

CITY OF ASSUMPTION, ILLINOIS
ANNUAL AUDITED BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION

FISCAL YEAR ENDED APRIL 30, 2022

CITY OF ASSUMPTION, ILLINOIS
 TABLE OF CONTENTS
FISCAL YEAR ENDED APRIL 30, 2022

	<u>Pages</u>
Independent Auditor's Report	1-4
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	5-6
<u>Basic Financial Statements:</u>	
Statement of Net Position – Modified Cash Basis	7
Statement of Activities – Modified Cash Basis	8
Statement of Assets, Liabilities, and Fund Balances– Modified Cash Basis – Governmental Funds	9
Reconciliation of the Governmental Funds Statement of Assets, Liabilities, and Fund Balances to the Statement of Net Position	9
Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances – Modified Cash Basis – Governmental Funds	10
Reconciliation of the Governmental Funds Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances to the Statement of Activities	10
Statement of Net Position – Modified Cash Basis – Proprietary Funds	11
Statement of Revenues, Expenses, and Changes in Fund Net Position – Modified Cash Basis – Proprietary Funds	12
Statement of Cash Flows – Modified Cash Basis – Proprietary Funds	13
Notes to Financial Statements	14-32
<u>Supplementary Information:</u>	
Budgetary Comparison Schedule – Modified Cash Basis – General Fund	33-34
Budgetary Comparison Schedule – Modified Cash Basis – Motor Fuel Tax Fund	35
Budgetary Comparison Schedule – Modified Cash Basis – IMRF Fund	36
Budgetary Comparison Schedule – Modified Cash Basis – Playground and Recreation Fund	37
Budgetary Comparison Schedule – Modified Cash Basis – TIF Fund	38
Notes to Budgetary Comparison Schedules	39

900 N. Webster Street, P.O. Box 87
Taylorville, Illinois 62568
Tel: 217 / 824-9661
Fax: 217 / 824-2415
Email: lmhncpas@outlook.com



BRENT J. LIVELY, CPA
M. ADAM MATHIAS, CPA, PFS, CVA
RICHARD K. HOOPER, CPA
IRIS N. NOBLET CRITES, CPA

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Alderman
City of Assumption, Illinois
Assumption, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Assumption, 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, each major fund, and the aggregate remaining fund information of the City of Assumption, 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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Assumption, Illinois, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related 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 these 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Assumption, Illinois' basic financial statements. The information listed as supplementary information in the table of contents is presented for purposes of additional analysis and are not a required part of the basic financial statements.

The information listed as supplementary information in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Compliance with Subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act

In connection with our audit, nothing came to our attention that caused us to believe that the City of Assumption, Illinois failed to comply with the provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City of Assumption, Illinois' noncompliance with the above referenced provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act insofar as they relate to accounting matters.

Restricted Use Relating to Compliance with Subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act

The communication related to compliance with the aforementioned provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act described in the Other Matters paragraph is intended solely for the information and use of the Board of Alderman of the City of Assumption, Illinois and the Illinois Office of the Comptroller and is not intended to be and should not be used by anyone other than these specified parties.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated July 6, 2022, on our consideration of the City of Assumption, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Assumption, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City of Assumption, Illinois' internal control over financial reporting and compliance.



LMHN, Ltd.
Certified Public Accountants
Taylorville, Illinois

July 6, 2022

900 N. Webster Street, P.O. Box 87
Taylorville, Illinois 62568
Tel: 217 / 824-9661
Fax: 217 / 824-2415
Email: lmhncpas@outlook.com



BRENT J. LIVELY, CPA
M. ADAM MATHIAS, CPA, PFS, CVA
RICHARD K. HOOPER, CPA
IRIS N. NOBLET CRITES, CPA

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

Members of the Board of Alderman
City of Assumption, Illinois
Assumption, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Assumption, 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 and have issued our report thereon dated July 6, 2022.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may

exist that were not identified. We identified a deficiency in internal control, described below, that we consider to be a material weakness.

Finding

An adequate segregation of incompatible duties does not exist. Access to physical assets, to the related accounting records and to all phases of transactions must be segregated between different individuals. This condition is inherent in small local governments with a limited number of office personnel. This condition increases the possibility that errors, irregularities or fraud may occur and not be detected on a timely basis.

Views of Responsible Officials and Corrective Action Plan

Due to their limited financial resources, the City cannot hire enough employees to adequately segregate incompatible duties. However, the Board of Alderman closely monitors expenditures to help mitigate the risks associated with not segregating incompatible duties.

Report on Compliance and Other Matters

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

The City of Assumption, Illinois' Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City of Assumption, Illinois' response to the finding identified in our audit and described above (views of responsible officials and corrective action plan). The City of Assumption, Illinois' response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

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



LMHN, Ltd.
Certified Public Accountants
Taylorville, Illinois

July 6, 2022

BASIC FINANCIAL STATEMENTS

CITY OF ASSUMPTION, ILLINOIS
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
APRIL 30, 2022

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 1,495,748	\$ 1,698,698	\$ 3,194,446
Investments	485,000	-	485,000
Restricted cash and cash equivalents	-	10,449	10,449
Capital assets, net of accumulated depreciation	981,816	9,370,785	10,352,601
Total assets	<u>\$ 2,962,564</u>	<u>\$ 11,079,932</u>	<u>\$ 14,042,496</u>
LIABILITIES			
Payroll tax liabilities	\$ -	\$ -	\$ -
Refundable deposits	-	10,449	10,449
Long-term liabilities:			
Due within one year	-	59,066	59,066
Due in more than one year	-	3,487,848	3,487,848
Total liabilities	<u>\$ -</u>	<u>\$ 3,557,363</u>	<u>\$ 3,557,363</u>
NET POSITION			
Net position invested in capital assets, net of related debt	\$ 981,816	\$ 5,823,871	\$ 6,805,687
Restricted net position for:			
Other purposes	876,193	-	876,193
Unrestricted net position	1,104,555	1,698,698	2,803,253
Total net position	<u>\$ 2,962,564</u>	<u>\$ 7,522,569</u>	<u>\$ 10,485,133</u>

The accompanying notes are an integral part of these financial statements.

