



CITY OF COLLINSVILLE, ILLINOIS

Comprehensive Annual Financial Report

For The Year Ended December 31, 2020



CITY OF COLLINSVILLE, ILLINOIS

**Comprehensive Annual Financial Report
For The Year Ended December 31, 2020**

Prepared by:
Finance Department
Kristopher J. Mooney, Chief Financial Officer

CITY OF COLLINSVILLE, ILLINOIS
FINANCIAL REPORT

	Page
SECTION I - INTRODUCTORY SECTION	
Letter of Transmittal	i
Principal City Officials	vi
Organizational Chart	vii
Certificate of Achievement for Excellence in Financial Reporting	viii
SECTION II - FINANCIAL SECTION	
Independent Auditor's Report	1
Management's Discussion and Analysis	4
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	13
Statement of Activities	14
Fund Financial Statements:	
Balance Sheet - Governmental Funds	15
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	16
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	17
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	18
Statement of Net Position - Proprietary Fund	19
Statement of Revenues, Expenses, and Change in Net Position - Proprietary Fund	20
Statement of Cash Flows - Proprietary Fund	21
Statement of Fiduciary Net Position - Pension Trust Funds	23
Statement of Changes in Fiduciary Net Position - Pension Trust Funds	24
Notes to Financial Statements	25
Required Supplemental Information:	
Schedules of Revenues, Expenditures, and Change in Fund Balances - Budget and Actual:	
General Fund	70
Tax Increment Financing Fund	72
Collinsville Crossings Fund	73
Notes to Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	74
Illinois Municipal Retirement Fund:	
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios	75
Schedule of Pension Contributions	76
Firefighters' Pension Fund:	
Schedule of Changes in Net Pension Liability and Related Ratios	77
Schedule of Pension Contributions	78
Schedule of Annual Money-weighted Rate of Return on Investments	79
Police Pension Fund:	
Schedule of Changes in Net Pension Liability and Related Ratios	80
Schedule of Pension Contributions	81
Schedule of Annual Money-weighted Rate of Return on Investments	82
Schedule of Changes in Total OPEB Liability and Related Ratios	83

CITY OF COLLINSVILLE, ILLINOIS
FINANCIAL REPORT

	Page
SECTION II - FINANCIAL SECTION (Continued)	
Other Supplemental Information:	
Combining Balance Sheet - Nonmajor Governmental Funds	85
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	86
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:	
Tree Memorial Fund	87
Motor Fuel Tax Fund	88
DUI Court Fine Fund	89
Police Vehicle Fund	90
Collins House Fund	91
Northeast Business District Fund	92
Southwest Corridors Business District Fund	93
Collinsville Animal Shelter Fund	94
Fournie Lane Business District Fund	95
Capital Projects Fund	96
Fiduciary Fund Types:	
Combining Statement of Fiduciary Net Position - Pension Trust Funds	97
Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds	98
Consolidated Year-end Financial Report	99
SECTION III - STATISTICAL SECTION	
Net Position by Component	101
Change in Net Position	102
Fund Balances of Governmental Funds	104
Changes in Fund Balances - Governmental Funds	105
Tax Revenues by Source - Governmental Funds	106
Sales Tax Rates - Direct and Overlapping	107
Sales Tax Generated by Industry	108
Assessed and Estimated Actual Value of Taxable Property	109
Property Tax Rates - Direct and Overlapping Governments	110
Property Tax Levies and Collections	111
Schedule of Assessed Valuations, Tax Rates, Taxes Extended, and Collections	112
Principal Taxpayers	114
Ratios of Outstanding Debt by Type	115
Direct and Overlapping Debt	116
Pledged Revenue Coverage - Local Government Program Revenue Bonds	117
Demographic and Economic Statistics	118
Principal Employers	119
Full-time City Government Employees by Function/Program	120
Capital Asset Statistics by Function/Program	121
Operating Indicators by Function/Program	122

INTRODUCTORY SECTION

THIS PAGE INTENTIONALLY LEFT BLANK



125 S. Center St. Collinsville, IL 62234

(618) 346-5200

www.collinsvilleil.org

July 23, 2021

To the Citizens of the City of Collinsville:

Pursuant to City policy and in conformation with State law, the Comprehensive Annual Financial Report (CAFR) of the City of Collinsville, Illinois (the City), for the fiscal year ending December 31, 2020, is hereby transmitted. This report was prepared in accordance with Accounting Principles Generally Accepted in the United States of America (GAAP) and audited by an independent firm of licensed certified public accountants.

This report is the City management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse and to compile sufficient, reliable information for the preparation of the City's financial statements in conformance with GAAP. This internal control structure is designed to provide a reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that:

1. The cost of a control should not exceed the benefits likely to be derived; and
2. The valuation of costs and benefits require estimates and judgments by management.

As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Sikich LLP, a firm of licensed certified public accountants. The goal of this independent audit was to provide reasonable assurance that the basic financial statements of the City for the year ended December 31, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall basic financial statement presentation. The independent auditors concluded, based upon their audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the year ended December 31, 2020 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Accounting Principles Generally Accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the independent auditor's report.

Responsibility for both the accuracy of presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included.

PROFILE OF THE CITY

The City is located approximately twelve miles east of downtown St. Louis, Missouri. The three Collins brothers (for whom the City was named) arrived in the area in 1817. A village was platted in 1837 and a village charter was adopted in 1850. In 1872, the City of Collinsville was incorporated.

Through its history, the City has been the site of zinc works, lead works, coal mines, knitting mill, cow bell factory, and canning plants. The bulk of these industries were gone by the 1950's. Collinsville is now the sixth-largest Metro East City with a 2010 census population of 25,579 and an internally estimated 2020 population in excess of 26,000.

Besides being a residential community, the City has a hospitality district with over 1,300 hotel/ motel rooms and the Gateway Convention Center (Southwestern Illinois' largest convention and visitor's center). The City is also home to Ameren Illinois Corporate Headquarters, the District 11 Illinois State Police, Illinois Department of Transportation headquarters, Cahokia Mounds State Historic Site, and FanDuel Sportsbook and Horse Racing.

Pursuant to a special census, the City was certified by the State of Illinois as a home rule unit, as of August 24, 2005, under Section 6 of Article VII of the 1970 Illinois Constitution. Approximately 90% of the City's 2020 Equalized Assessed Valuation is in Madison County, with the remainder in St. Clair County. The City encompasses nearly ten square miles and is bordered by a number of unincorporated areas. Incorporated areas that border the City include the Village of Maryville on the north and the Village of Caseyville on the south.

The City is a municipality operating under the City Council-Manager form of government. The adoption of this form of government was approved by a public referendum in 1991. The City Council is the governing legislative and policy making body for the City and consists of a Mayor and four Council members, all elected at large, with the Mayor voting on all issues and without veto power. The City Council has purely legislative powers, through which it establishes policy and makes all laws, rules, and regulations. The City Manager, City Clerk, Corporate Counsel, City Attorney, and City Treasurer are appointed by the Mayor with the approval of the City Council. The City Manager is the Chief Executive Officer for the City and is responsible for implementing the legislation and policies adopted by the City Council as well as all aspects of City operations.

The City provides a full range of municipal services, including police, fire, emergency medical services, public works (streets, sanitary sewer, and water), community development, community services, park and recreation, convention center, and general administration. The financial statements of the City include the financial activities of the City and any component units, entities which are financially accountable to the City. The City does not currently have any component units.

The budget serves as a complete business plan for the City that includes the financial and operational plans for the following year. All departments of the City are required to submit requests for appropriation to the City Manager who uses these requests as a starting point for development of a proposed budget. The Chief Financial Officer presents to the City Manager estimates detailing the various revenues, grants, bond proceeds, and other funding sources that are anticipated. The budget is prepared on a fund basis and is broken down further by department, programs within each department, then objects of expenditure (i.e.; salary, benefits, contractual services, commodities, debt service, capital) within programs, and finally line items within the objects. After consultation with the department heads and Chief Financial Officer, the City Manager and Chief Financial Officer present a proposed budget to the Mayor and City Council. The Mayor and City Council hold a public hearing prior to adopting the budget by December 31st. Budget-to-actual comparisons for the General Fund and Major Special Revenue Funds are provided in this report as required supplemental information. Budget-to-actual comparisons for the non-major funds are provided in this report as other supplemental information. The 2021 annual budget document may be found on the City's website at <https://www.collinsvilleil.org/>

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific environment within which the City operates:

Local Economy. The City of Collinsville's location only nine miles from downtown St. Louis, surrounded by Interstates 55, 70, 255 and 270, continue to make businesses choose Collinsville for its central location. The City economy is experiencing significant growth. Sales Tax revenue grew 4.1% in 2019 and in 2020 continued to grow at a rate of 4.7%. The City is a Home Rule city and growth in that tax revenue has followed that of sales taxes. The Equalized Assessed Value (EAV) of the City's real estate increased 3.6% in 2019 and in 2020 that growth continued at a rate of 4.2%. The City is evaluating some new revenue streams, both in the short term and the long term, that will improve the growth rate. The City also feels there is still plenty of room for commercial development and thus feels it is in a strong position economically going forward.

The onset of the COVID-19 pandemic caused the State of Illinois to shutdown business periodically from March 21, 2020, through the Spring of 2021. The economic impact resulted in a decline in the City's revenue derived within the hospitality industry, particularly the Gateway Convention Center and Hotel/Motel & Food/Beverage tax revenues. Fortunately, the City's other taxes such as Sales and Use and Home Rule remained strong growing at a combined rate of 9.4%. The City also received a \$1.1M grant from the Department of Commerce and Economic Opportunity (DCEO) which helped to fund public safety payroll. Due to the strong performance in Intergovernmental tax revenue and the DCEO grant, the City was able to mitigate any loss that COVID-19 may have expected to cause and maintained a strong Fund Balance at the end of 2020 of \$7.2M. The City also expects to receive further aid from the Federal government in 2021 through the American Rescue Plan Act (ARPA) due to the loss of the hospitality revenue. These funds will be used to continue funding government services and other capital projects.

Long-term Financial Planning. Unassigned fund balance in the General Fund for 2020 was 26.7% of total General Fund revenues and exceeded the policy guidelines set by the City Council for budgetary and planning purposes of between 15%-20% of total General Fund revenues. The City includes five-year revenue, expense/expenditure, and fund balance projections in its budget to facilitate long-term financial planning and anticipate future problems. Staff uses the five-year projections to plan operational changes and capital projects as well as analyze the City's ability to react to its changing environment.

Major Initiatives. The City is committed to several major initiatives that are anticipated to result in positive secondary economic and financial impacts for the City. These efforts are focused on serving the overall City Business Plan through focusing on two guiding principles; 1) increasing operational efficiency, and 2) providing a positive financial impact. These major initiatives include the following:

1. Wastewater Treatment Plant – Biosolids Dewatering Project: The project will replace the Wastewater Plant's current operation of lime stabilizing, storing and field applying liquid class B bio-solids into a sustainable process where the bio-solids are mechanically dewatered and then pasteurized producing an environmentally safe, dry Class A bio-solid. Total estimated cost of the project is \$6.9 million. This project is expected to generate cost savings through elimination of disposal fees and a reduction in energy costs. The project cost will be funded by an approved 20-year, low interest loan through IEPA's Pollution Control Loan Program and construction will begin in late summer or the fall of 2021.
2. Sports Complex: With the condition of the existing sports complex and the findings of the recently prepared Parks & Recreation Master Plan, the City is pursuing studying the feasibility of a new sports complex with an accompanying business plan and preconstruction design services to replace the existing sports complex. In addition to the original footprint, the adjacent 13-acres purchased for expansion as well as the approximately 5-acres across the street in front of the water treatment plant will be incorporated into the plan. The current Sports Complex is operated by the City of Collinsville, but its service area is larger. A replacement facility is anticipated to serve the residents of Collinsville but also support greater regional tournaments and therefore should be inclusive of the entire service area's recreation needs as well as consider financing solutions to building a new complex and sustaining its operation. The first phase will be to complete a feasibility study that ultimately informs the construction documents of the recommended sports complex, based on a market analysis, business plan, and a programming assessment that reflects public input and leading industry standards. The study will assess operational models, consider financial considerations toward sustainable operations, and identify staffing requirements. The study will begin in the summer of 2021. The second phase will be to complete pre-construction design, up to, but not including construction documents of the recommended sports complex. Altogether, the feasibility study and pre-construction design work shall provide the City the necessary information to advance the recommended sports complex.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers' Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Comprehensive Annual Financial Report issued for the fiscal year ended December 31, 2019. This is the eleventh year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting by the Government Finance Officers' Association (GFOA), a governmental unit must

publish an easily readable and efficiently organized CAFR, the contents of which conform to program standards. Such reports must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe this report conforms to the Certificate of Achievement program requirements, and we are submitting it to the GFOA for its determination.

