

CITY OF RED BUD, ILLINOIS
AUDITED FINANCIAL STATEMENTS
APRIL 30, 2022

TABLE OF CONTENTS

Independent Auditors' Report	1-2
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements	
Statement of Net Position - Modified Cash Basis	3
Statement of Activities - Modified Cash Basis	4
Fund Financial Statements	
Statement of Assets, Liabilities and Fund Balance - Modified Cash Basis - Governmental Funds	5
Reconciliation of the Statement of Assets, Liabilities and Fund Balance - Modified Cash Basis - Governmental Funds to the Statement of Net Position - Modified Cash Basis	6
Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Governmental Funds	7
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis to the Statement of Activities - Modified Cash Basis	8
Statement of Net Position - Modified Cash Basis - Proprietary Funds	9
Statement of Revenues, Expenditures and Changes in Net Position - Modified Cash Basis - Proprietary Funds	10
Statement of Cash Flows - Modified Cash Basis - Proprietary Funds	11
Notes to Financial Statements	12-23
SUPPLEMENTARY INFORMATION	
Budgetary Comparison Schedule - Modified Cash Basis - General Fund	24
Budgetary Comparison Schedule - Modified Cash Basis - Park Fund	25
Budgetary Comparison Schedule - Modified Cash Basis - Library Fund	26
Budgetary Comparison Schedule - Modified Cash Basis - Motor Fuel Tax Fund	27
Notes to Budgetary Comparison Information	28
Schedule of Assessed Valuation - Tax Rates - Taxes Extended and Collected for 2018, 2019, and 2020	29

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Red Bud, Illinois

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities and each major fund of the City of Red Bud, Illinois, as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities and each major fund of the City of Red Bud, Illinois, as of April 30, 2022, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Red Bud, 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.

Emphasis of Matter - Basis of Accounting

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

Responsibilities of Management for the Financial Statements

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

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

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

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

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

Other Matters

Other Information

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

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

Fick, Eggemeyer & Williamson, CPAs

Fick, Eggemeyer & Williamson, CPAs
Columbia, Illinois
June 17, 2022

Basic Financial Statements

CITY OF RED BUD, ILLINOIS
STATEMENT OF NET POSITION
MODIFIED CASH BASIS
APRIL 30, 2022

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 6,891,594	\$ 5,741,842	\$ 12,633,436
Current loans receivable	86,543	-	86,543
Total current assets	<u>6,978,137</u>	<u>5,741,842</u>	<u>12,719,979</u>
Noncurrent assets			
Noncurrent loans receivable	335,252	-	335,252
Capital assets, net of depreciation	5,121,092	8,541,507	13,662,599
Total noncurrent assets	<u>5,456,344</u>	<u>8,541,507</u>	<u>13,997,851</u>
TOTAL ASSETS	<u>\$ 12,434,481</u>	<u>\$ 14,283,349</u>	<u>\$ 26,717,830</u>
LIABILITIES			
Current liabilities			
Current portion of long term debt	\$ -	\$ 93,978	\$ 93,978
Total current liabilities	<u>-</u>	<u>93,978</u>	<u>93,978</u>
Noncurrent liabilities			
Consumer deposits	-	111,000	111,000
Notes payable	-	108,878	108,878
Total noncurrent liabilities	<u>-</u>	<u>219,878</u>	<u>219,878</u>
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ 313,856</u>	<u>\$ 313,856</u>
NET POSITION			
Net investment in capital assets	\$ 5,121,092	\$ 8,338,651	\$ 13,459,743
Restricted:			
Park	1,184,945	-	1,184,945
Library	117,557	-	117,557
Motor fuel tax	1,266,015	-	1,266,015
Unrestricted	4,744,872	5,630,842	10,375,714
TOTAL NET POSITION	<u>\$ 12,434,481</u>	<u>\$ 13,969,493</u>	<u>\$ 26,403,974</u>

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2022

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 369,169	\$ 110,294	\$ 263,746	\$ -	\$ 4,871	\$ -	\$ 4,871
Public safety	934,786	-	-	-	(934,786)	-	(934,786)
Highway and streets	612,481	-	-	-	(612,481)	-	(612,481)
Culture and recreation	534,233	5,850	147,086	-	(381,297)	-	(381,297)
Total governmental activities	<u>2,450,669</u>	<u>116,144</u>	<u>410,832</u>	<u>-</u>	<u>(1,923,693)</u>	<u>-</u>	<u>(1,923,693)</u>
Business-type:							
Electric	6,152,452	6,247,038	-	-	-	94,586	94,586
Gas	1,694,868	1,770,689	-	-	-	75,821	75,821
Water	625,727	608,574	-	-	-	(17,153)	(17,153)
Sewer	476,282	466,689	-	-	-	(9,593)	(9,593)
Total business-type activities	<u>8,949,329</u>	<u>9,092,990</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>143,661</u>	<u>143,661</u>
Total	<u>\$ 11,399,998</u>	<u>\$ 9,209,134</u>	<u>\$ 410,832</u>	<u>\$ -</u>	<u>(1,923,693)</u>	<u>143,661</u>	<u>(1,780,032)</u>
General revenues:							
Taxes:							
Property taxes					553,373	159,393	712,766
Sales taxes					1,252,345	-	1,252,345
Replacement taxes					34,487	-	34,487
Motor fuel taxes					226,590	-	226,590
Income taxes					524,520	-	524,520
Other taxes					12,123	-	12,123
Gaming taxes					103,206	-	103,206
Interest income					26,518	15,709	42,227
Rents					56,301	-	56,301
Franchise fees					26,533	-	26,533
Reimbursements					53,799	-	53,799
Miscellaneous					8,514	-	8,514
Total general revenues					<u>2,878,309</u>	<u>175,102</u>	<u>3,053,411</u>
Changes in net position					<u>954,616</u>	<u>318,763</u>	<u>1,273,379</u>
Net position - beginning					<u>11,479,865</u>	<u>13,650,730</u>	<u>25,130,595</u>
Net position - ending					<u>\$ 12,434,481</u>	<u>\$ 13,969,493</u>	<u>\$ 26,403,974</u>