CITY OF ASSUMPTION, 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	Charges for Services	Operating Grants	Capital Grants	Primary Government		Total
					Governmental Activities	Business-Type Activities	
Primary Government							
Governmental activities:							
General government	\$ 346,220	\$ 46,262	\$ 73,658	\$ -	\$ (226,300)	\$ -	\$ (226,300)
Public safety	183,516	8,603	-	-	(174,913)	-	(174,913)
Streets and public works	190,940	-	-	-	(190,940)	-	(190,940)
Culture and recreation	15,768	-	-	-	(15,768)	-	(15,768)
Total governmental activities	\$ 736,444	\$ 54,865	\$ 73,658	\$ -	\$ (607,921)	\$ -	\$ (607,921)
Business-type activities:							
Water	\$ 211,970	\$ 225,082	\$ -	\$ -	\$ -	\$ 13,112	\$ 13,112
Sewer	154,852	202,700	-	-	-	47,848	47,848
Total business-type activities	\$ 366,822	\$ 427,782	\$ -	\$ -	\$ -	\$ 60,960	\$ 60,960
Total Primary Government	\$ 1,103,266	\$ 482,647	\$ 73,658	\$ -	\$ (607,921)	\$ 60,960	\$ (546,961)
General Revenues:							
Taxes:							
Property tax				\$ 240,145	\$ -	\$ 2,116	\$ 242,261
Sales tax				378,709	-	-	378,709
Income tax				167,330	-	-	167,330
Use tax				44,678	-	-	44,678
Replacement tax				45,946	-	-	45,946
Video gaming tax				28,191	-	-	28,191
Cannabis use tax				1,822	-	-	1,822
Motor fuel tax				72,149	-	-	72,149
Motor fuel tax - jurisdictional transfer				971,000	-	-	971,000
Investment income				6,057	2,510	-	8,567
Donations				4,825	-	-	4,825
Miscellaneous				68	-	-	68
Debt forgiveness				-	618,727	-	618,727
Sale of capital assets				2,000	-	-	2,000
Transfers - internal activity				(177,760)	177,760	-	-
Total general revenues and activities				\$ 1,785,160	\$ 801,113	\$ -	\$ 2,586,273
Change in net position				\$ 1,177,239	\$ 862,073	\$ -	\$ 2,039,312
Net position - beginning				1,785,325	6,660,496	-	8,445,821
Net position - ending				\$ 2,962,564	\$ 7,522,569	\$ -	\$ 10,485,133

The accompanying notes are an integral part of these financial statements.

CITY OF ASSUMPTION, ILLINOIS
STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
APRIL 30, 2022

	General Fund	Motor Fuel Tax Fund	IMRF Fund	Playground and Recreation Fund	TIF Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 584,512	\$ 559,887	\$ 3,217	\$ 89,709	\$ 158,064	\$ 100,359	\$ 1,495,748
Investments	470,000	-	-	-	-	15,000	485,000
Loans receivable	-	-	-	-	-	-	-
Due from other funds	52,491	-	-	-	-	-	52,491
Total assets	<u>\$ 1,107,003</u>	<u>\$ 559,887</u>	<u>\$ 3,217</u>	<u>\$ 89,709</u>	<u>\$ 158,064</u>	<u>\$ 115,359</u>	<u>\$ 2,033,239</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Payroll tax liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	52,491	-	52,491
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,491</u>	<u>\$ -</u>	<u>\$ 52,491</u>
Fund balances:							
Restricted for:							
Motor fuel tax	\$ -	\$ 537,773	\$ -	\$ -	\$ -	\$ -	\$ 537,773
Playground and recreation	-	-	-	71,391	-	-	71,391
Health, recycling and garbage	-	-	-	-	-	99,307	99,307
TIF	-	-	-	-	105,215	-	105,215
Other purposes	-	-	-	-	-	-	-
ARPA	62,507	-	-	-	-	-	62,507
Assigned:							
Motor fuel tax	-	22,114	-	-	-	-	22,114
IMRF	-	-	3,217	-	-	-	3,217
Playground and recreation	-	-	-	18,318	-	-	18,318
Social security and medicare	-	-	-	-	-	14,592	14,592
Other purposes	-	-	-	-	358	1,460	1,818
Unassigned	1,044,496	-	-	-	-	-	1,044,496
Total fund balances	<u>\$ 1,107,003</u>	<u>\$ 559,887</u>	<u>\$ 3,217</u>	<u>\$ 89,709</u>	<u>\$ 105,573</u>	<u>\$ 115,359</u>	<u>\$ 1,980,748</u>
Total liabilities and fund balances	<u>\$ 1,107,003</u>	<u>\$ 559,887</u>	<u>\$ 3,217</u>	<u>\$ 89,709</u>	<u>\$ 158,064</u>	<u>\$ 115,359</u>	<u>\$ 2,033,239</u>

Reconciliation to the Statement of Net Position:

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

Capital assets used in governmental activities of \$1,563,857, net of accumulated depreciation of \$582,041, are not financial resources and, therefore, are not reported in the funds.

Net position of governmental activities

981,816
\$ 2,962,564

The accompanying notes are an integral part of these financial statements.

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

	General Fund	Motor Fuel Tax Fund	IMRF Fund	Playground and Recreation Fund	TIF Fund	Other Governmental Funds	Total Governmental Funds
Revenues Received:							
Property tax	\$ 79,145	\$ -	\$ 43,405	\$ 7,764	\$ 75,880	\$ 33,951	\$ 240,145
Sales tax	378,709	-	-	-	-	-	378,709
Income tax	167,330	-	-	-	-	-	167,330
Use tax	44,678	-	-	-	-	-	44,678
Replacement tax	45,946	-	-	-	-	-	45,946
Video gaming tax	28,191	-	-	-	-	-	28,191
Cannabis use tax	1,822	-	-	-	-	-	1,822
Motor fuel tax	-	72,149	-	-	-	-	72,149
Motor fuel tax - jurisdictional transfer	-	971,000	-	-	-	-	971,000
Fines and forfeitures	8,603	-	-	-	-	-	8,603
Licenses and permits	6,682	-	-	-	-	-	6,682
Franchise fees	19,816	-	-	-	-	-	19,816
Tower lease	19,764	-	-	-	-	-	19,764
Investment income	3,019	2,164	-	239	359	276	6,057
Donations	4,825	-	-	-	-	-	4,825
Grant revenue	73,658	-	-	-	-	-	73,658
Sale of capital assets	2,000	-	-	-	-	-	2,000
Miscellaneous	68	-	-	-	-	-	68
Total revenues received	\$ 884,256	\$ 1,045,313	\$ 43,405	\$ 8,003	\$ 76,239	\$ 34,227	\$ 2,091,443

Expenditures Disbursed:							
Current:							
General government	\$ 215,134	\$ -	\$ 69,290	\$ -	\$ 23,030	\$ 31,234	\$ 338,688
Public safety:							
Police	164,367	-	-	-	-	-	164,367
Streets and public works:							
Streets	131,668	36,295	-	-	-	-	167,963
Culture and recreation:							
Parks	-	-	-	9,464	-	-	9,464
Capital outlay	97,780	635,656	-	9,842	-	-	743,278
Total expenditures disbursed	\$ 608,949	\$ 671,951	\$ 69,290	\$ 19,306	\$ 23,030	\$ 31,234	\$ 1,423,760
Excess (deficiency) of revenues received over expenditures disbursed	\$ 275,307	\$ 373,362	\$ (25,885)	\$ (11,303)	\$ 53,209	\$ 2,993	\$ 667,683