This report could not have been completed without the assistance of the entire staff of the various departments of the City. Special thanks go to the Finance Department for its contributions. We would also like to acknowledge our auditors, Sikich LLP, for their assistance in compiling this report. Our sincere gratitude is extended to the Mayor and the City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



City Manager – Mitchell Bair



Chief Financial Officer – Kristopher J. Mooney

CITY OF COLLINSVILLE, ILLINOIS
PRINCIPAL CITY OFFICIALS

MAYOR

John Miller

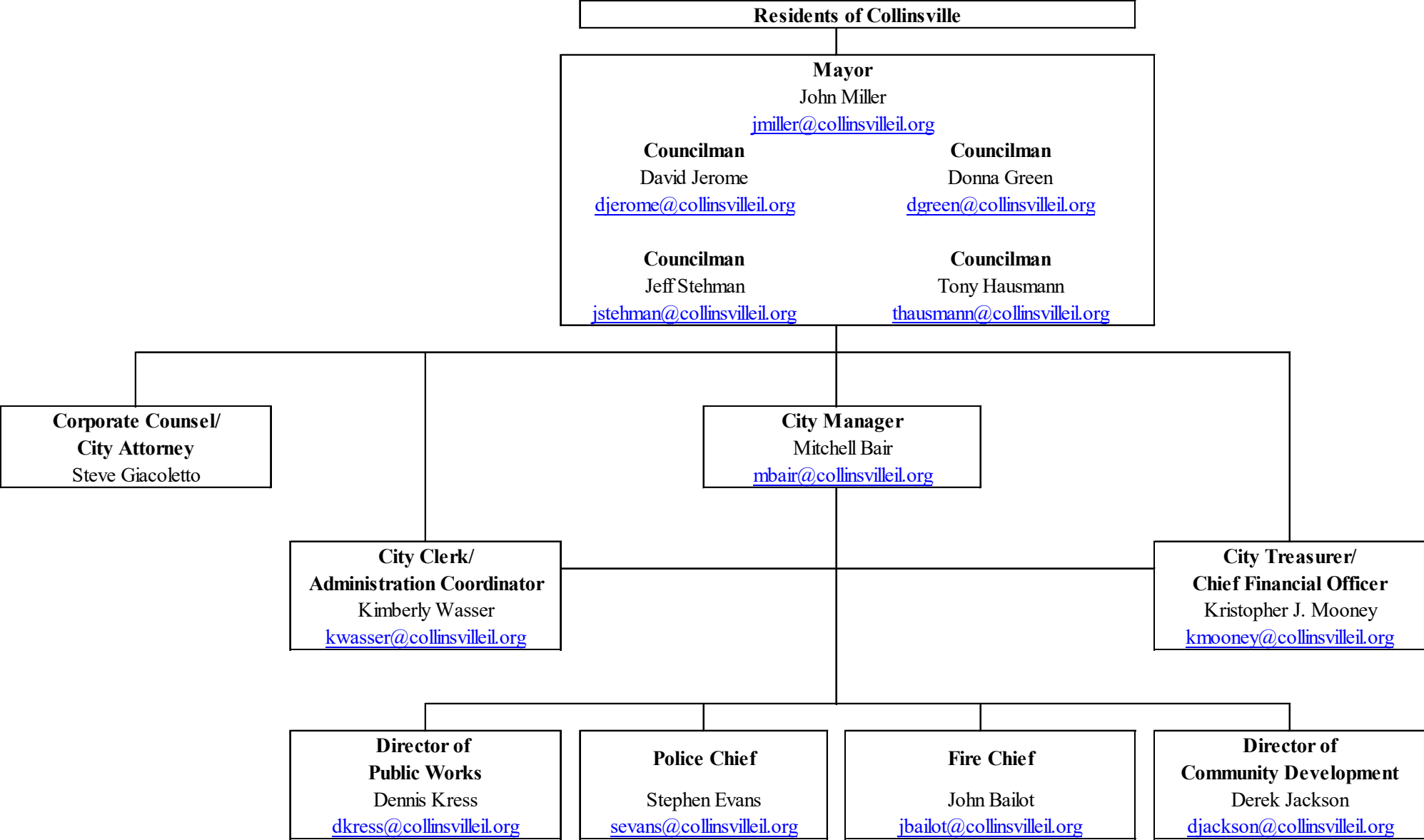
CITY COUNCIL

Jeff Stehman
Tony Hausmann
David Jerome
Donna Green

CITY ADMINISTRATION

City Manager	Mitchell Bair
City Clerk/Administration Coordinator	Kimberly Wasser
City Treasurer/Chief Financial Officer	Kristopher J. Mooney
Police Chief	Stephen Evans
Fire Chief	John Bailot
Director of Public Works	Dennis Kress
Director of Community Development	Derek Jackson
Corporate Counsel/City Attorney	Steve Giacoletto

**CITY OF COLLINSVILLE, ILLINOIS
ORGANIZATIONAL CHART**





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Collinsville
Illinois**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

15450 South Outer Forty Rd., Suite 135
Chesterfield, MO 63017
636.532.9525

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Council
CITY OF COLLINSVILLE, ILLINOIS

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **CITY OF COLLINSVILLE, ILLINOIS** (the City), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that

are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

The City adopted GASB Statement No. 83, *Certain Asset Retirement Obligations*, which established standards for measuring and recognizing liabilities, deferred outflows of resources, and expenses for asset retirement obligations; and modified certain disclosures in the notes to financial statements. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplemental information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The other supplemental information and introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements.

The other supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 other supplemental information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 23, 2021 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Sikich LLP

Chesterfield, Missouri

July 23, 2021

**CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020**

As management of the City of Collinsville, Illinois (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended December 31, 2020.

FINANCIAL HIGHLIGHTS

- In the government-wide financial statements, the assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources for the most recent fiscal year by \$4,968,535 (net position).
- The City's total net position decreased by \$22,485,602.
- At the end of 2020, unassigned fund balance for the General Fund was \$7,225,634 or 25.0% of total General Fund expenditures for the year.
- Net position of the City's governmental activities decreased by \$22,194,367 and the business-type activities decreased by \$291,235.
- The City's total debt decreased by \$820,801.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management's Discussion and Analysis (MD&A) is intended to serve as an introduction to the City's basic financial statements. There are three components to the basic statements:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the basic financial statements

This report also contains required supplemental information and other supplemental information in addition to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

The statement of net position presents information on all the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this

CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020

statement for some items that will only result in cash flows for future fiscal periods (e.g., uncollected taxes and accrued vacation leave).

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

FUND FINANCIAL STATEMENTS

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

Governmental funds. Governmental funds are used to account for essential functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains thirteen individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for four major funds: General Fund, Tax Increment Financing Fund, Collinsville Crossings Fund, and Capital Projects Fund. Data from the other governmental funds are combined into a single, aggregated presentation called "Other Governmental Funds". Individual fund data for each of these nonmajor governmental funds is provided in the form of combining schedules in the other supplemental information section of this report.

The City adopts an annual budget for all governmental funds. Budgetary comparison schedules for the major funds have been provided to demonstrate legal compliance with the adopted budget.

Proprietary funds. Enterprise funds are used to report the same functions and the same type of information presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its water and sewer operations.

**CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020**

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

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

Required supplemental information. This MD&A, budgetary comparison schedule, and notes to the schedule for the General Fund, Tax Increment Financing Fund, and Collinsville Crossings Fund, and information concerning the City's progress in funding its obligation to provide pension benefits to its employees represent financial information required by GASB to be presented. Such information provides users of this report with additional data that supplements the government-wide financial statements, fund financial statements, and notes to the financial statements.

Other supplemental information. This part of the annual report includes financial information such as combining statements for the nonmajor governmental funds and budgetary comparison schedules.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$4,968,535 at December 31, 2020.

By far the largest portion of the City's net position reflects its investment in capital assets of \$73,527,713 at December 31, 2020 (e.g., land, buildings and improvements, equipment, vehicles, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequentially, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion of the City's net position represents resources that are subject to external restrictions on how it may be used, which totaled \$8,855,992. Unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in two of the three categories of net position for its governmental activities and all three categories of net position for its business-type activities. The negative amount of unrestricted net position in governmental activities is due to outstanding long-term debt not used for capital assets.

The condensed statement of net position is as follows:

CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020

	December 31					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
ASSETS						
Current and other assets	\$ 24,230,184	23,022,473	6,718,370	6,252,720	30,948,554	29,275,193
Capital assets, net	55,737,707	52,731,156	48,930,800	50,106,589	104,668,507	102,837,745
Total Assets	<u>79,967,891</u>	<u>75,753,629</u>	<u>55,649,170</u>	<u>56,359,309</u>	<u>135,617,061</u>	<u>132,112,938</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>16,734,009</u>	<u>12,297,668</u>	<u>654,434</u>	<u>1,621,996</u>	<u>17,388,443</u>	<u>13,919,664</u>
LIABILITIES						
Long-term liabilities	107,187,995	78,620,080	27,161,272	28,037,531	134,349,267	106,657,611
Other liabilities	3,203,305	4,618,270	902,171	1,264,122	4,105,476	5,882,392
Total Liabilities	<u>110,391,300</u>	<u>83,238,350</u>	<u>28,063,443</u>	<u>29,301,653</u>	<u>138,454,743</u>	<u>112,540,003</u>
DEFERRED INFLOWS OF RESOURCES	<u>8,593,749</u>	<u>6,104,454</u>	<u>988,477</u>	<u>1,237,604</u>	<u>9,582,226</u>	<u>7,342,058</u>
NET POSITION						
Net investment in capital assets	50,700,387	48,415,329	22,827,326	24,083,901	73,527,713	72,499,230
Restricted	8,855,992	8,741,779	-	-	8,855,992	8,741,779
Unrestricted	<u>(81,839,528)</u>	<u>(58,448,615)</u>	<u>4,424,358</u>	<u>3,358,147</u>	<u>(77,415,170)</u>	<u>(55,090,468)</u>
Total Net Position	<u>\$ (22,283,149)</u>	<u>(1,291,507)</u>	<u>27,251,684</u>	<u>27,442,048</u>	<u>4,968,535</u>	<u>26,150,541</u>

Governmental activities. Governmental activities decreased the City's net position by \$22,194,367. The largest portion of that decrease is a change in long-term liabilities and public safety expense related to changes in actuarial calculations for public safety pension plans. Revenues increased by \$501,148 from 2019 to 2020 while expenses increased by \$19,396,665. The increase in revenue is mainly attributed to the increase in operating grants and contributions for COVID relief from the CARES Act. The increase in expenses primarily reflects increased expenses for public safety pensions due to actuarial calculations.

Business-type activities. Business-type activities decreased the City's net position by \$291,235. Water and sewer fees are adjusted each year to ensure that revenues keep up with inflation as expenses do.

The condensed statement of activities is as follows:

CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020

	December 31					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
REVENUES						
Program revenues:						
Charges for services	\$ 6,199,489	8,548,269	8,808,549	9,224,965	15,008,038	17,773,234
Operating grants and contributions	2,570,929	450,745	100,000	-	2,670,929	450,745
Capital grants and contributions	991,919	857,528	-	-	991,919	857,528
General revenues:						
Property tax	6,252,710	5,552,553	-	-	6,252,710	5,552,553
Intergovernmental	19,089,036	18,495,660	-	-	19,089,036	18,495,660
Utility tax	1,174,236	1,245,226	-	-	1,174,236	1,245,226
Franchise fees	336,375	363,301	-	-	336,375	363,301
Other taxes	147,216	193,761	-	-	147,216	193,761
Investment income	57,116	298,677	28,079	167,861	85,195	466,538
Gain on sale of assets	39,073	70,912	-	4,117	39,073	75,029
Other	-	280,319	-	-	-	280,319
Total Revenues	<u>36,858,099</u>	<u>36,356,951</u>	<u>8,936,628</u>	<u>9,396,943</u>	<u>45,794,727</u>	<u>45,753,894</u>
EXPENSES						
General government	4,092,915	3,447,088	-	-	4,092,915	3,447,088
Public safety	38,892,316	18,871,126	-	-	38,892,316	18,871,126
Public works	5,954,213	5,121,272	-	-	5,954,213	5,121,272
Health and sanitation	1,536,185	1,528,073	-	-	1,536,185	1,528,073
Community/economic development	3,481,720	3,823,352	-	-	3,481,720	3,823,352
Community services	2,158,086	3,207,135	-	-	2,158,086	3,207,135
Parks and recreation	2,571,360	3,249,561	-	-	2,571,360	3,249,561
Interest on long-term debt	1,383,636	1,426,159	-	-	1,383,636	1,426,159
Water and sewer	-	-	8,209,898	8,270,044	8,209,898	8,270,044
Total Expenses	<u>60,070,431</u>	<u>40,673,766</u>	<u>8,209,898</u>	<u>8,270,044</u>	<u>68,280,329</u>	<u>48,943,810</u>
EXCESS (DEFICIENCY) BEFORE TRANSFERS	(23,212,332)	(4,316,815)	726,730	1,126,899	(22,485,602)	(3,189,916)
TRANSFERS	<u>1,017,965</u>	<u>769,574</u>	<u>(1,017,965)</u>	<u>(769,574)</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	<u>(22,194,367)</u>	<u>(3,547,241)</u>	<u>(291,235)</u>	<u>357,325</u>	<u>(22,485,602)</u>	<u>(3,189,916)</u>
NET POSITION, JANUARY 1	(1,291,507)	2,255,734	27,442,048	27,084,723	26,150,541	29,340,457
RESTATEMENT	<u>1,202,725</u>	<u>-</u>	<u>100,871</u>	<u>-</u>	<u>1,303,596</u>	<u>-</u>
NET POSITION, JANUARY 1, AS RESTATED	<u>(88,782)</u>	<u>2,255,734</u>	<u>27,542,919</u>	<u>27,084,723</u>	<u>27,454,137</u>	<u>29,340,457</u>
NET POSITION, DECEMBER 31	<u><u>\$(22,283,149)</u></u>	<u><u>(1,291,507)</u></u>	<u><u>27,251,684</u></u>	<u><u>27,442,048</u></u>	<u><u>4,968,535</u></u>	<u><u>26,150,541</u></u>

**CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020**

FUNDS FINANCIAL ANALYSIS

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

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

At the end of 2020, the City's governmental funds reported combined ending fund balances of \$15,905,994, an increase of \$239,477 in comparison with the prior year. Approximately 1.3% of this total amount (\$211,019) constitutes nonspendable fund balance, which is inventory, deposits, and prepaid items. Approximately 54.2% of this total amount (\$8,623,481) constitutes restricted fund balance, which is restricted primarily for economic development, motor fuel tax, or police purposes. Approximately 1.2% of this total amount (\$187,357) constitutes committed fund balance, which is earmarked by the City Council for future capital projects in various special revenue and capital projects funds. Approximately 4.8% of this total amount (\$767,312) constitutes assigned fund balance, which has been authorized by the City Council to be spent during the subsequent fiscal year. Approximately 38.5% of this total amount (\$6,116,825) constitutes unassigned fund balance, which is available for spending at the City's discretion.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$7,225,634 while total fund balance was \$8,690,505. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 25.0% of total General Fund expenditures, while total fund balance represents 30.0% of that same amount.

The fund balance of the City's General Fund decreased by \$373,887 during the current fiscal year. The decrease in the fund balance is mainly attributed to decreases in charges for service for the convention center and parks and recreation related to COVID-19 restrictions. General Fund expenditures reflect decreases primarily related to parks and recreations, community services, and capital outlay relating to COVID-19 restrictions.

The Tax Increment Financing (TIF) Fund is a major special revenue fund of the City. Its resources are to be used entirely for leveraging development within the boundaries of the City's four tax increment financing districts. At the end of the current fiscal year, the fund balance of the TIF Fund was \$1,450,494, which is a decrease of \$468,084 compared to 2019. Significant capital projects funded by the TIF during 2020 included: Police Station Roof Replacement and Collins House Parking Lot.

The Collinsville Crossings Fund is a major special revenue fund of the City. Its resources are to be used for debt service payments on the 2014 general obligation bonds (originally Series 2007A) related to the Collinsville Crossings development and the debt service payments on the 2007 revenue bonds related to the Collinsville Crossings development. At the end of the current fiscal year, the fund balance of the Collinsville Crossings Fund was \$3,867,347, which is an increase of \$328,965 compared to 2019. Sales tax generated in the development is more than the required debt service payments.

**CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020**

The Capital Projects Fund is used to account for the acquisition or construction of capital facilities and certain debt related to capital assets. At the end of the current fiscal year, the fund balance of the Capital Projects Fund was negative \$1,108,271, which is an increase of \$92,103. The increase is due to reduced capital outlay expenditures.

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

Unrestricted net position of the Water and Sewer Fund at the end of the year amounted to \$4,424,358, an increase of \$1,066,211 or 31.7%. The net investment in capital assets component of net position decreased by \$1,256,575.

GENERAL FUND BUDGETARY HIGHLIGHTS

The 2020 expenditure budget for the City's General Fund represents an original and final budget of \$29,614,644. No budget amendments were made. Actual budget basis expenditures in the General Fund were \$26,598,270, which is \$3,016,374 less than the final budget. The variances from the final budget to the actual budget basis revenues and expenditures were as follows:

- Revenues
 - General sales tax revenues were approximately \$491,000 below the final budget amount due to COVID-19 economic impacts
 - Hotel accommodations tax revenues were approximately \$905,000 below the final budget amount due COVID-19 economic impacts
 - Gateway Center revenues were approximately \$1.2 million below the final budget amount due to COVID-19 economic impacts
 - The City received \$1.05 million in CARES Act grant funding for public safety expenditures that were not in the final budget
 - Home rule sales tax and use tax revenues exceeded the final budget amounts by approximately \$502,000
- Expenditures
 - Information technology expenditures exceeded the final budgeted amount by approximately \$239,000 due to unbudgeted costs for software licensing and technological needs related to COVID-19 restrictions
 - Emergency response expenditures exceeded the final budgeted amount by approximately \$85,000 due to COVID-19 safety requirements

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of December 31, 2020, amounts to \$104,668,507, net of accumulated depreciation. This investment in capital assets includes land, construction in progress, buildings and improvements, land improvements, equipment, vehicles, and

**CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020**

infrastructure. The total decrease in capital assets for the current year was \$607,488 (\$568,301 increase for governmental activities and \$1,175,789 decrease for business-type activities).

The City's capital assets, net of depreciation, are as follows:

	December 31					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$ 6,576,138	6,189,762	451,329	451,329	7,027,467	6,641,091
Construction in progress	2,775,681	2,241,302	359,706	20,099,640	3,135,387	22,340,942
Buildings and improvements	17,700,896	16,578,992	39,781,000	20,969,319	57,481,896	37,548,311
Land improvements	222,415	235,107	-	-	222,415	235,107
Equipment	3,298,107	3,492,405	316,610	333,665	3,614,717	3,826,070
Vehicles	2,395,799	2,764,756	122,948	194,796	2,518,747	2,959,552
Infrastructure	22,768,671	23,667,082	7,899,207	8,057,840	30,667,878	31,724,922
Total Capital Assets, Net	\$ 55,737,707	55,169,406	48,930,800	50,106,589	104,668,507	105,275,995

For government-wide financial presentation, all depreciable capital assets were depreciated from acquisition date to the end of 2020. Fund financial statements record capital asset purchases as expenditures.

Additional information for capital assets can be found in Note C in the notes to the financial statements.

Long-term Debt

At the end of 2020, the City had total long-term debt obligations for governmental and business-type activities in the amount of \$58,243,951 compared to \$59,064,752 at the end of 2019. During 2020, the City made scheduled debt service payments and issued new debt of \$1,754,300 for capital improvements to the aquatic center. The City refunded the Series 2012 General Obligation Refunding Bonds on December 15, 2020 with the Series 2020 General Obligation Refunding Bonds with a principal balance of \$7,410,000. These bonds are liquidated by the Water & Sewer Fund. The City also issued an additional \$1,710,436 on the existing IEPA loan for the construction of the water plant.

The general obligation bonds included on the following schedule are covered by insurance policies insuring the payment of principal and interest when due. Consequently, they have been assigned a rating of "Aa3" or higher by Moody's Investor Services, Inc. General obligation bonds are backed by the full faith and credit of the City. Additional information regarding the City's long-term debt can be found in Note E in the notes to the financial statements.

**CITY OF COLLINSVILLE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	December 31					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2020	2020	2019
Taxable GO Bonds:						
Series 2017B	\$ 1,390,000	1,625,000	-	-	1,390,000	1,625,000
Non-taxable GO Bonds:						
Series 2017A	115,000	225,000	-	-	115,000	225,000
Bond premium	2,678	5,357	-	-	2,678	5,357
GO Refunding Bonds:						
Series 2020	-	-	7,410,000	-	7,410,000	-
Bond premium	-	-	891,519	-	891,519	-
GO Refunding Bonds:						
Series 2012	-	-	-	9,250,000	-	9,250,000
Bond premium	-	-	-	135,563	-	135,563
GO Refunding Bonds:						
Series 2013A	-	-	-	125,000	-	125,000
Bond premium	-	-	-	20,378	-	20,378
GO Refunding Bonds:						
Series 2014	3,975,000	4,450,000	-	-	3,975,000	4,450,000
Bond premium	33,999	39,230	-	-	33,999	39,230
LIST Revenue Bonds:						
Series 2007	19,415,000	19,690,000	-	-	19,415,000	19,690,000
Revenue Bonds:						
Series 2003	1,257,847	1,632,847	-	-	1,257,847	1,632,847
Series 2004	1,266,942	1,671,942	-	-	1,266,942	1,671,942
Capital leases	2,134,493	584,493	-	-	2,134,493	584,493
Note payable	378,038	426,545	17,801,954	16,854,263	18,179,992	17,280,808
IEPA loan	-	-	120,000	120,000	120,000	120,000
Compensated absences	1,602,473	1,621,645	449,008	587,489	2,051,481	2,209,134
Total Long-term Debt	<u>\$ 31,571,470</u>	<u>31,972,059</u>	<u>26,672,481</u>	<u>27,092,693</u>	<u>58,243,951</u>	<u>59,064,752</u>

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Collinsville, Chief Financial Officer, 125 South Center Street, Collinsville, IL 62234.

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF NET POSITION
DECEMBER 31, 2020

	Primary Government		
	Governmental Activities	Business-type Activities	Totals
ASSETS			
Cash, cash equivalents and investments	\$ 12,047,914	3,822,362	15,870,276
Receivables, net:			
Property tax	3,163,160	-	3,163,160
Intergovernmental	5,245,181	-	5,245,181
Services	796,074	1,899,900	2,695,974
IPBC	690,478	121,634	812,112
Other	382,265	-	382,265
Inventory	114,924	151,452	266,376
Prepays	96,095	3,985	100,080
Internal balances	181,448	(181,448)	-
Due from Fiduciary Fund	161	-	161
Restricted cash	940,904	639,048	1,579,952
Net pension asset	571,580	261,437	833,017
Capital assets:			
Land and construction in progress	9,351,819	811,035	10,162,854
Other capital assets, net of accumulated depreciation	46,385,888	48,119,765	94,505,653
Total Assets	<u>79,967,891</u>	<u>55,649,170</u>	<u>135,617,061</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	280,186	-	280,186
Amounts related to pensions	8,056,390	512,492	8,568,882
Amounts related to other post-employment benefits	8,397,433	21,942	8,419,375
Asset retirement obligations	-	120,000	120,000
Total Deferred Outflows Of Resources	<u>16,734,009</u>	<u>654,434</u>	<u>17,388,443</u>
LIABILITIES			
Accounts payable	1,937,412	173,221	2,110,633
Accrued payroll and benefits	231,944	46,722	278,666
Other payables	68,805	-	68,805
Customer deposits payable	306,389	639,048	945,437
Unearned revenue	289,927	-	289,927
Accrued interest payable	368,828	43,180	412,008
Noncurrent liabilities:			
Due within one year	3,226,223	2,199,800	5,426,023
Due in more than one year	28,345,247	24,472,682	52,817,929
Due in more than one year - claims payable	1,080,682	433,619	1,514,301
Due in more than one year - total OPEB liability	21,114,735	55,171	21,169,906
Due in more than one year - net pension liability	53,421,108	-	53,421,108
Total Liabilities	<u>110,391,300</u>	<u>28,063,443</u>	<u>138,454,743</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue	2,805,274	-	2,805,274
Deferred amounts related to pensions	5,132,183	986,762	6,118,945
Deferred amounts related to other post-employment benefits	656,292	1,715	658,007
Total Deferred Inflows Of Resources	<u>8,593,749</u>	<u>988,477</u>	<u>9,582,226</u>
NET POSITION			
Net investment in capital assets	50,700,387	22,827,326	73,527,713
Restricted for:			
Economic development	5,453,387	-	5,453,387
Restricted tax revenues	2,846,202	-	2,846,202
Forfeitures and seizures	556,403	-	556,403
Unrestricted	(81,839,528)	4,424,358	(77,415,170)
Total Net Position	<u>\$ (22,283,149)</u>	<u>27,251,684</u>	<u>4,968,535</u>

