois incorporated in 1872, is located in the southwestern part of the state of Illinois. The City of Edwardsville currently occupies a land area of approximately 17 square miles and serves an estimated population of 26,808. The City is the county seat of Madison County, Illinois and the home of Southern Illinois University Edwardsville as well as the N.O. Nelson Campus of Lewis and Clark Community College. The City of Edwardsville is empowered to levy a property tax on real properties located within its boundaries. In addition, the City is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council.

The City of Edwardsville has operated under the aldermanic-city form of government since 1872. Policy-making and legislative authority are vested in a governing council consisting of the mayor and seven aldermen. The governing council is responsible, among other things, for passing ordinances, adopting the appropriations ordinance, appointing committees and hiring both the City Administrator and Attorney. The City's Administrator is responsible for carrying out the policies and ordinances of the governing council and for overseeing the day-to-day operations of the government. The Council is elected on a non-partisan basis with council members serving four year staggered terms, with four council members elected at one election and three council members elected two years later each representing one ward of the City. The Mayor and City Clerk are elected at large to serve four-year terms.

The City of Edwardsville provides a full range of services, including police and fire protection, the construction and maintenance of highways, streets and other infrastructure; water, sewer and sanitation services and recreational activities and cultural events. The City of Edwardsville is also financially accountable for a legally separate Public Library which has its own governing board, who sets the operational budget and which is reported separately within the City of Edwardsville's financial statements.

Financial Highlights

- The assets of the City of Edwardsville exceeded its liabilities at the close of the most recent fiscal year by \$85,804 (net position). Of this amount, a negative balance of \$19,906 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the City of Edwardsville's governmental activities reported combined ending net position of \$48,693.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$14,924 or 66% of total general fund expenditures.

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

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Edwardsville's basic financial statements. The City of Edwardsville's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Edwardsville's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the City of Edwardsville is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Edwardsville that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Edwardsville include general government, public safety, highways and streets, economic development and culture and recreation. The business-type activities of the City of Edwardsville include water, sewer and garbage operations.

The government-wide financial statements include not only the City of Edwardsville itself (known as the primary government), but also a legally separate Library for which the City of Edwardsville is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 14-15 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Edwardsville, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Edwardsville can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and

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

outflows of available resources, as well as on balances of resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. These statements provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Edwardsville maintains thirty-one individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General fund and the Public Safety Facilities fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City of Edwardsville adopts an annual budget for its general fund. A budgetary comparison statement has been provided for the major funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 15-18 of this report.

Proprietary funds. The City of Edwardsville maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Edwardsville uses enterprise funds to account for its water, sewer and garbage operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City of Edwardsville's various functions. The City of Edwardsville uses an internal service fund to account for its group health care costs, however since this service predominantly benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water, sewer and garbage operations which provide water and water distribution, sewage treatment, pumping stations and collection systems and sanitation collection activities.

The basic proprietary fund financial statements can be found on pages 20-23 of this report.

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

Fiduciary funds. Fiduciary funds are used to account for resources held in benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City of Edwardsville's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 24-25 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 26-67 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Edwardsville's progress in funding its obligation to provide pension and other post-employment benefits to its employees.

Required supplementary information can be found on pages 68-81 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining statements and schedules can be found on pages 82-89 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the City of Edwardsville, assets exceeded liabilities by \$85,804 at the close of the 2023 fiscal year.

Of this net position, a negative \$19,907 is reported as unrestricted. This balance is negative primarily due to the reporting of accrued pension liabilities that will be funded by general revenues in future years. The other major component is reflected in the City's investment in capital assets \$95,906 (e.g. land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The City of Edwardsville uses these capital assets to provide services to citizens and consequently these assets are not available for future spending. Although the City of Edwardsville's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

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

CITY OF EDWARDSVILLE'S NET POSITION

	Governmental activities		Business-type activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 52,530	\$ 48,274	\$ 8,304	\$ 6,990	\$ 60,834	\$ 55,264
Capital assets	93,505	86,601	39,441	37,659	132,946	124,260
Total assets	<u>\$ 146,035</u>	<u>\$ 134,875</u>	<u>\$ 47,745</u>	<u>\$ 44,649</u>	<u>\$ 193,780</u>	<u>\$ 179,524</u>
Deferred outflows	\$ 21,313	\$ 17,249	\$ 485	\$ 118	\$ 21,798	\$ 17,367
Long-term liabilities	\$ 86,265	\$ 74,783	\$ 4,194	\$ 4,349	\$ 90,459	\$ 79,132
Other liabilities	3,241	6,531	6,801	4,240	10,042	10,771
Total liabilities	<u>\$ 89,506</u>	<u>\$ 81,314</u>	<u>\$ 10,995</u>	<u>\$ 8,589</u>	<u>\$ 100,501</u>	<u>\$ 89,903</u>
Deferred inflows	\$ 29,149	\$ 32,466	\$ 124	\$ 642	\$ 29,273	\$ 33,108
Net investment in capital assets	\$ 59,753	\$ 56,992	\$ 36,153	\$ 33,790	\$ 95,906	\$ 90,782
Restricted	9,805	7,541	-	-	9,805	7,541
Unrestricted	(20,865)	(26,189)	958	1,745	(19,907)	(24,444)
Total net position	<u>\$ 48,693</u>	<u>\$ 38,344</u>	<u>\$ 37,111</u>	<u>\$ 35,535</u>	<u>\$ 85,804</u>	<u>\$ 73,879</u>

At the end of the current fiscal year, the City of Edwardsville is able to report positive balances in net position, for the government as a whole, as well as for its separate governmental and business-type activities:

Governmental activities. Governmental activities increased the City's net position by \$10,349 as shown in the schedule below, and business-type activities reported an increase of \$1,575.

CITY OF EDWARDSVILLE'S CHANGES IN NET POSITION

	Governmental activities		Business-type activities		Total	
	2023	2022	2023	2022	2023	2022
Program revenues:						
Charges for services	\$ 7,529	\$ 5,676	\$ 13,938	\$ 14,230	\$ 21,467	\$ 19,906
Operating grants and contributions	1,840	2,780	-	-	1,840	2,780
Capital grants and contributions	1,653	3,498	-	-	1,653	3,498
General revenues:						
Property taxes	11,152	10,419	-	-	11,152	10,419
Other taxes	23,521	22,714	-	-	23,521	22,714
Other	865	(91)	20	(5)	885	(96)
Total revenues	<u>\$ 46,560</u>	<u>\$ 44,996</u>	<u>\$ 13,958</u>	<u>\$ 14,225</u>	<u>\$ 60,518</u>	<u>\$ 59,221</u>

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

CITY OF EDWARDSVILLE'S CHANGES IN NET POSITION

	Governmental activities		Business-type activities		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Expenses:						
General government	\$ 6,287	\$ 6,877	\$ -	\$ -	\$ 6,287	\$ 6,877
Public safety	15,802	13,160	-	-	15,802	13,160
Highways and streets	5,803	6,188	-	-	5,803	6,188
Public works	2,100	1,959	-	-	2,100	1,959
Culture and recreation	5,551	4,647	-	-	5,551	4,647
Interest on long-term debt	750	704	-	-	750	704
Water	-	-	6,310	5,318	6,310	5,318
Sewer	-	-	4,013	3,963	4,013	3,963
Garbage	-	-	2,003	1,960	2,003	1,960
Total expenses	<u>36,293</u>	<u>33,535</u>	<u>12,326</u>	<u>11,241</u>	<u>48,619</u>	<u>44,776</u>
Increase (decrease) in net position before transfers	10,267	11,461	1,632	2,984	11,899	14,445
Transfers	<u>82</u>	<u>(878)</u>	<u>(57)</u>	<u>903</u>	<u>25</u>	<u>25</u>
Change in net position	10,349	10,583	1,575	3,887	11,924	14,470
Net position, beg of year	<u>38,344</u>	<u>27,761</u>	<u>35,536</u>	<u>31,649</u>	<u>73,880</u>	<u>59,410</u>
Net position, end of year	<u>\$ 48,693</u>	<u>\$ 38,344</u>	<u>\$ 37,111</u>	<u>\$ 35,536</u>	<u>\$ 85,804</u>	<u>\$ 73,880</u>

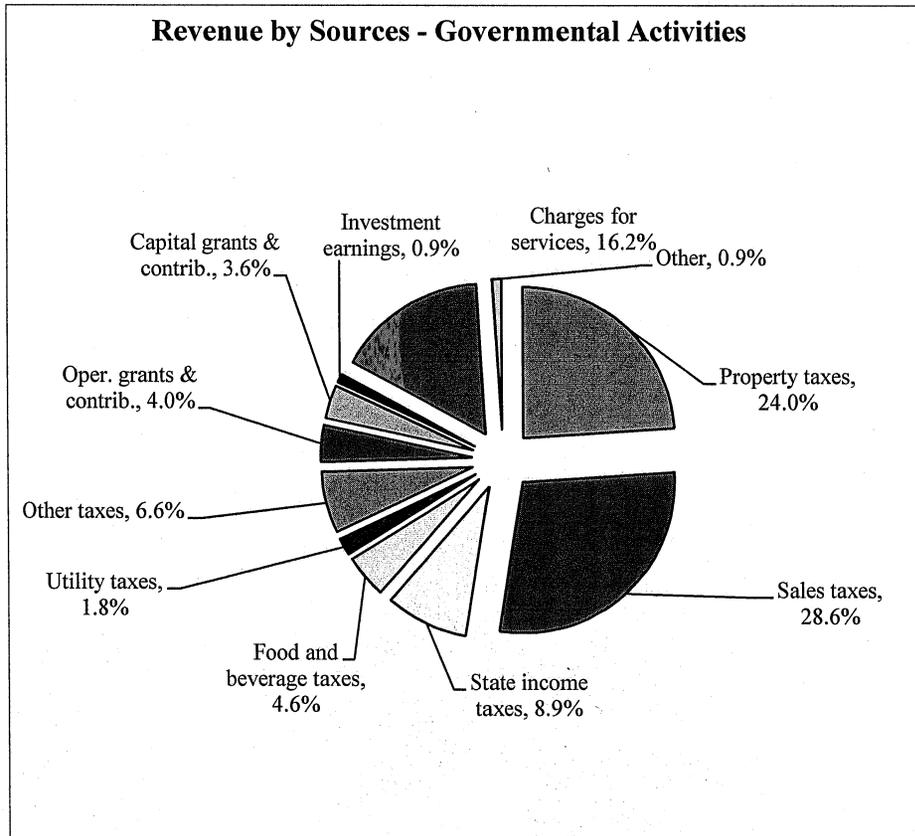
The City of Edwardsville’s revenue sources for governmental activities are well diversified between charges for services, property taxes, sales taxes and other taxes in order not to rely upon any one specific revenue source as shown in the chart below. The City has experienced an annual average increase in assessed valuation of 6.95% since 2013 thereby increasing property tax revenue while the City’s combined tax rate has decreased from \$1.5374 per \$100 of assessed valuation in 2013 to \$1.3835 in 2022.

The City reported a slight increase in property taxes for the governmental funds. The City reported a \$807 increase in other taxes which includes income taxes and other taxes received from the State of Illinois. Capital contributions include construction projects related to the City's infrastructure.

Total expenses for the City increased by \$3,843. As in the prior year, the largest category of expenditures was for public safety, followed by general government and highways and streets.

Financial Analysis of the Government's Funds

As noted earlier, the City of Edwardsville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.



Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of available resources. Such information is useful in assessing the City of Edwardsville's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal 2023, the City of Edwardsville's governmental funds reported combined ending fund balances of \$35,184. Approximately \$13,339 or 38% constitutes assigned or unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is either nonspendable, restricted or committed, to indicate that it is not available for new spending because it is in a nonspendable form, has already been committed to pay for capital or other projects, or is restricted for other purposes.

The general fund is the chief operating fund of the City of Edwardsville. At the end of the current fiscal year, unassigned fund balance of the general fund was \$14,924 which represents 98% of the City's general fund balance. As a measure of the general fund's liquidity, it may be useful to compare the fund balance to total fund expenditures. Unassigned fund balance represents 66% of total general fund expenditures. The City's general fund balance increased \$2,380 during the current year.

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

Proprietary funds. The City of Edwardsville's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no changes to the budget during 2023.

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS

The City of Edwardsville's investment in capital assets for its governmental and business type activities as of April 30, 2023 and 2022 amounted to \$132,946 and \$124,260 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, construction in progress, land improvements, machinery and equipment and park facilities.

**CITY OF EDWARDSVILLE'S CAPITAL ASSETS
(net of depreciation)**

	Governmental activities		Business-type activities		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	Land	\$ 6,788	\$ 6,463	\$ 686	\$ 591	\$ 7,474
Land improvements	1,036	1,041	-	-	1,036	1,041
Buildings and systems	44,619	34,040	37,168	35,625	81,787	69,665
Equipment	777	756	949	802	1,726	1,558
Vehicles	3,446	1,278	638	641	4,084	1,919
Infrastructure	29,531	29,559	-	-	29,531	29,559
Construction in Progress	<u>7,308</u>	<u>13,464</u>	<u>-</u>	<u>-</u>	<u>7,308</u>	<u>13,464</u>
Total	<u>\$ 93,505</u>	<u>\$ 86,601</u>	<u>\$ 39,441</u>	<u>\$ 37,659</u>	<u>\$ 132,946</u>	<u>\$ 124,260</u>

Major capital asset events during the current fiscal year included the following:

- Renovation and creation of the West End Station – RT 66 Visitor Center
- Construction of the East Side Fire Station
- Purchase of various equipment and vehicles for public safety including a new ambulance and a new pumper
- Construction finished on the RP Lumber Center (Ice Rink).
- Continued additions to the City's infrastructure.

Additional information on the City of Edwardsville's capital assets can be found in Note 5 on pages 39-40 of this report.

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

LONG-TERM DEBT

At the end of the current fiscal year, the City of Edwardsville had total bonded debt outstanding of \$36,543. This amount comprises debt backed by the full faith and credit of the City. The balance of \$486 represents low interest loans from other governmental agencies.

CITY OF EDWARDSVILLE'S OUTSTANDING DEBT

	Governmental activities		Business-type activities		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
General obligation bonds	\$ 33,461	\$ 29,017	\$ 3,082	\$ 3,642	\$ 36,543	\$ 32,659
Loans and capital leases	<u>291</u>	<u>593</u>	<u>195</u>	<u>214</u>	<u>486</u>	<u>807</u>
Total debt	<u>\$ 33,752</u>	<u>\$ 29,610</u>	<u>\$ 3,277</u>	<u>\$ 3,856</u>	<u>\$ 37,029</u>	<u>\$ 33,466</u>

The City issued a new series of bonds in the current year to assist in funding the construction of the RP Lumber Center (Ice Rink).

The City of Edwardsville received an AA rating from Standard & Poor's and AAA bond insurance from FGIC.

Additional information on the City of Edwardsville's long-term debt can be found in Note 6 on pages 41-43 of this report.

Economic Factors and Net Year's Budgets and Rates

The unemployment rate for the State of Illinois was 16.9%, for the St. Louis metropolitan area, which includes Edwardsville, was 15.1%. The City has seen continued growth in sales tax revenue, increased assessed valuation and population (from 14,500 in 1990 to 20,491 in 2000 and 24,293 in 2010). A special census of 26,631 was certified during March 2015.

Inflationary trends in the region compare favorably to national indices.

The City increases its water 5% per 1,000 gallons effective May 1 of each year. The sewer rate includes an annual 5% increase per 1,000 gallons, effective May 1 of each year. Trash service increased \$1.48 per month in August 1, 2017.

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

Requests for Information

This financial report is designed to provide a general overview of the City of Edwardsville's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of City Clerk/Collector, City of Edwardsville, 118 Hillsboro Avenue, Edwardsville, IL 62025

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF NET POSITION
APRIL 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
<u>Assets</u>				
Cash and Investments	\$ 35,059,029	\$ 5,098,212	\$ 40,157,241	\$ 1,383,842
Receivables (Net of allowance for uncollectibles):	17,055,884	2,828,457	19,884,341	1,558,000
Inventory	-	265,142	265,142	-
Prepaid Expenses	414,693	56,087	470,780	12,066
Restricted Assets:				
Cash and Cash Equivalents	-	56,075	56,075	-
Capital Assets:				
Land	6,787,681	686,160	7,473,841	-
Land Improvements	4,316,247	-	4,316,247	-
Buildings and Systems	56,064,405	70,742,964	126,807,369	5,460,803
Equipment	5,020,304	2,651,102	7,671,406	108,802
Vehicles	8,450,302	1,849,569	10,299,871	-
Infrastructure	100,382,108	-	100,382,108	-
Construction in Progress	7,307,807	-	7,307,807	-
Accumulated Depreciation	(94,823,878)	(36,488,778)	(131,312,656)	(4,829,305)
Total Assets	<u>\$ 146,034,582</u>	<u>\$ 47,744,990</u>	<u>\$ 193,779,572</u>	<u>\$ 3,694,208</u>
<u>Deferred Outflows of Resources</u>				
Loss on Bond Refunding	\$ 73,811	\$ -	\$ 73,811	\$ -
Future Pension Expense	20,365,034	413,466	20,778,500	-
Future OPEB Expense	873,964	71,909	945,873	33,187
	<u>\$ 21,312,809</u>	<u>\$ 485,375</u>	<u>\$ 21,798,184</u>	<u>\$ 33,187</u>
<u>Liabilities</u>				
Deficit Cash	\$ 636,746	\$ 5,067,728	\$ 5,704,474	\$ -
Accounts Payable	1,947,399	1,627,759	3,575,158	-
Accrued Salaries	567,485	38,795	606,280	26,572
Accrued Interest Payable	89,106	10,586	99,692	-
Customer Deposits	-	56,075	56,075	-
Noncurrent Liabilities:				
Due Within One Year	2,746,286	585,467	3,331,753	-
Due in More Than One Year	83,518,659	3,608,512	87,127,171	127,329
Total Liabilities	<u>89,505,681</u>	<u>10,994,922</u>	<u>100,500,603</u>	<u>153,901</u>
<u>Deferred Inflows of Resources</u>				
Future Pension Expense	14,829,106	20,540	14,849,646	-
Future OPEB Expense	1,262,289	103,860	1,366,149	47,933
Deferred Property Tax	11,556,400	-	11,556,400	1,558,000
Unearned Revenue	1,500,826	-	1,500,826	-
	<u>\$ 29,148,621</u>	<u>\$ 124,400</u>	<u>\$ 29,273,021</u>	<u>\$ 1,605,933</u>
<u>Net Position</u>				
Net Investment in Capital Assets	59,752,569	36,153,218	95,905,787	740,300
Restricted	9,805,080	-	9,805,080	-
Unrestricted	(20,864,560)	957,825	(19,906,735)	1,227,261
Total Net Position	<u>\$ 48,693,089</u>	<u>\$ 37,111,043</u>	<u>\$ 85,804,132</u>	<u>\$ 1,967,561</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2023