Other Financing Sources (Uses):							
Transfers in	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers out	(177,760)	-	-	-	-	-	(177,760)
Total other financing sources (uses)	\$ (177,760)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (177,760)
Net change in fund balances	\$ 97,547	\$ 373,362	\$ (25,885)	\$ (11,303)	\$ 53,209	\$ 2,993	\$ 489,923
Fund balances - beginning	1,009,456	186,525	29,102	101,012	52,364	112,366	1,490,825
Fund balances - ending	\$ 1,107,003	\$ 559,887	\$ 3,217	\$ 89,709	\$ 105,573	\$ 115,359	\$ 1,980,748

Reconciliation to the Statement of Activities:
 Net change in fund balances - total governmental funds \$ 489,923
 Amounts reported for governmental activities in the Statement of Activities are different because:
 Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets: 743,278
 Capital asset purchases capitalized (55,962)
 Depreciation expense -
 Governmental funds report the proceeds from the sale of assets as revenues. However, in the statement of activities the sale of an asset results in either a gain or loss. This is the amount of the net book value of the assets sold.
 Change in net position of governmental activities \$ 1,177,239

The accompanying notes are an integral part of these financial statements.

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

	Water Fund	Sewer Fund	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 262,970	\$ 1,435,728	\$ 1,698,698
Restricted cash and cash equivalents	10,449	-	10,449
	\$ 273,419	\$ 1,435,728	\$ 1,709,147
Total current assets			
Noncurrent assets:			
Other capital assets, net of accumulated depreciation	\$ 1,505,179	\$ 7,865,606	\$ 9,370,785
	\$ 1,505,179	\$ 7,865,606	\$ 9,370,785
Total noncurrent assets			
	\$ 1,778,598	\$ 9,301,334	\$ 11,079,932
Total assets			
LIABILITIES			
Current liabilities:			
Refundable deposits	\$ 10,449	\$ -	\$ 10,449
Current portion of long-term debt	-	59,066	59,066
	\$ 10,449	\$ 59,066	\$ 69,515
Total current liabilities			
Noncurrent liabilities:			
Long-term debt	\$ -	\$ 3,487,848	\$ 3,487,848
	\$ -	\$ 3,487,848	\$ 3,487,848
Total noncurrent liabilities			
	\$ 10,449	\$ 3,546,914	\$ 3,557,363
Total liabilities			
NET POSITION			
Net position invested in capital assets, net of related debt	\$ 1,505,179	\$ 4,318,692	\$ 5,823,871
Unrestricted net position	262,970	1,435,728	1,698,698
	\$ 1,768,149	\$ 5,754,420	\$ 7,522,569
Total net position			

The accompanying notes are an integral part of these financial statements.

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

	Water Fund	Sewer Fund	Total
Operating Revenues:			
Charges for services:			
Collections	\$ 220,677	\$ 201,241	\$ 421,918
Bulk water sales	2,197	-	2,197
Penalties	1,372	1,370	2,742
Other operating revenues	836	89	925
	<u>225,082</u>	<u>202,700</u>	<u>427,782</u>
Total operating revenues received	\$ 225,082	\$ 202,700	\$ 427,782
Operating Expenses:			
Salaries	\$ 79,604	\$ 50,614	\$ 130,218
Employee benefits	5,488	2,881	8,369
Engineering	8,100	-	8,100
Legal and accounting	656	-	656
Gas and oil	926	5,838	6,764
Utilities	23,549	18,871	42,420
Lab fees	8,863	4,757	13,620
Equipment rent and lease	2,259	693	2,952
Miscellaneous	2,736	3,055	5,791
Uniforms	205	709	914
Postage	3,017	270	3,287
Telephone	987	943	1,930
Printing and advertising	917	265	1,182
Repairs and maintenance	17,491	36,785	54,276
Training	600	-	600
Supplies	19,951	415	20,366
Depreciation	36,621	28,756	65,377
	<u>211,970</u>	<u>154,852</u>	<u>366,822</u>
Total operating expenses	\$ 211,970	\$ 154,852	\$ 366,822
Operating income (loss)	\$ 13,112	\$ 47,848	\$ 60,960
Non-Operating Revenues (Expenses):			
Debt forgiveness	\$ 126,657	\$ 492,070	\$ 618,727
Investment income	749	1,761	2,510
Property tax	-	2,116	2,116
	<u>127,406</u>	<u>495,947</u>	<u>623,353</u>
Total non-operating revenues (expenses)	\$ 127,406	\$ 495,947	\$ 623,353
Net income (loss) before transfers	\$ 140,518	\$ 543,795	\$ 684,313
Transfers in	28,773	173,987	202,760
Transfers out	-	(25,000)	(25,000)
	<u>169,291</u>	<u>692,782</u>	<u>862,073</u>
Change in net position	\$ 169,291	\$ 692,782	\$ 862,073
Total net position - beginning	1,598,858	5,061,638	6,660,496
Total net position - ending	<u>\$ 1,768,149</u>	<u>\$ 5,754,420</u>	<u>\$ 7,522,569</u>

The accompanying notes are an integral part of these financial statements.

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

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 225,032	\$ 202,700	\$ 427,732
Payments to suppliers	(90,257)	(72,601)	(162,858)
Payments to employees	(85,092)	(53,495)	(138,587)
	<u>\$ 49,683</u>	<u>\$ 76,604</u>	<u>\$ 126,287</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Property tax	\$ -	\$ 2,116	\$ 2,116
Transfers from other funds	28,773	148,987	177,760
	<u>\$ 28,773</u>	<u>\$ 151,103</u>	<u>\$ 179,876</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Debt forgiveness	\$ 126,657	\$ 492,070	\$ 618,727
Loan proceeds	-	2,865,682	2,865,682
Purchases of capital assets	(311,344)	(3,394,783)	(3,706,127)
	<u>\$ (184,687)</u>	<u>\$ (37,031)</u>	<u>\$ (221,718)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends	\$ 749	\$ 1,761	\$ 2,510
	<u>\$ 749</u>	<u>\$ 1,761</u>	<u>\$ 2,510</u>
Net increase (decrease) in cash and cash equivalents	\$ (105,482)	\$ 192,437	\$ 86,955
Balance - beginning of year	378,901	1,243,291	1,622,192
Balance - end of year	<u>\$ 273,419</u>	<u>\$ 1,435,728</u>	<u>\$ 1,709,147</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ 13,112	\$ 47,848	\$ 60,960
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation expense	36,621	28,756	65,377
Change in assets and liabilities:			
Decrease in refundable deposits	(50)	-	(50)
	<u>\$ 49,683</u>	<u>\$ 76,604</u>	<u>\$ 126,287</u>
Net cash provided (used) by operating activities	<u>\$ 49,683</u>	<u>\$ 76,604</u>	<u>\$ 126,287</u>

The accompanying notes are an integral part of these financial statements.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Assumption, Illinois was organized in 1902. The City operates under the management of an elected board and provides general administration, police protection, street maintenance, park maintenance, water, and sewer services.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to the modified cash basis of accounting. The more significant accounting policies of the City are described below.