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net Revenues (Expenses) And Changes In Net Position		
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities	Business-type Activities	Total
Primary Government							
Governmental activities:							
General government	\$ 4,092,915	560,080	150	30,000	(3,502,685)	-	(3,502,685)
Public safety	38,892,316	1,677,722	1,592,791	-	(35,621,803)	-	(35,621,803)
Public works	5,954,213	8,427	930,854	961,919	(4,053,013)	-	(4,053,013)
Health and sanitation	1,536,185	1,589,647	-	-	53,462	-	53,462
Community/economic development	3,481,720	1,436,586	-	-	(2,045,134)	-	(2,045,134)
Community services	2,158,086	461,204	12,188	-	(1,684,694)	-	(1,684,694)
Parks and recreation	2,571,360	465,823	34,946	-	(2,070,591)	-	(2,070,591)
Interest on long-term debt	1,383,636	-	-	-	(1,383,636)	-	(1,383,636)
Total Governmental Activities	<u>60,070,431</u>	<u>6,199,489</u>	<u>2,570,929</u>	<u>991,919</u>	<u>(50,308,094)</u>	<u>-</u>	<u>(50,308,094)</u>
Business-type activities:							
Water and sewer	8,209,898	8,808,549	100,000	-	-	698,651	698,651
Total Primary Government	<u>\$ 68,280,329</u>	<u>15,008,038</u>	<u>2,670,929</u>	<u>991,919</u>	<u>(50,308,094)</u>	<u>698,651</u>	<u>(49,609,443)</u>
General Revenues							
Property tax					6,252,710	-	6,252,710
Home rule sales tax					4,623,579	-	4,623,579
Intergovernmental:							
Sales and use tax					10,944,442	-	10,944,442
State income tax					2,779,643	-	2,779,643
Telecommunications tax					444,983	-	444,983
Replacement tax					296,389	-	296,389
Utility tax					1,174,236	-	1,174,236
Franchise fees					336,375	-	336,375
Other taxes					147,216	-	147,216
Investment income					57,116	28,079	85,195
Gain on sale of capital assets					39,073	-	39,073
Transfers					1,017,965	(1,017,965)	-
Total General Revenues And Transfers					<u>28,113,727</u>	<u>(989,886)</u>	<u>27,123,841</u>
CHANGE IN NET POSITION					(22,194,367)	(291,235)	(22,485,602)
NET POSITION, JANUARY 1, RESTATED					<u>(88,782)</u>	<u>27,542,919</u>	<u>27,454,137</u>
NET POSITION, DECEMBER 31					<u>\$ (22,283,149)</u>	<u>27,251,684</u>	<u>4,968,535</u>

See notes to financial statements

CITY OF COLLINSVILLE, ILLINOIS

BALANCE SHEET - GOVERNMENTAL FUNDS

DECEMBER 31, 2020

	General Fund	Tax Increment Financing Fund	Collinsville Crossings Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash, cash equivalents and investments	\$ 3,284,583	1,634,090	3,594,869	-	3,534,372	12,047,914
Receivables, net:						
Property tax	3,067,193	95,967	-	-	-	3,163,160
Intergovernmental	3,876,800	497,444	441,854	-	429,083	5,245,181
Services	796,074	-	-	-	-	796,074
IPBC	690,478	-	-	-	-	690,478
Other	276,934	915	-	104,416	-	382,265
Due from other funds	1,221,631	-	-	-	-	1,221,631
Due from fiduciary funds	161	-	-	-	-	161
Inventory	114,924	-	-	-	-	114,924
Prepays	96,095	-	-	-	-	96,095
Restricted cash	940,904	-	-	-	-	940,904
Total Assets	\$ 14,365,777	2,228,416	4,036,723	104,416	3,963,455	24,698,787
LIABILITIES						
Accounts payable	\$ 328,166	738,539	-	11,255	859,452	1,937,412
Accrued payroll and benefits	231,363	-	-	-	581	231,944
Other payables	68,805	-	-	-	-	68,805
Customer deposits payable	306,389	-	-	-	-	306,389
Unearned revenue	54,927	-	-	235,000	-	289,927
Due to other funds	-	-	73,213	966,432	538	1,040,183
Total Liabilities	989,650	738,539	73,213	1,212,687	860,571	3,874,660
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues:						
Ambulance fees	275,872	-	-	-	-	275,872
Intergovernmental revenues	1,367,228	57	96,163	-	96,965	1,560,413
Property tax	3,042,522	39,326	-	-	-	3,081,848
Total Deferred Inflows Of Resources	4,685,622	39,383	96,163	-	96,965	4,918,133
FUND BALANCES						
Nonspendable:						
Inventory	114,924	-	-	-	-	114,924
Prepays	96,095	-	-	-	-	96,095
Restricted for:						
Forfeiture funds	478,310	-	-	-	-	478,310
Police inventory savings	8,230	-	-	-	-	8,230
TIF economic development	-	1,450,494	-	-	-	1,450,494
Collinsville Crossings debt	-	-	3,867,347	-	-	3,867,347
Motor fuel tax	-	-	-	-	1,474,421	1,474,421
DUI court fines	-	-	-	-	40,008	40,008
Police vehicles	-	-	-	-	29,855	29,855
Business districts	-	-	-	-	1,274,816	1,274,816
Committed to:						
Tree memorial	-	-	-	-	4,020	4,020
Collinsville animal shelter	-	-	-	-	183,337	183,337
Assigned for:						
Subsequent year's budget	767,312	-	-	-	-	767,312
Unassigned	7,225,634	-	-	(1,108,271)	(538)	6,116,825
Total Fund Balances	8,690,505	1,450,494	3,867,347	(1,108,271)	3,005,919	15,905,994
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 14,365,777	2,228,416	4,036,723	104,416	3,963,455	24,698,787

CITY OF COLLINSVILLE, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2020

Total Fund Balances - Governmental Funds \$ 15,905,994

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. The cost of the assets is \$117,959,781 and the accumulated depreciation is \$62,222,074. 55,737,707

Certain amounts are not a use of financial resources and, therefore, are not reported in the governmental funds. These items consist of:

Net pension asset	571,580
Net pension liability	(53,421,108)
Deferred outflows related to pensions	8,056,390
Deferred inflows related to pensions	(5,132,183)
Net OPEB liability	(21,114,735)
Deferred outflows related to OPEB	8,397,433
Deferred inflows related to OPEB	(656,292)
Workers compensation payable	(1,080,682)

Other long-term assets are not available to pay for current period expenditures and, therefore, are unavailable in the governmental funds. 2,112,859

Certain long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:

Accrued interest payable	(368,828)
Accrued compensated absences	(1,602,473)
Capital leases payable	(2,134,493)
Note payable	(378,038)
General obligation bonds	(5,480,000)
Revenue bonds	(21,939,789)
Unamortized bond premium	(36,677)
Unamortized bond deferred charges	280,186

Total Net Position Of Governmental Activities \$ (22,283,149)

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	General Fund	Tax Increment Financing Fund	Collinsville Crossings Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property tax	\$ 3,095,595	3,062,507	-	-	-	6,158,102
Intergovernmental	17,762,578	12,776	2,263,433	13,495	2,555,400	22,607,682
Other local taxes	1,421,574	25,156	-	1,174,236	-	2,620,966
Licenses and permits	705,363	-	-	-	-	705,363
Charges for services	3,563,885	-	-	-	-	3,563,885
Fines and forfeitures	201,460	-	-	-	15,799	217,259
Investment income	32,354	8,653	8,519	1,644	5,946	57,116
Gifts and donations	25,729	-	-	-	150	25,879
Other	303,505	18	-	-	-	303,523
Total Revenues	<u>27,112,043</u>	<u>3,109,110</u>	<u>2,271,952</u>	<u>1,189,375</u>	<u>2,577,295</u>	<u>36,259,775</u>
EXPENDITURES						
Current:						
General government	3,934,163	-	-	14,724	-	3,948,887
Public safety	14,872,067	-	-	-	-	14,872,067
Public works	2,809,619	-	-	-	651,535	3,461,154
Health and sanitation	1,536,185	-	-	-	-	1,536,185
Community/economic development	1,238,180	1,657,052	822	-	567,867	3,463,921
Community services	1,602,761	-	-	-	-	1,602,761
Parks and recreation	1,767,811	-	-	-	-	1,767,811
Capital outlay	265,202	3,160,672	-	925,143	489,239	4,840,256
Debt service:						
Principal	780,000	351,386	750,000	136,421	110,000	2,127,807
Interest and fiscal charges	77,976	80,723	1,192,165	20,984	6,750	1,378,598
Total Expenditures	<u>28,883,964</u>	<u>5,249,833</u>	<u>1,942,987</u>	<u>1,097,272</u>	<u>1,825,391</u>	<u>38,999,447</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(1,771,921)</u>	<u>(2,140,723)</u>	<u>328,965</u>	<u>92,103</u>	<u>751,904</u>	<u>(2,739,672)</u>
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	45,829	-	-	-	-	45,829
Lease purchase issued	-	1,754,300	-	-	-	1,754,300
Transfers in	1,352,215	-	-	-	81,661	1,433,876
Transfers out	-	(81,661)	-	-	(173,195)	(254,856)
Total Other Financing Sources (Uses)	<u>1,398,044</u>	<u>1,672,639</u>	<u>-</u>	<u>-</u>	<u>(91,534)</u>	<u>2,979,149</u>
NET CHANGE IN FUND BALANCES	<u>(373,877)</u>	<u>(468,084)</u>	<u>328,965</u>	<u>92,103</u>	<u>660,370</u>	<u>239,477</u>
FUND BALANCES, JANUARY 1, RESTATED	<u>9,064,382</u>	<u>1,918,578</u>	<u>3,538,382</u>	<u>(1,200,374)</u>	<u>2,345,549</u>	<u>15,666,517</u>
FUND BALANCES, DECEMBER 31	<u>\$ 8,690,505</u>	<u>1,450,494</u>	<u>3,867,347</u>	<u>(1,108,271)</u>	<u>3,005,919</u>	<u>15,905,994</u>

CITY OF COLLINSVILLE, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

Net Change In Fund Balances - Governmental Funds	\$ 239,477
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays over the capitalization threshold (\$4,753,884) exceeded depreciation (\$4,535,583) in the current period.	218,301
The net effect of various transactions involving capital assets:	
Contributed capital assets	350,000
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.	(536,550)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. Also, the governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Issuance of lease purchase agreement	(1,754,300)
Repayments:	
General obligation bonds	820,000
Revenue bonds	1,055,000
Capital leases	204,300
Note payable	48,507
Amortization	(33,635)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Accrued interest on long-term debt	28,597
Accrued compensated absences	19,172
OPEB expense	(1,549,657)
Pension expense	(20,972,720)
Workers' compensation payable	<u>(330,859)</u>
 Change In Net Position Of Governmental Activities	 <u><u>\$ (22,194,367)</u></u>

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF NET POSITION - PROPRIETARY FUND
DECEMBER 31, 2020

	Water And Sewer Fund
ASSETS	
Current Assets	
Cash, cash equivalents and investments	\$ 3,822,362
Restricted cash	639,048
Accounts receivables, net:	
Services	1,899,900
IPBC	121,634
Inventory	151,452
Prepays	3,985
Total Current Assets	6,638,381
Noncurrent Assets	
Capital assets:	
Land and construction in progress	811,035
Other capital assets, net of accumulated depreciation	48,119,765
Total Capital Assets	48,930,800
Net pension asset	261,437
Total Noncurrent Assets	49,192,237
Total Assets	55,830,618
DEFERRED OUTFLOWS OF RESOURCES	
Amounts related to pensions	512,492
Amounts related to other post-employment benefits	21,942
Asset retirement obligations	120,000
Total Deferred Outflows Of Resources	654,434
LIABILITIES	
Current Liabilities	
Accounts payable	173,221
Accrued payroll and benefits	46,722
Customer deposits payable	639,048
Due to other funds	181,448
Accrued interest payable	43,180
Compensated absences - current	251,501
IEPA loan payable - current	828,299
Bond payable - current	1,120,000
Total Current Liabilities	3,283,419
Noncurrent Liabilities	
Total claims payable	433,619
Compensated absences	197,507
Asset retirement obligations	120,000
Total OPEB liability	55,171
IEPA loan payable	16,973,656
Bond payable	7,181,519
Total Noncurrent Liabilities	24,961,472
Total Liabilities	28,244,891
DEFERRED INFLOWS OF RESOURCES	
Deferred amounts related to pensions	986,762
Deferred amounts related to other post-employment benefits	1,715
Total Deferred Inflows Of Resources	988,477
NET POSITION	
Net investment in capital assets	22,827,326
Unrestricted	4,424,358
Total Net Position	\$ 27,251,684

See notes to financial statements

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND CHANGE
IN NET POSITION - PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Water And Sewer Fund
OPERATING REVENUES	
Charges for services	\$ 8,594,230
Fees	191,447
Other	22,872
Total Operating Revenues	8,808,549
OPERATING EXPENSES	
Personnel services	3,104,979
Contractual services	1,315,590
Commodities	849,627
Maintenance	134,033
Depreciation	2,072,938
Total Operating Expenses	7,477,167
OPERATING INCOME	1,331,382
NONOPERATING REVENUES (EXPENSES)	
Intergovernmental	100,000
Investment income	28,079
Interest expense	(622,744)
Costs of issuance	(109,987)
Total Nonoperating Revenues (Expenses)	(604,652)
INCOME BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	726,730
CAPITAL CONTRIBUTIONS	161,055
TRANSFERS OUT	(1,179,020)
CHANGE IN NET POSITION	(291,235)
NET POSITION, JANUARY 1, RESTATED	27,542,919
NET POSITION, DECEMBER 31	\$ 27,251,684