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
APRIL 30, 2022

	General	Park Fund	Library Fund	Motor Fuel Tax Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 4,347,406	\$ 1,184,945	\$ 93,228	\$ 1,266,015	\$ 6,891,594
Internal balances	-	-	24,329	-	24,329
Current loans receivable	86,543	-	-	-	86,543
Total assets	\$ 4,433,949	\$ 1,184,945	\$ 117,557	\$ 1,266,015	\$ 7,002,466
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Internal balances	\$ 24,329	\$ -	\$ -	\$ -	\$ 24,329
Total liabilities	24,329	-	-	-	24,329
FUND BALANCES					
Restricted	-	1,184,945	117,557	1,266,015	2,568,517
Committed	86,543	-	-	-	86,543
Unassigned	4,323,077	-	-	-	4,323,077
Total fund balances	4,409,620	1,184,945	117,557	1,266,015	6,978,137
Total liabilities and fund balances	\$ 4,433,949	\$ 1,184,945	\$ 117,557	\$ 1,266,015	\$ 7,002,466

CITY OF RED BUD
RECONCILIATION OF THE STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE -
MODIFIED CASH BASIS - GOVERNMENTAL FUNDS TO THE STATEMENT
OF NET POSITION - MODIFIED CASH BASIS
APRIL 30, 2022

Total fund balance - governmental funds	\$ 6,978,137
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	5,121,092
Noncurrent receivables are not financial resources that can be utilized within a one year period and therefore are not reported in the governmental funds balance sheet	<u>335,252</u>
Net position of governmental activities	<u><u>\$ 12,434,481</u></u>

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
MODIFIED CASH BASIS - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

Revenues:	General	Park Fund	Library Fund	Motor Fuel Tax Fund	Total Governmental Funds
Taxes:					
Property	\$ 393,431	\$ 60,883	\$ 99,059	\$ -	553,373
Sales and use	1,252,345	-	-	-	1,252,345
Intergovernmental:					
Replacement tax	25,269	-	9,218	-	34,487
Motor fuel tax	-	-	-	226,590	226,590
Income tax	524,520	-	-	-	524,520
Other taxes	12,123	-	-	-	12,123
Gaming tax	-	103,206	-	-	103,206
Grants - other	354,287	-	29,586	-	383,873
Licenses and permits	38,462	-	-	-	38,462
Fines and forfeitures	2,241	-	-	-	2,241
Charges for services	69,591	-	5,850	-	75,441
Interest income	19,129	3,329	144	3,916	26,518
Rents	54,291	2,010	-	-	56,301
Franchise fees	-	26,533	-	-	26,533
Donations	19,460	7,499	-	-	26,959
Reimbursements	53,799	-	-	-	53,799
Miscellaneous	6,684	163	1,667	-	8,514
Total revenues	2,825,632	203,623	145,524	230,506	3,405,285
Expenditures:					
Current operations:					
General government	333,630	-	-	-	333,630
Public safety	884,393	-	-	-	884,393
Highways and streets	497,702	-	-	76,442	574,144
Culture and recreation	180,549	198,099	107,913	-	486,561
Capital outlay	44,844	10,207	-	-	55,051
Total expenditures	1,941,118	208,306	107,913	76,442	2,333,779
Excess (deficiency) of revenue over expenditures	884,514	(4,683)	37,611	154,064	1,071,506
Other financing sources (uses):					
Classification of long term loans receivable	89,648	-	-	-	89,648
Transfers between funds	(143,829)	134,500	9,329	-	-
Net other sources and uses of financial resources	(54,181)	134,500	9,329	-	89,648
Excess (deficiency) of revenue over expenditures and other sources and (uses)	830,333	129,817	46,940	154,064	1,161,154
Fund balances - beginning	3,579,287	1,055,128	70,617	1,111,951	5,816,983
Fund balances - ending	\$ 4,409,620	\$ 1,184,945	\$ 117,557	\$ 1,266,015	\$ 6,978,137

CITY OF RED BUD, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS TO THE STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2022

Net change in fund balances - total governmental funds	\$	1,161,154
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>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.</p>		
Capital outlay		55,051
Depreciation expense		(171,941)
		(116,890)
<p>Classification of long term loans receivable recorded as financing use. However, the loans receivable remain on the Statement of Net Position.</p>		
		(89,648)
Change in net position of governmental activities	\$	954,616