Reporting Entity

The City's basic financial statements include the accounts of all City operations. The criteria for including organizations as component units within the City's reporting entity, as set forth in GASB Statement No. 14, and as amended by GASB Statement 61, include whether: 1) The organization is legally separate (can sue and be sued in their own name); 2) The City holds the corporate powers of the organization; 3) The City appoints a voting majority of the organization's board; 4) The City is able to impose its will on the organization; 5) The organization has the potential to impose a financial benefit/burden on the City and; 6) There is fiscal dependency by the organization on the City.

No other entities meet the GASB Statements No. 14 and 61 criteria to be included as component units for financial reporting purposes.

Government-Wide and Fund Financial Statements

The government-wide financial statements (the Statement of Net Position and Statement of Activities) display information about the reporting government as a whole. They include all the funds of the reporting entity except fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The City presently has no fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide and Fund Financial Statements (Continued)

The funds of the financial reporting entity are described below:

Governmental Funds:

General Fund - The General Fund is the primary operating fund of the City and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are either legally restricted or committed to expenditures for specified purposes other than debt service or capital projects.

The Motor Fuel Tax Fund, IMRF Fund, Playground and Recreation Fund and TIF Fund are classified as a major fund.

The Social Security Fund, Health, Recycling and Garbage Fund and Unemployment Compensation Fund are classified as a nonmajor fund.

All of the above Special Revenue Funds account for their respective revenues (motor fuel taxes and property taxes), which are legally restricted for related expenditures.

Proprietary Funds:

Enterprise Funds – Enterprise Funds are used to account for business-type activities provided to the general public. These activities are financed primarily by user charges, and the measurement of financial activity focuses on net income measurement similar to the private sector.

The Water Fund and Sewer Fund are classified as a major fund.

Both of the above Enterprise Funds account for their respective revenues (charges for services) and related expenditures.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting

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

Measurement Focus:

In the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting as defined in item b below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applied to the modified cash basis of accounting, is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net positions (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent, financial, or nonfinancial) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting:

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental and business-type activities are presented using a modified cash basis of accounting. This basis of accounting recognizes assets, liabilities, net position/fund equity, revenues, and expenditures/expenses when they result from cash transactions with a provision for depreciation in the government-wide statements and the proprietary fund statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets, and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements.

If the City utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, and Equity

Cash and Cash Equivalents:

The City defines cash and cash equivalents as demand deposits with banks and other instruments with original maturities of three months or less.

Investments:

Investments classified in the financial statements consist entirely of certificates of deposit whose original maturity terms exceed three months. Investments are carried at cost, which approximates fair value.

Restricted Cash and Cash Equivalents:

Restricted cash and cash equivalents as of April 30, 2022 was \$10,449, which consists of refundable deposits in the Water Fund.

Capital Assets:

The City's modified cash basis of accounting reports capital assets resulting from cash transactions and reports depreciation where appropriate. The accounting treatment of land, buildings and improvements, utilities infrastructure, and equipment and vehicles (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-Wide Statements:

In the government-wide financial statements, capital assets arising from cash transactions are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to May 1, 2004. Prior to May 1, 2004, governmental funds' infrastructure assets were not capitalized. Infrastructure assets acquired since May 1, 2004 are recorded at cost.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, and Equity (Continued)

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$0 for land and buildings, \$5,000 for improvements, \$50,000 for infrastructure assets, and \$5,000 for equipment and vehicles is used to report capital assets. The range of estimated useful lives by type of asset is as follows:

Buildings	40 years
Improvements	20 years
Road infrastructure	10 years
Infrastructure (other than roads)	40 years
Equipment	7 years
Vehicles	5-7 years

Fund Financial Statements:

In the fund financial statements, capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets acquired for use in proprietary fund operations are accounted for the same as in the government-wide statements.

Refundable Deposits:

As of April 30, 2022, the City had deposits of \$10,449 from customers due upon termination of water services.

Long-Term Debt:

All long-term debt arising from cash basis transactions to be repaid from governmental and business-type 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.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, and Equity (Continued)

Equity Classification:

Government-Wide Statements:

Equity is classified as net position and displayed in three components:

- a. Net position invested in capital assets, net of related debt – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- b. Restricted net positions – consists of net positions with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net positions – all other net positions that do not meet the definition of “restricted” or “net position invested in capital assets, net of related debt.”

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

Fund Financial Statements:

Governmental fund equity is classified as fund balance. Fund balance is further classified as non-spendable, restricted, committed, assigned, or unassigned. Non-spendable fund balance cannot be spent because it is not in spendable form. Restricted fund balance has limitations imposed by creditors, grantors, or contributors or by enabling legislation or constitutional provisions. Committed fund balance has limitations imposed by the City board through approval of resolutions. Assigned fund balance has limitations imposed by a designee of the City board, or the board itself. In addition, assigned fund balance can represent the remaining fund balance after non-spendable, restricted and committed amounts have been identified for reporting in special revenue funds. Unassigned fund balance in the General Fund is the net resources in excess of what can be properly classified in one of the above four categories. Negative unassigned fund balances, if any, in the other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes. Proprietary fund equity is classified the same as in the government-wide financial statements.

When restricted and other fund balance resources are available for use, it is the City’s policy to use restricted resources first, followed by committed, assigned, and unassigned amounts, respectively.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, and Equity (Continued)

Restricted and Unrestricted, Designated Net Position:

The governmental activities restricted net position for other purposes of \$876,193 represent total net positions of all Special Revenue Funds and unspent ARPA federal grant monies, in which revenues are legally restricted for related expenditures.

Revenues, Expenditures, and Expenses

Program Revenues and Expenses:

In the Statement of Activities, modified cash basis revenues that are derived directly from each activity or from parties outside the City's taxpayers are reported as program revenues. The City has the following program revenues in each activity:

General Government	-	Licenses, permits, fees and tower lease revenue
Public Safety	-	Fines and forfeitures

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

Operating Revenues and Expenses:

Operating revenues and expenses for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all revenues and expenses not related to capital and related financing, noncapital financing, or investing activities.

Property Taxes:

Property tax revenues are recognized when they are received on the modified cash basis of accounting. Taxes levied and uncollected are not carried as an asset of the related fund.