See notes to financial statements

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Water And Sewer Fund
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	
Cash flows from operating activities:	
Receipts from customers and users	\$ 8,777,219
Payments to suppliers	(2,331,249)
Payments to employees	(3,923,472)
Other receipts	22,872
Net Cash Provided By Operating Activities	2,545,370
Cash flows from noncapital financing activities:	
Transfers to other funds	(1,179,020)
Due to other funds	181,448
Operating grants	100,000
Net Cash Used In Noncapital Financing Activities	(897,572)
Cash flows from capital and related financing activities:	
Purchase of capital assets	(744,151)
Proceeds from the issuance of bonds	8,301,519
Proceeds from IEPA loan payable	1,710,436
Principal payments on long-term debt	(10,137,745)
Interest paid on long-term debt	(414,804)
Costs of issuance paid	(109,987)
Net Cash Used In Capital And Related Financing Activities	(1,394,732)
Cash flows from investing activities:	
Investment income	28,079
Proceeds from sale of investments	3,457,314
Net Cash Provided By Investing Activities	3,485,393
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,738,459
CASH AND CASH EQUIVALENTS, JANUARY 1	707,811
CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 4,446,270
ENDING CASH AND CASH EQUIVALENTS RECONCILIATION	
Cash, cash equivalents and investments	\$ 3,822,362
Restricted cash	639,048
Less - Investments	(15,140)
Total Ending Cash And Cash Equivalents	\$ 4,446,270

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF CASH FLOWS - PROPRIETARY FUND (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2020

	Water And Sewer Fund
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ 1,331,382
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	2,072,938
(Increase) decrease in:	
Accounts receivable	(26,534)
Inventory	26,874
Prepays	(3,985)
Deferred outflows related to pensions	712,310
Deferred outflows related to OPEB	12,736
Increase (decrease) in:	
Accounts payable	(54,888)
Accrued payroll and benefits	(83,349)
Customer deposits payable	(2,712)
Compensated absences	(138,481)
Total claims payable	219,310
Total OPEB liability	(522,812)
Net pension liability	(748,292)
Deferred inflows related to pensions	(235,563)
Deferred inflows related to OPEB	(13,564)
Total Adjustments	1,213,988
Net Cash Provided By Operating Activities	\$ 2,545,370

**SCHEDULE OF NONCASH CAPITAL AND RELATED
FINANCING ACTIVITIES**

Capital contributions	\$ 161,055
Capital asset acquisitions through accounts payable	50,000

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION -
PENSION TRUST FUNDS
DECEMBER 31, 2020

ASSETS

Cash	\$ 587,764
Investments:	
Common stock	10,052,303
Corporate bonds	8,106,854
Government securities	8,484,558
Money market funds	1,430,397
Mutual funds	26,167,928
The Illinois Funds	12
Receivables:	
Interest	97,950
Total Assets	<u>54,927,766</u>

LIABILITIES

Due to primary government	161
Accounts payable	15,000
Total Liabilities	<u>15,161</u>

NET POSITION

Restricted for pensions	<u>\$ 54,912,605</u>
-------------------------	----------------------

CITY OF COLLINSVILLE, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
PENSION TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

ADDITIONS

Contributions:

Employer:

Property tax \$ 2,058,614

Replacement tax 227,080

Employee 708,061

Total Contributions 2,993,755

Reimbursements 2,566

Interest and dividends 855,418

Net increase in the fair value of investments 4,292,483

Less - Investment management and custodial fees (150,203)

Net Investment Income 4,997,698

Total Additions 7,994,019

DEDUCTIONS

Benefit payments 3,988,188

Refunds of contributions 8,866

Administrative expenses 32,496

Total Deductions 4,029,550

CHANGE IN NET POSITION

3,964,469

NET POSITION - RESTRICTED FOR PENSIONS, JANUARY 1, RESTATED

50,948,136

NET POSITION - RESTRICTED FOR PENSIONS, DECEMBER 31

\$ 54,912,605

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The **CITY OF COLLINSVILLE, ILLINOIS** (the City) was incorporated on November 30, 1872. The City operates under a City Council - Manager form of government and provides the following services: general government, public safety (police and fire), public works, health and sanitation, community and economic development, community services, and water and sewer. The City Manager and council members exercise oversight responsibility for all of these governmental services.

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

1. Reporting Entity

The financial statements of the City include the financial activities of the City and any component units, entities which are financially accountable to the City. The City reports the following fiduciary component units:

Firefighter's Pension Fund -- The City's sworn firefighters participate in the Firefighters' Pension Fund, a fiduciary component unit of the City. The Firefighters' Pension Fund functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one elected pension beneficiary and two elected by active fire employees constitute the pension board. The City is obligated to fund all Firefighters' Pension Fund costs not funded by the Firefighters' Pension Fund participants based upon actuarial valuations, which creates a financial burden on the City. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels, which results in the Firefighters' Pension Fund being fiscally dependent on the City. The Firefighters' Pension Fund is reported as a pension trust fund. The Firefighter's Pension Fund plan does not issue a separate report.

Police Pension Fund -- The City's police employees participate in the Police Pension Fund, a fiduciary component unit of the City. The Police Pension Fund functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one elected by pension beneficiaries and two elected by active police employees constitute the pension board. The City is obligated to fund all Police Pension Fund costs not funded by the Police Pension Fund participants based upon actuarial valuations, which creates a financial burden on the City. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels, which results in the Police Pension Fund being fiscally dependent upon the City. The Police Pension Fund is reported as a pension trust fund. The Police Pension Fund plan does not issue a separate report.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

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

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The City reports the following major governmental funds:

General Fund -- This fund is the primary operating fund of the City. It accounts for all financial resources except those accounted for in another fund.

Tax Increment Financing Fund -- This fund is a special revenue fund used to account for incremental taxes, other revenues, and all expenditures related to the tax increment financing areas.

Collinsville Crossings Fund -- This fund is a special revenue fund used to account for sales taxes that are restricted to pay debt service costs of the related economic development area.

Capital Projects Fund -- This fund is a capital projects fund used to account for the acquisition or construction of capital facilities and certain debt related to capital assets.

The other governmental funds of the City are considered nonmajor. They are special revenue funds which account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes, and one debt service fund.

The City reports the following major proprietary fund:

Water and Sewer Fund -- This fund is used to account for the operations of the City's water and sewer department.

Additionally, the City reports the following fund type:

Pension Trust Funds -- These funds accounts for the activities of the Police and Firefighter's Pension Funds, which accumulate resources for pension benefit payments to qualified public safety employees.

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

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges to customers. Operating expenses for enterprise funds include the cost of services, administrative expenses, and depreciation and amortization. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

4. Cash, Cash Equivalents, and Investments

For cash flow statement purposes, the City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. The City maintains a cash and investment pool and interest allocated to each fund based on month-end balances and investment policies.

The City maintains a cash and investment pool that is available for use by all funds. Investments are stated at fair value. Fair value for certain U.S. government securities which mature within less than one year from purchase is determined by calculating amortized cost, which approximates fair value. Fair value for all other investments is based on quoted market prices.

The City is authorized by State Statute to invest in obligations of the United States of America, insured interest bearing accounts of banks, savings and loan associations or credit unions, certain short-term obligations of corporations organized in the United States, money market mutual funds that invest in obligations of the United States of America or its agencies or are guaranteed by the full faith and credit of the United States of America, the Illinois Funds, the Illinois Metropolitan Investment Fund, and repurchase agreements of government securities. The Pension Trust Funds are also allowed to invest limited percentages of their monies in mutual funds, corporate equity, corporate debt securities, real estate investment trusts and others as allowed by ILCS.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Cash, Cash Equivalents, and Investments (Continued)

Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

5. Allowance for Doubtful Accounts

The allowance for uncollectible receivables is as follows:

Funds	Receivables	December 31 2020
General Fund	Garbage receivables	\$ 51,212
General Fund	Ambulance receivables	255,622
Proprietary Fund	Water and sewer receivables	344,245
Total		\$ 651,079

6. Interfund Transactions

The City has the following types of transactions among funds:

Transfers -- Transfers of resources from a fund receiving revenue to the fund through which resources are to be expended are recorded as transfers. Such transfers are reported as other financing sources (uses).

Due To/From Other Funds -- Current portions of long-term interfund loans receivable/payable are considered "available spendable resources" and are reported as assets and liabilities of the appropriate funds.

Elimination of interfund activity has been made for governmental activities in the government-wide financial statements. Any residual balances outstanding between the governmental activities and business-type activities are reported on the government-wide statement of net position as "internal balances".

7. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid items in both the government-wide and fund financial statements. Prepaid items are recorded as expenditures/expenses when consumed rather than when purchased, if any.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Inventories

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories are recorded as expenditures/expenses when consumed rather than when purchased. Inventory in the governmental fund consists of expendable street department supplies held for consumption. Inventory in the business-type fund consists of waterworks and sewerage supplies.

9. Restricted Assets

Certain cash and cash equivalents are restricted as to use for police seizure escrow, debt payments, and water and sewer customer deposits.

10. Capital Assets

Capital assets, which include property, equipment, intangibles, and infrastructure (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

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

Depreciation is being computed on the straight-line method, using asset lives as follows:

Assets	Years
Buildings and improvements	7 - 40
Land improvements	10 - 40
Equipment	5 - 15
Vehicles	5 - 10
Infrastructure	20 - 50

11. Compensated Absences

Accumulated unpaid vacation and sick pay amounts are accrued when incurred. The City's policy permits employees to earn one to five weeks of vacation per year, based on length of service. In addition, employees earn sick leave at the rate of one and one-half working days for each calendar month of employment or 18 days per year. The maximum accumulation for any employee is one year vacation earned and 60 days of sick leave. Annually, unused sick leave over 60 days is paid to an employee at a rate of 50%. Accumulated unused sick leave is paid to an employee upon retirement.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Long-term Obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

13. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

14. Property Taxes

The City levied its 2020 property taxes in December 2020 based upon the assessed valuation as of the previous January 1. Property taxes are due in four installments in the following year, usually beginning in June, and are considered delinquent after the due dates. Property taxes for 2020 become an enforceable lien in January 2020. Because this tax levy will be used to pay expenditures budgeted in 2021, no part of this tax levy is shown as a revenue.

15. Fund Balance Policies

The fund balance amounts are reported in the following applicable categories listed from the most restrictive to the least restrictive:

Nonspendable -- The portion of fund balance that cannot be spent because they are either: 1) not in spendable form or 2) legally or contractually required to remain intact.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Fund Balance Policies (Continued)

Restricted -- The portion of fund balance that is subject to external restrictions and constrained to specific purposes imposed by agreement, through constitutional provisions, or by enabling legislation.

Committed -- The portion of fund balance that are to be only used for specific purposes pursuant to constraints imposed by formal approval of an ordinance by the City Council, which has the highest level of decision-making authority. Formal Council approval is required to establish and amend or remove any specific committed balances.

Assigned -- The portion of fund balance that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. Assigned balances are authorized by the City Council or by the City Manager under the direction of the City Council.

Unassigned -- Amounts that are available for any purpose; these positive amounts are reported only in the General Fund.

When an expenditure is incurred in governmental funds which may be paid using either restricted and unrestricted resources, the City's policy is to pay the expenditures from the restricted fund balance and then from less restrictive classification - committed, assigned, and unassigned fund balances.

The fund balance of the City has been accumulated to provide stability and flexibility to respond to unexpected adversity and/or opportunities. The target is to maintain an ending fund balance of between 15% and 20% of estimated annual revenues for both the General Fund and Enterprise Fund. Should the fund balance fall below 10% of revenues, a plan for expenditure reductions and/or revenue increases shall be submitted to the City Council by the City Manager. If the balance should exceed 20%, the excess shall be utilized for one-time expenditures as recommended by the City Manager to the City Council. If the fund balance falls below 10%, the City shall rebuild the balance within two fiscal years.

16. Use of Estimates

The preparation of basic financial statements in conformity with GAAP requires the City to make estimates and assumptions that affect the amounts reported in the basic financial statements and accompanying notes. Actual results could differ from those estimates.

17. Pensions

For purposes of measuring the net pension asset/liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of the City's pension defined benefit pension plans (the Plans) and additions to/deductions from the Plans fiduciary net position have been determined on the same basis as they

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

17. Pensions (Continued)

are reported by the Plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE B - CASH AND INVESTMENTS

1. Deposits

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. The City requires that all deposits not covered by the Federal Deposit Insurance Corporation (FDIC) insurance be collateralized with investments held by the financial institution in the City's name. The value of the securities must amount to the total of the City's cash not insured by FDIC.

As of December 31, 2020, the City's bank deposits are secure by certain securities held by the City or its agent in the City's name. The value of the securities exceeds the total of the City's cash not insured by the Federal Deposit Insurance Corporation.

