

CITY OF RED BUD, ILLINOIS
AUDITED FINANCIAL STATEMENTS
APRIL 30, 2023

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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, 2023, and the related notes to the financial statements, which collectively comprise the City of Red Bud, Illinois' 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, 2023, 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 Auditors' 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 opinions are not modified with respect to this 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' 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' 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 valuation but does not include the basic financial statements and our auditors' 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
Columbia, Illinois
July 24, 2023

Basic Financial Statements

CITY OF RED BUD, ILLINOIS
STATEMENT OF NET POSITION
MODIFIED CASH BASIS
APRIL 30, 2023

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 6,845,330	\$ 4,894,098	\$ 11,739,428
Certificates of deposit	1,600,000	1,000,000	2,600,000
Current loans receivable	88,456	-	88,456
Total current assets	<u>8,533,786</u>	<u>5,894,098</u>	<u>14,427,884</u>
Noncurrent assets			
Noncurrent loans receivable	246,871	-	246,871
Capital assets, net of depreciation	5,000,131	8,176,194	13,176,325
Total noncurrent assets	<u>5,247,002</u>	<u>8,176,194</u>	<u>13,423,196</u>
Total assets	<u>\$ 13,780,788</u>	<u>\$ 14,070,292</u>	<u>\$ 27,851,080</u>
LIABILITIES			
Current liabilities			
Current portion of long term debt	\$ -	\$ 14,517	\$ 14,517
Total current liabilities	<u>-</u>	<u>14,517</u>	<u>14,517</u>
Noncurrent liabilities			
Consumer deposits	-	112,120	112,120
Notes payable	-	94,361	94,361
Total noncurrent liabilities	<u>-</u>	<u>206,481</u>	<u>206,481</u>
Total liabilities	<u>\$ -</u>	<u>\$ 220,998</u>	<u>\$ 220,998</u>
NET POSITION			
Net investment in capital assets	\$ 5,000,131	\$ 8,067,316	\$ 13,067,447
Restricted:			
ARPA funds	476,210	-	476,210
Park	1,364,992	-	1,364,992
Library	168,317	-	168,317
Motor fuel tax	1,423,323	-	1,423,323
Unrestricted	5,347,815	5,781,978	11,129,793
Total net position	<u>\$ 13,780,788</u>	<u>\$ 13,849,294</u>	<u>\$ 27,630,082</u>

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2023

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:						
Governmental activities:						
General government	\$ 343,559	\$ 85,177	\$ 321,107	\$ 62,725	\$ -	\$ 62,725
Public safety	932,329	-	-	(932,329)	-	(932,329)
Highway and streets	490,884	-	-	(490,884)	-	(490,884)
Culture and recreation	426,586	6,374	9,324	(410,888)	-	(410,888)
Total governmental activities	2,193,358	91,551	330,431	(1,771,376)	-	(1,771,376)
Business-type activities:						
Electric	5,859,774	5,893,800	-	-	34,026	34,026
Gas	2,041,124	2,020,180	-	-	(20,944)	(20,944)
Water	848,774	585,648	-	-	(263,126)	(263,126)
Sewer	546,982	455,749	-	-	(91,233)	(91,233)
Total business-type activities	9,296,654	8,955,377	-	-	(341,277)	(341,277)
Total	\$ 11,490,012	\$ 9,046,928	\$ 330,431	\$ (1,771,376)	\$ (341,277)	\$ (2,112,653)

General revenues:					
Taxes:					
Property				560,248	162,515
Intergovernmental:					
Sales and use taxes				1,351,723	-
Replacement taxes				52,136	-
Motor fuel taxes				193,832	-
Income taxes				621,128	-
Other taxes				12,589	-
Gaming taxes				116,244	-
Interest income				63,445	28,718
Rents				42,285	-
Franchise fees				25,190	-
Reimbursements				41,805	-
Other				37,058	29,845
Total general revenues				3,117,683	221,078
Changes in net position				1,346,307	(120,199)
Net position - beginning				12,434,481	13,969,493
Net position - ending				\$ 13,780,788	\$ 13,849,294
					\$ 27,630,082