The City's property taxes are levied each year on all taxable real property located in the City on or before the last Tuesday in December. The board passed the 2020 levy on December 2, 2020. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments in July and September 2021, for the 2020 levy. The City received its payments of 2020 levied property taxes from the Christian County Treasurer between August and December 2021.

CITY OF ASSUMPTION, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues, Expenditures, and Expenses (Continued)

The following are the tax rates applicable to the various levies for the City per \$100 of assessed valuation:

	<u>Maximum</u> 2021	<u>Actual</u> 2021	<u>Actual</u> 2020	<u>Actual</u> 2019
General Corporate	0.43750	0.42335	0.41309	0.41038
Police Protection	0.60000	0.05385	0.05255	0.05211
Audit	Unlimited	0.00000	0.00000	0.00000
Garbage (Landfill)	0.20000	0.14430	0.14080	0.13963
Social Security	Unlimited	0.11417	0.11141	0.11049
Playground	0.20000	0.05979	0.05835	0.05722
Chlorination Sewage	0.07500	0.01630	0.01590	0.01579
Liability Insurance	Unlimited	0.00000	0.00000	0.00000
IMRF	Unlimited	0.33432	0.32622	0.32354
Unemployment Insurance	Unlimited	0.00303	0.00296	0.00294
Road and Bridge	Unlimited	0.07010	0.06841	0.06707
Prior Year Adjustment	Unlimited	0.00439	0.00000	0.00000
 Total		<u>1.22360</u>	<u>1.18969</u>	<u>1.17917</u>

Internal and Interfund Balances and Activities

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

Government-Wide Financial Statements:

Interfund activity and balances are eliminated or reclassified in the government-wide financial statements as internal activities. Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and business-type activities, which are reported as “transfers-internal activity”. The effects of interfund services between funds are not eliminated in the Statement of Activities.

CITY OF ASSUMPTION, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Internal and Interfund Balances and Activities (Continued)

Fund Financial Statements:

Interfund activity within and among the governmental and proprietary fund categories is reported as “transfers in” and “transfers out” in the fund financial statements. Operating interfund transfers occur when assets flow from one fund to another and repayment is not expected.

Use of Estimates

The preparation of 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 certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

By its nature as a local government unit, the City is subject to various federal, state, and local laws and contractual regulations. The City had no instances of noncompliance that is considered material to the financial statements.

The City had no deficit fund balance at April 30, 2022.

NOTE 3 – TORT IMMUNITY

Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the General Fund. The City’s tort immunity expenditures were as follows:

Tort immunity receipts - taxes collected	\$ -
Tort immunity expenditures - property and liability insurance	<u>44,982</u>
Tort immunity expenditures over receipts	\$ <u>44,982</u>
Restricted at May 1, 2021	<u>-</u>
Restricted at April 30, 2022	<u><u>\$ -</u></u>

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 4 – CASH AND INVESTMENTS

Permitted Investments:

Statutes authorize the City to deposit and invest in obligations of States and their political subdivisions, savings accounts, certificates of deposit, credit union shares, repurchase agreements, commercial paper rated with the three highest classifications by at least two standard rating services and the Illinois Public Treasurer's Investment Pool.

Each fund maintains its own cash deposit and time deposit accounts.

The City does not have policies regarding custodial credit risk, interest rate risk, concentration of credit risk or foreign currency risk.

Deposits:

Custodial Credit Risk – Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned, or the City will not be able to recover collateral securities in the possession of an outside party. As of April 30, 2022, all of the City's \$3,689,895 (\$3,204,895 in demand, NOW and savings accounts and \$485,000 in certificates of deposit) is uninsured and uncollateralized; the remainder is insured or collateralized with securities held by the pledging financial institution in the name of the City.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City of Assumption limits their exposure to interest rate risk by structuring the portfolio to include only short-term certificates of deposit and demand deposits.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the City of Assumption's investment in a single issuer. The demand, NOW, savings accounts and certificates of deposit are carried at the First National Bank of Assumption.

Foreign Currency Risk – Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. The City has no known foreign currency risks in either investments or deposits as of April 30, 2022.

Investments:

GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, requires certain disclosures for certain investments. As of April 30, 2022, the City of Assumption held no investments other than time deposits (disclosed above).

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 5 – CAPITAL ASSETS

Capital asset activity, resulting from the modified cash basis transactions, for the fiscal year ended April 30, 2022 was as follows:

	Balance May 1, 2021	Additions	Retirements	Balance April 30, 2022
Governmental activities:				
Capital assets being depreciated:				
Buildings and improvements	\$ 203,322	\$ 40,701	\$ -	\$ 244,023
Equipment and vehicles	356,940	101,151	(20,495)	437,596
Road infrastructure	176,333	635,656	-	811,989
Total capital assets being depreciated	\$ 736,595	\$ 777,508	\$ (20,495)	\$ 1,493,608
Land	59,599	10,650	-	70,249
Construction in progress	44,880	-	(44,880)	-
Total capital assets	\$ 841,074	\$ 788,158	\$ (65,375)	\$ 1,563,857
Less accumulated depreciation for:				
Buildings and improvements	\$ (101,068)	\$ (6,066)	\$ -	\$ (107,134)
Equipment and vehicles	(269,173)	(34,004)	20,495	(282,682)
Road infrastructure	(176,333)	(15,892)	-	(192,225)
Total accumulated depreciation	\$ (546,574)	\$ (55,962)	\$ 20,495	\$ (582,041)
Governmental activities capital assets, net	\$ 294,500	\$ 732,196	\$ (44,880)	\$ 981,816
Business-type activities:				
Capital assets being depreciated:				
Utilities infrastructure	\$ 2,645,180	\$ -	\$ -	\$ 2,645,180
Equipment and vehicles	189,274	5,080	-	194,354
Total capital assets being depreciated	\$ 2,834,454	\$ 5,080	\$ -	\$ 2,839,534
Land	-	-	-	-
Construction in progress	4,308,462	3,701,048	-	8,009,510
Total capital assets	\$ 7,142,916	\$ 3,706,128	\$ -	\$ 10,849,044
Less accumulated depreciation for:				
Utilities infrastructure	\$ (1,270,952)	\$ (57,709)	\$ -	\$ (1,328,661)
Equipment and vehicles	(141,930)	(7,668)	-	(149,598)
Total accumulated depreciation	\$ (1,412,882)	\$ (65,377)	\$ -	\$ (1,478,259)
Business-type activities capital assets, net	\$ 5,730,034	\$ 3,640,751	\$ -	\$ 9,370,785

CITY OF ASSUMPTION, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 5 – CAPITAL ASSETS (Continued)

Depreciation expense for the fiscal year ended April 30, 2022 was charged to functions as follows in the Statement of Activities:

Primary Government:

Governmental activities:

General government	\$ 7,532
Public safety	19,149
Streets and public works	22,977
Culture and recreation	6,304
Total depreciation expense for governmental activities	\$ 55,962

Business-type activities:

Water	\$ 36,621
Sewer	28,756
Total depreciation expense for business-type activities	\$ 65,377

NOTE 6 – LONG-TERM DEBT

Governmental Activities:

As of April 30, 2022, the City had no outstanding long-term debt arising from governmental activities.