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUNDS
APRIL 30, 2022

	Electric Fund	Gas Fund	Water Fund	Sewer Fund	Security Deposit Fund	Total
ASSETS						
Current assets						
Cash and cash equivalents	\$ 3,239,090	\$ 1,035,658	\$ 931,989	\$ 413,922	\$ 121,183	\$ 5,741,842
Total current assets	<u>3,239,090</u>	<u>1,035,658</u>	<u>931,989</u>	<u>413,922</u>	<u>121,183</u>	<u>5,741,842</u>
Noncurrent assets						
Capital assets, net of depreciation	3,909,991	1,425,099	2,029,090	1,177,327	-	8,541,507
Total noncurrent assets	<u>3,909,991</u>	<u>1,425,099</u>	<u>2,029,090</u>	<u>1,177,327</u>	<u>-</u>	<u>8,541,507</u>
Total assets	<u>\$ 7,149,081</u>	<u>\$ 2,460,757</u>	<u>\$ 2,961,079</u>	<u>\$ 1,591,249</u>	<u>\$ 121,183</u>	<u>\$ 14,283,349</u>
LIABILITIES						
Current liabilities						
Current portion of long term debt	\$ -	\$ -	\$ 14,517	\$ 79,461	\$ -	\$ 93,978
Total current liabilities	<u>-</u>	<u>-</u>	<u>14,517</u>	<u>79,461</u>	<u>-</u>	<u>93,978</u>
Noncurrent liabilities						
Consumer deposits	-	-	-	-	111,000	111,000
Notes payable	-	-	108,878	-	-	108,878
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>108,878</u>	<u>-</u>	<u>111,000</u>	<u>219,878</u>
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 123,395</u>	<u>\$ 79,461</u>	<u>\$ 111,000</u>	<u>\$ 313,856</u>
Net position						
Net investment in capital assets	\$ 3,909,991	\$ 1,425,099	\$ 1,905,695	\$ 1,097,866	\$ -	\$ 8,338,651
Unrestricted	3,239,090	1,035,658	931,989	413,922	10,183	5,630,842
Total net position	<u>\$ 7,149,081</u>	<u>\$ 2,460,757</u>	<u>\$ 2,837,684</u>	<u>\$ 1,511,788</u>	<u>\$ 10,183</u>	<u>\$ 13,969,493</u>

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	Electric Fund	Gas Fund	Water Fund	Sewer Fund	Security Deposit Fund	Total
OPERATING REVENUES:						
Charges for services	\$ 6,230,133	\$ 1,757,237	\$ 606,410	\$ 462,697	\$ -	\$ 9,056,477
Miscellaneous	16,905	13,452	2,164	3,992	-	36,513
Total operating revenues	<u>6,247,038</u>	<u>1,770,689</u>	<u>608,574</u>	<u>466,689</u>	<u>-</u>	<u>9,092,990</u>
OPERATING EXPENSES:						
Personal services	778,972	394,825	221,384	148,413	-	1,543,594
Operating expenses	4,906,898	1,196,889	229,500	120,780	-	6,454,067
Repairs and maintenance	245,584	48,078	54,815	50,558	-	399,035
Insurance	62,313	8,071	19,685	30,610	-	120,679
Depreciation	152,492	47,005	100,343	122,240	-	422,080
Other	6,193	-	-	-	-	6,193
Total operating expenses	<u>6,152,452</u>	<u>1,694,868</u>	<u>625,727</u>	<u>472,601</u>	<u>-</u>	<u>8,945,648</u>
Operating income	94,586	75,821	(17,153)	(5,912)	-	147,342
NON-OPERATING REVENUES (EXPENSES):						
Property taxes	78,920	40,563	24,280	15,630	-	159,393
Interest income	9,750	2,092	2,641	918	308	15,709
Interest and fiscal charges	-	-	-	(3,681)	-	(3,681)
Total non-operating revenues (expenses)	<u>88,670</u>	<u>42,655</u>	<u>26,921</u>	<u>12,867</u>	<u>308</u>	<u>171,421</u>
Change in net position	183,256	118,476	9,768	6,955	308	318,763
Net position - beginning	<u>6,965,825</u>	<u>2,342,281</u>	<u>2,827,916</u>	<u>1,504,833</u>	<u>9,875</u>	<u>13,650,730</u>
Net position - ending	<u>\$ 7,149,081</u>	<u>\$ 2,460,757</u>	<u>\$ 2,837,684</u>	<u>\$ 1,511,788</u>	<u>\$ 10,183</u>	<u>\$ 13,969,493</u>