2. Investments

As of December 31, 2020, the City had the following investments:

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

2. Investments (Continued)

Investments	Fair Value	Maturities				Credit Risk	
		No Maturity	Less Than One Year	1 - 5 Years	6 - 10 Years		More Than 10 Years
Primary Government							
Illinois Metropolitan Investment Fund	\$ 1,345,617	1,345,617	-	-	-	-	AAA
The Illinois Funds	4,618,979	4,618,979	-	-	-	-	AAA
Money market funds	2,312,415	2,312,415	-	-	-	-	Not rated
Total Primary Government	8,277,011	8,277,011	-	-	-	-	
Fiduciary Funds							
Firefighter's Pension Fund							
The Illinois Funds	12	12	-	-	-	-	AAA
Corporate bonds	164,755	-	35,050	68,083	61,622	-	AA
Corporate bonds	1,242,748	-	50,310	632,014	521,488	38,936	A
Corporate bonds	1,250,932	-	55,563	727,394	439,468	28,507	BBB
Money market funds	62,443	62,443	-	-	-	-	Not rated
Mutual funds	16,085,643	16,085,643	-	-	-	-	N/A
Government securities:							
Federal National Mortgage Association	466,676	-	-	-	-	466,676	AAA
Federal Home Loan Mortgage Corporation	179,956	-	-	-	120,102	59,854	AAA
U.S. Treasury notes	3,393,729	-	30,448	2,165,761	1,197,520	-	N/A
Total Firefighter's Pension Fund	22,846,894	16,148,098	171,371	3,593,252	2,340,200	593,973	
Police Pension Fund							
Common stock	10,052,303	10,052,303	-	-	-	-	N/A
Corporate bonds	193,751	-	-	193,751	-	-	AAA
Corporate bonds	389,211	-	-	272,912	116,299	-	AA
Corporate bonds	3,052,984	-	303,721	1,447,075	1,248,058	54,130	A
Corporate bonds	1,600,204	-	176,821	833,123	531,538	58,722	BBB
Corporate bonds	212,269	-	-	212,269	-	-	Not rated
Money market funds	1,367,954	1,367,954	-	-	-	-	Not rated
Mutual funds	10,082,285	10,082,285	-	-	-	-	N/A
Government securities:							
Government National Mortgage Association	17,703	-	-	375	12,804	4,524	N/A
Federal Home Loan Bank	89,691	-	-	-	89,691	-	AAA
Federal Home Loan Mortgage Corporation	1,684,837	-	-	358,894	289,637	1,036,306	AAA
Federal National Mortgage Association	877,375	-	-	47,571	93,206	736,598	AAA
Municipal bonds	25,080	-	25,080	-	-	-	AAA
Municipal bonds	385,902	-	45,806	86,836	114,165	139,095	AA
Municipal bonds	55,000	-	55,000	-	-	-	A
U.S. Treasury notes	1,308,609	-	464,577	571,222	272,810	-	N/A
Total Police Pension Fund	31,395,158	21,502,542	1,071,005	4,024,028	2,768,208	2,029,375	
Total Fiduciary Funds	54,242,052	37,650,640	1,242,376	7,617,280	5,108,408	2,623,348	
Total Investments	\$ 62,519,063	45,927,651	1,242,376	7,617,280	5,108,408	2,623,348	

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

2. Investments (Continued)

Investment Policies

The City's formal investment policies are as follows:

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The City minimizes interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. To minimize credit risk, it is the City's policy to manage for preservation of principal and to diversify the portfolio, to the extent necessary, in order to minimize potential losses on individual securities.

Custodial Credit Risk is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. To limit its exposure, the City's investment policy requires all security transactions, including collateral for repurchase agreements, shall be conducted on a delivery versus payment (DVP) basis. Securities will be held by an independent third-party custodian designated by the City Treasurer and evidenced by safekeeping receipts and a written custodial agreement.

Concentration of Credit Risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City minimizes concentration of credit risk by diversifying the investment portfolio.

Concentration of credit risk is required to be disclosed by the City for investments in any one issuer that represent 5% or more of total investments (investments issued by or explicitly guaranteed by the United States Government, investments in mutual funds, investments in external investment pools, and investments in other pooled investments are exempt). Defined benefit plans are required to disclose investments in any one issuer that represent 5% or more of total plan net position with the same exemptions as above. At December 31, 2020, the City had the following investment concentrations:

Investments	Fair Value	Percent Of Total Investments
Primary Government		
Money market funds	\$ 2,312,415	27.94 %

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

3. Fair Value Measurements

The City classifies its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are prices quoted in active markets for those securities; Level 2 inputs are significant other observable inputs using a matrix pricing technique; and Level 3 inputs are significant unobservable inputs. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The inputs and methodologies used for valuing investment securities are not necessarily an indication of risk associated with investing in those securities.

The City has the following recurring fair value level measurements as of December 31, 2020:

	Total	Level 1	Level 2	Level 3
Primary Government				
Investments by fair value level:				
Illinois Metropolitan Investment Fund	\$ 1,345,617	1,345,617	-	-
Investments not subject to fair value level classification:				
The Illinois Funds	4,618,979	-	4,618,979	-
Money market funds	2,312,415			
Total Primary Government Investments	\$ 8,277,011			
Fiduciary Funds				
Investments by fair value level:				
Common stock	\$ 10,052,303	10,052,303	-	-
Corporate bonds	8,106,854	-	8,106,854	-
The Illinois Funds	12	-	12	-
Mutual funds:				
Equity	26,167,928	26,167,928	-	-
Government securities:				
Government National Mortgage Association	17,703	17,703	-	-
Federal Home Loan Bank	89,691	-	89,691	-
Federal Home Loan Mortgage Corporation	1,864,793	-	1,864,793	-
Federal National Mortgage Association	1,344,051	-	1,344,051	-
Municipal bonds	465,982	-	465,982	-
U.S. Treasury notes	4,702,338	4,702,338	-	-
Total Investments By Fair Value Level	52,811,655	40,940,272	11,871,383	-
Investments not subject to fair value level classification:				
Money market funds	1,430,397			
Total Fiduciary Funds Investments	\$ 54,242,052			

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE C - CAPITAL ASSETS

Capital asset activity for the governmental activities was as follows:

	For The Year Ended December 31, 2020			Balance December 31 2020
	Balance December 31 2019	Increases	Decreases	
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 6,189,762	386,376	-	6,576,138
Construction in progress	2,241,302	3,861,800	3,327,421	2,775,681
Total Capital Assets Not Being Depreciated	8,431,064	4,248,176	3,327,421	9,351,819
Capital assets being depreciated:				
Buildings and improvements	31,811,782	2,421,028	-	34,232,810
Land improvements	1,002,578	-	-	1,002,578
Equipment	9,615,990	478,582	32,068	10,062,504
Vehicles	6,036,447	185,045	106,747	6,114,745
Infrastructure	56,096,851	1,098,474	-	57,195,325
Total Capital Assets Being Depreciated	104,563,648	4,183,129	138,815	108,607,962
Less - Accumulated depreciation for:				
Buildings and improvements	15,232,790	1,299,124	-	16,531,914
Land improvements	767,471	12,692	-	780,163
Equipment	6,123,585	672,880	32,068	6,764,397
Vehicles	3,271,691	554,002	106,747	3,718,946
Infrastructure	32,429,769	1,996,885	-	34,426,654
Total Accumulated Depreciation	57,825,306	4,535,583	138,815	62,222,074
Total Capital Assets Being Depreciated, Net	46,738,342	(352,454)	-	46,385,888
Governmental Activities Capital Assets, Net	\$ 55,169,406	3,895,722	3,327,421	55,737,707

Depreciation expense was charged to functions/programs of the governmental activities as follows:

	For The Year Ended December 31 2020
Governmental Activities	
General government	\$ 184,908
Public safety	724,072
Public works, including infrastructure	2,206,966
Community and economic development	50,635
Community services	623,045
Parks and recreation	745,957
Total	\$ 4,535,583

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE C - CAPITAL ASSETS (Continued)

Capital asset activity for the business-type activities was as follows:

	For The Year Ended December 31, 2020			Balance December 31 2020
	Balance December 31 2019	Increases	Decreases	
Business-type Activities				
Capital assets not being depreciated:				
Land	\$ 451,329	-	-	451,329
Construction in progress	20,099,640	315,961	20,055,895	359,706
Total Capital Assets Not Being Depreciated	20,550,969	315,961	20,055,895	811,035
Capital assets being depreciated:				
Buildings and improvements	35,382,860	20,066,044	-	55,448,904
Equipment	3,239,631	37,410	18,360	3,258,681
Vehicles	1,282,779	-	-	1,282,779
Infrastructure	33,057,092	533,629	-	33,590,721
Total Capital Assets Being Depreciated	72,962,362	20,637,083	18,360	93,581,085
Less - Accumulated depreciation for:				
Buildings and improvements	14,413,541	1,254,363	-	15,667,904
Equipment	2,905,966	54,465	18,360	2,942,071
Vehicles	1,087,983	71,848	-	1,159,831
Infrastructure	24,999,252	692,262	-	25,691,514
Total Accumulated Depreciation	43,406,742	2,072,938	18,360	45,461,320
Total Capital Assets Being Depreciated, Net	29,555,620	18,564,145	-	48,119,765
Total Business-type Activities Capital Assets, Net	\$ 50,106,589	18,880,106	20,055,895	48,930,800

Depreciation expense was charged to functions/programs of the business-type activities as follows:

	For The Year Ended December 31 2020
Business-type Activities	
Water and sewer	\$ 2,072,938

During 2020, the City transferred certain capital assets from the governmental funds to the Water and Sewer Fund amounting to \$161,055, which is recorded as a capital contribution in the Water and Sewer Fund and as a transfer on the government-wide statement of activities.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE D - INTERFUND TRANSACTIONS

Interfund transfers are as follows:

Transfers In	Transfers Out	For The Year Ended December 31 2020
General Fund	Motor Fuel Tax Fund	\$ 173,195
General Fund	Water and Sewer Fund	1,179,020
Fournie Lane Business District Fund	Tax Increment Financing Fund	81,661
Total		\$ 1,433,876

The General Fund receives transfers for reimbursement of expenses paid by that fund for expenses related to other funds. The transfer between the Tax Increment Financing Fund and the Fournie Lane Business District Fund provided funds for debt service purposes.

Individual interfund assets and liabilities balances are as follows:

Receivable Fund	Payable Fund	December 31 2020
General Fund	Collinsville Crossings Fund	\$ 73,213
General Fund	Capital Projects Fund	966,432
General Fund	Water and Sewer Fund	181,448
General Fund	Collins House Fund	538
Total		\$ 1,221,631

The outstanding balances between funds result mainly from the time lag between the dates that: 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. All interfund balances are expected to be repaid during the fiscal year ending December 31, 2021.

NOTE E - LONG-TERM DEBT

A summary of changes in long-term debt is as follows:

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE E - LONG-TERM DEBT (Continued)

	For The Year Ended December 31, 2020			Balance December 31 2020	Amounts Due Within One Year
	Balance December 31 2019	Additions	Reductions		
	Governmental Activities				
General obligation bonds	\$ 6,300,000	-	820,000	5,480,000	860,000
List revenue bonds	19,690,000	-	275,000	19,415,000	150,000
Convention center revenue bonds (direct placement)	3,304,789	-	780,000	2,524,789	830,000
Bond premium	44,587	-	7,910	36,677	-
Capital leases	584,493	1,754,300	204,300	2,134,493	249,312
Note payable (direct placement)	426,545	-	48,507	378,038	49,844
Compensated absences	1,621,645	1,270,685	1,289,857	1,602,473	1,087,067
Total Governmental Activities	<u>\$ 31,972,059</u>	<u>3,024,985</u>	<u>3,425,574</u>	<u>31,571,470</u>	<u>3,226,223</u>
	For The Year Ended December 31, 2020			Balance December 31 2020	Amounts Due Within One Year
Balance December 31 2019, Restated	Additions	Reductions			
Business-type Activities					
General obligation bonds	\$ 9,375,000	7,410,000	9,375,000	7,410,000	1,120,000
Bond premium	155,941	891,519	155,941	891,519	-
IEPA loan	16,854,263	1,710,436	762,745	17,801,954	828,299
Asset retirement obligations	120,000	-	-	120,000	-
Compensated absences	587,489	105,364	243,845	449,008	251,501
Total Business- type Activities	<u>\$ 27,092,693</u>	<u>10,117,319</u>	<u>10,537,531</u>	<u>26,672,481</u>	<u>2,199,800</u>

Compensated absences are generally liquidated by the General Fund and Water and Sewer Fund.