Business-Type Activities:

As of April 30, 2022, the long-term debt arising from cash transactions, payable from the Sewer Fund consists of:

On May 20, 2019, the City entered into a water pollution control loan agreement with the Illinois Environmental Protection Agency. The executed loan amount of \$7,271,505 is in the process of being disbursed to the City, as construction work progresses. In accordance with the procedures for issuing loans from the water pollution control loan program, \$3,272,177 of the executed loan amount will be forgiven, which will leave the City with a loan balance of \$3,999,328. As of April 30, 2022, the City has received \$6,819,091 of loan proceeds, of which \$3,272,177 has been forgiven. The balance on this loan agreement as of April 30, 2022 is \$3,546,914. Loan repayments will not begin until after the final disbursement request is made and funded. Upon completion of the project and the final disbursement being made, semi-annual loan repayments will be made over a 30-year period, with an interest rate of .80 percent per annum. The City anticipates the project to be finalized in June 2022, with the first loan payment being due in December 2022.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 6 – LONG-TERM DEBT (Continued)

The following is a summary of the change in long-term debt for the fiscal year ended April 30, 2022:

	Balance April 30, 2021	Increases	Decreases	Balance April 30, 2022
Business-Type Activities:				
Water Pollution Control Loan	\$ 681,232	\$ 2,865,682	\$ -	\$ 3,546,914
	<u>\$ 681,232</u>	<u>\$ 2,865,682</u>	<u>\$ -</u>	<u>\$ 3,546,914</u>

At April 30, 2022, future annual cash flow requirements of principal and interest are as follows:

	Fiscal Year Ending	Principal	Interest	Total
Business-Type Activities:				
Water Pollution Control Loan	2023	\$ 59,066	\$ 16,041	\$ 75,107
	2024	118,929	31,285	150,214
	2025	119,883	30,331	150,214
	2026	120,844	29,370	150,214
	2027	121,813	28,402	150,215
	2028-2032	623,868	127,205	751,073
	2033-2037	649,276	101,795	751,071
	2038-2042	675,720	75,353	751,073
	2043-2047	703,240	47,832	751,072
	2048-2052	731,881	19,189	751,070
	2053	74,808	299	75,107
Subtotal		<u>\$ 3,999,328</u>	<u>\$ 507,102</u>	<u>\$ 4,506,430</u>
Less Pending Disbursements / Loan Proceeds		(452,414)		
Total		<u>\$ 3,546,914</u>		

CITY OF ASSUMPTION, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 7 – LEASES

The City has a lease with landowners totaling \$2,200 per year allowing the City to pump water from the existing wells. The lease expires in the year 2077. Total lease payments of \$2,200 were paid during the fiscal year ended April 30, 2022. Total minimum lease payments for the next five years total \$11,000 and each five-year period thereafter until expiration in the year 2077.

NOTE 8 – INTERFUND TRANSFERS, RECEIVABLES AND PAYABLES

Transfers between funds of the primary government for the fiscal year ended April 30, 2022, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General Fund	\$ -	\$ 177,760
Water Fund	28,773	-
Sewer Fund	173,987	25,000
IMRF Fund	-	-
Playground and Recreation Fund	-	-
	<hr/>	<hr/>
Subtotal Major Funds	\$ 202,760	\$ 202,760
Non-Major Funds:	<hr/>	<hr/>
	-	-
Total Transfers	<u>\$ 202,760</u>	<u>\$ 202,760</u>

The transfers reflected in the above schedule represent transfers of monies among funds for retirement contributions, vehicle replacement, and general operations.

Individual fund receivable or payable balances at April 30, 2022 were:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 52,491	\$ -
TIF Fund	-	52,491
	<hr/>	<hr/>
Total Interfund Balances	<u>\$ 52,491</u>	<u>\$ 52,491</u>

The interfund balances in the above schedule represent a temporary loan among funds for TIF related projects. These balances are not expected to be repaid within one year. Only interfund balances between governmental activities and business type activities are shown on the government-wide statements.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 9 – RETIREMENT PLANS

Illinois Municipal Retirement Fund

Plan Description

The employer'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 employer's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multiple-employer public pension fund. A summary of IMRF's pension benefits is provided in the "benefits provided" section below. Details of all benefits are available from IMRF. 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 comprehensive annual financial report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information (RSI). The report is available for download at www.imrf.org.

Benefits Provided

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

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1.67 percent of the final rate of earnings for the first 15 years of service credit, plus 2.00 percent for each year of service credit after 15 years to a maximum of 75.00 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3.00 percent of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1.67 percent of the final rate of earnings for the first 15 years of service credit, plus 2.00 percent for each year of service credit after 15 years to a maximum of 75.00 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of: 1) 3.00 percent of the original pension amount, or 2) half of the increase in the Consumer Price Index of the original pension amount.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 9 – RETIREMENT PLANS (Continued)

Employees Covered by Benefit Terms

As of December 31, 2021, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	6
Inactive plan members entitled to but not yet receiving benefits	4
Active plan members	<u>7</u>
Total	<u>17</u>

Contributions

As set by statute, the employer Regular Plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer's annual required contribution rate for calendar year 2021 was 19.05 percent. For the fiscal year ended April 30, 2022, the employer contributed \$69,290 to the plan. 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.

Social Security

All employees, including those covered by IMRF, are covered under social security. The City paid \$24,207, the total required contribution for the current fiscal year.

NOTE 10 – RISK MANAGEMENT

The City is exposed to various risks of loss including, but not limited to, general liability and City Treasurer's liability. The City is a member of a public entity risk pool which is described below that provides insurance coverage for risks.

Public Entity Risk Pool

The City is a member of the Illinois Municipal League Risk Management Association (IMLRMA). IMLRMA provides risk management services and ensures that all of the City's property and liability claims up to specified limits.

IMLRMA is a separate entity which sets rates and purchases commercial excess and stop loss coverage. The City pays annual premiums to IMLRMA for coverage. Supplementary payments may also be required by IMLRMA's Board of Directors should the premiums paid be insufficient to fund operations. No such supplemental payments have been required. No material decreases in insurance coverage have occurred nor have any insurance claims in excess of insurance coverages been paid or reported. Settled claims have not exceeded insurance coverage for the past three fiscal years.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 11 – COMMITMENTS AND CONTINGENCIES

Illinois Environmental Protection Agency (IEPA) Violations

Prior to May 1, 2011, the City had received notification from the Illinois Environmental Protection Agency (IEPA) that the City's sewer system may be in violation of IEPA guidelines and will need correction. The City is cooperating and working with the IEPA to correct the problem.