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
APRIL 30, 2023

	General	Park Fund	Library Fund	Motor Fuel Tax Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 3,909,404	\$ 1,364,992	\$ 147,611	\$ 1,423,323	\$ 6,845,330
Certificates of deposit	1,600,000	-	-	-	1,600,000
Internal balances	-	-	20,706	-	20,706
Current loans receivable	88,456	-	-	-	88,456
Total assets	<u>\$ 5,597,860</u>	<u>\$ 1,364,992</u>	<u>\$ 168,317</u>	<u>\$ 1,423,323</u>	<u>\$ 8,554,492</u>
 LIABILITIES AND FUND BALANCES					
LIABILITIES					
Internal balances	\$ 20,706	\$ -	\$ -	\$ -	\$ 20,706
Total liabilities	<u>20,706</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,706</u>
 FUND BALANCES					
Restricted	476,210	1,164,926	168,317	1,423,323	3,232,776
Committed	88,456	-	-	-	88,456
Unassigned	5,012,488	200,066	-	-	5,212,554
Total fund balances	<u>5,577,154</u>	<u>1,364,992</u>	<u>168,317</u>	<u>1,423,323</u>	<u>8,533,786</u>
Total liabilities and fund balances	<u>\$ 5,597,860</u>	<u>\$ 1,364,992</u>	<u>\$ 168,317</u>	<u>\$ 1,423,323</u>	<u>\$ 8,554,492</u>

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

CITY OF RED BUD
RECONCILIATION OF THE STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -
MODIFIED CASH BASIS - GOVERNMENTAL FUNDS TO THE STATEMENT
OF NET POSITION - MODIFIED CASH BASIS
APRIL 30, 2023

Total fund balances - governmental funds	\$ 8,533,786
<p>Amounts reported for <i>governmental activities</i> in the Statement of Net position - Modified Cash Basis are different than amounts reported in the Statement of Assets, Liabilities and Fund Balances - Modified Cash Basis for governmental funds due to the following items:</p>	
<p>Capital assets used in <i>governmental activities</i> are not financial resources and therefore are not reported in the funds.</p>	5,000,131
<p>Noncurrent receivables are not financial resources that can be utilized within a one year period and therefore are not reported in the governmental funds Statement of Assets, Liabilities and Fund Balances.</p>	<u>246,871</u>
Net position of <i>governmental activities</i>	<u><u>\$ 13,780,788</u></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 FUND BALANCES
MODIFIED CASH BASIS - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2023