The City has the following bond issues outstanding:

On July 23, 2007, the City issued \$20,250,000 of Limited Incremental Sales Tax (LIST) Revenue Bonds, Series 2007 with interest at 5% to 5.35% and maturing on March 1, 2031. The maturity dates may be extended if projected revenues are not met and sufficient funds to make debt payments are not available. The proceeds were used to reimburse or pay redevelopment costs associated with the Collinsville Crossings Shopping Center. The City has pledged a portion of future tax revenues to repay the bonds. The bonds are payable solely from the incremental taxes generated by increased sales and assessed property values in the improved area. For the current year, principal and interest paid and total incremental tax revenues were \$1,300,450 and \$2,263,433, respectively. The bonds are liquidated by the Collinsville Crossings Fund. The amount of bonds outstanding as of December 31, 2020 is \$19,415,000.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE E - LONG-TERM DEBT (Continued)

On September 27, 2012, the City issued \$9,625,000 of General Obligation Refunding Bonds, Series 2012 with interest at 1.8% to 3% and maturing on December 15, 2026. The proceeds were used to advance refund a portion of the Series 2006 Bonds. The bonds are liquidated by the Water and Sewer Fund. In December 2020, the refunded portion of the Series 2012 Bonds were called and paid from escrow.

On June 4, 2013, the City issued \$5,480,000 of General Obligation Refunding Bonds, Series 2013A with interest at 3% and maturing on December 15, 2020. The proceeds were used to advance refund a portion of the Series 2006 Bonds. The bonds are liquidated by the Water and Sewer Fund. The amount of bonds outstanding as of December 31, 2020 is \$0.

On July 9, 2014, the City issued \$6,260,000 of Taxable General Obligation Refunding Bonds, Series 2014 with interest at 2% to 4% and maturing on December 15, 2027. The proceeds were used to advance refund a portion of the Series 2007A Bonds. The bonds are liquidated by the Collinsville Crossings Fund. The amount of bonds outstanding as of December 31, 2020 is \$3,975,000.

On December 13, 2017, the City issued \$430,000 of General Obligation Refunding Bonds, Series 2017A with interest at 3% and maturing on December 15, 2021. The proceeds were used to refund the 2007B Fournie Lane redevelopment. The bonds are liquidated by the Fournie Lane Business District Fund. The amount of bonds outstanding as of December 31, 2020 is \$115,000.

On December 13, 2017, the City issued \$1,885,000 of Taxable General Obligation Refunding Bonds, Series 2017B with interest at 2% to 3.4% and maturing on December 15, 2028. The proceeds were used to refund a portion of the 2009 bonds for Eastport Plaza Drive redevelopment. The bonds are liquidated by the Tax Increment Financing Fund. The amount of bonds outstanding as of December 31, 2020 is \$1,390,000.

On December 15, 2020, the City issued \$7,410,000 of General Obligation Refunding Bonds, Series 2020, with interest at 4% and maturing December 15, 2026. The bond proceeds were used to refund, through an advanced refunding, \$8,175,000 of the 2012 General Obligation Refunding Bonds. As a result of the refunding, the City achieved cash flow savings of \$573,450 and an economic gain (difference between the present values of the old and new debt service payments) of \$266,052. The bonds are liquidated by the Water and Sewer Fund. The amount of bonds outstanding as of December 31, 2020 is \$7,410,000.

During 2018, the City merged the operations of the Collinsville Metropolitan Exposition, Auditorium, and Office Building Authority with the General Fund. In conjunction with this merger, the City recorded the related convention center refunding revenue bonds originally issued in 2003 and 2004. The terms of the bonds were amended in 2015 with an interest rate at 2.685% and maturing on January 1, 2023. The original proceeds were used for costs related to the convention center. The bonds are liquidated by the General Fund with the City's hospitality tax. The balance outstanding on these bonds as of December 31, 2020 is \$2,524,789.

The LIST revenue bonds which are generally paid based upon the sales tax collections per the applicable ordinance with certain mandatory redemptions. A summary of the minimum debt service requirements for the bonds is as follows:

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE E - LONG-TERM DEBT (Continued)

For The Years Ending December 31	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2021	\$ 1,690,000	1,265,140	2,955,140	1,120,000	296,400	1,416,400
2022	1,675,000	1,214,607	2,889,607	1,165,000	251,600	1,416,600
2023	1,479,789	1,166,330	2,646,119	1,205,000	205,000	1,410,000
2024	685,000	1,132,170	1,817,170	1,260,000	156,800	1,416,800
2025	8,290,000	913,195	9,203,195	1,305,000	106,400	1,411,400
2026 - 2030	1,750,000	3,238,640	4,988,640	1,355,000	54,200	1,409,200
2031	11,700,000	312,975	12,012,975	-	-	-
Total	<u>\$ 27,269,789</u>	<u>9,243,057</u>	<u>36,512,846</u>	<u>7,410,000</u>	<u>1,070,400</u>	<u>8,480,400</u>

The bonds of several issues are subject to redemption and payment prior to their maturity, at the option of the City.

Capital Lease Agreements

On February 22, 2016, the City entered into a \$900,233 capital lease dated for a fire truck. The City makes monthly payments of \$8,590 with interest at 2.25% until maturity in February 2026. The lease is liquidated by the Capital Projects Fund. The principal amount of the lease outstanding as of December 31, 2020 is \$496,580.

On February 6, 2020, the City entered into a \$1,754,300 capital lease for improvements on the aquatic park. The City makes quarterly payments of \$49,947 with interest at 2.60% until maturity in February 2023. The lease is liquidated by the Tax Incremental Financing Fund. The principal amount of the lease outstanding as of December 31, 2020 is \$1,637,914.

Assets acquired through capital lease agreements are as follows:

	December 31 2020
Vehicles	\$ 2,930,159
Less - Accumulated depreciation	(440,652)
Total	<u>\$ 2,489,507</u>

Loan Agreements and Note Payable

On June 19, 2017, the City entered into an \$19,203,385 Illinois Environmental Protection Agency (IEPA) loan for construction of a new water treatment plant, interest at 1.64%, maturing January 2039. Loan proceeds are paid to the City as construction progresses and payment amounts on will be determined upon project completion. The loan is liquidated by the Water and Sewer Fund. The amount of loan outstanding as of December 31, 2020 is \$17,801,954.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE E - LONG-TERM DEBT (Continued)

On December 12, 2017, the City entered into a direct placement \$520,086 note payable to bank, due in installments through December 12, 2027; interest at 2.65%. The proceeds were used to purchase a fire vehicle. The note payable is liquidated by the Capital Projects Fund. The amount of note payable outstanding as of December 31, 2020 is \$378,038.

A summary of the debt requirements for the capital lease and note payable are as follows:

For The Years Ending December 31	Capital Leases			Note Payable		
	Principal	Interest	Total	Principal	Interest	Total
2021	\$ 249,312	53,558	302,870	49,844	9,420	59,264
2022	256,001	46,868	302,869	51,181	8,083	59,264
2023	262,871	39,998	302,869	52,554	6,711	59,265
2024	269,922	32,947	302,869	53,948	5,317	59,265
2025	277,169	25,701	302,870	55,411	3,854	59,265
2026 - 2030	819,218	47,753	866,971	115,100	3,208	118,308
Total	\$ 2,134,493	246,825	2,381,318	378,038	36,593	414,631

Asset Retirement Obligations

The City has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells at the end of their estimated useful lives in accordance with state requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells range from 10 to 100 years.

NOTE F - LEGAL DEBT MARGIN

The City was certified as a home rule unit by the State of Illinois as of August 24, 2005. Under Section 6 of Article VII of the 1970 Illinois Constitution, home rule units have no debt limitation.

NOTE G - PENSION PLANS

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), the Firefighters' Pension Plan, and the Police Pension Plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by ILCS and can only be amended by the Illinois General Assembly. The table below is a summary for all pension plans as of and for the year ended December 31, 2020:

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

	<u>IMRF</u>	<u>Firefighters' Pension</u>	<u>Police Pension</u>	<u>Total</u>
Net pension liability (asset)	\$ (833,017)	15,458,360	17,402,645	32,027,988
Deferred outflows of resources	1,632,955	3,693,514	3,242,413	8,568,882
Deferred inflows of resources	3,144,122	538,176	2,436,647	6,118,945
Pension expense (income)	(104,252)	2,186,587	1,863,254	3,945,589

1. Illinois Municipal Retirement Fund (IMRF)

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 participates in the Illinois Municipal Retirement Fund (IMRF), an agent multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section of this document. 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 CAFR that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplemental information. The report is available for download at www.imrf.org. The pension liability is generally liquidated by the General Fund and Water and Sewer Fund.

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 1⅓% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last ten years of service, divided by 48. Under Tier 1, the pension is increased by 3% 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 enti-

NOTE G - PENSION PLANS (Continued)

1. Illinois Municipal Retirement Fund (IMRF) (Continued)

tled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 $\frac{2}{3}$ % of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last ten 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: 3% of the original pension amount, or $\frac{1}{2}$ of the increase in the CPI of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2020, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	81
Inactive employees entitled to but not yet receiving benefits	37
Active employees	<u>131</u>
Total	<u>249</u>

Contributions

As set by statute, the City’s Regular Plan members are required to contribute 4.5% 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 City’s annual contribution rate for calendar year 2020 was 9.04%. For the fiscal year ended December 31, 2020, the City contributed \$777,945 to the plan. 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 IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability (Asset)

The City’s net pension liability (asset) was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2020:

- **Actuarial Cost Method** used was Entry Age Normal.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

1. Illinois Municipal Retirement Fund (IMRF) (Continued)

- **Asset Valuation Method** used was Market Value of Assets.
- **Inflation Rate** was assumed to be 2.25%.
- **Salary Increases** were expected to be 2.85% to 13.75%, including inflation.
- **Investment Rate of Return** was assumed to be 7.5%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019.
- For **Nondisabled Retirees**, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.
- For **Disabled Retirees**, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- For **Active Members**, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- **Long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2020:

<u>Asset Class</u>	<u>Target Percentage</u>	<u>Long-term Expected Real Rate Of Return</u>
Domestic equity	37.00 %	5.00 %
International equity	18.00	6.00
Fixed income	28.00	1.30
Real estate	9.00	6.20
Alternative investments	7.00	2.85 - 6.95
Cash equivalents	1.00	0.70

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

1. Illinois Municipal Retirement Fund (IMRF) (Continued)

Single Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The single discount rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.00%, and the resulting single discount rate is 7.25%.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balances at December 31, 2019	\$ 34,456,860	32,888,533	1,568,327
Changes for the year:			
Service cost	798,008	-	798,008
Interest on the total pension liability	2,465,510	-	2,465,510
Difference between expected and actual experience	563,893	-	563,893
Changes of assumptions	(307,047)	-	(307,047)
Contributions - employer	-	777,945	(777,945)
Contributions - employee	-	387,251	(387,251)
Net investment income	-	4,653,624	(4,653,624)
Benefit payments, including refunds	(1,697,663)	(1,697,663)	-
Other	-	102,888	(102,888)
Net Changes	<u>1,822,701</u>	<u>4,224,045</u>	<u>(2,401,344)</u>
Balances at December 31, 2020	<u>\$ 36,279,561</u>	<u>37,112,578</u>	<u>(833,017)</u>

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

1. Illinois Municipal Retirement Fund (IMRF) (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the City, calculated using the discount rate of 7.25%, as well as what the City's net pension liability would be using a discount rate that is 1% point lower (6.25%) or 1% point higher (8.25%) than the current rate.

	<u>1% Decrease</u>	<u>Current Single Discount Rate Assumption</u>	<u>1% Increase</u>
Net pension liability (asset)	<u>\$ 3,569,914</u>	<u>(833,017)</u>	<u>(4,316,173)</u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2020, the City recognized pension income of \$104,252. The City reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Outflows</u>	<u>Inflows</u>	<u>Net Outflows</u>
Differences between expected and actual experience	\$ 1,301,963	-	1,301,963
Assumption changes	330,992	(418,040)	(87,048)
Net difference between projected and actual earnings on pension plan investments	-	<u>(2,726,082)</u>	<u>(2,726,082)</u>
Total	<u>\$ 1,632,955</u>	<u>(3,144,122)</u>	<u>(1,511,167)</u>

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

**For The
Years Ending
December 31**

2021	\$ (452,978)
2022	116,767
2023	(872,767)
2024	(334,270)
2025	<u>32,081</u>
Total	<u>\$ (1,511,167)</u>

NOTE G - PENSION PLANS (Continued)

1. Illinois Municipal Retirement Fund (IMRF) (Continued)

Payable to the Pension Plan

At December 31, 2020, the City reported a payable of \$11,553 for the outstanding amount of contributions to the pension plan required for the year ended December 31, 2020.

2. Firefighters' Pension Fund

Plan Description

The Firefighters' Pension Plan is a single-employer defined benefit pension that covers all sworn fire personnel. Although this plan is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a Pension Trust Fund. The pension liability is generally liquidated by the General Fund.

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

Benefits Provided

The Plan provides retirement, termination, disability, and death benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011, and Tier 2 is for employees hired after January 1, 2011.

Tier 1 employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of annual salary attached to rank on last day of service. The pension shall be increased by 2.5% of annual salary for each year over 20 years up to 30 years, up to a maximum of 75% of salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The retiree's annual benefit payment should be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 employees attaining the age of 55 or more with 10 years or more years of creditable service are entitled to 2.5% of the final average salary for each year of creditable service. The salary is initially capped at \$106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced benefit. The retiree's annual benefit payment should be increased annually equal to the lessor of 3% per year or one-half the annual unadjusted percentage increase in the consumer price index for the 12 months ending with the September preceding each November 1, after attaining the age of 60.