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-type Activities	Total	Component Unit
Primary Government:								
Governmental Activities:								
General Government	\$ 6,286,956	\$ 640,601	\$ 1,716,912	\$ -	\$ (3,929,443)		\$ (3,929,443)	
Public Safety	15,802,158	2,390,248	33,578	444,727	(12,933,605)		(12,933,605)	
Highways and Streets	5,803,104	-	56,879	925,398	(4,820,827)		(4,820,827)	
Public Works	2,100,432	428,308	11,000	-	(1,661,124)		(1,661,124)	
Culture and Recreation	5,551,345	4,069,700	21,539	283,273	(1,176,833)		(1,176,833)	
Interest on Long-term Debt	749,746	-	-	-	(749,746)		(749,746)	
Total Governmental Activities	<u>36,293,741</u>	<u>7,528,857</u>	<u>1,839,908</u>	<u>1,653,398</u>	<u>(25,271,578)</u>		<u>(25,271,578)</u>	
Business-type Activities:								
Water	6,310,076	6,398,591	-	-		\$ 88,515	88,515	
Sewer	4,012,853	5,548,696	-	-		1,535,843	1,535,843	
Garbage	2,003,156	1,991,126	-	-		(12,030)	(12,030)	
Total Business-type Activities	<u>12,326,085</u>	<u>13,938,413</u>	<u>-</u>	<u>-</u>		<u>1,612,328</u>	<u>1,612,328</u>	
Total Primary Government	<u>\$ 48,619,826</u>	<u>\$ 21,467,270</u>	<u>\$ 1,839,908</u>	<u>\$ 1,653,398</u>	<u>(25,271,578)</u>	<u>1,612,328</u>	<u>(23,659,250)</u>	
Component Unit:								
Library	\$ 1,280,256	\$ 28,729	\$ 58,832	\$ -			\$ (1,192,695)	
Total Component Unit	<u>\$ 1,280,256</u>	<u>\$ 28,729</u>	<u>\$ 58,832</u>	<u>\$ -</u>			<u>(1,192,695)</u>	
General Revenues:								
Property Tax, Levied for General Purposes					11,152,367	-	11,152,367	1,531,702
Sales and Use Tax					13,338,677	-	13,338,677	-
Replacement Tax					680,982	-	680,982	64,952
State Income Tax					4,125,522	-	4,125,522	-
Motor Fuel Tax					1,091,872	-	1,091,872	-
Excise Tax					275,958	-	275,958	-
Video Gaming Tax					34,165	-	34,165	-
Utility Tax					853,959	-	853,959	-
Motel Tax					815,179	-	815,179	-
Food and Beverage Tax					2,149,681	-	2,149,681	-
Amusement Tax					154,827	-	154,827	-
Unrestricted Investment Earnings					430,972	19,762	450,734	35,598
Miscellaneous					434,495	-	434,495	773
Transfers					81,679	(56,679)	25,000	(25,000)
Total General Revenues and Transfers					<u>35,620,335</u>	<u>(36,917)</u>	<u>35,583,418</u>	<u>1,608,025</u>
Change in Net Position					<u>10,348,757</u>	<u>1,575,411</u>	<u>11,924,168</u>	<u>415,330</u>
Net Position - Beginning					<u>38,344,332</u>	<u>35,535,632</u>	<u>73,879,964</u>	<u>1,552,231</u>
Net Position - Ending					<u>\$ 48,693,089</u>	<u>\$ 37,111,043</u>	<u>\$ 85,804,132</u>	<u>\$ 1,967,561</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS
APRIL 30, 2023

	<u>General Fund</u>	<u>Public Safety Facilities Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>				
Cash and Investments	\$ 13,071,076	\$ 4,696,671	\$ 17,259,598	\$ 35,027,345
Receivables (Net, where applicable, of allowances for uncollectibles):				
Property Tax	8,602,800	-	2,953,600	11,556,400
Services	469,453	-	108,174	577,627
Intergovernmental	3,073,517	775,545	200,473	4,049,535
Interest	12,951	-	-	12,951
Other	266,693	-	592,678	859,371
Due From Other Funds	13,988	-	31,362	45,350
Prepaid Expenses	379,800	-	5,048	384,848
Total Assets	<u>\$ 25,890,278</u>	<u>\$ 5,472,216</u>	<u>\$ 21,150,933</u>	<u>\$ 52,513,427</u>
 <u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>				
Liabilities:				
Cash Deficit	\$ -	\$ -	\$ 636,746	\$ 636,746
Accounts Payable	562,863	779,649	598,841	1,941,353
Accrued Salaries and Compensated Absences	527,273	-	40,212	567,485
Due to Other Funds	19,756	-	21,306	41,062
Total Liabilities	<u>1,109,892</u>	<u>779,649</u>	<u>1,297,105</u>	<u>3,186,646</u>
Deferred Inflows of Resources:				
Deferred Property Tax	8,602,800	-	2,953,600	11,556,400
Deferred Intergovernmental Taxes	783,591	276,057	25,875	1,085,523
Unearned Revenue	89,722	-	1,411,104	1,500,826
Total Deferred Inflows of Resources	<u>9,476,113</u>	<u>276,057</u>	<u>4,390,579</u>	<u>14,142,749</u>
Fund Balance:				
Nonspendable	379,800	-	273,443	653,243
Restricted	-	-	9,805,080	9,805,080
Committed	-	4,416,510	6,969,773	11,386,283
Unassigned	14,924,473	-	(1,585,047)	13,339,426
Total Fund Balance	<u>15,304,273</u>	<u>4,416,510</u>	<u>15,463,249</u>	<u>35,184,032</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 16,503,887</u>	<u>\$ 5,196,159</u>	<u>\$ 18,171,458</u>	<u>\$ 39,871,504</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

RECONCILIATION OF THE BALANCE SHEET OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
APRIL 30, 2023

Amounts reported for governmental fund balances are different because:

Fund balances - total governmental funds	\$ 35,184,032
Capital assets used in governmental activities are not financial resources and, therefore, are not reported on the balance sheet of the governmental funds.	93,504,976
The amount of compensated absences is not recorded as a liability on the balance sheet of the governmental funds.	(2,643,476)
The amount of accrued retirement benefits is not recorded as a liability on the balance sheet of the governmental funds.	(3,741,332)
The amount of the net pension liability related to the police and fire pensions is not recorded as a liability on the balance sheet of the governmental funds.	(43,311,465)
The amount of the net pension liability related to IMRF and SLEP is not recorded as a liability on the balance sheet of the governmental funds.	(3,204,590)
City is not recorded as an asset/liability on the balance sheet of the governmental funds.	5,535,928
The amount of the future pension expense related to the OPEB of the City is not recorded as an asset/liability on the balance sheet of the governmental funds.	(388,325)
Long-term debt (e.g., bonds, leases) is not reported as a liability on the balance sheet of the governmental funds.	(33,364,082)
Accrued interest payable on the long-term debt is not reported as a liability on the balance sheet of the governmental funds.	(89,106)
Some receivables are not available to pay current-period expenditures and, therefore, are deferred in the governmental funds balance sheet, but recognized as revenue as economic financial resources.	1,085,523
Net effect of including internal service fund in governmental activities.	51,195
Deferred losses on debt refundings are not reported as a deferred outflow to be amortized on the balance sheet of the governmental funds.	<u>73,811</u>
Net position of governmental activities	<u>\$ 48,693,089</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

	General Fund	Public Safety Facilities Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Property Tax	\$ 7,392,045	\$ -	\$ 3,760,322	\$ 11,152,367
Intergovernmental:				
Sales and Use Tax	10,531,984	1,705,572	1,136,441	13,373,997
Replacement Tax	680,982	-	-	680,982
State Income Tax	4,125,522	-	-	4,125,522
Motor Fuel Tax	-	-	1,091,872	1,091,872
Excise Tax	140,801	-	140,801	281,602
Video Gaming Tax	-	-	34,165	34,165
Grants	43,395	-	2,340,421	2,383,816
Other Local Taxes	112,072	-	3,861,574	3,973,646
Licenses, Fees and Permits	326,698	-	-	326,698
Charges for Services	2,958,085	-	3,892,504	6,850,589
Fines	251,556	-	100,014	351,570
Investment Earnings	149,522	53,124	226,936	429,582
Miscellaneous Revenues/Reimbursements	439,312	-	492,219	931,531
Total Revenues	<u>27,151,974</u>	<u>1,758,696</u>	<u>17,077,269</u>	<u>45,987,939</u>
Expenditures:				
Current:				
General Government	3,751,382	-	2,217,370	5,968,752
Public Safety	12,621,817	93,456	140,901	12,856,174
Highways and Streets	2,311,701	-	553,136	2,864,837
Public Works	2,129,009	-	-	2,129,009
Culture and Recreation	1,651,080	-	2,758,695	4,409,775
Debt Service:				
Principal	-	1,055,929	1,671,509	2,727,438
Interest/Fees	-	320,537	407,967	728,504
Capital Outlay	60,995	3,844,993	7,650,403	11,556,391
Total Expenditures	<u>22,525,984</u>	<u>5,314,915</u>	<u>15,399,981</u>	<u>43,240,880</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>4,625,990</u>	<u>(3,556,219)</u>	<u>1,677,288</u>	<u>2,747,059</u>
Other Financing Sources (Uses):				
Transfers In (Out)	(2,245,348)	311,000	2,016,027	81,679
Proceeds from Debt	-	6,870,000	-	6,870,000
Total Other Financing Sources (Uses)	<u>(2,245,348)</u>	<u>7,181,000</u>	<u>2,016,027</u>	<u>6,951,679</u>
Net Change in Fund Balances	2,380,642	3,624,781	3,693,315	9,698,738
Fund Balance, Beginning of Year	<u>12,923,631</u>	<u>791,729</u>	<u>11,769,934</u>	<u>25,485,294</u>
Fund Balance, End of Year	<u>\$ 15,304,273</u>	<u>\$ 4,416,510</u>	<u>\$ 15,463,249</u>	<u>\$ 35,184,032</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2023

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

Net change in fund balances - total governmental funds	\$ 9,698,738
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$11,556,391) and contributed capital (\$612,454) exceeded depreciation expense (\$5,247,917) in the current year.	6,920,928
The amount of the net pension liability and future pension expense related to the police and fire pension funds are not recorded as an expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the public safety functional expense category. This amount is the difference between the beginning and ending balances that has been included in the statement of activities.	(1,825,246)
The amount of the net pension liability and future pension expense related to IMRF are not recorded as an expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the appropriate functional expense category. This amount is the difference between the beginning and ending balances that has been included in the statement of activities.	(305,753)
The amount of compensated absences is not recorded as expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the various functional expense categories. This amount is the difference between beginning and ending compensated absences balances that has been included in the statement of activities.	29,133
The amount of accrued retirement benefits is not recorded as expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the various functional expense categories. This amount is the current year addition to accrued retirement benefits that has been included in the statement of activities.	82,913
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of those differences in the treatment of long-term debt and related items.	(4,181,215)
Net effect of including internal service fund in governmental activities.	(29,777)
Some intergovernmental revenues will not be collected for several months after the City's fiscal year end. They are not considered "available" revenues in the governmental funds. This is the change in deferred revenues between fiscal years.	<u>(40,964)</u>
Change in net position of governmental activities	<u>\$ 10,348,757</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 APRIL 30, 2023

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Major Funds		Non-Major	Total	
	Water	Sewer	Garbage		
ASSETS					
Current Assets:					
Cash and Investments	\$ -	\$ 5,098,212	\$ -	\$ 5,098,212	\$ 31,684
Receivables:					
Customer/Unbilled	1,182,069	1,227,342	419,046	2,828,457	-
Inventory, at Cost	265,142	-	-	265,142	-
Prepaid Expenses	35,183	20,904	-	56,087	29,845
Total Current Assets	1,482,394	6,346,458	419,046	8,247,898	61,529
Noncurrent Assets:					
Restricted Cash and Cash Equivalents	56,075	-	-	56,075	-
Capital Assets:					
Land	221,081	465,079	-	686,160	-
Equipment	1,225,305	1,425,797	-	2,651,102	-
Vehicles	786,627	1,062,942	-	1,849,569	-
Plant and System	34,216,226	36,526,738	-	70,742,964	-
Less: Accumulated Depreciation	(14,484,857)	(22,003,921)	-	(36,488,778)	-
Total Noncurrent Assets	22,020,457	17,476,635	-	39,497,092	-
Total Assets	23,502,851	23,823,093	419,046	47,744,990	61,529
DEFERRED OUTFLOWS OF RESOURCES					
Future Pension Expense	260,626	152,840	-	413,466	-
Future OPEB Expense	44,251	27,658	-	71,909	-
Total Deferred Outflows of Resources	304,877	180,498	-	485,375	-
LIABILITIES					
Current Liabilities:					
Deficit Cash	4,902,475	-	165,253	5,067,728	-
Accounts Payable	1,245,532	382,227	-	1,627,759	6,046
Accrued Salaries	26,272	12,523	-	38,795	-
Due to Other Funds	-	-	-	-	4,288
Loans Payable - Current	19,387	-	-	19,387	-
Total Current Liabilities	6,193,666	394,750	165,253	6,753,669	10,334
Current Liabilities (Payable from Restricted Assets):					
Accrued Interest	10,586	-	-	10,586	-
General Obligation Debt - Current	566,080	-	-	566,080	-
Customer Deposits	56,075	-	-	56,075	-
Total Current Liabilities (Payable from Restricted Assets)	632,741	-	-	632,741	-
Noncurrent Liabilities:					
Accrued Retirement Health Benefits	169,772	106,108	-	275,880	-
Accrued Compensated Absences	122,438	69,831	-	192,269	-
Net Pension Liability	282,783	165,834	-	448,617	-
General Obligation Debt (Net of Current Portion)	2,516,440	-	-	2,516,440	-
Loans Payable	175,306	-	-	175,306	-
Total Noncurrent Liabilities	3,266,739	341,773	-	3,608,512	-
Total Liabilities	10,093,146	736,523	165,253	10,994,922	10,334
DEFERRED INFLOWS OF RESOURCES					
Future Pension Expense	12,947	7,593	-	20,540	-
Future OPEB Expense	63,913	39,947	-	103,860	-
Total Deferred Inflows of Resources	76,860	47,540	-	124,400	-
NET POSITION					
Net Investment in Capital Assets	18,676,583	17,476,635	-	36,153,218	-
Unrestricted	(5,038,861)	5,742,893	253,793	957,825	51,195
Total Net Position	\$ 13,637,722	\$ 23,219,528	\$ 253,793	\$ 37,111,043	\$ 51,195

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

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Major Funds		Non-Major	Total	
	Water	Sewer	Garbage		
Operating Revenue:					
Customer User Charges	\$ 6,253,990	\$ 5,159,296	\$ 1,991,126	\$ 13,404,412	\$ -
Other Service Contributions	-	-	-	-	3,530,517
Tap On Fees	144,107	368,560	-	512,667	-
Miscellaneous	494	20,840	-	21,334	-
Total Operating Revenue	<u>6,398,591</u>	<u>5,548,696</u>	<u>1,991,126</u>	<u>13,938,413</u>	<u>3,530,517</u>
Operating Expenses:					
Personal Services	1,114,009	649,175	-	1,763,184	-
Contractual Services	2,856,607	2,000,979	2,003,156	6,860,742	3,561,684
Supplies	911,303	60,928	-	972,231	-
Heat, Light, and Power	625,967	413,309	-	1,039,276	-
Depreciation	736,807	888,462	-	1,625,269	-
Total Operating Expenses	<u>6,244,693</u>	<u>4,012,853</u>	<u>2,003,156</u>	<u>12,260,702</u>	<u>3,561,684</u>
Operating Income (Loss)	<u>153,898</u>	<u>1,535,843</u>	<u>(12,030)</u>	<u>1,677,711</u>	<u>(31,167)</u>
Nonoperating Revenue (Expense):					
Interest Income	(79,532)	102,945	(3,651)	19,762	1,390
Interest Expense	<u>(65,383)</u>	<u>-</u>	<u>-</u>	<u>(65,383)</u>	<u>-</u>
Total Nonoperating Revenue (Expense)	<u>(144,915)</u>	<u>102,945</u>	<u>(3,651)</u>	<u>(45,621)</u>	<u>1,390</u>
Income (Loss) before Transfers	8,983	1,638,788	(15,681)	1,632,090	(29,777)
Transfers In (Out)	<u>109,501</u>	<u>(166,180)</u>	<u>-</u>	<u>(56,679)</u>	<u>-</u>
Change in Net Position	118,484	1,472,608	(15,681)	1,575,411	(29,777)
Net Position, Beginning of Year	<u>13,519,238</u>	<u>21,746,920</u>	<u>269,474</u>	<u>35,535,632</u>	<u>80,972</u>
Net Position, End of Year	<u>\$ 13,637,722</u>	<u>\$ 23,219,528</u>	<u>\$ 253,793</u>	<u>\$ 37,111,043</u>	<u>\$ 51,195</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED APRIL 30, 2023

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Major Funds		Non- Major	Total	
	Water	Sewer	Garbage		
Cash flows from operating activities:					
Receipts for services	\$ 6,304,752	\$ 5,485,357	\$ 1,890,362	\$ 13,680,471	\$ 3,530,517
Payments to suppliers	(3,990,842)	(2,652,211)	(1,835,096)	(8,478,149)	(3,558,551)
Payments to employees	(731,131)	(428,761)	-	(1,159,892)	-
Other fees	494	20,840	-	21,334	-
Net cash provided (used) by operating activities	<u>1,583,273</u>	<u>2,425,225</u>	<u>55,266</u>	<u>4,063,764</u>	<u>(28,034)</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(2,344,414)	(673,600)	-	(3,018,014)	-
Principal paid on debt	(579,187)	-	-	(579,187)	-
Interest/issuance costs paid	(67,085)	-	-	(67,085)	-
Net cash provided (used) by capital and related financing activities	<u>(2,990,686)</u>	<u>(673,600)</u>	<u>-</u>	<u>(3,664,286)</u>	<u>-</u>
Cash flows from non-capital financing activities:					
Payments from (to) other funds	109,501	(166,180)	-	(56,679)	-
Customer deposits	(2,705)	-	-	(2,705)	-
Net cash provided (used) by non-capital financing activities	<u>106,796</u>	<u>(166,180)</u>	<u>-</u>	<u>(59,384)</u>	<u>-</u>
Cash flows from investing activities:					
Interest on investments	(79,532)	102,945	(3,651)	19,762	1,390
Net cash provided (used) by investing activities	<u>(79,532)</u>	<u>102,945</u>	<u>(3,651)</u>	<u>19,762</u>	<u>1,390</u>
Net change in cash and cash equivalents	(1,380,149)	1,688,390	51,615	359,856	(26,644)
Cash and cash equivalents, beginning of year	<u>(3,466,251)</u>	<u>3,409,822</u>	<u>(216,868)</u>	<u>(273,297)</u>	<u>88,173</u>
Cash and cash equivalents, end of year	<u>\$ (4,846,400)</u>	<u>\$ 5,098,212</u>	<u>\$ (165,253)</u>	<u>\$ 86,559</u>	<u>\$ 61,529</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED APRIL 30, 2023

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Major Funds		Non-Major	Total	
	Water	Sewer	Garbage		
Reconciliation of operating income to net cash provided (used) by operating activities:					
Operating income (loss)	\$ 153,898	\$ 1,535,843	\$ (12,030)	\$ 1,677,711	\$ (31,167)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	736,807	888,462	-	1,625,269	-
Net pension liability and deferrals	25,019	14,664	-	39,683	-
Net OPEB and deferrals	(7,946)	(4,966)	-	(12,912)	-
(Increase) decrease in:					
Customer receivable/unbilled	(93,345)	(42,499)	(100,764)	(236,608)	-
Inventory	(68,952)	-	-	(68,952)	-
Prepaid expenses	875	181	168,060	169,116	-
Increase (decrease) in:					
Accounts payable	816,606	29,807	-	846,413	3,133
Accrued salaries/vacation/sick	20,311	3,733	-	24,044	-
Net cash provided (used) by operating activities	<u>\$ 1,583,273</u>	<u>\$ 2,425,225</u>	<u>\$ 55,266</u>	<u>\$ 4,063,764</u>	<u>\$ (28,034)</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
APRIL 30, 2023

	Pension Trust Funds			Custodial Fund
	Police Pension	Fire Pension	Total	St. Louis Street SSA
<u>Assets</u>				
Cash and Cash Equivalents	\$ 502,188	\$ 829,412	\$ 1,331,600	\$ (776)
Investments:				
Illinois Police Officers' Pension Investment Fund	26,671,775	-	26,671,775	-
Illinois Firefighters Pension Investment Fund	-	16,230,188	16,230,188	-
Receivables:				
Property Tax	1,128,500	982,400	2,110,900	-
Other	-	33,615	33,615	-
Total Assets	28,302,463	18,075,615	46,378,078	(776)
<u>Liabilities</u>				
Accounts Payable	2,958	7,076	10,034	-
Total Liabilities	2,958	7,076	10,034	-
<u>Net Position</u>				
Held for Future Debt Service	\$ -	\$ -	\$ -	\$ (776)
Held in Trust for Pension				
Benefits and Other Purposes	28,299,505	18,068,539	46,368,044	-
	28,299,505	18,068,539	46,368,044	(776)

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

CITY OF EDWARDSVILLE, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

	Pension Trust Funds			Custodial Fund
	Police Pension	Fire Pension	Total	St. Louis Street SSA
<u>Additions</u>				
Contributions:				
Employer Contributions	\$ 1,573,368	\$ 1,255,908	\$ 2,829,276	\$ 31,533
Employee Contributions	431,167	282,786	713,953	-
Investment Income:				
Investment Income	49,022	139,004	188,026	-
Less: Investment Expense	(43,409)	(16,003)	(59,412)	-
Net Investment Income	<u>5,613</u>	<u>123,001</u>	<u>128,614</u>	<u>-</u>
Total Additions	<u>2,010,148</u>	<u>1,661,695</u>	<u>3,671,843</u>	<u>31,533</u>
<u>Deductions</u>				
Benefits	1,815,179	1,333,344	3,148,523	-
Administrative Expenses	25,399	41,841	67,240	-
Debt Retirement	-	-	-	31,815
Total Deductions	<u>1,840,578</u>	<u>1,375,185</u>	<u>3,215,763</u>	<u>31,815</u>
Change in Net Position	169,570	286,510	456,080	(282)
Net Position, Beginning of Year	<u>28,129,935</u>	<u>17,782,029</u>	<u>45,911,964</u>	<u>(494)</u>
Net Position, End of Year	<u>\$ 28,299,505</u>	<u>\$ 18,068,539</u>	<u>\$ 46,368,044</u>	<u>\$ (776)</u>

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

CITY OF EDWARDSVILLE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS APRIL 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Edwardsville, Illinois is a municipal corporation which operates under an aldermanic-city form of government and provides the following services: public safety (police and fire), highways and streets, sanitation, culture and recreation, water and sewerage and general administrative services. The City Administrator and aldermen exercise oversight responsibility for these governmental services.