	General	Park Fund	Library Fund	Motor Fuel Tax Fund	Total Governmental Funds
REVENUES					
Taxes:					
Property	\$ 398,762	\$ 62,200	\$ 99,286	\$ -	560,248
Intergovernmental:					
Sales and use tax	1,351,723	-	-	-	1,351,723
Replacement tax	38,156	-	13,980	-	52,136
Motor fuel tax	-	-	-	193,832	193,832
Income tax	621,128	-	-	-	621,128
Other taxes	12,589	-	-	-	12,589
Gaming tax	-	116,244	-	-	116,244
Grants - other	321,107	-	9,324	-	330,431
Licenses and permits	25,384	-	-	-	25,384
Fines and forfeitures	4,189	-	-	-	4,189
Charges for services	55,604	-	6,374	-	61,978
Interest income	45,967	7,670	606	9,202	63,445
Rents	40,620	1,665	-	-	42,285
Franchise fees	-	25,190	-	-	25,190
Reimbursements	41,805	-	-	-	41,805
Other	23,488	11,477	2,093	-	37,058
Total revenues	<u>2,980,522</u>	<u>224,446</u>	<u>131,663</u>	<u>203,034</u>	<u>3,539,665</u>
EXPENDITURES					
Current operations:					
General government	308,020	-	-	-	308,020
Public safety	886,006	-	-	-	886,006
Highways and streets	412,053	-	-	37,221	449,274
Culture and recreation	142,153	138,071	90,613	8,505	379,342
Capital outlay	33,260	16,494	-	-	49,754
Total expenditures	<u>1,781,492</u>	<u>154,565</u>	<u>90,613</u>	<u>45,726</u>	<u>2,072,396</u>
Excess (deficiency) of revenues over expenditures	<u>1,199,030</u>	<u>69,881</u>	<u>41,050</u>	<u>157,308</u>	<u>1,467,269</u>
Other financing sources (uses)					
Classification of long term loans receivable	88,380	-	-	-	88,380
Transfers between funds	(119,876)	110,166	9,710	-	-
Net other sources (uses) of financial resources	<u>(31,496)</u>	<u>110,166</u>	<u>9,710</u>	<u>-</u>	<u>88,380</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>1,167,534</u>	<u>180,047</u>	<u>50,760</u>	<u>157,308</u>	<u>1,555,649</u>
Fund balances - beginning	<u>4,409,620</u>	<u>1,184,945</u>	<u>117,557</u>	<u>1,266,015</u>	<u>6,978,137</u>
Fund balances - ending	<u>\$ 5,577,154</u>	<u>\$ 1,364,992</u>	<u>\$ 168,317</u>	<u>\$ 1,423,323</u>	<u>\$ 8,533,786</u>

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

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, 2023

Net change in fund balances - total governmental funds		\$ 1,555,649
<p>Amounts reported for <i>governmental activities</i> in the Statement of Activities - Modified Cash Basis are different than amounts reported in the Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis due to the following items:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities - Modified Cash Basis the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.</p>		
Capital outlay	49,754	
Depreciation expense	<u>(170,716)</u>	(120,962)
<p>Classification of long term loans receivable recorded as other financing use. However, the loans receivable remain on the Statement of Net Position - Modified Cash Basis</p>		
		<u>(88,380)</u>
<p>Net change in net position of <i>governmental activities</i> for the Statement of Activities - Modified Cash Basis - government wide</p>		
		<u>\$ 1,346,307</u>

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

CITY OF RED BUD, ILLINOIS
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUNDS
APRIL 30, 2023

	Electric Fund	Gas Fund	Water Fund	Sewer Fund	Security Deposit Fund	Total
ASSETS						
Current assets						
Cash and cash equivalents	\$ 2,763,975	\$ 958,590	\$ 788,138	\$ 260,473	\$ 122,922	\$ 4,894,098
Certificates of deposit	750,000	150,000	-	100,000	-	1,000,000
Total current assets	<u>3,513,975</u>	<u>1,108,590</u>	<u>788,138</u>	<u>360,473</u>	<u>122,922</u>	<u>5,894,098</u>
Noncurrent assets						
Capital assets, net of depreciation	3,789,577	1,378,377	1,930,942	1,077,298	-	8,176,194
Total noncurrent assets	<u>3,789,577</u>	<u>1,378,377</u>	<u>1,930,942</u>	<u>1,077,298</u>	<u>-</u>	<u>8,176,194</u>
Total assets	<u>\$ 7,303,552</u>	<u>\$ 2,486,967</u>	<u>\$ 2,719,080</u>	<u>\$ 1,437,771</u>	<u>\$ 122,922</u>	<u>\$ 14,070,292</u>
LIABILITIES						
Current liabilities						
Current portion of long term debt	\$ -	\$ -	\$ 14,517	\$ -	\$ -	\$ 14,517
Total current liabilities	<u>-</u>	<u>-</u>	<u>14,517</u>	<u>-</u>	<u>-</u>	<u>14,517</u>
Noncurrent liabilities						
Consumer deposits	-	-	-	-	112,120	112,120
Notes payable	-	-	94,361	-	-	94,361
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>94,361</u>	<u>-</u>	<u>112,120</u>	<u>206,481</u>
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 108,878</u>	<u>\$ -</u>	<u>\$ 112,120</u>	<u>\$ 220,998</u>
NET POSITION						
Net investment in capital assets	\$ 3,789,577	\$ 1,378,377	\$ 1,822,064	\$ 1,077,298	\$ -	\$ 8,067,316
Unrestricted	3,513,975	1,108,590	788,138	360,473	10,802	5,781,978
Total net position	<u>\$ 7,303,552</u>	<u>\$ 2,486,967</u>	<u>\$ 2,610,202</u>	<u>\$ 1,437,771</u>	<u>\$ 10,802</u>	<u>\$ 13,849,294</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, 2023