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS
PROPRIETARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	Electric Fund	Gas Fund	Water Fund	Sewer Fund	Security Deposit Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash received from customers	\$ 6,247,038	\$ 1,770,689	\$ 608,574	\$ 466,689	\$ 455	\$ 9,093,445
Payments to suppliers	(5,220,988)	(1,253,038)	(304,000)	(201,948)	-	(6,979,974)
Payments to employees	(778,972)	(394,825)	(221,384)	(148,413)	-	(1,543,594)
TOTAL OPERATING ACTIVITIES	247,078	122,826	83,190	116,328	455	569,877
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Purchase of capital assets	(121,426)	-	(10,750)	(12,837)	-	(145,013)
Payment of principal	-	-	(14,517)	(77,377)	-	(91,894)
Payment of interest	-	-	-	(3,681)	-	(3,681)
TOTAL FINANCING ACTIVITIES	(121,426)	-	(25,267)	(93,895)	-	(240,588)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Investment income	9,750	2,092	2,641	918	308	15,709
TOTAL INVESTING ACTIVITIES	9,750	2,092	2,641	918	308	15,709
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:						
Property taxes	78,920	40,563	24,280	15,630	-	159,393
TOTAL NON-CAPITAL FINANCING ACTIVITIES	78,920	40,563	24,280	15,630	-	159,393
Net increase (decrease) in cash	214,322	165,481	84,844	38,981	763	504,391
Cash and cash equivalents, beginning	3,024,768	870,177	847,145	374,941	120,420	5,237,451
Cash and cash equivalents, ending	<u>\$ 3,239,090</u>	<u>\$ 1,035,658</u>	<u>\$ 931,989</u>	<u>\$ 413,922</u>	<u>\$ 121,183</u>	<u>\$ 5,741,842</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES						
Operating income	\$ 94,586	\$ 75,821	\$ (17,153)	\$ (5,912)	\$ -	\$ 147,342
Adjustments to reconcile net income to net cash provided by operating activities:						
Depreciation	152,492	47,005	100,343	122,240	-	422,080
Increase (decrease) in consumer deposits	-	-	-	-	455	455
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 247,078</u>	<u>\$ 122,826</u>	<u>\$ 83,190</u>	<u>\$ 116,328</u>	<u>\$ 455</u>	<u>\$ 569,877</u>

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

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Red Bud, Illinois (the City) conform to the modified cash basis of accounting as described below. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the City are described below.

Reporting Entity

The City Council, comprised of nine elected individuals, is the primary governing authority for the City. As required under the modified cash basis of accounting, these financial statements present the results of the City's cash transactions.

The City has developed criteria to determine whether outside agencies with activities that benefit the City should be included within its financial reporting entity. The criteria for including other organizations within the City's financial statements, as set forth in GASB No. 14, is based on financial accountability.

The City is financially accountable for an organization if it appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City because the City approved their budget, the issuance of debt or the levying of taxes. The City has no component units.

Government-Wide and Fund Financial Statements

The statement of net position and the statement of activities display information about the primary government (the City). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Financial Statements

The fund financial statements provide information about the City's funds. Separate statements for each fund category-*governmental* and *proprietary* are presented. The emphasis of fund financial statements is on major governmental and proprietary funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principle activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The City has elected to report all funds as major funds and maintains the following governmental funds:

General Fund

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

Park Fund

This is the City's fund, for financial statement purposes, that operates and maintains the City's network of public parks.

Library Fund

This is the City's fund, for financial statement purposes, that operates and maintains the City's library.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for motor fuel taxes received from the State of Illinois and restricted to expenditures for specified purposes.

The City reports the following proprietary funds:

Electric Fund

Accounts for the activities of the public trust in providing electricity services to the public.

Gas Fund

Accounts for the activities of the public trust in providing natural gas services to the public.

Water Fund

Accounts for the activities of the public trust in providing water services to the public.

Sewer Fund

Accounts for the activities of the public trust in providing sewer services to the public.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Security Deposit Fund

Accounts for interest earned on and expenditures of accumulated interest earned on previous years' security deposits placed by utility service users.

Measurement Focus and Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the modified cash basis of accounting. The modifications to the cash basis include certificate of deposit, capital assets, loans receivable, notes payable, and consumer deposits. Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, and donations. Revenue from property taxes, grants and donations are recognized when received.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified cash basis of accounting, which is described in the previous paragraph.

Capital asset acquisitions are reported as expenditures in the governmental funds and as assets in the government-wide financial statements. Payments on long-term debt and capital leases are reported as other financial uses in the governmental funds and the remaining balances as liabilities in the government-wide financial statements.

All governmental and business-type activities of the City follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

Cash, Cash Equivalents and Certificates of Deposit

The City considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Cash deposits are reported at carrying amount, which reasonably estimates fair value. Certificates of deposit held at banks with an original maturity in excess of three months are reported at cost.

Internal and Interfund Balances

In the process of aggregating the financial information for the government-wide Statement of Net Position, amounts, if any, reported as interfund balances in the fund financial statements are eliminated.

Permanent reallocation of resources between funds of the reporting entity is classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

CITY OF RED BUD, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 APRIL 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of donation. The City accounts for infrastructure within the guidelines promulgated by GASB 34. The cost of normal maintenance and repairs, that do not add to the value of the asset or materially extend the asset's life, are not capitalized. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$10,000 for equipment and vehicles and \$50,000 for buildings, improvements and infrastructure are used in the governmental and proprietary funds to report capital assets.

The range of estimated useful lives by type of asset is as follows:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Infrastructure	50
Buildings and improvements	25-75
Equipment and vehicles	5-25
Utility systems	25-50
Land improvements	10-20

Long Term Debt

All long-term debt arising from cash transactions to be repaid from governmental and business-like resources is reported as liabilities in the government-wide statements.

Long term debt arising from cash basis transactions of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures. The accounting for proprietary funds is the same in the fund financial statements as the treatment in the government-wide statements.

Governmental Fund Balances

Fund balance is the difference between assets and liabilities in a Governmental Fund. In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Government Fund Type Definitions, the following types of fund balances are presented in the Governmental Funds Balance Sheet:

Restricted - the portion of a Governmental Fund's balance that are subject to external enforceable legal restrictions. The following fund balances are restricted by City ordinance, taxing authority or grant agreements: Motor Fuel Tax, Park and Library.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Committed - the portion of a Governmental Fund's balance with self-imposed constraints or limitations that have been placed by the City Council, the City's highest level of decision-making authority. The committed fund balance is made up of Council approved funds set aside in the General Fund.