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

(a) The financial reporting entity

The City is a political subdivision of the State of Illinois. An elected board of seven aldermen and a mayor governs the City. One alderman is elected from each of the City's seven wards. These financial statements present all the fund types of the City (the primary government) and its component units. Component units are legally separate entities for which the City is financially accountable. Component units, although legally separate entities, are part of the City's operations.

Edwardsville Public Library

The Edwardsville Public Library (the Library) is governed by a board appointed by the Mayor with the advice and consent of the City Council. The Library provides services to residents within the geographic boundaries of the City. Budgetary and tax levy functions are also combined with the City.

As required by GAAP, these financial statements present the City and its component unit. The component unit (the Library) is included in the City's reporting entity because of the significance of its operational or financial relationship with the City. The Library is presented as a discretely presented component unit in a separate column in the financial statements of the City. The Library is reported in this manner to indicate that it is legally separate from the City. The City maintains the financial reporting statements for the Library.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(b) Government-wide and fund financial statements

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

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

(c) Measurement focus, basis of accounting and financial statement presentation

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

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

The City reports the following major governmental funds:

The General fund is the City's primary operating fund. This fund accounts for all financial resources of the City, except those required to be accounted for in another fund.

The Public Safety Facilities fund accounts for the monies received and amounts paid related to the construction and debt service payment of new public safety facilities.

The City reports the following major proprietary funds:

The water and sewer funds account for all activities related to the billing, administration, distribution and collection processes of the water and sewer utilities. The City operates the water distribution system as well as the sewage treatment plant, sewage pumping stations and collection systems.

Additionally, the City reports the following fund types:

The internal service fund accounts for the activities of the group health insurance fund, which consists of the collections of employee's share of premiums and payment of premiums to health, life and disability insurance providers for the City's eligible and covered employees and retirees.

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

Permanent funds include the police department endowment fund and the mobile intensive care unit fund. The police department endowment fund accumulates resources for equipment and other police department expenditures and the mobile intensive care unit fund accumulates resources for equipment and vehicle purchases related to the City's ambulance services.

The custodial fund accounts for the activities of the St. Louis Street SSA fund, which collect taxes on a fiduciary basis in order to pay for debt service and improvements in the specific area.

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

(d) Assets, liabilities and net assets or equity

Deposits and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposits and short-term investments with original maturities of three months or less. All short-term cash surpluses are maintained in cash and investment pools and the interest is allocated to each fund based on month-end balances and investment policies.

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

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

Receivables and payables

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

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The allowance for uncollectible amounts, which has been deducted from the related receivable on the statement of net position, consists of the following amounts.

General Fund	Ambulance Receivables	\$ 984,663
Proprietary Fund	Water Customer Receivables	24,981
Proprietary Fund	Sewer Customer Receivables	21,795
Proprietary Fund	Garbage Customer Receivables	16,970

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

The City levied its property taxes on December 20, 2022 based upon the assessed valuation as of the previous January 1. Property taxes are due in four installments. Collections of property taxes normally begin in June and July and are considered delinquent after the due dates. Property taxes for 2022 become an enforceable lien in January 2023. Because this tax levy will be used to pay for expenses budgeted in fiscal year 2024, no part of this tax levy is shown as tax revenue as of April 30, 2023 in the statement of activities.

Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Inventory in the business-type fund consists of waterworks supplies.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Restricted assets

Certain balances of the enterprise funds are set aside for the repayment of customer balances.

These amounts are classified as restricted accounts on the balance sheet and are as follows:

Water Meter Deposit	\$ 56,075
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Capital assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of two years. Such assets are recorded at either historical cost, or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

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

Property, plant and equipment of the primary government, as well as the component unit, are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	7 - 40
Infrastructure	5 - 30
System infrastructure	7 - 50
Vehicles	3 - 10
Office and other equipment	5 - 10

Compensated absences

Accumulated unpaid vacation and sick pay amounts are accrued when incurred. The City's policy permits employees to earn vacation time based on length of service. In addition, sick leave accumulates according to the various contracts with the City employees. Upon voluntary separation, all full-time employees of the City who have been employed for at least five full years shall receive 50 percent of unused sick leave. Upon retirement, as defined by the Illinois Compiled Statutes, an employee will be paid 100 percent of accumulated sick leave up to a maximum of 720 hours. Upon termination for just cause, an employee will not be compensated for any unused or accumulated sick leave.

At April 30, 2023, the City estimated that the accumulated liability for unused vacation and sick leave for governmental fund employees totaled \$2,643,476. Amounts reflected in the financial statements at April 30, 2023 for enterprise fund employees related to unused vacation and sick leave benefits totaled \$192,269.

Long-term obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Estimates

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

Fund balances

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

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

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

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

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

Unassigned - the residual classification of the General Fund balance.

When expenditures are incurred for which the City has both restricted and unrestricted funds available, the City spends any restricted funds before using unrestricted sources. Likewise, the City uses committed, assigned and then unassigned balances, in that order, when spending amounts for which all three categories are available. The following details the description and amount of all constraints recorded by the City in the fund financial statements:

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

Governmental Funds

Nonspendable:

Prepaid Expenses	\$ 384,848
Permanent Endowment	268,395
	<u>\$ 653,243</u>

Restricted:

TIF Fund Balances	\$ 3,031,637
Motor Fuel Tax Fund	3,137,669
Grant Funds	407,246
Municipal Facilities	10,092
Retirement Fund	373,384
Forfeiture Funds	39,055
MEGSI Funds	10,746
Incremental Sales Tax Fund	271,758
American Rescue Plan	2,439,435
Permanent Funds	84,058
	<u>\$ 9,805,080</u>

Committed:

Tourism Fund	\$ 270,030
SIUE Public Safety Fund	129
Public Safety Facilities	4,416,510
Plummer Family Park	486,446
Parks Improvement	109,907
Community Redevelopment Fund	244,765
Capital Improvement Fund	3,766,087
Capital Equipment Fund	733,861
Willey Theatre Fund	1,358,548
	<u>\$11,386,283</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 2: BUDGETARY AND LEGAL COMPLIANCE

Annual appropriated budgets are adopted for all governmental funds. All annual appropriations lapse at fiscal year-end. Project length financial plans are adopted for all capital projects funds.

On May 17, 2022, the City Council approved an ordinance adopting the annual appropriations. The City also develops an annual budget which is the budgetary data reflected in these financial statements. Formal budgetary integration is employed as a management control device during the year for the governmental funds.

The City prepares its annual budget on the cash basis (budget basis) which differs from accounting principles generally accepted in the United States of America (GAAP basis). The budget and all transactions are presented in accordance with the City's method (budget basis) in the required supplementary information for the major governmental funds to provide a meaningful comparison of actual results with the budget. The difference between budget and GAAP basis is that the budget is prepared on the cash basis of accounting.

Budgeted amounts are as originally adopted, unless amended by the City Council. If amended, the amounts presented in the required supplementary information represent original and final authorized amounts. Comparisons of actual to budgeted amounts are performed using the operating budget amounts for all funds.

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

1. The budgetary package for the coming fiscal year is made available by the City Clerk for distribution to persons responsible for budget preparations.
2. The completed budgetary package is returned to the City Clerk and City Administrator.
3. The proposed budget prepared by management is forwarded to the Finance Committee for review and then submitted to the Mayor and City Council.
4. The budget and necessary ordinances are adopted by the City Council.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 3: RECEIVABLES

Receivables as of April 30, 2023 for the City, as reported in the statement of net position, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Other Major Funds</u>	<u>Enterprise Funds</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Property Taxes	\$ 8,602,800	\$ -	\$ -	\$ 2,953,600	\$ 11,556,400
Intergovernmental	3,073,517	775,545	-	200,473	4,049,535
Licenses/Fees/Other	279,644	-	-	592,678	872,322
Accounts	1,454,116	-	1,065,142	108,174	2,627,432
Unbilled Services	-	-	1,827,061	-	1,827,061
Gross Receivables	13,410,077	775,545	2,892,203	3,854,925	20,932,750
Less: Allowance for uncollectible	984,663	-	63,746	-	1,048,409
Net Total Receivables	<u>\$ 12,425,414</u>	<u>\$ 775,545</u>	<u>\$ 2,828,457</u>	<u>\$ 3,854,925</u>	<u>\$ 19,884,341</u>

Governmental funds report unearned revenue in connection with receivables that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition for resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Property taxes receivable	\$ 11,556,400	\$ -
Intergovernmental	1,085,523	429,487
Fees for services	-	1,071,339

NOTE 4: CASH AND CASH EQUIVALENTS AND INVESTMENTS

General Government, Business-Like Activities & Component Unit

At April 30, 2023, the carrying amount of the City's deposits was \$21,309,076 and the bank balance was \$24,820,811. The deposits were comprised of checking, interest checking, money market and certificates of deposit.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the City's name. As of April 30, 2023, all of the deposits of the City were covered by FDIC insurance or collateralized by the financial institutions.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

As of April 30, 2023, the City had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
The Illinois Funds (external investment pool)	--	\$ 14,582,832
		14,582,832
Deposits as reported above		<u>21,309,076</u>
Total deposits and investments		<u>\$ 35,891,908</u>
As Reported in the Statement of Net Position:		
Governmental and Business-type Activities:		
Cash and Investments		\$ 40,157,241
Cash Deficit		(5,704,474)
Cash and Cash Equivalents - Restricted		56,075
Component Unit:		
Cash and Investments		1,383,842
Cash and Investments Reported in Agency Funds		<u>(776)</u>
		<u>\$ 35,891,908</u>

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

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

Credit Risk. As of April 30, 2023, the credit rating of the City's investment was as follows:

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
The Illinois Funds (external investment pool)	AAAm	--

Concentration of Credit Risk. As of April 30, 2023, the City did not have a concentration of credit risk related to the City's investments.

Foreign Currency Risk. As of April 30, 2023, the City has no foreign currency risk.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Fire Pension Fund

As of April 30, 2023, the carrying amount of the Fire Pension Fund's deposits were \$829,412 and the bank balance was \$559,062. The deposits were comprised of interest checking and money market accounts.

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

As of April 30, 2023, the Fire Pension Fund has transferred all the investment funds to the Illinois Firefighter's Pension Investment Fund (IFPIF) investment account. The IFPIF is a pooled investment account maintained by the State of Illinois. The City's portion of the balance held in this investment pool is \$16,230,188 as of April 30, 2023.

Credit Risk. As of April 30, 2023 the Fire Pension Fund did not have a credit risk.

Concentration of Credit Risk. As of April 30, 2023, the Fire Pension Fund did not have a concentration of investments.

Foreign Currency Risk. As of April 30, 2023, the Fire Pension Fund has no foreign currency risk.

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Police Pension Fund

As of April 30, 2023, the carrying amount and bank balance of the Police Pension Fund's deposits was \$502,188 and the bank balance was \$61,331. The deposits were comprised of checking and money market accounts.

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

As of April 30, 2023, the Police Pension Fund has transferred all the investment funds to the Illinois Police Officers' Pension Investment Fund (IPOPFI) investment account. The IPOPFI is a pooled investment account maintained by the State of Illinois. The City's portion of the balance held in this investment pool is \$26,671,775 as of April 30, 2023.

Credit Risk. As of April 30, 2023 the Police Pension Fund did not have a credit risk.

Concentration of Credit Risk. As of April 30, 2023, the Police Pension Fund's did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2023, the Police Pension Fund has no foreign currency risk.

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 5: CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2023 was as follows:

Primary Government

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<u>Governmental activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 6,462,955	\$ 324,726	\$ -	\$ 6,787,681
Total capital assets, not being depreciated	<u>6,462,955</u>	<u>324,726</u>	<u>-</u>	<u>6,787,681</u>
Capital assets, being depreciated:				
Land improvements	4,228,186	88,061	-	4,316,247
Buildings and improvements	43,852,547	12,211,858	-	56,064,405
Equipment	4,724,723	295,581	-	5,020,304
Vehicles	5,894,856	2,555,446	-	8,450,302
Infrastructure	97,549,374	2,832,734	-	100,382,108
Construction in Progress	<u>13,464,779</u>	<u>8,823,645</u>	<u>14,980,617</u>	<u>7,307,807</u>
Total capital assets being depreciated	<u>169,714,465</u>	<u>26,807,325</u>	<u>14,980,617</u>	<u>181,541,173</u>
Less accumulated depreciation for:				
Land improvements	3,187,161	92,775	-	3,279,936
Buildings and improvements	9,812,928	1,632,675	-	11,445,603
Equipment	3,969,006	274,634	-	4,243,640
Vehicles	4,616,521	387,027	-	5,003,548
Infrastructure	<u>67,990,345</u>	<u>2,860,806</u>	<u>-</u>	<u>70,851,151</u>
Total accumulated depreciation	<u>89,575,961</u>	<u>5,247,917</u>	<u>-</u>	<u>94,823,878</u>
Total capital assets being depreciated, net	<u>80,138,504</u>	<u>21,559,408</u>	<u>14,980,617</u>	<u>86,717,295</u>
Governmental activities capital assets, net	<u>\$ 86,601,459</u>	<u>\$ 21,884,134</u>	<u>\$ 14,980,617</u>	<u>\$ 93,504,976</u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 591,033	\$ 95,127	\$ -	\$ 686,160
Total capital assets, not being depreciated	<u>591,033</u>	<u>95,127</u>	<u>-</u>	<u>686,160</u>
Capital assets, being depreciated:				
Equipment	2,448,782	272,234	69,914	2,651,102
Vehicles	1,727,612	124,765	2,808	1,849,569
Buildings and systems	<u>67,829,550</u>	<u>2,915,020</u>	<u>1,606</u>	<u>70,742,964</u>
Total capital assets being depreciated	<u>72,005,944</u>	<u>3,312,019</u>	<u>74,328</u>	<u>75,243,635</u>
Less accumulated depreciation for:				
Equipment	1,646,082	125,783	69,914	1,701,951
Vehicles	1,087,075	127,910	2,808	1,212,177
Buildings and systems	<u>32,204,680</u>	<u>1,371,576</u>	<u>1,606</u>	<u>33,574,650</u>
Total accumulated depreciation	<u>34,937,837</u>	<u>1,625,269</u>	<u>74,328</u>	<u>36,488,778</u>
Total capital assets being depreciated, net	<u>37,068,107</u>	<u>1,686,750</u>	<u>-</u>	<u>38,754,857</u>
Business-type activities capital assets, net	<u>\$ 37,659,140</u>	<u>\$ 1,781,877</u>	<u>\$ -</u>	<u>\$ 39,441,017</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 233,806
Public safety	889,747
Highways and streets	2,930,914
Public works	9,207
Culture and recreation	<u>1,184,243</u>
Total depreciation expense - governmental activities	<u>\$ 5,247,917</u>
Business-type activities:	
Water and sewer	<u>\$ 1,625,269</u>

Discretely Presented Component Unit

The capital asset activity for the City Library for the year ended April 30, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated:				
Buildings	\$ 5,460,803	\$ -	\$ -	\$ 5,460,803
Equipment	<u>108,802</u>	<u>-</u>	<u>-</u>	<u>108,802</u>
	<u>5,569,605</u>	<u>-</u>	<u>-</u>	<u>5,569,605</u>
Less accumulated depreciation for:				
Buildings	4,675,050	45,450	-	4,720,500
Equipment	<u>108,805</u>	<u>-</u>	<u>-</u>	<u>108,805</u>
	<u>4,783,855</u>	<u>45,450</u>	<u>-</u>	<u>4,829,305</u>
Total capital assets, net of depreciation	<u>\$ 785,750</u>	<u>\$ (45,450)</u>	<u>\$ -</u>	<u>\$ 740,300</u>

Depreciation expense related to the City Library assets is included in the expenses of the component unit.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 6: LONG-TERM DEBT

General Obligation Debt

The City issues general obligation debt to provide funds for the acquisition and construction of major capital facilities. General obligation debt has been issued for both governmental and business-type activities. The City has the following outstanding general obligation debt issues:

\$3,000,000 General Obligation Debt Certificates, Series 2006A dated May 1, 2006, due in annual installments of \$150,000 through November 1, 2025; interest at 4.29%. This debt is being retired by the Capital Improvements Fund. The outstanding balance as of April 30, 2023 is \$450,000.

\$8,500,000 General Obligation Bonds, Series 2016 dated November 30, 2016, due in annual installments of \$545,410 to \$692,809 through June 15, 2032; interest at 2.99%. These bonds were issued to finance the construction of the new public safety building and sports complex. The debt is being retired by the Parks Improvement Fund. The outstanding balance as of April 30, 2023 is \$5,549,872.

\$5,100,000 General Obligation Refunding Bonds, Series 2019B dated August 30, 2019, due in annual installments of \$205,000 to \$395,000 through February 1, 2029; interest at 2.40% to 2.77%. This debt is being retired by the Capital Improvements Fund and the Water Fund. The outstanding balance as of April 30, 2023 is \$2,090,000.

\$6,530,000 General Obligation Refunding Bonds, Series 2020A dated December 9, 2020, due in annual installments of \$630,000 to \$695,000 through October 1, 2030; including interest at 1.45%. These bonds were issued to refund the General Obligation Bonds, Series 2015. The debt is being retired by the Public Safety Facilities Fund. The outstanding balance as of April 30, 2023 is \$5,300,000.

\$4,220,000 General Obligation Refunding Bonds, Series 2020B dated December 22, 2020, due in annual installments of \$190,000 to \$545,000 through October 1, 2030; including interest at 1.45%. These bonds were issued to refund the General Obligation Refunding and Improvement Bonds, Series 2013 and the Recovery Zone Economic Development Bonds, Series 2010C. The debt is being retired by the TIF #4 Fund and the Water Fund. The outstanding balance as of April 30, 2023 is \$3,215,000.

\$9,365,000 General Obligation Refunding Bonds, Series 2021 dated April 26, 2021, due in annual installments of \$370,000 to \$590,000 through April 1, 2039; including interest at 2.00% for ten years and then a floating rate for the remainder of the term. These bonds were issued to refund the General Obligation Bonds, Series 2019A. The debt is being retired by the Plummer Family Park Fund. The outstanding balance as of April 30, 2023 is \$8,255,000.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

\$5,045,000 General Obligation Bonds, Series 2021B dated May 12, 2021, due in annual installments of \$235,000 to \$320,000 through April 1, 2041; including interest at 0.90% to 2.60%. These bonds were issued to pay for the new ice rink. The debt is being retired by the Ice Rink/Teen Center Fund. The outstanding balance as of April 30, 2023 is \$4,815,000.