	Electric Fund	Gas Fund	Water Fund	Sewer Fund	Security Deposit Fund	Total
OPERATING REVENUES						
Charges for services	\$ 5,893,800	\$ 2,020,180	\$ 585,648	\$ 455,749	\$ -	\$ 8,955,377
Other	20,646	2,694	6,505	-	-	29,845
Total operating revenues	5,914,446	2,022,874	592,153	455,749	-	8,985,222
OPERATING EXPENSES						
Personal services	816,498	372,840	236,141	183,121	-	1,608,600
Operating expenses	4,620,665	1,582,589	398,115	164,110	-	6,765,479
Repairs and maintenance	175,472	37,612	98,616	69,127	-	380,827
Insurance	68,621	1,361	17,754	28,997	-	116,733
Depreciation	169,414	46,722	98,148	100,029	-	414,313
Other	9,104	-	-	-	-	9,104
Total operating expenses	5,859,774	2,041,124	848,774	545,384	-	9,295,056
Total operating income	54,672	(18,250)	(256,621)	(89,635)	-	(309,834)
NON-OPERATING REVENUES (EXPENSES)						
Taxes:						
Property taxes	81,609	41,272	24,056	15,578	-	162,515
Interest income	18,190	3,188	5,083	1,638	619	28,718
Interest and fiscal charges	-	-	-	(1,598)	-	(1,598)
Total non-operating revenues (expenses)	99,799	44,460	29,139	15,618	619	189,635
Change in net position	154,471	26,210	(227,482)	(74,017)	619	(120,199)
Net position - beginning	7,149,081	2,460,757	2,837,684	1,511,788	10,183	13,969,493
Net position - ending	\$ 7,303,552	\$ 2,486,967	\$ 2,610,202	\$ 1,437,771	\$ 10,802	\$ 13,849,294

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, 2023

CASH FLOWS FROM OPERATING ACTIVITIES:

	Electric Fund	Gas Fund	Water Fund	Sewer Fund	Security Deposit Fund	Total
Cash received from customers	\$ 5,914,446	\$ 2,022,874	\$ 592,153	\$ 455,749	\$ 1,120	\$ 8,986,342
Payments to suppliers	(4,873,862)	(1,621,562)	(514,485)	(262,234)	-	(7,272,143)
Payments to employees	(816,498)	(372,840)	(236,141)	(183,121)	-	(1,608,600)
Total operating activities	224,086	28,472	(158,473)	10,394	1,120	105,599

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Purchase of capital assets	(49,000)	-	-	-	-	(49,000)
Purchase of certificates of deposit	(750,000)	(150,000)	-	(100,000)	-	(1,000,000)
Payment of principal	-	-	(14,517)	(79,461)	-	(93,978)
Payment of interest	-	-	-	(1,598)	-	(1,598)
Total financing activities	(799,000)	(150,000)	(14,517)	(181,059)	-	(1,144,576)

CASH FLOWS FROM INVESTING ACTIVITIES:

Investment income	18,190	3,188	5,083	1,638	619	28,718
Total investing activities	18,190	3,188	5,083	1,638	619	28,718