Unassigned - available expendable financial resources in a governmental fund that are not designated for a specific purpose. The following account comprises the unassigned fund balance: General.

The City uses restricted amounts first when both restricted and unrestricted fund balances are available, unless there are legal contracts that prohibit doing this.

Net Position

Net Position represent the difference between assets and liabilities. Net investment in capital assets represents the cost of capital assets, net accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire capital assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other net position is reported as unrestricted.

It is the City's policy to first use restricted net position amounts prior to the use of unrestricted net position amounts when an expense is incurred for purposes for which both restricted and unrestricted net position amounts are available.

Use of Estimates

The preparation of basic financial statements in conformity with the other comprehensive basis of accounting (OCBOA) used by the city requires management to make estimates and assumptions that affect the reported amounts in the basic financial statements and the accompanying notes. Actual results could differ from those estimates.

Property Taxes

The City's property tax is levied each year on all taxable real property located in the City on or before the last Tuesday in December. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments. The City received significant distributions of tax receipts approximately one month after these due dates. Property tax collections reflected in the City's financial statements for the year ended April 30, 2022 represent taxes received for the 2020 and prior tax levies.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters and workers compensation. The City purchases commercial insurance coverage for such risks.

There has been no significant reduction in insurance coverage from the previous year in any of the City's policies. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

The City is a member of the Illinois Public Risk Fund, a group self-insured pool providing for the defense and payment when due of all compensation and other benefits under the Illinois Workmen's Compensation and Occupational Diseases Laws and providing means to manage risk of loss from events involving tort, theft of, damage to, or destruction of assets, errors or omissions, and acts of God by offering general liability, property damage, and public official liability insurance coverage on behalf of fire prevention districts, public entities and agencies, and other units of government within the State of Illinois. The Public Risk Fund has the responsibilities and duties of premium collection from members, claims administration and payment, loss control, acquisition of excess liability insurance coverage and reinsurance, and general fund administration. The City has the responsibilities and duties of timely payment of calculated premiums, remaining financially sound, employing generally acceptable financial practices, demonstrating good safety practices and programs, implementing recommendations of loss control or safety inspections, and maintaining general membership eligibility requirements.

NOTE 2 - CASH, CASH EQUIVALENTS AND CERTIFICATES OF DEPOSIT

The City has adopted a formal written investment and cash management policy. The City is restricted to investments outlined in the Public Funds Investment Act of the State of Illinois.

Deposits

At year-end, the carrying amount of the City's deposits, totaled \$12,633,436 and bank balances totaled \$12,356,999.

Custodial 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. Of the bank balances, \$250,000 was insured by the Federal Deposit Insurance Corporation (FDIC) with the remaining covered by pledged collateral, which was held in the City's name.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 3 - CAPITAL ASSETS

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

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Governmental activities:				
Land	\$ 1,210,645	\$ -	\$ -	\$ 1,210,645
Total capital assets not being depreciated	<u>1,210,645</u>	<u>-</u>	<u>-</u>	<u>1,210,645</u>
<i>Capital assets being depreciated:</i>				
Buildings and improvements	4,406,855	-	-	4,406,855
Machinery and equipment	1,463,171	55,051	15,430	1,502,792
Infrastructure	<u>1,086,264</u>	<u>-</u>	<u>-</u>	<u>1,086,264</u>
Total capital assets being depreciated	<u>6,956,290</u>	<u>55,051</u>	<u>15,430</u>	<u>6,995,911</u>
Less accumulated depreciation for:				
Buildings and improvements	1,706,214	77,262	-	1,783,476
Machinery and equipment	992,430	73,145	15,430	1,050,145
Infrastructure	<u>230,309</u>	<u>21,534</u>	<u>-</u>	<u>251,843</u>
Total accumulated depreciation	<u>2,928,953</u>	<u>171,941</u>	<u>15,430</u>	<u>3,085,464</u>
Total net capital assets being depreciated	<u>4,027,337</u>	<u>(116,890)</u>	<u>-</u>	<u>3,910,447</u>
Governmental activity capital assets, net	<u>\$ 5,237,982</u>	<u>\$ (116,890)</u>	<u>\$ -</u>	<u>\$ 5,121,092</u>

Depreciation expense was charged to functions as follows in the Statement of Activities:

Governmental activities:	
General government	\$ 35,539
Public safety	50,393
Highway and streets	38,337
Culture and recreation	47,672
Total Governmental activities	<u>\$ 171,941</u>

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 3 - CAPITAL ASSETS (continued)

Business-type activities consist of the Electric, Gas, Water and Sewer Funds:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Business-type activities				
Land	\$ 325,042	\$ -	\$ -	\$ 325,042
Total capital assets not being depreciated	<u>325,042</u>	<u>-</u>	<u>-</u>	<u>325,042</u>
<i>Capital assets being depreciated:</i>				
Machinery and equipment	2,012,932	125,875	-	2,138,807
Utility property and imprvmts	18,454,653	19,138	-	18,473,791
Total capital assets being depreciated	<u>20,467,585</u>	<u>145,013</u>	<u>-</u>	<u>20,612,598</u>
Less accumulated depreciation for:				
Machinery and equipment	1,429,675	81,031	-	1,510,706
Utility property and imprvmts	10,544,378	341,049	-	10,885,427
Total accumulated depreciation	<u>11,974,053</u>	<u>422,080</u>	<u>-</u>	<u>12,396,133</u>
Total net capital assets being depreciated	<u>8,493,532</u>	<u>(277,067)</u>	<u>-</u>	<u>8,216,465</u>
Governmental activity capital assets, net	<u>\$ 8,818,574</u>	<u>\$ (277,067)</u>	<u>\$ -</u>	<u>\$ 8,541,507</u>