General Obligation Bonds, Series 2022 dated November 21, 2022, due in annual installments of \$235,000 to \$480,000 through October 1, 2042; including interest at 3.74% for ten years and then 9.00% for the remainder of the term. These bonds were issued to pay for the fire station project. The debt is being retired by the Public Safety Facilities Fund. The outstanding balance as of April 30, 2023 is \$6,870,000.

The annual requirements to retire general obligation debt as of April 30, 2023 are as follows:

Fiscal Year Ended April 30	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 2,639,330	\$ 805,797	\$ 566,080	\$ 57,990
2025	2,684,605	746,362	585,360	46,561
2026	2,718,523	676,623	590,500	35,640
2027	2,614,818	621,781	601,780	24,451
2028	2,656,648	563,915	613,060	12,885
2029-2033	10,942,428	2,111,458	128,740	3,566
2034-2038	5,675,000	1,925,267	-	-
2039-2043	3,530,000	575,392	-	-
	<u>\$ 33,461,352</u>	<u>\$ 8,026,595</u>	<u>\$ 3,085,520</u>	<u>\$ 181,093</u>

Loan Agreements

The City has entered into the following loan agreements as of April 30, 2023 for both the governmental and business-type activities:

\$450,000 agreement dated December 30, 1968 with the Treasurer of the State of Illinois in accordance with House Bill 1719 for the construction of the Poag water main. Payments are due at the rate of \$.10 per 1000 gallons of water sold by the City to users receiving water from the Poag water main. The outstanding balance as of April 30, 2023 is \$194,693.

\$750,000 promissory note dated April 18, 2019 with Madison County Community Development for improvements at Plummer Family Park. The loan is to be repaid in annual installments of \$120,380 including interest at 3.00%. The debt is being retired by the Plummer Family Park Fund. The outstanding balance as of April 30, 2023 is \$291,055.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The annual requirements to retire the loan agreements are as follows:

Fiscal Year <u>Ended April 30</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 106,956	\$ 13,424	\$ 19,387	\$ -
2025	110,165	10,215	175,306	-
2026	73,934	6,910	-	-
2027	-	-	-	-
2028	-	-	-	-
	<u>\$ 291,055</u>	<u>\$ 30,549</u>	<u>\$ 194,693</u>	<u>\$ -</u>

Unless noted otherwise, the loans are secured by the related equipment. Upon default, the loans may become immediately due, including interest. The lender may also take possession of the equipment being held as collateral.

The following is a summary of changes in long-term liabilities for the year ended April 30, 2023:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<u>Government Activities:</u>					
Bond and notes payable:					
General obligation debt	\$ 29,016,669	\$ 6,870,000	\$ 2,425,317	\$ 33,461,352	\$ 2,639,330
Loans	593,176	-	302,121	291,055	106,956
Total debt payable	29,609,845	6,870,000	2,727,438	33,752,407	2,746,286
Other liabilities:					
Retirement health benefits	3,824,245	-	471,238	3,353,007	-
Net pension liability	38,676,346	7,839,709	-	46,516,055	-
Compensated absences	2,672,609	-	29,133	2,643,476	-
Governmental activities long-term liabilities	<u>\$ 74,783,045</u>	<u>\$ 14,709,709</u>	<u>\$ 3,227,809</u>	<u>\$ 86,264,945</u>	<u>\$ 2,746,286</u>
<u>Business-type Activities:</u>					
Bond and notes payable:					
General obligation debt	\$ 3,642,320	\$ -	\$ 559,800	\$ 3,082,520	\$ 566,080
Loans	214,080	-	19,387	194,693	19,387
Total debt payable	3,856,400	-	579,187	3,277,213	585,467
Other liabilities:					
Retirement health benefits	320,743	-	44,863	275,880	-
Net pension liability	-	448,617	-	448,617	-
Compensated absences	171,912	20,357	-	192,269	-
Business-type activities long-term liabilities	<u>\$ 4,349,055</u>	<u>\$ 468,974</u>	<u>\$ 624,050</u>	<u>\$ 4,193,979</u>	<u>\$ 585,467</u>

NOTE 7: TAX INCREMENT FINANCING DISTRICTS

Tax Incremental Financing (TIF) Funds have been established to account for the portion of taxes attributable to the increase in the current equalized assessed valuation of property within the TIF areas. Tax receipts are deposited into the TIF Funds to be used for paying the debt service on obligations incurred on project costs and for current expenditures for area improvements. TIF District #2 was approved by the City Council on April 15, 1997. The City established the North Gateway Commerce Center Redevelopment Project Area, on February 4, 2003 and the North Main Street TIF was established on March 4, 2008.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 8: RETIREMENT AND PENSION FUND COMMITMENTS

1. Illinois Municipal Retirement Fund

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

Funding Policy. As set by statute, members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2022 was 8.79 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

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

Retirees and Beneficiaries	104
Inactive, non-Retired Members	105
Active Members	<u>120</u>
Total	<u>329</u>

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 4.05%; and the resulting single discount rate is 7.25%.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Valuation Date	12/31/22
Measurement Date of the Net Pension Liability	12/31/22
Fiscal Year End	04/30/23

Development of the Single Discount Rate as of December 31, 2022	
Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	4.05%
Last year ending December 31 in the 2023 to 2122 projection period for which projected benefit payments are fully funded	2122
Resulting Single Discount Rate based on the above development	7.25%
Single Discount Rate calculated using December 31, 2021 Measurement Date	7.25%

The Long-Term Municipal Bond Rate is based on the Fidelity Index's "20-Year Municipal GO AA Index" as of December 30, 2022.

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

Actuarial Cost Method	Entry Age Normal
Remaining Amortization Period	21 year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

Total pension liability	
Service Cost	\$ 650,587
Interest on the Total Pension Liability	2,491,263
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	124,959
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(1,806,958)</u>
Net change in total pension liability	\$ 1,459,851
Total pension liability - beginning	<u>34,940,427</u>
Total pension liability - ending	<u>\$ 36,400,278</u>
Plan fiduciary net position	
Contributions - employer	\$ 634,309
Contributions - employee	324,732
Net investment income	(5,000,606)
Benefit payments, including refunds of employee contributions	(1,806,958)
Other (Net Transfer)	<u>(15,807)</u>
Net change in plan fiduciary net position	\$ (5,864,330)
Plan fiduciary net position - beginning	<u>38,630,345</u>
Plan fiduciary net position - ending	<u>\$ 32,766,015</u>
Net pension liability/(asset)	<u>\$ 3,634,263</u>
Plan fiduciary net position as a percentage of the total pension liability	90.02%
Covered valuation payroll	\$ 7,216,263
Net pension liability as a percentage of covered valuation payroll	50.36%

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

	Current Single Discount		
	1% Decrease	Rate Assumption	1% Increase
	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>
Total Pension Liability	\$ 40,732,934	\$ 36,400,278	\$ 32,957,575
Plan Fiduciary Net Position	<u>32,766,015</u>	<u>32,766,015</u>	<u>32,766,015</u>
Net Pension Liability/(Asset)	<u>\$ 7,966,919</u>	<u>\$ 3,634,263</u>	<u>\$ 191,560</u>

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

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 380,981	\$ 53,727
Changes in assumptions	-	112,666
Payment subsequent to measurement date	163,017	-
Net difference between projected and actual earnings on pension plan investments	<u>2,805,501</u>	<u>-</u>
Total	<u>\$ 3,349,499</u>	<u>\$ 166,393</u>

Year Ending <u>December 31,</u>	Net Deferred Outflows of <u>Resources</u>
2023	\$ 38,527
2024	522,269
2025	899,922
2026	1,559,371
2027	-
	<u>\$ 3,020,089</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

2. Sheriff's Law Enforcement Personnel (SLEP)

Plan Description. The City's defined benefit pension plan for certain City SLEP eligible employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. Membership in SLEP is based on several factors including the member's role at the employer and type of appointment. SLEP members include many Illinois county sheriffs and deputy sheriffs, correctional officers, forest preserve district rangers, airport police and police chiefs. The Plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The annual employer annual required contribution for calendar year 2022 was \$0. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

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

Retirees and Beneficiaries	0
Inactive, non-Retired Members	1
Active Members	<u>0</u>
Total	<u>1</u>

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 4.05%; and the resulting single discount rate is 7.25%.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Valuation Date	12/31/22
Measurement Date of the Net Pension Liability	12/31/22
Fiscal Year End	04/30/23

Development of the Single Discount Rate as of December 31, 2022	
Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	4.05%
Last year ending December 31 in the 2023 to 2122 projection period for which projected benefit payments are fully funded	2122
Resulting Single Discount Rate based on the above development	7.25%
Single Discount Rate calculated using December 31, 2021 Measurement Date	7.25%

The Long-Term Municipal Bond Rate is based on the Fidelity Index's "20-Year Municipal GO AA Index" as of December 30, 2022.

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

Actuarial Cost Method	Entry Age Normal
Remaining Amortization Period	21 year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

Total pension liability	
Service Cost	\$ -
Interest on the Total Pension Liability	15,601
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	12,475
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	-
Net change in total pension liability	\$ 28,076
Total pension liability - beginning	<u>215,193</u>
Total pension liability - ending	<u>\$ 243,269</u>
Plan fiduciary net position	
Contributions - employer	\$ -
Contributions - employee	-
Net investment income	(16,579)
Benefit payments, including refunds of employee contributions	-
Other (Net Transfer)	<u>(565)</u>
Net change in plan fiduciary net position	\$ (17,144)
Plan fiduciary net position - beginning	<u>241,469</u>
Plan fiduciary net position - ending	<u>\$ 224,325</u>
Net pension liability/(asset)	<u>\$ 18,944</u>
Plan fiduciary net position as a percentage of the total pension liability	92.21%
Covered valuation payroll	\$ -
Net pension liability as a percentage of covered valuation payroll	0.00%

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

	Current Single Discount		
	1% Decrease	Rate Assumption	1% Increase
	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>
Total Pension Liability	\$ 278,300	\$ 243,269	\$ 214,287
Plan Fiduciary Net Position	<u>224,325</u>	<u>224,325</u>	<u>224,325</u>
Net Pension Liability/(Asset)	<u>\$ 53,975</u>	<u>\$ 18,944</u>	<u>\$ (10,038)</u>

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

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 5,472	\$ 25,032
Changes in assumptions	2,305	2,286
Payment subsequent to measurement date	-	-
Net difference between projected and actual earnings on pension plan investments	<u>15,096</u>	<u>-</u>
Total	<u>\$ 22,873</u>	<u>\$ 27,318</u>

Year Ending <u>December 31,</u>	Net Deferred Inflows of <u>Resources</u>
2023	\$ 2,600
2024	(868)
2025	453
2026	2,908
2027	(4,338)
Thereafter	<u>-</u>
	<u>\$ 755</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

3. Firefighters' Pension Fund

a) Plan Description

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

Plan Membership as of April 30, 2023:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	23
Inactive Plan Members Entitled to But Not Yet	
Receiving Benefits	3
Active Plan Members	<u>30</u>
Total	<u>56</u>

Benefits Provided.

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

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,159.27 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Disability Benefit:

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

Pre-Retirement Death Benefit:

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

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

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

The following schedule applies:

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

Contributions.

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Investments

Investment Policy:

The long-term asset allocation is determined by the Illinois Firefighter's Pension Investment Fund and is as follows as of April 30, 2023:

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

The long-term expected rate of return on pension plan investments was determined using the best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) and are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Concentrations:

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

Rate of Return:

For the year ended April 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 0.69%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

b) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2023 were as follows:

Total Pension Liability	\$ 37,074,059
Plan Fiduciary Net Position	<u>(18,068,639)</u>
Net Pension Liability	<u>\$ 19,005,420</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	48.74%

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2023 using the following actuarial assumptions.

Inflation Rate	2.25%
Salary Increases	3.50%
Discount Rate for the Total Pension Liability	5.69%
Retirement Mortality Rate: L&A Assumption Study for Firefighters 2020	
Disabled Mortality Rate: L&A Assumption Study for Firefighters 2020	

Discount Rate:

The discount rate used to measure the total pension liability was 5.69 percent. The projection of cash flows were used to determine the extent which the plan's future net position will be able to cover future benefit payments. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future projected benefit payments through 2062. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments.

Changes in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances as of May 01, 2022	\$ 35,464,163	\$ 17,782,029	\$ 17,682,134
Changes for a year			
Service Cost	1,074,179	-	1,074,179
Interest	1,971,556	-	1,971,556
Differences between expected and actual experience	1,058,151	-	1,058,151
Changes of assumptions	(1,076,498)	-	(1,076,498)
Changes of benefit terms	(84,148)	-	(84,148)
Contributions - employer	-	1,256,008	(1,256,008)
Contributions - employee	-	282,786	(282,786)
Net investment income	-	123,002	(123,002)
Benefit payments, including refunds	(1,333,344)	(1,333,344)	-
Administrative	-	(41,842)	41,842
Net Changes	<u>1,609,896</u>	<u>286,610</u>	<u>1,323,286</u>
Balances as of April 30, 2023	<u>\$ 37,074,059</u>	<u>\$ 18,068,639</u>	<u>\$ 19,005,420</u>

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

	Current Discount		
	1% Decrease	Rate	1% Increase
	<u>4.69%</u>	<u>5.69%</u>	<u>6.69%</u>
Net Pension Liability	\$24,889,260	\$ 19,005,420	\$ 14,254,863

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. For the year ended April 30, 2023, the City recognized a pension expense of \$1,994,542. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ 1,418,471	\$ (2,683,245)
Changes in assumptions	5,020,371	(3,965,195)
Payments subsequent to measurement date	-	-
Net difference between projected and actual earnings on pension plan investments	<u>1,150,084</u>	<u>-</u>
Total	<u>\$ 7,588,926</u>	<u>\$ (6,648,440)</u>

Year Ending <u>April 30,</u>	Net Deferred Outflows of <u>Resources</u>
2024	\$ 381,872
2025	(49,987)
2026	577,226
2027	259,311
2028	(292)
Thereafter	<u>(227,644)</u>
	<u>\$ 940,486</u>

4. Police Pension Fund

a) Plan Description

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

Plan Membership as of April 30, 2023:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	22
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	4
Active Plan Members	<u>44</u>
Total	<u>70</u>

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Benefits Provided.

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

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,000 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

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

Disability Benefit:

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

Pre-Retirement Death Benefit:

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

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Contributions.

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

Investments

Investment Policy:

The following is the Board's adopted asset allocation and expected rate of return as of April 30, 2023:

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

Concentrations:

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

Rate of Return:

For the year ended April 30, 2023, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 0.00%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

b) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2023 were as follows:

Total Pension Liability	\$ 52,605,550
Plan Fiduciary Net Position	<u>(28,299,505)</u>
Net Pension Liability	<u>\$ 24,306,045</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	53.80%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2023 using the following actuarial assumptions.

Inflation	2.25%
Salary Increases	3.25%
Discount Rate used for the Net Pension Liability	5.89%
Retirement Mortality Rate: L&A Assumption Study for Police 2020	
Disabled Mortality Rate: Sex Distinct Raw Rates as developed in the PubS-2010 Study	

Changes in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances as of May 01, 2022	\$ 49,124,147	\$ 28,129,935	\$ 20,994,212
Changes for a year			
Service Cost	1,279,612	-	1,279,612
Interest	2,907,529	-	2,907,529
Differences between expected and actual experience	551,233	-	551,233
Changes of assumptions	600,249	-	600,249
Changes of benefit terms	(42,041)	-	(42,041)
Contributions - employer	-	1,573,068	(1,573,068)
Contributions - employee	-	405,105	(405,105)
Contributions - other	-	26,062	(26,062)
Net investment income	-	5,614	(5,614)
Benefit payments, including refunds	(1,815,179)	(1,815,179)	-
Administrative	-	(25,100)	25,100
Net Changes	<u>3,481,403</u>	<u>169,570</u>	<u>3,311,833</u>
Balances as of April 30, 2023	<u>\$ 52,605,550</u>	<u>\$ 28,299,505</u>	<u>\$ 24,306,045</u>

Discount Rate:

The discount rate used to measure the total pension liability was 5.89 percent. The projection of cash flows was used to determine the extent which the plan's future net position will be able to cover future benefit payments. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future projected benefit payments through 2063. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

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

	1% Decrease	Current Discount Rate	1% Increase
	4.89%	5.89%	6.89%
Net Pension Liability	\$ 32,760,113	\$ 24,306,045	\$ 17,483,329

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. For the year ended April 30, 2023, the City recognized a pension expense of \$2,659,780. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,241,026	\$ (2,198,998)
Changes in assumptions	6,775,114	(5,808,497)
Payments subsequent to measurement date	-	-
Net difference between projected and actual earnings on pension plan investments	1,801,062	-
Total	<u>\$ 9,817,202</u>	<u>\$ (8,007,495)</u>

Year Ending	Net Deferred Outflows of Resources
<u>April 30,</u>	
2024	\$ 664,495
2025	(387,549)
2026	833,593
2027	177,375
2028	(261,623)
Thereafter	783,416
	<u>\$ 1,809,707</u>

5. Laborer's International Union of North America National (Industrial) Pension Fund

The Plan was established pursuant to a Trust Agreement and Declaration of Trust dated February 1, 1967 to provide retirement, disability, and death benefits for eligible participants. The Plan is funded primarily by employer contributions as specified in the collective bargaining and/or participation agreements between the union and various employers and employer associations. During 1996, the Trustees approved an amendment to the Plan to allow participants, for whom no employer contributions will be made, to contribute to the Plan on their own behalf. The Plan is a multiple employer defined benefit

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

pension plan and is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA), as amended.

The City makes contributions to the pension fund for employees of various departments. The payments are made based on number of hours worked by the covered employees.

The plan provides for various types of pension upon retirement. To receive a regular pension, the participants must be (a) be at least age 62, (b) have earned at least 5 years of pension credit and (c) have earned at least one year of pension credit during the period the City is contributing to the Pension Fund.

Retirement payments vary depending at what level of hourly contribution is being made by the City and the total years of employee pension credit. Total payments made by the City were \$216,509 for the year ended April 30, 2023. The City has fully contributed all required payments during this period.

6. Retiree Medical Plan

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

Plan Membership as of April 30, 2023:

Active Employees	173
Inactive Employees Currently Receiving Benefit Payments	15
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	<u>0</u>
Total	<u>188</u>

Investments

Investment Policy:

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

Receivables:

The Plan does not have any receivables as of April 30, 2023.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Funding Policy

The City currently pays the insurance premium on a monthly basis. The GASB statement requires employers to contribute the amount necessary, in addition to normal contributions, to finance the retirement coverage of its own employees.

Net OPEB Liability of the Sponsor

The components of the net pension obligation of the sponsor on April 30, 2023 were as follows:

Total OPEB Liability	\$ 3,756,216
Plan Fiduciary Net Position	-
Net OPEB Liability	<u>\$ 3,756,216</u>
Plan Fiduciary Net Position as a % of Total OPEB Liability	0%
Covered Employee Payroll	\$12,885,094
Employer's Net OPEB Liability as a % of Employee Payroll	29.15%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2023 using the following actuarial assumptions.

Assumed Retirement Age	58
Discount Rate	4.16%
Investment Rate of Return	N/A

Mortality Rates:

Pre-retirement – PRI-12 Employee Blue Collar Table, with projected mortality improvement based on Scale MP 2021 (Male and Female).

Post-retirement - PRI-12 Annuitant Blue Collar Table, with projected mortality improvement based on Scale MP 2021 (Male and Female).