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:

Property taxes	81,609	41,272	24,056	15,578	-	162,515
Total non-capital financing activities	81,609	41,272	24,056	15,578	-	162,515
Net increase (decrease) in cash	(475,115)	(77,068)	(143,851)	(153,449)	1,739	(847,744)
Cash and cash equivalents - beginning	3,239,090	1,035,658	931,989	413,922	121,183	5,741,842
Cash and cash equivalents - ending	\$ 2,763,975	\$ 958,590	\$ 788,138	\$ 260,473	\$ 122,922	\$ 4,894,098

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating income	\$ 54,672	\$ (18,250)	\$ (256,621)	\$ (89,635)	\$ -	\$ (309,834)
Adjustments to reconcile net income to net cash provided by operating activities:						
Depreciation	169,414	46,722	98,148	100,029	-	414,313
Increase (decrease) in consumer deposits	-	-	-	-	1,120	1,120
Net cash provided by operating activities	\$ 224,086	\$ 28,472	\$ (158,473)	\$ 10,394	\$ 1,120	\$ 105,599

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

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2023

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, 2023

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, 2023

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 certificates 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 Balances and Interfund Transfers

In the process of aggregating the financial information for the government-wide Statement of Net Position, amounts, if any, reported as internal 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, 2023

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: ARPA funds, Motor Fuel Tax, Park and Library.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2023

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, 2023 represent taxes received for the 2021 and prior tax levies.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2023

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 Municipal League Risk Management Association, 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 Association 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 \$14,339,428 (including \$2,600,000 in certificates of deposit) and bank balances totaled \$14,257,180.

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), \$14,007,180 was covered by pledged collateral, which was held in the City's name, leaving no deposits at risk as of April 30, 2023.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2023

NOTE 3 - CAPITAL ASSETS

Capital asset activity for governmental activities for the year ended April 30, 2023 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	1,502,792	49,754	20,075	1,532,471
Infrastructure	<u>1,086,264</u>	<u>-</u>	<u>-</u>	<u>1,086,264</u>
Total capital assets being depreciated	<u>6,995,911</u>	<u>49,754</u>	<u>20,075</u>	<u>7,025,590</u>
Less accumulated depreciation for:				
Buildings and improvements	1,783,475	75,854	-	1,859,329
Machinery and equipment	1,050,145	73,328	20,075	1,103,398
Infrastructure	<u>251,843</u>	<u>21,534</u>	<u>-</u>	<u>273,377</u>
Total accumulated depreciation	<u>3,085,463</u>	<u>170,716</u>	<u>20,075</u>	<u>3,236,104</u>
Total net capital assets being depreciated	<u>3,910,448</u>	<u>(120,962)</u>	<u>-</u>	<u>3,789,486</u>
Governmental activity capital assets, net	<u>\$ 5,121,093</u>	<u>\$ (120,962)</u>	<u>\$ -</u>	<u>\$ 5,000,131</u>

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

Governmental activities:	
General government	\$ 35,539
Public safety	46,323
Highway and streets	41,610
Culture and recreation	47,244
Total Governmental activities	<u>\$ 170,716</u>

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2023

NOTE 3 - CAPITAL ASSETS (continued)

Capital asset activity for business-type activities for the year ended April 30, 2023 was as follows:

	<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	2,138,807	49,000	-	2,187,807
Utility property and improvements	<u>18,473,791</u>	<u>-</u>	<u>-</u>	<u>18,473,791</u>
Total capital assets being depreciated	<u>20,612,598</u>	<u>49,000</u>	<u>-</u>	<u>20,661,598</u>
Less accumulated depreciation for:				
Machinery and equipment	1,510,705	71,888	-	1,582,593
Utility property and improvements	<u>10,885,426</u>	<u>342,425</u>	<u>-</u>	<u>11,227,851</u>
Total accumulated depreciation	<u>12,396,131</u>	<u>414,313</u>	<u>-</u>	<u>12,810,444</u>
Total net capital assets being depreciated	<u>8,216,467</u>	<u>(365,313)</u>	<u>-</u>	<u>7,851,154</u>
Governmental activity capital assets, net	<u>\$ 8,541,509</u>	<u>\$ (365,313)</u>	<u>\$ -</u>	<u>\$ 8,176,196</u>