Depreciation expense was charged to funds as follows:

Business-type activities	
Electric	\$ 152,492
Gas	47,005
Water	100,343
Sewer	122,240
Total Business-type activities	<u>\$ 422,080</u>

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 4 - LONG TERM LIABILITIES

The following is a summary of changes in long term commitments:

	5/1/2021			4/30/2022	Amount
	Balance	Additions	Retirements	Balance	Due Within One Year
Business-type activities:					
IEPA Loan	\$ 137,912	\$ -	\$ 14,517	\$ 123,395	\$ 14,517
IEPA Loan	156,838	-	77,377	79,461	79,461
Consumer deposits*	110,545	455	-	111,000	-
Totals	<u>\$ 405,295</u>	<u>\$ 455</u>	<u>\$ 91,894</u>	<u>\$ 313,856</u>	<u>\$ 93,978</u>

*Due to limitations, gross amounts for additions and reductions are not readily available. Net changes are shown above.

Note Payable - Illinois Environmental Protection Agency

On November 3, 2009, the City executed a loan agreement with the Illinois Environmental Protection Agency whereby the City obtained a loan in the amount of \$375,000 with the proceeds used for a water facility upgrade project. As of April 30, 2022 the City had drawn \$375,000 on the loan, and only \$281,250 is required to be paid back. The loan has a 0.0% annual interest rate. As of April 30, 2022, the outstanding balance was \$123,395. The principal and interest payments required for the fiscal years ended April 30 are as follows:

Year Ending			Total
April, 30	Principal	Interest	Payments
2023	\$ 14,517	\$ -	\$ 14,517
2024	14,517	-	14,517
2025	14,517	-	14,517
2026	14,517	-	14,517
2027	14,517	-	14,517
2028-2031	50,810	-	50,810
	<u>\$ 123,395</u>	<u>\$ -</u>	<u>\$ 123,395</u>

CITY OF RED BUD, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 APRIL 30, 2022

NOTE 4 - LONG TERM LIABILITIES (continued)

Note Payable - Illinois Environmental Protection Agency

On May 2, 2002, the City executed a loan agreement with the Illinois Environmental Protection Agency whereby the City obtained a loan in the amount of \$1,225,390 with the proceeds used for the wastewater treatment facility upgrade construction project. The loan is due on February 2, 2023 with semi-annual installments beginning February 1, 2004 and interest computed at an annual rate of 2.675%. As of April 30, 2022, the outstanding balance was \$79,461. The final principal and interest payment required for the fiscal year ended April 30, 2023 is as follows:

Year Ending	Principal	Interest	Total
<u>April, 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Payments</u>
2023	<u>\$ 79,461</u>	<u>\$ 1,598</u>	<u>\$ 81,059</u>

NOTE 5 - POSTEMPLOYMENT HEALTH CARE BENEFITS

The City provides postemployment healthcare benefits to all full-time employees hired prior to August 1, 1997 that retire with the City. The City contributes 3% of the premium for each year of completed service for individual coverage. Currently, 8 retirees meet those eligibility requirements. Expenditures for postemployment health care benefits are recognized on a pay-as-you-go basis. For fiscal years 2020, 2021 and 2022, the City recorded actual expenditures of \$25,198, \$16,799 and \$16,799 respectively.

NOTE 6 - RELATED PARTY TRANSACTION

The City remits a quarterly subsidy in the amount of \$6,550 for an annual total of \$26,200 to the Red Bud Fire Department No. 1, an organization which operates on City premises and whose service area includes the City boundaries.

NOTE 7 - COMPENSATED ABSENCES

Effective September 26, 2007 all full time employees earn sick leave at the rate of four hours per pay period. On the first pay date in October of each year, the City will pay out to each employee at the rate of pay then in effect for that employee, the balance of any unused sick leave for the first forty hours of sick leave earned but not used through the last full pay period of leave. The remaining unused sick leave will accumulate indefinitely as unused sick leave and will be applied to the Illinois Municipal Retirement Fund pension as time of service, according to Illinois State Statute. The total balance of accumulated sick leave to be paid out in future periods as of April 30, 2022 was \$319,808.

CITY OF RED BUD, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 APRIL 30, 2022

NOTE 8 - PENSION PLAN

Illinois Municipal Retirement Fund

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

Funding Policy. As set by statute, the City plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2021 was 9.29%. 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. For plan years 2019, 2020 and 2021, the City contributed \$136,561, \$174,516 and \$164,644, respectively, as required.

NOTE 9 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund transfers for the year ended April 30, 2022 were as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General	\$ -	\$ 143,829
Park	134,500	-
Library	9,329	-
	<u>\$ 224,829</u>	<u>\$ 224,829</u>

The General fund transferred funds to the Library and Park funds to assist with the payment of current expenditures.

The composition of interfund balances as of April 30, 2022 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>April 30, 2022</u>
Library	General	<u>\$ 24,329</u>

The interfund balance relates to costs incurred for operating activities. The balance is expected to be repaid within one year.