Health Care Trend Rates – Initial rate of 6.50%, graded down .25% each year until an ultimate rate of 4.25% is reached.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Changes in Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	OPEB Plan Net Position	Net OPEB Liability
Balances Beginning at 5/1/22	\$ 3,223,330	\$ -	\$ 3,223,330
Changes for a year			
Service Cost	290,843	-	290,843
Interest	128,289	-	128,289
Actuarial Experience	(93,226)	-	(93,226)
Changes of assumptions	241,831	-	241,831
Contributions - employer	-	34,851	(34,851)
Contributions - employee	-	-	-
Contributions - other	-	-	-
Net investment income	-	-	-
Benefit payments from Trust	(34,851)	(34,851)	-
Administrative	-	-	-
Net Changes	<u>532,886</u>	<u>-</u>	<u>532,886</u>
Balances Beginning at 4/30/23	<u>\$ 3,756,216</u>	<u>\$ -</u>	<u>\$ 3,756,216</u>

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

	Healthcare Cost Trend Rates		
	1% Decrease (Varies)	Rate (Varies)	1% Increase (Varies)
Net OPEB Liability	\$ 3,305,622	\$ 3,756,216	\$ 4,269,834

Discount Rate:

The discount rate used to measure the total OPEB liability was 4.16 percent. If the OPEB plan is funded, the projection of cash flows will be used to determine the extent to which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. The municipal bond rate is based on The Bond Buyer 20-Bond GO Index.

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

	Current Discount		
	1% Decrease 3.16%	Rate 4.16%	1% Increase 5.16%
Net OPEB Liability	\$ 4,251,190	\$ 3,756,216	\$ 3,320,042

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

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Difference between expected and actual experience	\$ -	\$ (125,406)
Changes in assumptions	979,060	(1,288,676)
Payments subsequent to measurement date	-	-
Net difference between projected and actual earnings on OPEB plan investments	-	-
Total	<u>\$ 979,060</u>	<u>\$ (1,414,082)</u>

Year Ending April 30,	Net Deferred Outflows of <u>Resources</u>
2024	\$ (37,023)
2025	(37,023)
2026	(37,023)
2027	(37,023)
2028	(37,023)
Thereafter	<u>(249,907)</u>
	<u>\$ (435,022)</u>

Annual Pension Cost. For 2023, the City's contribution was \$34,851. The annual required contribution cost was determined to be \$382,109. The net OPEB obligation related to retirement health insurance costs is \$3,756,216. Of this amount, \$3,353,007 is reported as a liability in the governmental activities, \$275,880 is reported as a liability in the business-type activities, and \$127,329 is recorded as a liability of the component unit.

NOTE 9: INTERFUND RECEIVABLES/PAYABLES

Individual fund interfund receivable and payable balances as of April 30, 2023 are as follows:

	Interfund Receivable/ <u>(Payable)</u>
General Fund due from (to):	
Motor Fuel Tax Fund	\$ (19,756)
Mobile Intensive Care Fund	9,700
Group Health Insurance Fund	4,288
Motor Fuel Tax Fund due from:	
General Fund	19,756
Tourism Promotion Fund due from:	
Community Redevelopment Fund	11,606
Community Redevelopment Fund due (to):	
Tourism Promotion Fund	(11,606)
Mobile Intensive Care Fund due to General Fund	(9,700)
Group Health Insurance Fund due to General Fund	<u>(4,288)</u>
	<u>\$ -</u>

The interfund receivables/payables are short term in nature and are expected to be repaid in the subsequent year.

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 10: ILLINOIS MUNICIPAL LEAGUE RISK MANAGEMENT ASSOCIATION (IMLRMA)

The City is exposed to various risks of loss related to torts; thefts of, damage to and destruction of assets; errors and omissions and natural disasters for which the City carries commercial insurance. The City has entered into an agreement with IMLRMA, an intergovernmental association formed pursuant to Article VII, Section 10 of the Illinois Constitution of 1970, to provide the City insurance coverage. There has been no significant reduction in coverage from the prior year.

NOTE 11: SPECIAL SERVICE AREA

On November 1, 2011, the City adopted an ordinance to establish the St. Louis Street Special Service Area. On December 16, 2011, the City issued Special Ad Valorem Tax Bonds, Series 2011 in the amount of \$550,000; principal and interest payable through December 15, 2036, for projects in the special service area. These bonds were refunded in the prior year by \$421,000 Special Service Area Refunding Bonds, Series 2020. The total balance outstanding on the bonds at April 30, 2023 is \$377,000. The debt service funding is accomplished by a separate tax levy and the activity is being recorded as an agency fund.

NOTE 12: TAX ABATEMENTS

For the property tax year 2022, property tax value abatements within the City, related to Enterprise Zones, are \$139,698,328. The related tax that was abated on the Enterprise Zone properties, related to the City, is \$1,712,282.

NOTE 13: DEFICIT FUND BALANCES

The following funds had deficit fund balances as of April 30, 2023:

ESDA Fund	\$ (11,599)
Social Security Fund	(141,955)
DUI Fund	(72,738)
Federal Forfeiture Fund	(9,280)
Nickel Plate Depot Fund	(447)
Ice Rink/Teen Complex Fund	(1,070,418)
West End Service Station Fund	(278,610)

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 14: INTERFUND TRANSFERS

The following is a summary of interfund transfers for the year ended April 30, 2023:

General Fund Transfer From (To):	
Water Fund	\$ 144,996
Sewer Fund	210,996
Motor Fuel Tax Fund	99,996
Public Library Fund	25,000
Municipal Facilities Fund	(25,336)
Capital Equipment Fund	(250,000)
Ice Rink/Teen Complex Fund	(1,270,000)
Parks Improvement Fund	(410,000)
Community Redevelopment Fund	(225,000)
Plummer Family Park Fund	(546,000)
Motor Fuel Tax Fund Transfer to General Fund	(99,996)
Retirement Fund Transfer From (To):	
Water Fund	(46,694)
Sewer Fund	(27,383)
Social Security Fund Transfer From (To):	
Water Fund	(55,878)
Sewer Fund	(32,769)
Community Redevelopment Fund Transfer From (To):	
General Fund	225,000
Plummer Family Park Fund	(200,004)
Municipal Facilities Fund Transfer From (To):	
General Fund	25,336
Water Fund	15,336
Sewer Fund	15,336
Ice Rink/Teen Complex Fund Transfer From (To):	
General Fund	1,270,000
Grants Fund Transfer (To):	
West End Service Station Fund	(70,437)
Wildey Theatre Fund	(328,093)
TIF #4 Fund Transfer from TIF #2 Fund	500,000
TIF #2 Fund Transfer to TIF #4 Fund	(500,000)
Parks Improvement Fund Transfer from General Fund	410,000
West End Service Station Fund Transfer from:	
Grant Fund	70,437
Wildey Theatre Fund Transfer from Grants Fund	328,093
Capital Equipment Fund Transfer from General Fund	250,000
Capital Improvement Fund Transfer to Water Fund	(167,261)
Public Safety Facilities Fund Transfer From:	
SIUE Public Safety Fund	311,000
SIUE Public Safety Fund Transfer (To):	
Public Safety Facilities Fund	(311,000)

CITY OF EDWARDSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 14: INTERFUND TRANSFERS (continued)

Plummer Family Park Fund Transfer From (To):	
General Fund	\$ 546,000
Community Redevelopment Fund	200,004
Water Fund Transfer From (To):	
Capital Improvement Fund	167,261
Retirement Fund	46,694
Social Security Fund	55,878
General Fund	(144,996)
Municipal Facilities Fund	(15,336)
Sewer Fund Transfer From (To):	
Retirement Fund	27,383
Social Security Fund	32,769
General Fund	(210,996)
Municipal Facilities Fund	(15,336)
Public Library Fund Transfer To General Fund	<u>(25,000)</u>
	<u>-</u>

The City makes various transfers between funds during the fiscal year. The majority of transfers are made to reimburse expenses paid by one fund that relate to expenses of another fund.

NOTE 15: SUBSEQUENT EVENTS

The City has evaluated events occurring after the financial statement date through February 3, 2025 in order to determine their potential for recognition or disclosure in the financial statements. The latter date is the same date the financial statements were available to be issued.

CITY OF EDWARDSVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (CASH BASIS) - GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Property Tax	\$ 7,389,850	\$ 7,389,850	\$ 7,392,045
Intergovernmental:			
Sales and Use Tax	9,923,976	9,923,976	10,363,390
Replacement Tax	295,000	295,000	697,873
State Income Tax	3,546,698	3,546,698	4,331,593
Excise Tax	162,000	162,000	142,061
Other	52,276	52,276	42,208
Grants	25,500	25,500	43,395
Licenses, Fees and Permits	568,550	568,550	489,631
Charges for Services	2,339,525	2,339,525	2,696,013
Fines	204,000	204,000	254,334
Investment Earnings	20,000	20,000	329,309
Miscellaneous Revenues/Reimbursements	203,000	203,000	321,409
Total Receipts	<u>24,730,375</u>	<u>24,730,375</u>	<u>27,103,261</u>
Disbursements			
Current:			
General Government	4,185,730	4,185,730	4,017,036
Public Safety	11,920,131	11,920,131	11,913,304
Highways and Streets	2,310,505	2,310,505	2,323,213
Public Works	2,211,384	2,211,384	2,115,277
Culture and Recreation	1,912,951	1,912,951	1,737,020
Total Disbursements	<u>22,540,701</u>	<u>22,540,701</u>	<u>22,105,850</u>
Excess of Receipts Over Disbursements	<u>2,189,674</u>	<u>2,189,674</u>	<u>4,997,411</u>
Other Financing Sources:			
Operating Transfers In (Out)	<u>(2,199,313)</u>	<u>(2,199,313)</u>	<u>(2,844,323)</u>
Total Other Financing Sources	<u>(2,199,313)</u>	<u>(2,199,313)</u>	<u>(2,844,323)</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	<u>\$ (9,639)</u>	<u>\$ (9,639)</u>	2,153,088
Change in other receivable on modified accrual basis			283,881
Change in intergovernmental revenue on modified accrual basis			(97,836)
Change in accrued interest receivable on modified accrual basis			9,550
Change in accrued salaries on modified accrual basis			(28,673)
Change in accounts payable on modified accrual basis			320,626
Change in charges for services receivable on modified accrual basis			(108,844)
Change in prepaid expenses on modified accrual basis			15,415
Change in market value of investments			(189,761)
Change in deferred income on modified accrual basis			<u>23,196</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 2,380,642</u>

CITY OF EDWARDSVILLE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE (CASH BASIS)
 PUBLIC SAFETY FACILITIES FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	Budgeted Amounts		Actual (Budget Basis)
	Original	Final	
Receipts:			
Intergovernmental - Sales and Use tax	\$ 1,309,000	\$ 1,309,000	\$ 1,664,914
Investment Earnings	-	-	53,124
Total Receipts	1,309,000	1,309,000	1,718,038
Disbursements:			
Public Safety:			
Contractual Services	345,000	345,000	266,012
Building	3,050,000	3,050,000	1,685,530
Vehicles	1,350,000	1,350,000	1,240,650
Debt Service	1,283,683	1,283,683	1,376,466
Total Disbursements	6,028,683	6,028,683	4,568,658
Excess (Deficiency) of Receipts Over Disbursements	(4,719,683)	(4,719,683)	(2,850,620)
Other Financing Sources:			
Proceeds from Bonds	5,450,000	5,450,000	6,870,000
Transfers from Other Funds	311,000	311,000	311,000
Total Other Financing Sources	5,761,000	5,761,000	7,181,000
Excess of Receipts Over Disbursements	\$ 1,041,317	\$ 1,041,317	4,330,380
Change in intergovernmental revenue on modified accrual basis			40,658
Change in accounts payable on modified accrual basis			(746,257)
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			\$ 3,624,781

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND
APRIL 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:									
Service cost	\$ 1,279,612	\$ 1,388,702	\$ 1,599,034	\$ 1,140,819	\$ 1,076,941	\$ 1,094,362	\$ 1,031,541	\$ 878,595	\$ 757,946
Interest	2,907,529	2,705,766	2,674,182	2,521,833	2,364,406	2,232,049	2,174,866	1,801,252	1,936,934
Changes of benefit terms	(42,041)	-	-	388,942	-	-	-	-	-
Differences between expected and actual	551,233	(2,499,741)	(328,620)	856,874	533,703	21,455	(555,111)	(414,136)	-
Changes in assumptions	600,249	(4,478,238)	(3,819,126)	12,915,847	(3,556,846)	61,274	(683,773)	4,992,594	-
Benefit payments, including refunds	<u>(1,815,179)</u>	<u>(1,629,122)</u>	<u>(1,503,403)</u>	<u>(1,460,551)</u>	<u>(1,311,027)</u>	<u>(1,032,839)</u>	<u>(1,024,265)</u>	<u>(932,624)</u>	<u>(933,653)</u>
Net change in total pension liability	3,481,403	(4,512,633)	(1,377,933)	16,363,764	(892,823)	2,376,301	943,258	6,325,681	1,761,227
Total pension liability - beginning	<u>49,124,147</u>	<u>53,636,780</u>	<u>55,014,713</u>	<u>38,650,949</u>	<u>39,543,772</u>	<u>37,167,471</u>	<u>36,224,213</u>	<u>29,898,532</u>	<u>28,137,305</u>
Total pension liability - ending	<u>\$ 52,605,550</u>	<u>\$ 49,124,147</u>	<u>\$ 53,636,780</u>	<u>\$ 55,014,713</u>	<u>\$ 38,650,949</u>	<u>\$ 39,543,772</u>	<u>\$ 37,167,471</u>	<u>\$ 36,224,213</u>	<u>\$ 29,898,532</u>
Plan Fiduciary Net Position									
Contributions - employer	1,573,068	1,553,908	1,241,823	1,028,414	1,030,622	1,006,359	937,674	920,192	875,430
Contributions - employee	405,105	382,275	360,354	365,140	352,832	333,689	332,966	328,541	340,666
Contributions - other	26,062	-	11,568	53,763	181,878	1,800	-	-	-
Net investment income	5,614	(1,207,037)	7,457,293	(1,679,489)	430,817	1,179,122	1,633,572	(317,325)	705,587
Benefit payments, including refunds	<u>(1,815,179)</u>	<u>(1,629,122)</u>	<u>(1,503,403)</u>	<u>(1,460,551)</u>	<u>(1,311,027)</u>	<u>(1,032,839)</u>	<u>(1,024,264)</u>	<u>(932,624)</u>	<u>(933,653)</u>
Administrative	<u>(25,100)</u>	<u>(23,895)</u>	<u>(21,935)</u>	<u>(21,345)</u>	<u>(21,998)</u>	<u>(19,605)</u>	<u>(20,573)</u>	<u>(22,112)</u>	<u>(19,177)</u>
Net change in plan fiduciary net position	169,570	(923,871)	7,545,700	(1,714,068)	663,124	1,468,526	1,859,375	(23,328)	968,853
Plan fiduciary net position - beginning	<u>28,129,935</u>	<u>29,053,806</u>	<u>21,508,106</u>	<u>23,222,174</u>	<u>22,559,050</u>	<u>21,090,524</u>	<u>19,231,149</u>	<u>19,254,477</u>	<u>18,285,624</u>
Plan fiduciary net position - ending	<u>\$ 28,299,505</u>	<u>\$ 28,129,935</u>	<u>\$ 29,053,806</u>	<u>\$ 21,508,106</u>	<u>\$ 23,222,174</u>	<u>\$ 22,559,050</u>	<u>\$ 21,090,524</u>	<u>\$ 19,231,149</u>	<u>\$ 19,254,477</u>
Net Pension Liability	<u>\$ 24,306,045</u>	<u>\$ 20,994,212</u>	<u>\$ 24,582,974</u>	<u>\$ 33,506,607</u>	<u>\$ 15,428,775</u>	<u>\$ 16,984,722</u>	<u>\$ 16,076,947</u>	<u>\$ 16,993,064</u>	<u>\$ 10,644,055</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>53.80%</u>	<u>57.26%</u>	<u>54.17%</u>	<u>39.10%</u>	<u>60.08%</u>	<u>57.05%</u>	<u>56.74%</u>	<u>53.09%</u>	<u>64.40%</u>
Covered-employee Payroll	<u>\$ 4,087,843</u>	<u>\$ 3,827,478</u>	<u>\$ 3,814,845</u>	<u>\$ 3,770,709</u>	<u>\$ 3,511,618</u>	<u>\$ 3,939,204</u>	<u>\$ 3,815,210</u>	<u>\$ 3,292,520</u>	<u>\$ 3,115,565</u>
Net position liability as a percentage of covered-employee payroll	<u>594.59%</u>	<u>548.51%</u>	<u>644.40%</u>	<u>888.60%</u>	<u>439.36%</u>	<u>431.17%</u>	<u>421.39%</u>	<u>516.11%</u>	<u>341.64%</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FIRE PENSION FUND
APRIL 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:									
Service cost	\$ 1,074,179	\$ 1,209,904	\$ 1,298,947	\$ 996,076	\$ 824,645	\$ 757,149	\$ 711,272	\$ 665,968	\$ 559,365
Interest	1,971,556	1,793,637	1,784,361	1,793,248	1,654,759	1,574,056	1,596,859	1,367,110	1,369,680
Changes of benefit terms	(84,148)	-	-	321,958	-	-	-	-	-
Difference between expected and actual	1,058,151	(1,891,156)	(1,878,085)	(22,611)	1,035,225	16,538	(250,154)	(52,701)	-
Changes in assumptions	(1,076,498)	(2,142,775)	(1,617,536)	10,770,427	(2,089,108)	-	(1,349,244)	1,541,345	-
Benefit payments, including refunds	<u>(1,333,344)</u>	<u>(1,251,301)</u>	<u>(1,146,938)</u>	<u>(1,079,552)</u>	<u>(1,110,292)</u>	<u>(1,082,785)</u>	<u>(1,041,716)</u>	<u>(1,018,003)</u>	<u>(1,044,531)</u>
Net change in total pension liability	1,609,896	(2,281,691)	(1,559,251)	12,779,546	315,229	1,264,958	(332,983)	2,503,719	884,514
Total pension liability - beginning	<u>35,464,163</u>	<u>37,745,854</u>	<u>39,305,105</u>	<u>26,525,559</u>	<u>26,210,330</u>	<u>24,945,372</u>	<u>25,278,355</u>	<u>22,774,636</u>	<u>21,890,122</u>
Total pension liability - ending	<u>\$ 37,074,059</u>	<u>\$ 35,464,163</u>	<u>\$ 37,745,854</u>	<u>\$ 39,305,105</u>	<u>\$ 26,525,559</u>	<u>\$ 26,210,330</u>	<u>\$ 24,945,372</u>	<u>\$ 25,278,355</u>	<u>\$ 22,774,636</u>
Plan Fiduciary Net Position									
Contributions - employer	1,256,008	1,244,788	1,070,440	895,478	895,303	790,982	735,163	714,809	672,267
Contributions - employee	282,786	270,194	265,154	259,516	256,632	244,835	221,699	193,989	182,864
Net investment income	123,002	(897,506)	4,545,279	(814,608)	279,650	769,020	1,056,794	(224,018)	475,646
Benefit payments, including refunds	(1,333,344)	(1,251,301)	(1,146,938)	(1,079,552)	(1,110,292)	(1,082,785)	(1,041,717)	(1,018,003)	(1,044,531)
Administrative	<u>(41,842)</u>	<u>(54,298)</u>	<u>(19,881)</u>	<u>(23,865)</u>	<u>(21,732)</u>	<u>(20,761)</u>	<u>(18,767)</u>	<u>(17,882)</u>	<u>(16,879)</u>
Net change in plan fiduciary net position	286,610	(688,123)	4,714,054	(763,031)	299,561	701,291	953,172	(351,105)	269,367
Plan fiduciary net position - beginning	<u>17,782,029</u>	<u>18,470,152</u>	<u>13,756,098</u>	<u>14,519,129</u>	<u>14,219,568</u>	<u>13,518,277</u>	<u>12,565,105</u>	<u>12,916,210</u>	<u>12,646,843</u>
Plan fiduciary net position - ending	<u>\$ 18,068,639</u>	<u>\$ 17,782,029</u>	<u>\$ 18,470,152</u>	<u>\$ 13,756,098</u>	<u>\$ 14,519,129</u>	<u>\$ 14,219,568</u>	<u>\$ 13,518,277</u>	<u>\$ 12,565,105</u>	<u>\$ 12,916,210</u>
Net Pension Liability	<u>\$ 19,005,420</u>	<u>\$ 17,682,134</u>	<u>\$ 19,275,702</u>	<u>\$ 25,549,007</u>	<u>\$ 12,006,430</u>	<u>\$ 11,990,762</u>	<u>\$ 11,427,095</u>	<u>\$ 12,713,250</u>	<u>\$ 9,858,426</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>48.74%</u>	<u>50.14%</u>	<u>48.93%</u>	<u>35.00%</u>	<u>54.74%</u>	<u>54.25%</u>	<u>54.19%</u>	<u>49.71%</u>	<u>56.71%</u>
Covered-employee Payroll	<u>\$ 2,971,906</u>	<u>\$ 2,975,608</u>	<u>\$ 2,840,013</u>	<u>\$ 2,840,128</u>	<u>\$ 2,681,187</u>	<u>\$ 3,026,557</u>	<u>\$ 2,910,151</u>	<u>\$ 2,033,273</u>	<u>\$ 1,795,005</u>
Net position liability as a percentage of covered-employee payroll	<u>639.50%</u>	<u>594.24%</u>	<u>678.72%</u>	<u>899.57%</u>	<u>447.80%</u>	<u>396.18%</u>	<u>392.66%</u>	<u>625.26%</u>	<u>549.21%</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2023