Depreciation expense was charged to funds as follows:

Business-type activities:	
Electric	\$ 169,414
Gas	46,722
Water	98,148
Sewer	100,029
Total Business-type activities	<u>\$ 414,313</u>

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2023

NOTE 4 - LONG TERM COMMITMENTS

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

	4/30/2022			4/30/2023		Amount
	Balance	Additions	Retirements	Balance		Due Within
						One Year
Business-type activities:						
IEPA Loan	\$ 123,395	\$ -	\$ 14,517	\$ 108,878		\$ 14,517
IEPA Loan	79,461	-	79,461	-		-
Consumer deposits*	111,000	1,120	-	112,120		-
Totals	<u>\$ 313,856</u>	<u>\$ 1,120</u>	<u>\$ 93,978</u>	<u>\$ 220,998</u>		<u>\$ 14,517</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, 2023 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, 2023, the outstanding balance was \$108,878. The principal and interest payments required for the fiscal years ended April 30 are as follows:

Year Ending			Total
<u>April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Payments</u>
2024	\$ 14,517	\$ -	\$ 14,517
2025	14,517	-	14,517
2026	14,517	-	14,517
2027	14,517	-	14,517
2028	14,517	-	14,517
2029-2031	36,293	-	36,293
	<u>\$ 108,878</u>	<u>\$ -</u>	<u>\$ 108,878</u>

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, 2023, the loan balance was fully repaid.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2023

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 2021, 2022 and 2023, the City recorded actual expenditures of \$16,799, \$16,799 and \$8,235 respectively.

NOTE 6 - PENSION PLAN

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 City's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, your City Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires the City to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City's annual required contribution rate for calendar year 2022 was 7.01 percent. The City also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. The City's contribution for calendar year 2022 was \$130,001, as required.

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, 2023 was \$334,084.

CITY OF RED BUD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2023

NOTE 8 - 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 9 - 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, 2023 was \$42,224.

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, 2023 was \$233,008.

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 was fully repaid during the fiscal year.

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, 2023 was \$46,541.

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, 2023 was \$13,554.

NOTE 10 - LEGAL DEBT MARGIN

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

Assessed valuation - 2021 payable in 2022	\$ 87,017,164
Legal debt limit - 8.625% of assessed valuation	<u>7,505,230</u>
Amount of debt applicable to debt limit	-
Legal debt margin	<u><u>\$ 7,505,230</u></u>

CITY OF RED BUD, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 APRIL 30, 2023

NOTE 11 - INTERNAL BALANCES AND INTERFUND TRANSFERS

Interfund transfers for the year ended April 30, 2023 were as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General	\$ -	\$ 119,876
Park	110,166	-
Library	9,710	-
	<u>\$ 200,876</u>	<u>\$ 200,876</u>

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

The composition of internal balances as of April 30, 2023 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>April 30, 2023</u>
Library	General	<u>\$ 20,706</u>

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

NOTE 12 - SUBSEQUENT EVENTS

Management has evaluated subsequent events through July 24, 2023, the date which the financial statements were available for issue and noted no reportable events.