CITY OF RED BUD, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 APRIL 30, 2022

NOTE 10 - LEGAL DEBT MARGIN

The legal debt margin for the City is calculated as follows:

Assessed valuation - 2020 payable in 2021	\$ 87,704,141
Legal debt limit - 8.625% of assessed valuation	7,564,482
Amount of debt applicable to debt limit	-
Legal debt margin	\$ 7,564,482

NOTE 11 - LOANS RECEIVABLE

On December 11, 2015 the City loaned \$150,000 to First Stage Fabrication, Inc from the General fund. The loan bears interest at an annual rate of 1.5% and is payable in monthly installments of \$1,347 for a period of 10 years beginning on January 28, 2016. The balance at April 30, 2022 was \$57,628.

On September 28, 2015 the City loaned \$75,000 to Opera House Bistro from the General fund. The loan bears interest at an annual rate of 1.5% and is payable in monthly installments of \$941 for a period of 7 years beginning on October 28, 2015. The loan was fully repaid during the fiscal year.

On December 28, 2017 the City loaned \$450,000 to Mike and Kim Moll from the General fund. The loan bears interest at an annual rate of 1.5% and is payable in monthly installments of \$4,238 for a period of 10 years beginning on July 28, 2018. The balance at April 30, 2022 was \$279,983.

On September 28, 2017 the City loaned \$45,000 to Kaskaskia Regional Port District from the General fund. The loan bears interest at an annual rate of 1.5% and is payable in monthly installments of \$779 for a period of 5 years beginning on October 28, 2017. The balance at April 30, 2022 was \$3,879.

On June 17, 2019 the City loaned \$100,000 to First Stage Fabrication, Inc from the General fund. The loan bears interest at an annual rate of 1.5% and is payable in monthly installments of \$1,255 for a period of 7 years beginning on July 28, 2019. The balance at April 30, 2022 was \$60,786.

On March 25, 2020 the City loaned \$30,000 to DE Vinos from the General fund. The loan bears interest at an annual rate of 3% and is payable in monthly installments of \$539 for a period of 5 years beginning on June 20, 2020. The balance at April 30, 2022 was \$19,519.

NOTE 12 - SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 17, 2022, the date which the financial statements were available for issue and noted no reportable events.

Supplementary Information

CITY OF RED BUD, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/(Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 369,205	\$ 369,205	\$ 393,431	\$ 24,226
Sales	625,000	625,000	1,252,345	627,345
Intergovernmental:				
Replacement tax	8,500	8,500	25,269	16,769
Income tax	300,000	300,000	524,520	224,520
Other taxes	87,500	87,500	12,123	(75,377)
Grants - other	53,000	53,000	354,287	301,287
Licenses and permits	21,400	21,400	38,462	17,062
Fines and forfeitures	6,700	6,700	2,241	(4,459)
Charges for services	56,700	56,700	69,591	12,891
Interest income	24,935	24,935	19,129	(5,806)
Rents	31,500	31,500	54,291	22,791
Miscellaneous	55,310	55,310	79,943	24,633
Total revenues	<u>1,639,750</u>	<u>1,639,750</u>	<u>2,825,632</u>	<u>1,185,882</u>
EXPENDITURES:				
Current operations:				
General government	437,465	437,465	333,630	103,835
Public safety	998,915	999,865	884,393	115,472
Highways and streets	741,800	741,800	497,702	244,098
Culture and recreation	312,525	312,525	180,549	131,976
Capital outlay	197,000	198,850	44,844	154,006
Total expenditures	<u>2,687,705</u>	<u>2,690,505</u>	<u>1,941,118</u>	<u>749,387</u>
Excess (deficiency) of revenues over expenditures	<u>(1,047,955)</u>	<u>(1,050,755)</u>	<u>884,514</u>	<u>1,935,269</u>
Other financing sources (uses):				
Classification of long term loans receivables	-	-	89,648	89,648
Transfers between funds	(95,000)	(92,200)	(143,829)	(51,629)
Net other sources and uses of financial resources	<u>(95,000)</u>	<u>(92,200)</u>	<u>(54,181)</u>	<u>38,019</u>
Excess (deficiency) of revenues over expenditures and other financing sources and (uses)	<u>\$ (1,142,955)</u>	<u>\$ (1,142,955)</u>	830,333	<u>\$ 1,973,288</u>
Fund balance - beginning			<u>3,579,287</u>	
Fund balance - ending			<u>\$ 4,409,620</u>	

CITY OF RED BUD, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 PARK FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/(Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 57,820	\$ 57,820	\$ 60,883	\$ 3,063
Intergovernmental:				
Gaming tax	46,700	46,700	103,206	56,506
Interest income	4,147	4,147	3,329	(818)
Rents	1,283	1,283	2,010	727
Franchise fees	-	-	26,533	26,533
Donations	8,000	8,000	7,499	(501)
Miscellaneous	20,682	20,682	163	(20,519)
Total revenues	<u>138,632</u>	<u>138,632</u>	<u>203,623</u>	<u>64,991</u>
EXPENDITURES:				
Culture and recreation	664,389	699,929	198,099	501,830
Capital outlay	156,372	120,832	10,207	110,625
Total expenditures	<u>820,761</u>	<u>820,761</u>	<u>208,306</u>	<u>612,455</u>
Excess (deficiency) of revenues over expenditures	(682,129)	(682,129)	(4,683)	677,446
Other financing sources (uses):				
Transfers between funds	80,000	80,000	134,500	54,500
Net other sources and uses of financial resources	<u>80,000</u>	<u>80,000</u>	<u>134,500</u>	<u>54,500</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>\$ (682,129)</u>	<u>\$ (682,129)</u>	129,817	<u>\$ 731,946</u>
Fund balance - beginning			<u>1,055,128</u>	
Fund balance - ending			<u>\$ 1,184,945</u>	