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:								
Service Cost	\$ 650,587	\$ 643,853	\$ 674,945	\$ 672,845	\$ 604,671	\$ 649,304	\$ 624,731	\$ 596,752
Interest	2,491,263	2,405,291	2,292,605	2,166,800	2,039,205	1,984,319	1,893,106	1,787,492
Difference between expected and actual	124,959	(100,265)	604,903	400,648	430,616	109,642	(273,411)	(18,881)
Assumption changes	-	-	(313,363)	-	865,848	(858,696)	(67,312)	32,460
Benefit payments, including refunds	<u>(1,806,958)</u>	<u>(1,725,909)</u>	<u>(1,652,591)</u>	<u>(1,359,624)</u>	<u>(1,194,223)</u>	<u>(1,066,670)</u>	<u>(1,014,746)</u>	<u>(921,170)</u>
Net change in total pension liability	1,459,851	1,222,970	1,606,499	1,880,669	2,746,117	817,899	1,162,368	1,476,653
Total pension liability - beginning	<u>34,940,427</u>	<u>33,717,457</u>	<u>32,110,958</u>	<u>30,230,289</u>	<u>27,484,172</u>	<u>26,666,273</u>	<u>25,503,905</u>	<u>24,027,252</u>
Total pension liability - ending	<u>\$ 36,400,278</u>	<u>\$ 34,940,427</u>	<u>\$ 33,717,457</u>	<u>\$ 32,110,958</u>	<u>\$ 30,230,289</u>	<u>\$ 27,484,172</u>	<u>\$ 26,666,273</u>	<u>\$ 25,503,905</u>
Plan Fiduciary Net Position								
Contributions - employer	634,309	696,947	708,547	604,799	663,631	677,732	673,675	633,657
Contributions - employee	324,732	308,931	319,184	310,782	312,577	284,141	268,358	261,242
Net investment income	(5,000,606)	5,799,035	4,179,510	4,700,405	(1,378,383)	4,025,628	1,514,789	108,768
Benefit payments, including refunds	(1,806,958)	(1,725,909)	(1,652,591)	(1,359,624)	(1,194,223)	(1,066,670)	(1,014,746)	(921,170)
Administrative	<u>(15,807)</u>	<u>(241,170)</u>	<u>298,655</u>	<u>130,375</u>	<u>414,231</u>	<u>(412,575)</u>	<u>26,712</u>	<u>(91,640)</u>
Net change in plan fiduciary net position	(5,864,330)	4,837,834	3,853,305	4,386,737	(1,182,167)	3,508,256	1,468,788	(9,143)
Plan fiduciary net position - beginning	<u>38,630,345</u>	<u>33,792,511</u>	<u>29,939,206</u>	<u>25,552,469</u>	<u>26,734,636</u>	<u>23,226,380</u>	<u>21,757,592</u>	<u>21,766,735</u>
Plan fiduciary net position - ending	<u>\$ 32,766,015</u>	<u>\$ 38,630,345</u>	<u>\$ 33,792,511</u>	<u>\$ 29,939,206</u>	<u>\$ 25,552,469</u>	<u>\$ 26,734,636</u>	<u>\$ 23,226,380</u>	<u>\$ 21,757,592</u>
Net Pension Liability	<u>\$ 3,634,263</u>	<u>\$ (3,689,918)</u>	<u>\$ (75,054)</u>	<u>\$ 2,171,752</u>	<u>\$ 4,677,820</u>	<u>\$ 749,536</u>	<u>\$ 3,439,893</u>	<u>\$ 3,746,313</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>90.02%</u>	<u>110.56%</u>	<u>100.22%</u>	<u>93.24%</u>	<u>84.53%</u>	<u>97.27%</u>	<u>87.10%</u>	<u>85.31%</u>
Covered-employee payroll	<u>\$ 7,216,263</u>	<u>\$ 6,832,816</u>	<u>\$ 6,872,430</u>	<u>\$ 6,896,222</u>	<u>\$ 6,356,610</u>	<u>\$ 6,199,324</u>	<u>\$ 5,899,077</u>	<u>\$ 5,706,058</u>
Net position liability as a percentage of covered-employee payroll	<u>50.36%</u>	<u>-54.00%</u>	<u>-1.09%</u>	<u>31.49%</u>	<u>73.59%</u>	<u>12.09%</u>	<u>58.31%</u>	<u>65.66%</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
SLEP
APRIL 30, 2023

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:								
Service Cost	\$ -	\$ 20,057	\$ 21,163	\$ 20,497	\$ 19,067	\$ 18,999	\$ 18,361	\$ 17,771
Interest	15,601	16,254	13,705	11,222	8,867	6,947	5,064	3,422
Difference between expected and actual Assumption changes	12,475	(35,282)	3,209	-	2,803	1,543	1,489	416
Benefit payments, including refunds	-	-	(2,363)	2,199	5,106	(1,922)	(399)	191
Net change in total pension liability	<u>28,076</u>	<u>1,029</u>	<u>35,714</u>	<u>33,918</u>	<u>35,843</u>	<u>25,567</u>	<u>24,515</u>	<u>21,800</u>
Total pension liability - beginning	<u>215,193</u>	<u>214,164</u>	<u>178,450</u>	<u>144,532</u>	<u>108,689</u>	<u>83,122</u>	<u>58,607</u>	<u>36,807</u>
Total pension liability - ending	<u>\$ 243,269</u>	<u>\$ 215,193</u>	<u>\$ 214,164</u>	<u>\$ 178,450</u>	<u>\$ 144,532</u>	<u>\$ 108,689</u>	<u>\$ 83,122</u>	<u>\$ 58,607</u>
Plan Fiduciary Net Position								
Contributions - employer	-	12,217	13,633	11,965	12,032	11,494	10,874	10,182
Contributions - employee	-	7,284	8,695	8,620	8,402	8,132	7,842	7,561
Net investment income	(16,579)	27,648	19,031	17,995	(1,540)	10,640	3,713	231
Benefit payments, including refunds	-	-	-	-	-	-	-	-
Administrative	(565)	(2,441)	(1,002)	(1,540)	(1,128)	(1,740)	(1,334)	(3,377)
Net change in plan fiduciary net position	<u>(17,144)</u>	<u>44,708</u>	<u>40,357</u>	<u>37,040</u>	<u>17,766</u>	<u>28,526</u>	<u>21,095</u>	<u>14,597</u>
Plan fiduciary net position - beginning	<u>241,469</u>	<u>196,761</u>	<u>156,404</u>	<u>119,364</u>	<u>101,598</u>	<u>73,072</u>	<u>51,977</u>	<u>37,380</u>
Plan fiduciary net position - ending	<u>\$ 224,325</u>	<u>\$ 241,469</u>	<u>\$ 196,761</u>	<u>\$ 156,404</u>	<u>\$ 119,364</u>	<u>\$ 101,598</u>	<u>\$ 73,072</u>	<u>\$ 51,977</u>
Net Pension Liability	<u>\$ 18,944</u>	<u>\$ (26,276)</u>	<u>\$ 17,403</u>	<u>\$ 22,046</u>	<u>\$ 25,168</u>	<u>\$ 7,091</u>	<u>\$ 10,050</u>	<u>\$ 6,630</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>92.21%</u>	<u>112.21%</u>	<u>91.87%</u>	<u>87.65%</u>	<u>82.59%</u>	<u>93.48%</u>	<u>87.91%</u>	<u>88.69%</u>
Covered-employee Payroll	<u>\$ -</u>	<u>\$ 97,116</u>	<u>\$ 115,929</u>	<u>\$ 114,933</u>	<u>\$ 112,031</u>	<u>\$ 108,432</u>	<u>\$ 104,558</u>	<u>\$ 100,807</u>
Net position liability as a percentage of covered-employee payroll	<u>0.00%</u>	<u>-27.06%</u>	<u>15.01%</u>	<u>19.18%</u>	<u>22.47%</u>	<u>6.54%</u>	<u>9.61%</u>	<u>6.58%</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
POLICE PENSION FUND
APRIL 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 1,720,921	\$ 1,768,810	\$ 1,410,455	\$ 1,255,258	\$ 1,180,959	\$ 1,099,599	\$ 1,074,978	\$ 1,125,044	\$ 1,033,303
Contributions in relation to actuarial determined contribution	<u>1,573,068</u>	<u>1,553,908</u>	<u>1,241,823</u>	<u>1,028,414</u>	<u>999,900</u>	<u>1,006,359</u>	<u>914,581</u>	<u>920,192</u>	<u>875,430</u>
Contribution deficiency (excess)	<u>\$ 147,853</u>	<u>\$ 214,902</u>	<u>\$ 168,632</u>	<u>\$ 226,844</u>	<u>\$ 181,059</u>	<u>\$ 93,240</u>	<u>\$ 160,397</u>	<u>\$ 204,852</u>	<u>\$ 157,873</u>
 Covered-employee Payroll	 <u>4,087,843</u>	 <u>3,827,478</u>	 <u>3,814,845</u>	 <u>3,770,709</u>	 <u>3,511,618</u>	 <u>3,939,204</u>	 <u>3,815,210</u>	 <u>3,292,520</u>	 <u>3,115,565</u>
 Contributions as a percentage of covered-employee payroll	 <u>38.48%</u>	 <u>40.60%</u>	 <u>32.55%</u>	 <u>27.27%</u>	 <u>28.47%</u>	 <u>25.55%</u>	 <u>23.97%</u>	 <u>27.95%</u>	 <u>28.10%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2023.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Percentage of Payroll (Closed)
Remaining Amortization Period:	19 Years
Asset Valuation Method:	5-Year Smoothed Fair Value
Actuarial Assumptions:	
Interest Rate (current and prior)	7.00%
Payroll Growth	3.25%
Inflation Rate	2.25%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
FIRE PENSION FUND
APRIL 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 1,365,318	\$ 1,396,383	\$ 1,205,800	\$ 1,118,111	\$ 970,054	\$ 911,171	\$ 819,509	\$ 675,973	\$ 638,861
Contributions in relation to actuarial determined contribution	<u>1,256,008</u>	<u>1,244,788</u>	<u>981,240</u>	<u>895,478</u>	<u>782,308</u>	<u>790,982</u>	<u>735,163</u>	<u>714,809</u>	<u>672,267</u>
Contribution deficiency (excess)	<u>\$ 109,310</u>	<u>\$ 151,595</u>	<u>\$ 224,560</u>	<u>\$ 222,633</u>	<u>\$ 187,746</u>	<u>\$ 120,189</u>	<u>\$ 84,346</u>	<u>\$ (38,836)</u>	<u>\$ (33,406)</u>
 Covered-employee Payroll	 <u>2,971,906</u>	 <u>2,975,608</u>	 <u>2,840,013</u>	 <u>2,840,128</u>	 <u>2,681,187</u>	 <u>3,026,557</u>	 <u>2,910,151</u>	 <u>2,033,273</u>	 <u>1,795,005</u>
 Contributions as a percentage of covered-employee payroll	 <u>42.26%</u>	 <u>41.83%</u>	 <u>34.55%</u>	 <u>31.53%</u>	 <u>29.18%</u>	 <u>26.13%</u>	 <u>25.26%</u>	 <u>35.16%</u>	 <u>37.45%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2023.

The actuarial valuations presented are prepared using the following parameters:

Funding Method:	Entry Age Normal
Amortization Method:	Level Percentage of Payroll (Closed)
Remaining Amortization Period:	19 Years
Asset Valuation Method:	5-Year Smoothed Fair Value
 Actuarial Assumptions:	
Interest Rate (current and prior)	7.00%
Payroll Growth	3.50%
Inflation Rate	2.25%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2023

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 634,310	\$ 696,947	\$ 708,548	\$ 604,799	\$ 663,630	\$ 669,527	\$ 673,675	\$ 637,937
Contributions in relation to actuarial determined contribution	<u>634,309</u>	<u>696,947</u>	<u>708,547</u>	<u>604,799</u>	<u>663,631</u>	<u>677,732</u>	<u>673,675</u>	<u>633,657</u>
Contribution deficiency (excess)	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (8,205)</u>	<u>\$ -</u>	<u>\$ 4,280</u>
 Covered-employee Payroll	 <u>\$ 7,216,263</u>	 <u>\$ 6,832,816</u>	 <u>\$ 6,872,430</u>	 <u>\$ 6,896,222</u>	 <u>\$ 6,356,610</u>	 <u>\$ 6,199,324</u>	 <u>\$ 5,899,077</u>	 <u>\$ 5,706,058</u>
 Contributions as a percentage of covered-employee payroll	 <u>8.79%</u>	 <u>10.20%</u>	 <u>10.31%</u>	 <u>8.77%</u>	 <u>10.44%</u>	 <u>10.93%</u>	 <u>11.42%</u>	 <u>11.10%</u>

Actuarial valuation date for above is December 31, 2022.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Aggregate Entry Age Normal
Amortization Method:	Level Percentage of Payroll, Closed
Remaining Amortization Period:	21 years
Asset Valuation Method:	5-Year smoothed market; 20% corridor
Actuarial Assumptions:	
Interest Rate	7.25%
Wage Growth	2.75%
Price Inflation	2.25%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CONTRIBUTIONS

SLEP

APRIL 30, 2023

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ -	\$ 12,217	\$ 13,633	\$ 11,965	\$ 12,032	\$ 11,494	\$ 10,874	\$ 10,182
Contributions in relation to actuarial determined contribution	<u>-</u>	<u>12,217</u>	<u>13,633</u>	<u>11,965</u>	<u>12,032</u>	<u>11,494</u>	<u>10,874</u>	<u>10,182</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Covered-employee Payroll	 <u>\$ -</u>	 <u>\$ 97,116</u>	 <u>\$ 115,929</u>	 <u>\$ 114,933</u>	 <u>\$ 112,031</u>	 <u>\$ 108,432</u>	 <u>\$ 104,558</u>	 <u>\$ 100,807</u>
 Contributions as a percentage of covered-employee payroll	 <u>0.00%</u>	 <u>12.58%</u>	 <u>11.76%</u>	 <u>10.41%</u>	 <u>10.74%</u>	 <u>10.60%</u>	 <u>10.40%</u>	 <u>10.10%</u>

Actuarial valuation date for above is December 31, 2022.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Aggregate Entry Age Normal
Amortization Method:	Level Percentage of Payroll, Closed
Remaining Amortization Period:	21 years
Asset Valuation Method:	5-Year smoothed market; 20% corridor
Actuarial Assumptions:	
Interest Rate (current and prior)	7.25%
Wage Growth	2.75%
Price Inflation	2.25%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND
APRIL 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	0.00%	-4.15%	34.67%	-7.23%	1.91%	5.59%	8.49%	-1.64%	3.71%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF INVESTMENT RETURNS
FIRE PENSION FUND
APRIL 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	0.69%	-4.86%	33.04%	-5.61%	1.97%	5.69%	8.41%	-1.68%	4.03%

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
RETIREE MEDICAL PROGRAM
APRIL 30, 2023

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB Liability:						
Service Cost	\$ 290,843	\$ 414,039	\$ 258,156	\$ 251,614	\$ 245,238	\$ 145,234
Interest	128,289	75,557	80,755	73,100	71,247	75,360
Differences between expected and actual	(93,226)	-	(53,346)	-	439,285	-
Changes in assumptions	241,831	(1,547,966)	1,011,513	-	-	-
Benefit payments, including refunds	<u>(34,851)</u>	<u>(60,668)</u>	<u>(60,668)</u>	<u>(30,276)</u>	<u>(30,276)</u>	<u>(37,121)</u>
Net change in total OPEB liability	532,886	(1,119,038)	1,236,410	294,438	725,494	183,473
Total OPEB liability - beginning	<u>3,223,330</u>	<u>4,342,368</u>	<u>3,105,958</u>	<u>2,811,520</u>	<u>2,086,026</u>	<u>1,902,553</u>
Total OPEB liability - ending	<u>\$ 3,756,216</u>	<u>\$ 3,223,330</u>	<u>\$ 4,342,368</u>	<u>\$ 3,105,958</u>	<u>\$ 2,811,520</u>	<u>\$ 2,086,026</u>
Plan Fiduciary Net Position						
Contributions - employer	34,851	60,668	60,668	30,276	30,276	37,121
Contributions - employee	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-
Benefit payments, including refunds	(34,851)	(60,668)	(60,668)	(30,276)	(30,276)	(37,121)
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	-	-	-	-	-	-
Plan fiduciary net position - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan fiduciary net position - ending	<u>\$ -</u>					
Net OPEB Liability	<u>\$ 3,756,216</u>	<u>\$ 3,223,330</u>	<u>\$ 4,342,368</u>	<u>\$ 3,105,958</u>	<u>\$ 2,811,520</u>	<u>\$ 2,086,026</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Covered-employee payroll	<u>\$ 12,885,094</u>	<u>\$ 12,950,926</u>	<u>\$ 12,452,813</u>	<u>\$ 11,921,816</u>	<u>\$ 11,463,285</u>	<u>\$ 10,334,042</u>
Net position liability as a percentage of covered-employee payroll	<u>29.15%</u>	<u>24.89%</u>	<u>34.87%</u>	<u>26.05%</u>	<u>24.53%</u>	<u>20.19%</u>

The City's last actuarial valuation was performed as of May 1, 2023

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF EMPLOYER PAID CONTRIBUTIONS
RETIREE MEDICAL PROGRAM
APRIL 30, 2023

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Actuarial Determined Contribution	\$ 527,602	\$ 672,988	\$ 459,281	\$ 433,673	\$ 255,259	\$ 255,259	\$ 234,873	\$ 234,873	\$ 184,795	\$ 184,795
Contributions in relation to - actuarial determined contribution	<u>34,851</u>	<u>60,668</u>	<u>60,668</u>	<u>30,276</u>	<u>30,276</u>	<u>37,121</u>	<u>37,032</u>	<u>37,032</u>	<u>27,940</u>	<u>27,940</u>
Contribution deficiency (excess)	<u>\$ 492,751</u>	<u>\$ 612,320</u>	<u>\$ 398,613</u>	<u>\$ 403,397</u>	<u>\$ 224,983</u>	<u>\$ 218,138</u>	<u>\$ 197,841</u>	<u>\$ 197,841</u>	<u>\$ 156,855</u>	<u>\$ 156,855</u>
 Covered-employee Payroll	 <u>12,885,094</u>	 <u>12,950,926</u>	 <u>12,452,813</u>	 <u>11,463,285</u>	 <u>10,334,042</u>	 <u>10,334,042</u>	 <u>10,334,042</u>	 <u>10,334,042</u>	 <u>9,472,909</u>	 <u>9,472,909</u>
 Contributions as a percentage of covered-employee payroll	 <u>0.27%</u>	 <u>0.47%</u>	 <u>0.49%</u>	 <u>0.26%</u>	 <u>0.29%</u>	 <u>0.36%</u>	 <u>0.36%</u>	 <u>0.36%</u>	 <u>0.29%</u>	 <u>0.29%</u>