Other Information

CITY OF RED BUD, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 GENERAL FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/(Negative)
	Original	Final		
REVENUES				
Taxes:				
Property	\$ 377,205	\$ 377,205	\$ 398,762	\$ 21,557
Intergovernmental:				
Sales and use tax	750,000	750,000	1,351,723	601,723
Replacement tax	15,000	15,000	38,156	23,156
Income tax	400,000	400,000	621,128	221,128
Other taxes	99,500	99,500	12,589	(86,911)
Grants - other	290,000	290,000	321,107	31,107
Licenses and permits	27,600	27,600	25,384	(2,216)
Fines and forfeitures	4,050	4,050	4,189	139
Charges for services	59,400	59,400	55,604	(3,796)
Interest income	21,091	21,091	45,967	24,876
Rents	41,520	41,520	40,620	(900)
Other	45,850	45,850	65,293	19,443
Total revenues	<u>2,131,216</u>	<u>2,131,216</u>	<u>2,980,522</u>	<u>849,306</u>
EXPENDITURES				
Current operations:				
General government	486,525	486,525	308,020	178,505
Public safety	1,167,335	1,167,335	886,006	281,329
Highways and streets	738,300	738,300	412,053	326,247
Culture and recreation	217,525	217,525	142,153	75,372
Capital outlay	721,900	721,900	33,260	688,640
Total expenditures	<u>3,331,585</u>	<u>3,331,585</u>	<u>1,781,492</u>	<u>1,550,093</u>
Excess (deficiency) of revenues over expenditures	<u>(1,200,369)</u>	<u>(1,200,369)</u>	<u>1,199,030</u>	<u>2,399,399</u>
Other financing sources (uses)				
Classification of long term loans receivable	-	-	88,380	88,380
Transfers between funds	<u>(90,000)</u>	<u>(90,000)</u>	<u>(119,876)</u>	<u>(29,876)</u>
Net other sources (uses) of financial resources	<u>(90,000)</u>	<u>(90,000)</u>	<u>(31,496)</u>	<u>58,504</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>\$ (1,290,369)</u>	<u>\$ (1,290,369)</u>	<u>1,167,534</u>	<u>\$ 2,457,903</u>
Fund balance - beginning			<u>4,409,620</u>	
Fund balance - ending			<u>\$ 5,577,154</u>	

CITY OF RED BUD, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 PARK FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/(Negative)
	Original	Final		
REVENUES				
Taxes:				
Property	\$ 55,982	\$ 55,982	\$ 62,200	\$ 6,218
Intergovernmental:				
Gaming tax	103,410	103,410	116,244	12,834
Interest income	3,322	3,322	7,670	4,348
Rents	1,564	1,564	1,665	101
Franchise fees	26,368	26,368	25,190	(1,178)
Other	400,000	400,000	11,477	(388,523)
Total revenues	<u>590,646</u>	<u>590,646</u>	<u>224,446</u>	<u>(366,200)</u>
EXPENDITURES				
Current operations:				
Culture and recreation	217,948	217,948	138,071	79,877
Capital outlay	914,700	914,700	16,494	898,206
Total expenditures	<u>1,132,648</u>	<u>1,132,648</u>	<u>154,565</u>	<u>978,083</u>
Excess (deficiency) of revenues over expenditures	(542,002)	(542,002)	69,881	611,883
Other financing sources (uses)				
Transfers between funds	-	-	110,166	110,166
Net other sources (uses) of financial resources	-	-	110,166	110,166
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>\$ (542,002)</u>	<u>\$ (542,002)</u>	180,047	<u>\$ 722,049</u>
Fund balance - beginning			<u>1,184,945</u>	
Fund balance - ending			<u>\$ 1,364,992</u>	