Long-Term Debt Commitments and Debt Forgiveness

The City is involved in construction of a separate sanitary sewer system that will be completed in fiscal year 2023. The IEPA has committed to funding \$7,271,505 of project costs related to phase one, of which \$3,272,177 is eligible for forgiveness. The City has received \$6,819,091 as of April 30, 2022, of which \$3,272,177 has been forgiven.

The City is involved in construction of a nitrate removal project that will be completed in fiscal year 2023. The IEPA has committed to funding \$877,249 of project costs, of which \$877,249 is eligible for forgiveness. The City has received \$718,657 as of April 30, 2022, which has been forgiven.

The City is involved in construction of a lead service line replacement project that will be completed in fiscal year 2023. The IEPA has committed to funding \$439,089 of project costs, of which \$439,089 is eligible for forgiveness. The City has received \$323,644 as of April 30, 2022, which has been forgiven.

Contracts

The City has entered into an hourly contract for engineering services related to phase one of the construction of a separate sanitary sewer system, which is budgeted at \$1,137,000. As of April 30, 2022, the City has expended \$1,092,214, leaving \$44,786 committed. The City plans on fulfilling this commitment with IEPA loan proceeds.

The City has entered into a contract for construction services related to phase one of the construction of a separate sanitary sewer system totaling \$6,134,543. As of April 30, 2022, the City has expended \$5,893,655, leaving \$240,888 committed. The City plans on fulfilling this commitment with IEPA loan proceeds.

The City has entered into an hourly contract for engineering services related to phase two of the construction of a separate sanitary sewer system, which is budgeted at \$665,000. As of April 30, 2022, the City has expended \$188,556, leaving \$476,444 committed. The City plans on fulfilling this commitment with IEPA loan proceeds.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 11 – COMMITMENTS AND CONTINGENCIES (Continued)

Contracts (Continued)

The City has entered into a contract for engineering services related to phase one of the water system improvements division a: nitrate removal, division b: watermain replacement and lead service removal and replacement, and division c: water meter replacement project, which is budgeted at \$117,200. As of April 30, 2022, the City has expended \$104,810, leaving \$12,390 committed. The City plans on fulfilling this commitment with IEPA loan proceeds.

The City has entered into a contract for construction services related to phase one of the water system improvements division a: nitrate removal totaling \$268,750. As of April 30, 2022, the City has expended \$135,500, leaving \$133,250 committed. The City plans on fulfilling this commitment with IEPA loan proceeds.

The City has entered into a contract for construction services related to phase one of the water system improvements division b: watermain replacement and lead service removal and replacement, totaling \$632,764. As of April 30, 2022, the City has expended \$510,976, leaving \$121,788 committed. The City plans on fulfilling this commitment with IEPA loan proceeds.

The City has entered into an hourly contract for engineering services related to phase two of the water system improvements for water treatment plant addition and watermain replacement, which is budgeted at \$530,000. As of April 30, 2022, the City has expended \$185,317, leaving \$344,683 committed. The City plans on fulfilling this commitment with grant and IEPA loan proceeds.

The City has entered into an hourly contract for engineering services related to the La Rochelle water main replacement project, which is budgeted at \$299,764. As of April 30, 2022, the City has expended \$0, leaving \$299,764 committed. The City plans on fulfilling this commitment with grant and IEPA loan proceeds.

The City has entered into an hourly contract for engineering services related to phase two of the water system improvements for lead service line replacement, which is budgeted at \$78,674. As of April 30, 2022, the City has expended \$0, leaving \$78,674 committed. The City plans on fulfilling this commitment with grant and IEPA loan proceeds.

The City has entered into an hourly contract for engineering services related to the La Rochelle water main replacement project, which is budgeted at \$94,400. As of April 30, 2022, the City has expended \$31,186, leaving \$63,214 committed. The City plans on fulfilling this commitment with grant proceeds.

Grants

The City received \$72,458 of ARPA and Cures Act federal grant monies from the State of Illinois during the fiscal year ended April 30, 2022. This grant funding was provided to assist the City with their pandemic related response and plan.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2022

NOTE 12 – LEGAL DEBT LIMIT

As of April 30, 2022, the City was subject to a legal debt limit of \$1,149,754. Debt that is to be repaid by revenue from users, such as water and sewer, is excludable. As of April 30, 2022, the City had no debt subject to this limitation.

NOTE 13 - EVALUATION OF SUBSEQUENT EVENTS

The City has evaluated subsequent events through July 6, 2022, the date which the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

SUPPLEMENTARY INFORMATION

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

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Budget Positive (Negative)
Beginning budgetary fund balance	\$ 1,009,456	\$ 1,009,456	\$ -
Resources (inflows):			
Taxes:			
Property tax	\$ 79,000	\$ 79,145	\$ 145
Sales tax	270,000	378,709	108,709
Income tax	130,000	167,330	37,330
Use tax	40,000	44,678	4,678
Replacement tax	18,000	45,946	27,946
Fire insurance tax	100	-	(100)
Cannabis use tax	1,000	1,822	822
Video gaming tax	16,000	28,191	12,191
Total taxes	\$ 554,100	\$ 745,821	\$ 191,721
Fines and forfeitures:			
Ordinance fines	\$ 8,500	\$ 8,603	\$ 103
Animal control	100	-	(100)
Total fines and forfeitures	\$ 8,600	\$ 8,603	\$ 3
Licenses and permits	\$ 6,800	\$ 6,682	\$ (118)
Investment income	\$ 2,500	\$ 3,019	\$ 519
Franchise fees	\$ 20,000	\$ 19,816	\$ (184)
Grant revenue	\$ -	\$ 73,658	\$ 73,658
Miscellaneous:			
Tower lease	\$ 20,000	\$ 19,764	\$ (236)
Contributions	5,650	4,825	(825)
Miscellaneous	250	68	(182)
Total miscellaneous	\$ 25,900	\$ 24,657	\$ (1,243)
Other financing sources:			
Sale of capital assets	\$ -	\$ 2,000	\$ 2,000
Transfers from other funds	-	-	-
Total other financing sources	\$ -	\$ 2,000	\$ 2,000
Amounts available for appropriation	\$ 1,627,356	\$ 1,893,712	\$ 266,356

Reference should be made to auditor's report regarding this information.