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Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2023.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal Cost
Amortization Method:	Level Percentage of Payroll
Assumed Retirement Age	Age 58 and completion of 10 years of service
Actuarial Assumptions:	
Discount Rate	4.16%
Healthcare Inflation	6.50% grading down .25% per year until 4.25%
Salary Appreciation	4.00%
Inflation	2.25%
Mortality Rates	
Pre-Retirement	PRI-12 Employee Blue Collar Table, with projected mortality improvement based on Scale MP 2021
Post-Retirement	PRI-12 Annuitant Blue Collar Table, with projected mortality improvement based on Scale MP 2021

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2023

Special Revenue Funds

	TIF #2	TIF #3	TIF #4	MFT	ESDA	Grants	Tourism - Promotion	Retirement	Social Security	Capital Improvement
Assets										
Cash and Investments	\$ 2,324,307	\$ 584,592	\$ 122,738	\$ 3,071,048	\$ -	\$ 437,719	\$ 241,016	\$ 373,384	\$ -	\$ 3,810,115
Receivables:										
Accounts Receivable	-	-	-	-	-	-	-	-	-	108,174
Property Tax	1,352,500	-	212,900	-	-	-	-	742,500	645,700	-
Intergovernmental	-	-	-	95,243	-	24,724	-	-	-	-
Other	-	-	-	-	-	374,290	17,408	-	-	-
Due From Other Funds	-	-	-	19,756	-	-	11,606	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 3,676,807	\$ 584,592	\$ 335,638	\$ 3,186,047	\$ -	\$ 836,733	\$ 270,030	\$ 1,115,884	\$ 645,700	\$ 3,918,289
Liabilities, Deferred Inflows of Resources, and Fund Balance										
Liabilities:										
Deficit Cash	\$ -	\$ -	\$ -	\$ -	\$ 11,599	\$ -	\$ -	\$ -	\$ 141,955	\$ -
Accounts Payable	-	-	-	48,378	-	-	-	-	-	152,202
Accrued Wages	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	48,378	11,599	-	-	-	141,955	152,202
Deferred Inflows of Resources:										
Deferred Property Tax	1,352,500	-	212,900	-	-	-	-	742,500	645,700	-
Deferred Intergovernmental Taxes	-	-	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	429,487	-	-	-	-
Total Deferred Inflows of Resources	1,352,500	-	212,900	-	-	429,487	-	742,500	645,700	-
Fund Balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	2,324,307	584,592	122,738	3,137,669	-	407,246	-	373,384	-	-
Committed	-	-	-	-	-	-	270,030	-	-	3,766,087
Unassigned	-	-	-	-	(11,599)	-	-	-	(141,955)	-
Total Fund Balance (Deficit)	2,324,307	584,592	122,738	3,137,669	(11,599)	407,246	270,030	373,384	(141,955)	3,766,087
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 3,676,807	\$ 584,592	\$ 335,638	\$ 3,186,047	\$ -	\$ 836,733	\$ 270,030	\$ 1,115,884	\$ 645,700	\$ 3,918,289

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2023

Special Revenue Funds

	Community Redevelopment	Incremental Sales Tax	Wildey Theatre	SIUE Public Safety	DUI	State Forfeiture	Federal Forfeiture	MEGSI	Capital Equipment	American Rescue Plan
<u>Assets</u>										
Cash and Investments	\$ 218,545	\$ 245,327	\$ 1,384,832	\$ 129	\$ 48,097	\$ 39,055	\$ 27,045	\$ 10,746	\$ 676,103	\$ 2,439,435
Receivables:										
Accounts Receivable	-	-	-	-	-	-	-	-	-	-
Property Tax	-	-	-	-	-	-	-	-	-	-
Intergovernmental	38,503	42,003	-	-	-	-	-	-	-	-
Other	9,626	-	-	-	3,937	-	-	-	146,385	-
Due From Other Funds	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	5,048	-	-	-	-	-	-	-
Total Assets	<u>\$ 266,674</u>	<u>\$ 287,330</u>	<u>\$ 1,389,880</u>	<u>\$ 129</u>	<u>\$ 52,034</u>	<u>\$ 39,055</u>	<u>\$ 27,045</u>	<u>\$ 10,746</u>	<u>\$ 822,488</u>	<u>\$ 2,439,435</u>
<u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>										
Liabilities:										
Deficit Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	13,440	-	124,772	-	36,325	-	88,627	-
Accrued Wages	-	-	12,844	-	-	-	-	-	-	-
Due to Other Funds	11,606	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>11,606</u>	<u>-</u>	<u>26,284</u>	<u>-</u>	<u>124,772</u>	<u>-</u>	<u>36,325</u>	<u>-</u>	<u>88,627</u>	<u>-</u>
Deferred Inflows of Resources:										
Deferred Property Tax	-	-	-	-	-	-	-	-	-	-
Deferred Intergovernmental Taxes	10,303	15,572	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>10,303</u>	<u>15,572</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:										
Nonspendable	-	-	5,048	-	-	-	-	-	-	-
Restricted	-	271,758	-	-	-	39,055	-	10,746	-	2,439,435
Committed	244,765	-	1,358,548	129	-	-	-	-	733,861	-
Unassigned	-	-	-	-	(72,738)	-	(9,280)	-	-	-
Total Fund Balance (Deficit)	<u>244,765</u>	<u>271,758</u>	<u>1,363,596</u>	<u>129</u>	<u>(72,738)</u>	<u>39,055</u>	<u>(9,280)</u>	<u>10,746</u>	<u>733,861</u>	<u>2,439,435</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 266,674</u>	<u>\$ 287,330</u>	<u>\$ 1,389,880</u>	<u>\$ 129</u>	<u>\$ 52,034</u>	<u>\$ 39,055</u>	<u>\$ 27,045</u>	<u>\$ 10,746</u>	<u>\$ 822,488</u>	<u>\$ 2,439,435</u>

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2023

	Special Revenue Funds					Debt Service Funds			
	Nickel Plate Depot	Ice Rink/ Teen Complex	Plummer Family Park	West End Service Station	Parks Improvement	Total	Municipal Facilities	Plummer Family Park Fund	Total
<u>Assets</u>									
Cash and Investments	\$ -	\$ -	\$ 182,834	\$ -	\$ 89,391	\$ 16,326,458	\$ 10,092	\$ 560,895	\$ 570,987
Receivables:									
Accounts Receivable	-	-	-	-	-	108,174	-	-	-
Property Tax	-	-	-	-	-	2,953,600	-	-	-
Intergovernmental	-	-	-	-	-	200,473	-	-	-
Other	-	-	-	-	20,516	572,162	-	20,516	20,516
Due From Other Funds	-	-	-	-	-	31,362	-	-	-
Prepaid Expenses	-	-	-	-	-	5,048	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 182,834</u>	<u>\$ -</u>	<u>\$ 109,907</u>	<u>\$ 20,197,277</u>	<u>\$ 10,092</u>	<u>\$ 581,411</u>	<u>\$ 591,503</u>
<u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>									
Liabilities:									
Deficit Cash	\$ 447	\$ 226,381	\$ -	\$ 256,364	\$ -	636,746	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	22,246	-	485,990	-	112,851	112,851
Accrued Wages	-	16,487	10,881	-	-	40,212	-	-	-
Due to Other Funds	-	-	-	-	-	11,606	-	-	-
Total Liabilities	<u>447</u>	<u>242,868</u>	<u>10,881</u>	<u>278,610</u>	<u>-</u>	<u>1,174,554</u>	<u>-</u>	<u>112,851</u>	<u>112,851</u>
Deferred Inflows of Resources:									
Deferred Property Tax	-	-	-	-	-	2,953,600	-	-	-
Deferred Intergovernmental Taxes	-	-	-	-	-	25,875	-	-	-
Unearned Revenue	-	827,550	-	-	-	1,257,037	-	154,067	154,067
Total Deferred Inflows of Resources	<u>-</u>	<u>827,550</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,236,512</u>	<u>-</u>	<u>154,067</u>	<u>154,067</u>
Fund Balance:									
Nonspendable	-	-	-	-	-	5,048	-	-	-
Restricted	-	-	-	-	-	9,710,930	10,092	-	10,092
Committed	-	-	171,953	-	109,907	6,655,280	-	314,493	314,493
Unassigned	(447)	(1,070,418)	-	(278,610)	-	(1,585,047)	-	-	-
Total Fund Balance (Deficit)	<u>(447)</u>	<u>(1,070,418)</u>	<u>171,953</u>	<u>(278,610)</u>	<u>109,907</u>	<u>14,786,211</u>	<u>10,092</u>	<u>314,493</u>	<u>324,585</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 182,834</u>	<u>\$ -</u>	<u>\$ 109,907</u>	<u>\$ 20,197,277</u>	<u>\$ 10,092</u>	<u>\$ 581,411</u>	<u>\$ 591,503</u>

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2023

	Permanent Funds			Total Nonmajor Governmental Funds
	Police Department Endowment	Mobile Intensive Care	Total	
<u>Assets</u>				
Cash and Investments	\$ 84,058	\$ 278,095	\$ 362,153	\$ 17,259,598
Receivables:				
Accounts Receivable	-	-	-	108,174
Property Tax	-	-	-	2,953,600
Intergovernmental	-	-	-	200,473
Other	-	-	-	592,678
Due From Other Funds	-	-	-	31,362
Prepaid Expenses	-	-	-	5,048
Total Assets	<u>\$ 84,058</u>	<u>\$ 278,095</u>	<u>\$ 362,153</u>	<u>\$ 21,150,933</u>
 <u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>				
Liabilities:				
Deficit Cash	\$ -	\$ -	\$ -	\$ 636,746
Accounts Payable	-	-	-	598,841
Accrued Wages	-	-	-	40,212
Due to Other Funds	-	9,700	9,700	21,306
Total Liabilities	<u>-</u>	<u>9,700</u>	<u>9,700</u>	<u>1,297,105</u>
Deferred Inflows of Resources:				
Deferred Property Tax	-	-	-	2,953,600
Deferred Intergovernmental Taxes	-	-	-	25,875
Unearned Revenue	-	-	-	1,411,104
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,390,579</u>
Fund Balance:				
Nonspendable	-	268,395	268,395	273,443
Restricted	84,058	-	84,058	9,805,080
Committed	-	-	-	6,969,773
Unassigned	-	-	-	(1,585,047)
Total Fund Balance (Deficit)	<u>84,058</u>	<u>268,395</u>	<u>352,453</u>	<u>15,463,249</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 84,058</u>	<u>\$ 278,095</u>	<u>\$ 362,153</u>	<u>\$ 21,150,933</u>

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

Special Revenue Funds

	TIF #2	TIF #3	TIF #4	MFT	ESDA	Grants	Tourism Promotion	Retirement	Social Security	Capital Improvement
Revenues:										
Property Tax	\$ 1,295,142	\$ -	\$ 190,771	\$ -	\$ -	\$ -	\$ -	\$ 723,293	\$ 628,027	\$ 923,089
Excise Tax	-	-	-	-	-	-	-	-	-	-
Sales Tax	-	-	-	-	-	-	-	-	-	952,935
State Allotments	-	-	-	1,091,872	-	-	-	-	-	-
Grants	-	-	-	311,669	-	32,863	-	-	-	20,429
Video Gaming Tax	-	-	-	-	-	-	-	-	-	-
Other Local Taxes	-	-	-	-	-	-	228,866	-	-	1,753,591
Charges for Services	-	-	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-	-
Investment Earnings	53,331	13,623	9,478	73,074	(274)	-	4,223	8,652	(898)	81,432
Miscellaneous	-	-	-	-	-	444,727	-	-	-	7,635
Total Revenues	1,348,473	13,623	200,249	1,476,615	(274)	477,590	233,089	731,945	627,129	3,739,111
Expenditures:										
General Government	-	-	454,937	-	-	-	84,564	526,023	627,307	-
Public Safety	-	-	-	-	24,338	-	-	-	-	-
Highways and Streets	-	-	-	422,609	-	-	-	-	-	130,527
Culture and Recreation	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	1,095,132	825,379	-	-	-	-	-	2,926,996
Debt Service:										
Principal	-	-	170,000	-	-	-	-	-	-	280,200
Interest and Charges	-	-	22,185	-	-	-	-	-	-	49,173
Total Expenditures	-	-	1,742,254	1,247,988	24,338	-	84,564	526,023	627,307	3,386,896
Excess (Deficiency) of Revenues Over Expenditures	1,348,473	13,623	(1,542,005)	228,627	(24,612)	477,590	148,525	205,922	(178)	352,215
Other Financing Sources (Uses):										
Transfers In (Out)	(500,000)	-	500,000	(99,996)	-	(398,530)	-	(74,077)	(88,647)	(167,261)
Proceeds from Debt	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(500,000)	-	500,000	(99,996)	-	(398,530)	-	(74,077)	(88,647)	(167,261)
Net Change in Fund Balances	848,473	13,623	(1,042,005)	128,631	(24,612)	79,060	148,525	131,845	(88,825)	184,954
Fund Balance, (Deficit) Beginning of Year	1,475,834	570,969	1,164,743	3,009,038	13,013	328,186	121,505	241,539	(53,130)	3,581,133
Fund Balance (Deficit), End of Year	\$ 2,324,307	\$ 584,592	\$ 122,738	\$ 3,137,669	\$ (11,599)	\$ 407,246	\$ 270,030	\$ 373,384	\$ (141,955)	\$ 3,766,087

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

Special Revenue Funds

	Community Redevelopment	Incremental Sales Tax	Wildey Theatre	SIUE Public Safety	DUI	State Forfeiture	Federal Forfeiture	MEGSI	Capital Equipment	American Rescue Plan
Revenues:										
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Excise Tax	140,801	-	-	-	-	-	-	-	-	-
Sales Tax	-	183,506	-	-	-	-	-	-	-	-
State Allotments	-	-	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-	-	1,716,912
Video Gaming Tax	34,165	-	-	-	-	-	-	-	-	-
Other Local Taxes	198,921	-	-	-	-	-	-	-	1,137,977	-
Charges for Services	-	-	1,531,857	311,000	-	-	-	-	-	-
Fines	-	-	-	-	48,206	5,928	21,963	23,917	-	-
Investment Earnings	1,934	5,496	23,502	(198)	1,395	891	748	-	14,984	3,444
Miscellaneous	-	-	-	-	-	-	-	-	32,927	-
Total Revenues	<u>375,821</u>	<u>189,002</u>	<u>1,555,359</u>	<u>310,802</u>	<u>49,601</u>	<u>6,819</u>	<u>22,711</u>	<u>23,917</u>	<u>1,185,888</u>	<u>1,720,356</u>
Expenditures:										
General Government	1,000	105,455	-	-	-	-	-	-	418,084	-
Public Safety	-	-	-	-	37,958	-	13,810	13,171	-	-
Highways and Streets	-	-	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	1,368,232	-	-	-	-	-	-	-
Capital Outlay	158,770	-	10,395	-	124,772	-	36,325	-	1,352,647	-
Debt Service:										
Principal	-	-	-	-	-	-	-	-	-	-
Interest and Charges	-	-	-	-	-	-	-	-	-	-
Total Expenditures	<u>159,770</u>	<u>105,455</u>	<u>1,378,627</u>	<u>-</u>	<u>162,730</u>	<u>-</u>	<u>50,135</u>	<u>13,171</u>	<u>1,770,731</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>216,051</u>	<u>83,547</u>	<u>176,732</u>	<u>310,802</u>	<u>(113,129)</u>	<u>6,819</u>	<u>(27,424)</u>	<u>10,746</u>	<u>(584,843)</u>	<u>1,720,356</u>
Other Financing Sources (Uses):										
Transfers In (Out)	24,996	-	328,093	(311,000)	-	-	-	-	250,000	-
Proceeds from Debt	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>24,996</u>	<u>-</u>	<u>328,093</u>	<u>(311,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>250,000</u>	<u>-</u>
Net Change in Fund Balances	241,047	83,547	504,825	(198)	(113,129)	6,819	(27,424)	10,746	(334,843)	1,720,356
Fund Balance, (Deficit) Beginning of Year	<u>3,718</u>	<u>188,211</u>	<u>858,771</u>	<u>327</u>	<u>40,391</u>	<u>32,236</u>	<u>18,144</u>	<u>-</u>	<u>1,068,704</u>	<u>719,079</u>
Fund Balance (Deficit), End of Year	<u>\$ 244,765</u>	<u>\$ 271,758</u>	<u>\$ 1,363,596</u>	<u>\$ 129</u>	<u>\$ (72,738)</u>	<u>\$ 39,055</u>	<u>\$ (9,280)</u>	<u>\$ 10,746</u>	<u>\$ 733,861</u>	<u>\$ 2,439,435</u>

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

Special Revenue Funds

Debt Service Funds

	Special Revenue Funds					Debt Service Funds			
	Nickel Plate Depot	Ice Rink/ Teen Complex	Plummer Family Park	West End Service Station	Parks Improvement	Total	Municipal Facilities	Plummer Family Park Fund	Total
Revenues:									
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,760,322	\$ -	\$ -	\$ -
Excise Tax	-	-	-	-	-	140,801	-	-	-
Sales Tax	-	-	-	-	-	1,136,441	-	-	-
State Allotments	-	-	-	-	-	1,091,872	-	-	-
Grants	-	44,508	-	-	-	2,126,381	-	214,040	214,040
Video Gaming Tax	-	-	-	-	-	34,165	-	-	-
Other Local Taxes	-	-	-	-	270,145	3,589,500	-	272,074	272,074
Charges for Services	-	1,465,569	470,987	-	737	3,780,150	-	112,354	112,354
Fines	-	-	-	-	-	100,014	-	-	-
Investment Earnings	(187)	(115,222)	3,634	-	867	183,929	448	34,122	34,570
Miscellaneous	-	-	6,580	-	-	491,869	-	200	200
Total Revenues	(187)	1,394,855	481,201	-	271,749	16,435,444	448	632,790	448
Expenditures:									
General Government	-	-	-	-	-	2,217,370	-	-	-
Public Safety	-	-	-	51,624	-	140,901	-	-	-
Highways and Streets	-	-	-	-	-	553,136	-	-	-
Culture and Recreation	-	847,680	384,627	-	158,156	2,758,695	-	-	-
Capital Outlay	-	658,297	-	297,423	51,416	7,537,552	-	112,851	112,851
Debt Service:									
Principal	-	230,000	-	-	-	680,200	45,775	945,534	991,309
Interest and Charges	-	96,338	-	-	-	167,696	498	239,773	240,271
Total Expenditures	-	1,832,315	384,627	349,047	209,572	14,055,550	46,273	1,298,158	46,273
Excess (Deficiency) of Revenues Over Expenditures	(187)	(437,460)	96,574	(349,047)	62,177	2,379,894	(45,825)	(665,368)	(45,825)
Other Financing Sources (Uses):									
Transfers In (Out)	-	1,270,000	-	70,437	410,000	1,214,015	56,008	746,004	802,012
Proceeds from Debt	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	1,270,000	-	70,437	410,000	1,214,015	56,008	746,004	56,008
Net Change in Fund Balances	(187)	832,540	96,574	(278,610)	472,177	3,593,909	10,183	80,636	90,819
Fund Balance, (Deficit) Beginning of Year	(260)	(1,902,958)	75,379	-	(362,270)	11,192,302	(91)	233,857	233,766
Fund Balance (Deficit), End of Year	\$ (447)	\$ (1,070,418)	\$ 171,953	\$ (278,610)	\$ 109,907	\$ 14,786,211	\$ 10,092	\$ 314,493	\$ 324,585