CITY OF RED BUD, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 LIBRARY FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/(Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 96,796	\$ 96,796	\$ 99,059	\$ 2,263
Intergovernmental:				
Replacement tax	4,200	4,200	9,218	5,018
Grants - other	8,917	8,917	29,586	20,669
Charges for services	3,200	3,200	5,850	2,650
Interest income	100	100	144	44
Miscellaneous	200	200	1,667	1,467
Total revenues	<u>113,413</u>	<u>113,413</u>	<u>145,524</u>	<u>32,111</u>
EXPENDITURES:				
Culture and recreation	136,000	137,265	107,913	29,352
Capital outlay	5,000	3,735	-	3,735
Total expenditures	<u>141,000</u>	<u>141,000</u>	<u>107,913</u>	<u>33,087</u>
Excess (deficiency) of revenues over expenditures	(27,587)	(27,587)	37,611	65,198
Other financing sources (uses):				
Transfers between funds	8,500	8,500	9,329	829
Net other sources and uses of financial resources	<u>8,500</u>	<u>8,500</u>	<u>9,329</u>	<u>829</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>\$ (19,087)</u>	<u>\$ (19,087)</u>	46,940	<u>\$ 66,027</u>
Fund balance - beginning			<u>70,617</u>	
Fund balance - ending			<u>\$ 117,557</u>	

CITY OF RED BUD, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 MOTOR FUEL TAX FUND
 FOR THE YEAR ENDED APRIL 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/(Negative)
	Original	Final		
REVENUES:				
Taxes:				
Motor Fuel	\$ -	\$ -	\$ 145,353	\$ 145,353
Rebuild Illinois	-	-	81,237	81,237
Interest income	-	-	3,916	3,916
Total revenues	<u>-</u>	<u>-</u>	<u>230,506</u>	<u>230,506</u>
EXPENDITURES:				
Highway and street	-	-	76,442	(76,442)
Culture and recreation	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>76,442</u>	<u>(76,442)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	154,064	<u>\$ 154,064</u>
Fund balance - beginning			<u>1,111,951</u>	
Fund balance - ending			<u>\$ 1,266,015</u>	

CITY OF RED BUD, ILLINOIS
NOTES TO BUDGETARY COMPARISON INFORMATION
APRIL 30, 2022

NOTE 1 - BUDGETS AND BUDGETARY ACCOUNTING

The Board follows the procedures outlined below in establishing the budgetary data reflected in the basic financial statements:

1. Formal budgetary integration is employed as a management control device during the year for all governmental funds. The budgets are adopted on a modified cash basis of accounting.
2. The City Council approves the tax rate by ordinance. Once this rate has been established, the Board approves the total budget appropriation and amendments.
3. Unused appropriations lapse at the end of the year.

NOTE 2 - EXPENDITURES IN EXCESS OF BUDGET

<u>Fund</u>	<u>Actual Expenses</u>	<u>Budget</u>
Motor Fuel Tax	\$ 76,442	\$ -

CITY OF RED BUD, ILLINOIS
 SCHEDULE OF ASSESSED VALUATION - TAX RATES
 TAXES EXTENDED AND COLLECTED FOR 2018, 2019, AND 2020

	Tax Year		
	<u>2018</u>	<u>2019</u>	<u>2020</u>
ASSESSED VALUATION:	\$ 84,418,187	\$ 86,167,284	\$ 87,704,141
TAX RATES PER \$100 OF ASSESSED VALUATION:			
General	0.19200	0.19523	0.20009
I.M.R.F	0.15149	0.15407	0.15790
Library	0.10680	0.10862	0.11132
Audit	0.01185	0.01206	0.01235
FICA	0.16361	0.16637	0.17051
Park/Park Maintenance	0.06653	0.06766	0.06935
Emergency Service and Disaster	0.00312	0.00318	0.00326
School Crossing Guard	0.00867	0.00882	0.00903
	<u>0.70407</u>	<u>0.71601</u>	<u>0.73381</u>
TAXES EXTENDED:			
General	\$ 162,083	\$ 168,224	\$ 175,487
I.M.R.F	127,885	132,758	138,485
Library	90,159	93,595	97,632
Audit	10,004	10,392	10,831
FICA	138,117	143,357	149,544
Park/Park Maintenance	56,163	58,301	60,823
Emergency Service and Disaster	2,634	2,740	2,859
School Crossing Guard	7,319	7,600	7,920
	<u>\$ 594,363</u>	<u>\$ 616,966</u>	<u>\$ 643,582</u>
TAXES COLLECTED:	\$ 663,058	\$ 684,287	\$ 712,766
Less: Road and Bridge Taxes	(88,061)	(99,179)	(102,184)
ADJUSTED TAXES COLLECTED:	<u>\$ 574,997</u>	<u>\$ 585,108</u>	<u>\$ 610,582</u>
% COLLECTED ON THOSE EXTENDED:	<u>96.74%</u>	<u>94.84%</u>	<u>94.87%</u>