CITY OF ASSUMPTION, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED APRIL 30, 2022

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Budget Positive (Negative)
Charges to appropriation (outflows):			
General government:			
Salaries and benefits	\$ 60,000	\$ 56,672	\$ 3,328
Materials and supplies	26,000	33,818	(7,818)
Insurance	48,000	44,982	3,018
Other services and charges	67,000	79,662	(12,662)
Total general government	\$ 201,000	\$ 215,134	\$ (14,134)
Public safety:			
Salaries and benefits	\$ 136,500	\$ 128,586	\$ 7,914
Materials and supplies	13,550	22,794	(9,244)
Other services and charges	27,200	12,987	14,213
Total public safety	\$ 177,250	\$ 164,367	\$ 12,883
Streets and public works:			
Salaries and benefits	\$ 82,000	\$ 71,405	\$ 10,595
Materials and supplies	10,800	8,891	1,909
Other services and charges	88,400	51,372	37,028
Total streets and public works	\$ 181,200	\$ 131,668	\$ 49,532
Capital outlay	\$ 108,600	\$ 97,780	\$ 10,820
Other financing uses:			
Transfers to other funds	\$ 180,000	\$ 177,760	\$ 2,240
Total charges to appropriation	\$ 848,050	\$ 786,709	\$ 61,341
Ending budgetary fund balance	\$ 779,306	\$ 1,107,003	\$ 327,697

Reference should be made to auditor's report regarding this information.

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

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Budget Positive (Negative)
Beginning budgetary fund balance	\$ 186,525	\$ 186,525	\$ -
Resources (inflows):			
Taxes:			
Motor fuel tax	\$ 52,829	\$ 72,149	\$ 19,320
Total taxes	\$ 52,829	\$ 72,149	\$ 19,320
Jurisdictional transfer	\$ 971,000	\$ 971,000	\$ -
Investment income	\$ 300	\$ 2,164	\$ 1,864
Amounts available for appropriation	\$ 1,210,654	\$ 1,231,838	\$ 21,184
Charges to appropriation (outflows):			
Streets and public works:			
Materials and supplies	\$ 8,250	\$ 2,157	\$ 6,093
Repairs and maintenance roads	46,780	29,307	17,473
Jurisdictional transfer	635,656	635,656	-
Rebuild IL	38,487	-	38,487
Engineering	2,350	2,116	234
Other services and charges	-	2,715	(2,715)
Total streets and public works	\$ 731,523	\$ 671,951	\$ 59,572
Capital outlay	\$ -	\$ -	\$ -
Total charges to appropriation	\$ 731,523	\$ 671,951	\$ 59,572
Ending budgetary fund balance	\$ 479,131	\$ 559,887	\$ 80,756

Reference should be made to the auditor's report regarding this information.

CITY OF ASSUMPTION, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 IMRF FUND
FOR THE FISCAL YEAR ENDED APRIL 30, 2022

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Budget Positive (Negative)
Beginning budgetary fund balance	\$ 29,102	\$ 29,102	\$ -
Resources (inflows):			
Taxes:			
Property tax	\$ 43,500	\$ 43,405	\$ (95)
Total taxes	\$ 43,500	\$ 43,405	\$ (95)
Other financing sources:			
Transfers from other funds	\$ 26,500	\$ -	\$ (26,500)
Amounts available for appropriation	\$ 99,102	\$ 72,507	\$ (26,595)
Charges to appropriation (outflows):			
General government:			
Retirement benefits	\$ 70,000	\$ 69,290	\$ 710
Other services and charges	-	-	-
Total general government	\$ 70,000	\$ 69,290	\$ 710
Total charges to appropriation	\$ 70,000	\$ 69,290	\$ 710
Ending budgetary fund balance	\$ 29,102	\$ 3,217	\$ (25,885)

Reference should be made to auditor's report regarding this information.

CITY OF ASSUMPTION, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 PLAYGROUND AND RECREATION FUND
 FOR THE FISCAL YEAR ENDED APRIL 30, 2022

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Budget Positive (Negative)
Beginning budgetary fund balance	\$ 101,012	\$ 101,012	\$ -
Resources (inflows):			
Taxes:			
Property tax	\$ 7,800	\$ 7,764	\$ (36)
Total taxes	\$ 7,800	\$ 7,764	\$ (36)
Investment income	\$ 150	\$ 239	\$ 89
Miscellaneous	\$ 50	\$ -	\$ (50)
Contributions	\$ -	\$ -	\$ -
Amounts available for appropriation	\$ 109,012	\$ 109,015	\$ 3
Charges to appropriation (outflows):			
Culture and recreation:			
Salaries and benefits	\$ -	\$ -	\$ -
Mowing	3,000	3,155	(155)
Utilities	1,500	819	681
Miscellaneous	250	497	(247)
Materials and supplies	1,350	1,109	241
Other services and charges	2,300	3,884	(1,584)
Total culture and recreation	\$ 8,400	\$ 9,464	\$ (1,064)
Capital outlay	\$ 83,400	\$ 9,842	\$ 73,558
Other financing uses:			
Transfers to other funds	\$ -	\$ -	\$ -
Total charges to appropriation	\$ 91,800	\$ 19,306	\$ 72,494
Ending budgetary fund balance	\$ 17,212	\$ 89,709	\$ 72,497

Reference should be made to auditor's report regarding this information.

CITY OF ASSUMPTION, ILLINOIS
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 TIF FUND
FOR THE FISCAL YEAR ENDED APRIL 30, 2022

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Budget Positive (Negative)
Beginning budgetary fund balance	\$ 52,364	\$ 52,364	\$ -
Resources (inflows):			
Taxes:			
Property tax	\$ 64,000	\$ 75,880	\$ 11,880
Total taxes	\$ 64,000	\$ 75,880	\$ 11,880
Investment income	\$ 200	\$ 359	\$ 159
Amounts available for appropriation	\$ 116,564	\$ 128,603	\$ 12,039
Charges to appropriation (outflows):			
General government:			
Other services and charges	\$ 50,000	\$ 23,030	\$ 26,970
Total general government	\$ 50,000	\$ 23,030	\$ 26,970
Total charges to appropriation	\$ 50,000	\$ 23,030	\$ 26,970
Ending budgetary fund balance	\$ 66,564	\$ 105,573	\$ 39,009

Reference should be made to auditor's report regarding this information.

CITY OF ASSUMPTION, ILLINOIS
NOTES TO BUDGETARY COMPARISON SCHEDULES
APRIL 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Budget Law

The City of Assumption complies with budgetary legal requirements, as set forth by the State of Illinois, by preparing an Annual Appropriations Ordinance. This document is used by the City management as a budget and is prepared on a modified cash basis of accounting for each fund that the City maintains. The City approved their fiscal year 2022 budget, which was not amended, on July 7, 2021.

Basis of Accounting

The budget is prepared on the same modified cash basis of accounting as applied to the governmental funds in the basic financial statements. This basis of accounting recognizes assets, liabilities, net position/fund equity, revenues, and expenditures/expenses when they result from cash transactions.

Excess of Expenditures Disbursed Over Appropriations in Budgeted Major Funds

The City had no instances of noncompliance that is considered material to the financial statements.