CITY OF EDWARDSVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

	Permanent Funds			Total Nonmajor Governmental Funds
	Police Department Endowment	Mobile Intensive Care	Total	
Revenues:				
Property Tax	\$ -	\$ -	\$ -	\$ 3,760,322
Excise Tax	-	-	-	140,801
Sales Tax	-	-	-	1,136,441
State Allotments	-	-	-	1,091,872
Grants	-	-	-	2,340,421
Video Gaming Tax	-	-	-	34,165
Other Local Taxes	-	-	-	3,861,574
Charges for Services	-	-	-	3,892,504
Fines	-	-	-	100,014
Investment Earnings	1,959	6,478	8,437	226,936
Miscellaneous	-	150	150	492,219
Total Revenues	1,959	6,628	8,587	17,077,269
Expenditures:				
General Government	-	-	-	2,217,370
Public Safety	-	-	-	140,901
Highways and Streets	-	-	-	553,136
Culture and Recreation	-	-	-	2,758,695
Capital Outlay	-	-	-	7,650,403
Debt Service:				
Principal	-	-	-	1,671,509
Interest and Charges	-	-	-	407,967
Total Expenditures	-	-	-	15,399,981
Excess (Deficiency) of Revenues Over Expenditures	1,959	6,628	8,587	1,677,288
Other Financing Sources (Uses):				
Transfers In (Out)	-	-	-	2,016,027
Proceeds from Debt	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	2,016,027
Net Change in Fund Balances	1,959	6,628	8,587	3,693,315
Fund Balance, (Deficit) Beginning of Year	82,099	261,767	343,866	11,769,934
Fund Balance (Deficit), End of Year	\$ 84,058	\$ 268,395	\$ 352,453	\$ 15,463,249

CITY OF EDWARDSVILLE, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET
FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budget</u>	<u>Actual</u>
General Government:		
Administrative and Legislative:		
Personal Services	\$ 402,458	\$ 356,385
Supplies	13,800	10,574
Contractual Services	<u>51,026</u>	<u>26,026</u>
Total Administration and Legislative	<u>467,284</u>	<u>392,985</u>
Legal and Judicial:		
Personal Services	170,827	174,992
Supplies	1,000	-
Contractual Services	<u>27,450</u>	<u>36,219</u>
Total Legal and Judicial	<u>199,277</u>	<u>211,211</u>
City Clerk:		
Personal Services	18,000	20,650
Supplies	500	133
Contractual Services	<u>29,575</u>	<u>24,103</u>
Total City Clerk	<u>48,075</u>	<u>44,886</u>
Finance:		
Personal Services	615,517	603,283
Supplies	73,400	53,514
Contractual Services	<u>104,065</u>	<u>103,059</u>
Total City Treasurer	<u>792,982</u>	<u>759,856</u>
Human Resources:		
Personal Services	279,548	272,552
Supplies	2,000	5,621
Contractual Services	73,341	77,839
Capital Outlay	<u>-</u>	<u>5,027</u>
Total Human Resources	<u>354,889</u>	<u>361,039</u>
Municipal Court:		
Supplies	-	122
Contractual Services	<u>25,000</u>	<u>16,126</u>
Total Municipal Court	<u>25,000</u>	<u>16,248</u>

CITY OF EDWARDSVILLE, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budget</u>	<u>Actual</u>
General Government: (Continued)		
Economic & Community Development		
Personal Services	\$ -	\$ 5,978
Supplies	175,500	109,184
Contractual Services	100,000	58,363
Capital Outlay	20,548	-
Total Planning and Zoning	<u>296,048</u>	<u>173,525</u>
Grounds and Buildings:		
Personal Services	82,404	53,704
Supplies	27,950	22,505
Contractual Services	<u>527,984</u>	<u>564,226</u>
Total Grounds and Buildings	<u>638,338</u>	<u>640,435</u>
IT & Communications:		
Personal Services	210,787	212,363
Supplies	62,050	60,803
Contractual Services	<u>441,000</u>	<u>419,364</u>
Total IT & Communications	<u>713,837</u>	<u>692,530</u>
Liability Insurance:		
Contractual Services	<u>650,000</u>	<u>724,321</u>
Total Liability Insurance	<u>650,000</u>	<u>724,321</u>
Total General Government	<u>\$ 4,185,730</u>	<u>\$ 4,017,036</u>
Public Safety:		
Police and Fire Commission:		
Supplies	\$ 50	\$ -
Contractual Services	<u>4,350</u>	<u>2,497</u>
Total Police and Fire Commission	<u>4,400</u>	<u>2,497</u>
Police Department:		
Personal Services	6,756,525	6,695,443
Supplies	229,331	211,988
Contractual Services	<u>305,741</u>	<u>301,011</u>
Total Police Department	<u>7,291,597</u>	<u>7,208,442</u>

CITY OF EDWARDSVILLE, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budget</u>	<u>Actual</u>
Public Safety: (Continued)		
Fire Department:		
Personal Services	\$ 4,231,474	\$ 4,304,891
Supplies	112,905	144,541
Contractual Services	<u>279,755</u>	<u>252,933</u>
Total Fire Department	<u>4,624,134</u>	<u>4,702,365</u>
Total Public Safety	<u>\$ 11,920,131</u>	<u>\$ 11,913,304</u>
Streets:		
Personal Services	\$ 1,110,210	\$ 1,094,031
Supplies	80,400	108,844
Contractual Services	<u>1,119,895</u>	<u>1,120,338</u>
Total Streets	<u>\$ 2,310,505</u>	<u>\$ 2,323,213</u>
Public Works:		
Personal Services	\$ 1,950,270	\$ 1,704,564
Supplies	41,520	35,048
Contractual Services	<u>219,594</u>	<u>375,665</u>
Total Public Works	<u>\$ 2,211,384</u>	<u>\$ 2,115,277</u>
Culture and Recreation:		
Parks:		
Personal Services	\$ 891,892	\$ 778,036
Supplies	66,300	53,625
Contractual Services	<u>365,240</u>	<u>379,880</u>
Total Parks	<u>1,323,432</u>	<u>1,211,541</u>
Recreation:		
Personal Services	10,250	9,271
Supplies	8,250	13,058
Contractual Services	<u>4,250</u>	<u>5,275</u>
Total Recreation	<u>22,750</u>	<u>27,604</u>

CITY OF EDWARDSVILLE, ILLINOIS

GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2023

	<u>Budget</u>	<u>Actual</u>
Culture and Recreation:		
Sports Leagues:		
Personal Services	\$ 33,000	\$ 34,372
Supplies	36,500	40,488
Contractual Services	45,000	49,517
Total Sports Leagues	<u>114,500</u>	<u>124,377</u>
Community Activities/Events		
Personal Services	3,555	2,391
Supplies	81,500	61,038
Contractual Services	64,775	57,499
Total Community Activities/Events	<u>149,830</u>	<u>120,928</u>
Municipal Band		
Personal Services	350	-
Supplies	450	7,491
Contractual Services	94,690	83,115
Total Municipal Band	<u>95,490</u>	<u>90,606</u>
Cable TV Commission:		
Personal Services	127,609	100,884
Supplies	12,500	10,875
Contractual Services	10,240	6,030
Total Cable TV Commission	<u>150,349</u>	<u>117,789</u>
Historic Preservation:		
Supplies	4,000	-
Contractual Services	8,200	250
Total Historic Preservation	<u>12,200</u>	<u>250</u>
Beautification Committee		
Supplies	34,400	35,156
Contractual Services	10,000	8,769
Total Beautification Committee	<u>44,400</u>	<u>43,925</u>
Total Culture and Recreation	<u>\$ 1,912,951</u>	<u>\$ 1,737,020</u>
Total Expenditures	<u>\$ 22,540,701</u>	<u>\$ 22,105,850</u>

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF TAX RATES AND EXTENSIONS
APRIL 30, 2023

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Total Assessed Value	\$ 588,365,147	\$ 610,879,864	\$ 645,285,934	\$ 703,566,792	\$ 736,756,700	\$ 752,544,656	\$ 786,084,246	\$ 888,486,731	\$ 931,828,191	\$ 997,323,499
Tax Increment Financing -										
District #2	\$ 10,207,860	\$ 10,233,470	\$ 10,621,840	\$ 11,683,390	\$ 14,426,890	\$ 15,538,530	\$ 16,501,770	\$ 17,073,730	\$ 17,375,910	\$ 18,656,160
North Gateway Commerce Center	\$ 19,733,280	\$ 19,108,500	\$ 19,141,580	\$ 18,809,670	\$ 18,813,380	\$ 19,423,220	\$ 23,022,980	\$ -	\$ -	\$ -
North Main Street	\$ 484,240	\$ 499,260	\$ 701,450	\$ 1,043,540	\$ 1,234,800	\$ 1,424,920	\$ 2,126,390	\$ 2,232,250	\$ 2,566,010	\$ 2,937,170
Special Service Area -										
St. Louis Street	\$ 6,439,840	\$ 6,553,020	\$ 6,583,540	\$ 7,087,200	\$ 7,323,110	\$ 7,512,920	\$ 7,782,830	\$ 7,874,740	\$ 8,094,550	\$ 8,509,860
Rates:										
General	\$ 0.2555	\$ 0.2473	\$ 0.2342	\$ 0.2148	\$ 0.2052	\$ 0.2009	\$ 0.7132	\$ 0.7385	\$ 0.7759	\$ 0.8382
ESDA	0.0011	0.0010	0.0010	0.0009	0.0009	0.0009	-	-	-	-
Garbage	0.0988	0.0952	0.0685	0.0458	0.0404	0.0396	-	-	-	-
Parks and Playgrounds	0.0844	0.0895	0.0942	0.0971	0.1023	0.1197	-	-	-	-
Library	0.2064	0.2038	0.1971	0.1843	0.1800	0.1794	0.1911	0.1691	0.1656	0.1578
School Crossing Guard	0.0093	0.0090	0.0086	0.0079	0.0076	0.0075	-	-	-	-
Public Comfort Station	0.0036	0.0035	0.0034	0.0032	0.0045	0.0045	-	-	-	-
Band	0.0158	0.0153	0.0145	0.0133	0.0128	0.0126	-	-	-	-
Fire Protection	0.1577	0.1550	0.1933	0.1773	0.1694	0.1659	-	-	-	-
Fire Pension	0.1086	0.1107	0.1103	0.1062	0.1076	0.1199	0.1148	0.1117	0.1065	0.0995
Police Protection	0.0862	0.0847	0.0802	0.0736	0.0798	0.0782	-	-	-	-
Police Pension	0.1401	0.1441	0.1419	0.1355	0.1372	0.1377	0.1318	0.1283	0.1223	0.1143
IMRF	0.0920	0.0998	0.1038	0.1024	0.1006	0.0985	0.0873	0.0796	0.0782	0.0752
Social Security	0.0809	0.0811	0.0838	0.0805	0.0796	0.0806	0.0757	0.0692	0.0679	0.0654
Street and Bridge	0.1030	0.0993	0.0941	0.1094	0.1165	0.1236	0.1183	0.1047	0.0998	0.0331
Liability Insurance	0.0940	0.0977	0.0724	0.0665	0.0670	0.0656	-	-	-	-
	\$ 1.5374	\$ 1.5370	\$ 1.5013	\$ 1.4187	\$ 1.4114	\$ 1.4351	\$ 1.4322	\$ 1.4011	\$ 1.4162	\$ 1.3835
Tax Increment Financing -										
District #2	\$ 7.2455	\$ 7.2364	\$ 7.2947	\$ 6.9818	\$ 7.5488	\$ 7.5565	\$ 7.5188	\$ 7.4389	\$ 7.4344	\$ 7.3229
North Gateway Commerce Center	\$ 8.0642	\$ 8.0649	\$ 8.1106	\$ 7.8032	\$ 8.3694	\$ 8.3662	\$ 8.3172	\$ -	\$ -	\$ -
North Main Street	\$ 7.2455	\$ 7.2364	\$ 7.2947	\$ 6.9818	\$ 7.5488	\$ 7.5565	\$ 7.5188	\$ 7.4389	\$ 7.4344	\$ 7.3229
Special Service Area -										
St. Louis Street	\$ 0.5442	\$ 0.5415	\$ 0.5449	\$ 0.4973	\$ 0.4862	\$ 0.4782	\$ 0.4523	\$ 0.4075	\$ 0.3898	\$ 0.3760

CITY OF EDWARDSVILLE, ILLINOIS

**SCHEDULE OF TAX RATES AND EXTENSIONS
APRIL 30, 2023**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Extensions:										
General	\$ 1,503,273	\$ 1,510,706	\$ 1,511,260	\$ 1,511,262	\$ 1,511,825	\$ 1,511,862	\$ 5,606,353	\$ 6,561,475	\$ 7,230,055	\$ 8,359,566
ESDA	6,472	6,109	6,453	6,332	6,631	6,773	-	-	-	-
Garbage	581,305	581,558	442,021	322,234	297,650	298,008	-	-	-	-
Parks and Playgrounds	496,580	546,737	607,859	683,163	753,702	900,796	-	-	-	-
Library	1,214,386	1,244,973	1,271,859	1,296,674	1,326,162	1,350,065	1,502,207	1,502,431	1,543,107	1,573,776
School Crossing Guard	54,718	54,979	55,495	55,582	55,994	56,441	-	-	-	-
Public Comfort Station	21,181	21,381	21,940	22,514	33,154	33,864	-	-	-	-
Band	92,962	93,465	93,566	93,574	94,305	94,821	-	-	-	-
Fire Protection	927,852	946,864	1,247,338	1,247,424	1,248,066	1,248,472	-	-	-	-
Fire Pension	638,964	676,244	711,750	747,188	792,750	902,301	902,425	992,440	992,397	992,337
Police Protection	507,171	517,415	517,519	517,825	587,932	588,490	-	-	-	-
Police Pension	824,300	880,278	915,661	953,333	1,010,830	1,036,254	1,036,059	1,139,928	1,139,626	1,139,941
IMRF	541,296	609,658	669,807	720,452	741,177	741,256	686,252	707,235	728,690	749,987
Social Security	475,987	495,423	540,750	566,371	586,458	606,551	595,066	614,833	632,711	652,249
Street and Bridge	606,016	606,604	607,214	769,702	858,321	930,145	929,937	930,246	929,965	330,114
Liability Insurance	553,063	596,829	467,187	467,872	493,627	493,669	-	-	-	-
	<u>\$ 9,045,526</u>	<u>\$ 9,389,223</u>	<u>\$ 9,687,679</u>	<u>\$ 9,981,502</u>	<u>\$ 10,398,584</u>	<u>\$ 10,799,768</u>	<u>\$ 11,258,299</u>	<u>\$ 12,448,588</u>	<u>\$ 13,196,551</u>	<u>\$ 13,797,970</u>
Tax Increment Financing -										
District #2	\$ 739,611	\$ 740,536	\$ 774,832	\$ 815,723	\$ 1,089,057	\$ 1,174,184	\$ 1,240,735	\$ 1,270,098	\$ 1,291,795	\$ 1,366,172
North Gateway Commerce Center	\$ 1,591,331	\$ 1,541,081	\$ 1,552,497	\$ 1,467,756	\$ 1,574,586	\$ 1,624,985	\$ 1,914,890	\$ -	\$ -	\$ -
North Main Street	\$ 35,086	\$ 36,129	\$ 51,169	\$ 72,859	\$ 93,213	\$ 107,675	\$ 159,879	\$ 166,055	\$ 190,768	\$ 215,086
Special Service Area -										
St. Louis Street	\$ 35,046	\$ 35,485	\$ 35,880	\$ 35,245	\$ 35,605	\$ 35,927	\$ 35,202	\$ 32,090	\$ 31,553	\$ 31,997

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

To the Mayor and City Council
City of Edwardsville, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Edwardsville, Illinois as of and for the year ended April 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Edwardsville, Illinois' basic financial statements, and have issued our report thereon dated February 3, 2025.

Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

C. Q. Schuman & Company, L.L.C.

Certified Public Accountants

Alton, Illinois

February 3, 2025



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Mayor and City Council
City of Edwardsville, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Edwardsville, Illinois' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of City of Edwardsville, Illinois' major federal programs for the year ended April 30, 2023. The City of Edwardsville, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Edwardsville, Illinois complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended April 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Edwardsville, Illinois and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Edwardsville, Illinois' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City of Edwardsville, Illinois' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Edwardsville, Illinois' compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would

influence the judgment made by a reasonable user of the report on compliance about the City of Edwardsville, Illinois' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Edwardsville, Illinois' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of Edwardsville, Illinois' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City of Edwardsville, Illinois' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

C. J. Schlom { Company, L.L.C.

Certified Public Accountants
Alton, Illinois
February 3, 2025

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED APRIL 30, 2023

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>Assistance Listing Number</u>	<u>Agency or Pass-through Number</u>	<u>Program or Award Amount</u>	<u>Federal Disbursements/ Expenditures</u>
<u>Department of the Treasury</u>				
Passed Through State of Illinois:				
Coronavirus State & Local Fiscal Recovery Funds	21.027	N/A	\$ 1,716,912	\$ 1,716,912
<u>Department of Transportation</u>				
Passed Through State of Illinois:				
Sustained Traffic Enforcement Program	20.600	N/A	17,750	<u>17,750</u>
Total Federal Awards				<u>\$ 1,734,662</u>

No awards were passed through to Sub-recipients

See notes to schedule of expenditures of federal awards

CITY OF EDWARDSVILLE, ILLINOIS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
APRIL 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The accompanying Schedule of Federal Awards presents the activity of all federal award programs of City of Edwardsville, Illinois. The City's reporting entity is defined in Note 1 to the City's financial statements. Federal awards passed through other government agencies are included on the schedule.

Basis of Accounting

The accompanying Schedule of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's financial statements.

Noncash Assistance, Federal Insurance and Loans/Loan Guarantees

The City did not receive any noncash assistance, federal guaranteed loans or federal insurance for any of its programs for the year ended April 30, 2023.

Subrecipient Monitoring

The City did not provide any funds to subrecipients for federal funds.

Indirect Cost Rate

The City elected to use the de minimis indirect cost rate of 10%.

CITY OF EDWARDSVILLE, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
APRIL 30, 2023

Part 1 -- Summary of Auditor's Results

- (a) The independent accountants' report expresses an unmodified opinion on the governmental activities and the business-type activities and fund financial statements.
- (b) No significant deficiencies or material weaknesses in internal control were disclosed during the audit of the financial statements which would be required to be reported in accordance with Government Auditing Standards.
- (c) No instances of noncompliance material to the financial statements were disclosed during the audit which would be required to be reported in accordance with Governmental Auditing Standards.
- (d) No significant deficiencies or material weaknesses in internal control over major federal programs were disclosed by the audit of the financial statements of the City.
- (e) An unmodified opinion was issued in the report on compliance for major programs.
- (f) The audit did not disclose any findings required to be reported in accordance with Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.
- (g) The City's major program is the Coronavirus State & Local Fiscal Recovery Funds (21.017).
- (h) The dollar threshold to distinguish between Type A and Type B programs is \$750,000.
- (i) The City did not qualify as a low-risk auditee under Section .530.

Part 2 -- The City has no findings to the financial statements that are required to be reported in accordance with GAGAS.

Part 3 -- The City has no findings or questioned costs for federal awards

CITY OF EDWARDSVILLE, ILLINOIS

**SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
APRIL 30, 2023**

None



C. J. SCHLOSSER
& COMPANY, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

David M. Bartosiak
Cindy A. Tefteller
Kevin J. Tepen

Trisha M. Shrewsberry
Kendra M. Sievers
Christopher D. Sobrino

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

To the Mayor and City Council
City of Edwardsville, Illinois

We have audited, in accordance with accordance with accounting principles generally accepted in the United States of America, the accompanying financial statements of the City of Edwardsville, Illinois, which comprise the statement of net position as of April 30, 2023, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated February 3, 2025.

In connection with our audit, nothing came to our attention that caused us to believe that the City of Edwardsville, Illinois failed to comply with Subsection (q) of 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act". In addition, nothing came to our attention that caused us to believe that, for the items not tested, the City of Edwardsville, Illinois was not in compliance with Subsection (q) of 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act". However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City's noncompliance with the above referenced statute, insofar as they related to accounting matters

This report is intended solely for the information and use of the City and the Illinois Comptroller's Office and is not intended to be and should not be used by anyone other than those specified parties.

C. J. Schlosser & Company, L.L.C.

Certified Public Accountants
Alton, Illinois
February 3, 2025