CITY OF RED BUD, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 LIBRARY FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/(Negative)
	Original	Final		
REVENUES				
Taxes:				
Property	\$ 96,000	\$ 96,000	\$ 99,286	\$ 3,286
Intergovernmental:				
Replacement tax	6,000	6,000	13,980	7,980
Grants - other	9,355	9,355	9,324	(31)
Charges for services	3,000	3,000	6,374	3,374
Interest income	100	100	606	506
Other	1,000	1,000	2,093	1,093
Total revenues	<u>115,455</u>	<u>115,455</u>	<u>131,663</u>	<u>16,208</u>
EXPENDITURES				
Current operations:				
Culture and recreation	109,715	109,715	90,613	19,102
Total expenditures	<u>109,715</u>	<u>109,715</u>	<u>90,613</u>	<u>19,102</u>
Excess (deficiency) of revenues over expenditures	5,740	5,740	41,050	35,310
Other financing sources (uses)				
Transfers between funds	10,000	10,000	9,710	(290)
Net other sources (uses) of financial resources	<u>10,000</u>	<u>10,000</u>	<u>9,710</u>	<u>(290)</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>\$ 15,740</u>	<u>\$ 15,740</u>	50,760	<u>\$ 35,020</u>
Fund balance - beginning			<u>117,557</u>	
Fund balance - ending			<u>\$ 168,317</u>	

CITY OF RED BUD, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 MOTOR FUEL TAX FUND
 FOR THE YEAR ENDED APRIL 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/(Negative)
	Original	Final		
REVENUES				
Taxes:				
Motor Fuel	\$ -	\$ -	\$ 193,832	\$ 193,832
Interest income	-	-	9,202	9,202
Total revenues	<u>-</u>	<u>-</u>	<u>203,034</u>	<u>203,034</u>
EXPENDITURES				
Current operations:				
Highways and streets	-	-	37,221	(37,221)
Culture and recreation	-	-	8,505	(8,505)
Total expenditures	<u>-</u>	<u>-</u>	<u>45,726</u>	<u>(45,726)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	157,308	<u>\$ 157,308</u>
Fund balance - beginning			<u>1,266,015</u>	
Fund balance - ending			<u>\$ 1,423,323</u>	

CITY OF RED BUD, ILLINOIS
NOTES TO BUDGETARY COMPARISON INFORMATION
APRIL 30, 2023

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	\$ 45,726	\$ -

CITY OF RED BUD, ILLINOIS
 SCHEDULE OF ASSESSED VALUATION - TAX RATES
 TAXES EXTENDED AND COLLECTED FOR 2019, 2020, AND 2021

	Tax Year		
	<u>2019</u>	<u>2020</u>	<u>2021</u>
ASSESSED VALUATION:	\$ 86,167,284	\$ 87,704,141	\$ 87,017,164
TAX RATES PER \$100 OF ASSESSED VALUATION:			
General	0.19523	0.20009	0.20555
I.M.R.F	0.15407	0.15790	0.16223
Library	0.10862	0.11132	0.11437
Audit	0.01206	0.01235	0.01269
FICA	0.16637	0.17051	0.17518
Park/Park Maintenance	0.06766	0.06935	0.07125
Emergency Service and Disaster	0.00318	0.00326	0.00335
School Crossing Guard	0.00882	0.00903	0.00929
	<u>0.71601</u>	<u>0.73381</u>	<u>0.75391</u>
TAXES EXTENDED:			
General	\$ 168,224	\$ 174,113	\$ 178,864
I.M.R.F	132,758	137,400	141,168
Library	93,595	96,868	99,522
Audit	10,392	10,747	11,042
FICA	143,357	148,373	152,437
Park/Park Maintenance	58,301	60,346	62,000
Emergency Service and Disaster	2,740	2,837	2,915
School Crossing Guard	7,600	7,858	8,084
	<u>\$ 616,966</u>	<u>\$ 638,541</u>	<u>\$ 656,031</u>
TAXES COLLECTED:	\$ 684,287	\$ 712,766	\$ 722,763
Less: Road and Bridge Taxes	(99,179)	(102,184)	(102,271)
ADJUSTED TAXES COLLECTED:	<u>\$ 585,108</u>	<u>\$ 610,582</u>	<u>\$ 620,492</u>
% COLLECTED ON THOSE EXTENDED:	<u>94.84%</u>	<u>95.62%</u>	<u>94.58%</u>