NOTE G - PENSION PLANS (Continued)

2. Firefighters' Pension Fund (Continued)

Employees Covered by Benefit Terms

As of December 31, 2020, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	37
Inactive employees entitled to but not yet receiving benefits	1
Active employees	<u>36</u>
Total	<u>74</u>

Contributions

Employees contribute a fixed percentage of their base salary to the plan. For the year ended December 31, 2020, the contribution percentage was 9.455%. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded. The City is required to contribute the remaining amounts necessary to finance the plan as actuarially determined. Effective January 1, 2011, the City's contributions must accumulate to the point where the plan is 90% funded by the year 2040.

Net Pension Liability

The City's net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was measured by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2020:

Inflation	2.5%
Salary increase	Service based
Investment rate of return	6.75%

Mortality rates were based on the PubS-2010 Employee mortality table, projected five years past the valuation date with Scale MP-2019. The disabled mortality rates were based on PubS-2010 Disabled Mortality Table, projected five years past the valuation date with Scale MP-2019.

The actuarial assumptions used in the January 1, 2020, valuation were based on the results of actuarial experience study performed by the State of Illinois Department of Insurance in 2017.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

2. Firefighters' Pension Fund (Continued)

major asset class. For 2020, the inflation rate assumption of the investment advisor was 2%. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate Of Return</u>
T Bill	1.00 %	0.20 %
Intermediate government	36.00	1.50
Large	6.00	4.45
Large value	7.00	4.70
Mid value	7.00	5.20
Small	7.00	5.60
Small value	7.00	6.50
International developed	6.00	4.45
International value	6.00	6.60
International small	6.00	7.45
Emerging markets	8.00	7.50
REIT	3.00	3.90

Discount Rate

A discount rate of 6.75% was used to measure the total pension liability. The projection of cash flows used to determine this discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

For the purpose of this valuation, the expected rate of return on pension plan investments is 6.75%, the municipal bond rate is 1.93%, and the resulting single discount rate is 6.75%.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

2. Firefighters' Pension Fund (Continued)

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2019	\$ 36,776,122	22,411,995	14,364,127
Changes for the year:			
Service cost	853,705	-	853,705
Interest on the total pension liability	2,476,331	-	2,476,331
Changes of benefits	-	-	-
Difference between expected and actual experience	1,947,936	-	1,947,936
Contributions - employer	-	927,303	(927,303)
Contributions - employee	-	332,848	(332,848)
Net investment income	-	1,701,257	(1,701,257)
Changes of assumptions	8,727,836	-	8,727,836
Benefit payments, including refunds	(1,886,872)	(1,886,872)	-
Administrative expense	-	(14,952)	14,952
Net Changes	<u>12,118,936</u>	<u>1,059,584</u>	<u>11,059,352</u>
Balances at December 31, 2020	<u>\$ 48,895,058</u>	<u>23,471,579</u>	<u>25,423,479</u>

The previously stated plan fiduciary net position at December 31, 2019 was restated for certain receivables amounting to \$861,546.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability would be using a discount rate that is 1% point lower (5.75%) or 1% point higher (7.75%) than the current rate.

	Current Single Discount Rate		
	<u>1% Decrease</u>	<u>Assumption</u>	<u>1% Increase</u>
Net pension liability	<u>\$ 33,067,014</u>	<u>25,423,479</u>	<u>19,272,710</u>

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

2. Firefighters' Pension Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2020, the City recognized pension expense of \$3,490,087. The City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Outflows	Inflows	Net Outflows
Differences between expected and actual experience	\$ 2,544,901	(219,463)	2,325,438
Assumption changes	8,629,617	(300,849)	8,328,768
Net difference between projected and actual earnings on pension plan investments	-	(74,532)	(74,532)
Total	\$11,174,518	(594,844)	10,579,674

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

**For The
Years Ending
December 31**

2021	\$ 2,001,949
2022	2,040,492
2023	1,449,817
2024	1,908,263
2025	1,654,042
Thereafter	1,525,111
Total	\$ 10,579,674

3. Police Pension Fund

Plan Description

The Police Pension Plan is a single-employer defined benefit pension that covers all sworn police personnel. Although this plan is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a Pension Trust Fund. The pension liability is generally liquidated by the General Fund.

NOTE G - PENSION PLANS (Continued)

3. Police Pension Fund (Continued)

The Plan is administered by a Board of Trustees. The Board consists of two members appointed by the City, two active members of the police department elected by the membership, and one re-tired member of the police department elected by the membership.

Benefits Provided

The Plan provides retirement, termination, disability, and death benefits to employees grouped into two tiers. Tier 1 is for employees hired prior to January 1, 2011, and Tier 2 is for employees hired after January 1, 2011.

Tier 1 employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of annual salary attached to rank on last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of annual salary for each year over 20 years up to 30 years, up to a maximum of 75% of salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The retiree's annual benefit payment should be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 employees attaining the age of 55 or more with 10 years or more years of creditable service are entitled to 2.5% of the final average salary for each year of creditable service. The salary is initially capped at \$106,800 but increases annually thereafter and is limited to 75% of final average salary. Employees with 10 or more years of creditable service may retire at or after age 50 and receive a reduced benefit. The retiree's annual benefit payment should be increased annually equal to the lessor of 3% per year or one-half the annual unadjusted percentage increase in the consumer price index for the 12 months ending with the September preceding each November 1, after attaining the age of 60.

Employees Covered by Benefit Terms

As of December 31, 2020, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	44
Inactive employees entitled to but not yet receiving benefits	4
Active employees	<u>43</u>
Total	<u>91</u>

NOTE G - PENSION PLANS (Continued)

3. Police Pension Fund (Continued)

Contributions

Employees contribute a fixed percentage of their base salary to the plan. For the year ended December 31, 2020, the contribution percentage was 9.91%. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded. The City is required to contribute the remaining amounts necessary to finance the plan as actuarially determined. Effective January 1, 2011, the City's contributions must accumulate to the point where the plan is 90% funded by the year 2040.

Net Pension Liability

The City's net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was measured by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2020:

Inflation	2.5%
Salary increase	Service based
Investment rate of return	6.75%

Mortality rates were based on the PubS-2010 Employee mortality table, projected five years past the valuation date with Scale MP-2019. The disabled mortality rates were based on PubS-2010 Disabled Mortality Table, projected five years past the valuation date with Scale MP-2019.

The actuarial assumptions used in the January 1, 2020, valuation were based on the results of actuarial experience study performed by the State of Illinois Department of Insurance in 2017.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. For 2020, the inflation rate assumption of the investment advisor was 2.0%. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

3. Police Pension Fund (Continued)

Asset Class	Target Allocation	Long-term Expected Real Rate Of Return
Fixed income and cash	40 %	1.95 %
Foreign equities	20	4.88
Large cap equities	30	5.76
Small cap equities	10	6.88

Discount Rate

A discount rate of 6.75% was used to measure the total pension liability. The projection of cash flows used to determine this discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rate and the member rate. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

For the purpose of this valuation, the expected rate of return on pension plan investments is 6.75%, the municipal bond rate is 1.93%, and the resulting single discount rate is 6.75%.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

3. Police Pension Fund (Continued)

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2019	<u>\$ 45,959,181</u>	<u>28,536,141</u>	<u>17,423,040</u>
Changes for the year:			
Service cost	875,043	-	875,043
Interest on the total pension liability	3,090,091	-	3,090,091
Changes of benefit terms	-	-	-
Difference between expected and actual experience	2,700,346	-	2,700,346
Contributions - employer	-	1,358,391	(1,358,391)
Contributions - employee	-	375,213	(375,213)
Reimbursements	-	-	-
Net investment income	-	3,299,007	(3,299,007)
Changes of assumptions	8,924,176	-	8,924,176
Benefit payments, including refunds	(2,110,182)	(2,110,182)	-
Administrative expense	-	(17,544)	17,544
Net Changes	<u>13,479,474</u>	<u>2,904,885</u>	<u>10,574,589</u>
Balances at December 31, 2020	<u>\$ 59,438,655</u>	<u>31,441,026</u>	<u>27,997,629</u>

The previously stated plan fiduciary net position at December 31, 2019 was restated for certain receivables amounting to \$1,305,667.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability would be using a discount rate that is 1% point lower (5.75%) or 1% point higher (7.75%) than the current rate.

	<u>1% Decrease</u>	<u>Current Single Discount Rate Assumption</u>	<u>1% Increase</u>
Net pension liability	<u>\$ 37,783,150</u>	<u>27,997,629</u>	<u>20,174,533</u>

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

3. Police Pension Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2020, the City recognized pension expense of \$3,430,979. The City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Outflows	Inflows	Net Inflows
Differences between expected and actual experience	\$ 2,282,647	(491,907)	1,790,740
Assumption changes	8,396,581	(197,232)	8,199,349
Net difference between projected and actual earnings on pension plan investments	-	(1,827,872)	(1,827,872)
Total	<u>\$10,679,228</u>	<u>(2,517,011)</u>	<u>8,162,217</u>

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

**For The
Years Ending
December 31**

2021	\$ 1,483,122
2022	1,862,070
2023	1,315,742
2024	1,563,862
2025	1,937,421
Total	<u>\$ 8,162,217</u>

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

4. Combining Statement of Fiduciary Net Position

	December 31, 2020		
	Firefighters' Pension	Police Pension	Total
ASSETS			
Cash	\$ 587,764	-	587,764
Investments:			
Common stock	-	10,052,303	10,052,303
Corporate bonds	2,658,435	5,448,419	8,106,854
Government securities	4,040,361	4,444,197	8,484,558
Money market funds	62,443	1,367,954	1,430,397
Mutual funds	16,085,643	10,082,285	26,167,928
The Illinois Funds	12	-	12
Receivables:			
Interest	42,082	55,868	97,950
Total Assets	23,476,740	31,451,026	54,927,766
LIABILITIES			
Due to primary government	161	-	161
Accounts payable	5,000	10,000	15,000
Total Liabilities	5,161	10,000	15,161
NET POSITION			
Restricted for pensions	\$ 23,471,579	31,441,026	54,912,605

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - PENSION PLANS (Continued)

5. Combining Statement of Changes in Fiduciary Net Position

	For The Year Ended December 31, 2020		
	Firefighters' Pension	Police Pension	Total
ADDITIONS			
Contributions:			
Employer:			
Property tax	\$ 818,443	1,240,171	2,058,614
Replacement tax	108,860	118,220	227,080
Employee	332,848	375,213	708,061
Total Contributions	<u>1,260,151</u>	<u>1,733,604</u>	<u>2,993,755</u>
Reimbursements	226	2,340	2,566
Interest and dividend income	175,332	680,086	855,418
Net increase in the fair value of invest- ments	1,565,656	2,726,827	4,292,483
Less - Investment management and custodial fees	<u>(39,957)</u>	<u>(110,246)</u>	<u>(150,203)</u>
Net Investment Income	<u>1,701,031</u>	<u>3,296,667</u>	<u>4,997,698</u>
Total Additions	<u>2,961,408</u>	<u>5,032,611</u>	<u>7,994,019</u>
DEDUCTIONS			
Benefit payments	1,886,872	2,101,316	3,988,188
Refunds of contributions	-	8,866	8,866
Administrative expenses	14,952	17,544	32,496
Total Deductions	<u>1,901,824</u>	<u>2,127,726</u>	<u>4,029,550</u>
CHANGE IN NET POSITION	1,059,584	2,904,885	3,964,469
NET POSITION - RESTRICTED FOR PENSIONS, JANUARY 1	<u>22,411,995</u>	<u>28,536,141</u>	<u>50,948,136</u>
NET POSITION - RESTRICTED FOR PENSIONS, DECEMBER 31	<u>\$ 23,471,579</u>	<u>31,441,026</u>	<u>54,912,605</u>

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE H - OTHER POST-EMPLOYMENT BENEFITS (OPEB) OTHER THAN PENSIONS

Plan Description

The City's OPEB plan (the Plan) provides OPEB for retirees of the City. The Plan is a single-employer defined benefit healthcare plan administered by the City. No assets are accumulated in a trust for the Plan. The City does not issue a separate report related to post-retirement healthcare benefits. The OPEB liability is generally liquidated by the General Fund and Water and Sewer Fund.

Benefits Provided

The City provides pre- and post-Medicare post-retirement healthcare benefits to all the retirees who worked for the City, were enrolled in one of the City's healthcare plans at the time of employment, and receive a pension from the City through IMRF, the Police Pension Fund, or the Firefighters' Pension Fund. The various eligibility requirements vary with the type of retirement plan the employee was associated with. The benefits provided consist of a medical stipend of \$275 per month. Each retirement plan separately has its own eligibility requirements usually consisting of a minimum age and minimum years of service requirement. For certain disabled employees who qualify under the Public Safety Employee Benefits Act (PSEBA), the City is required to pay 100% of the cost of basic health insurance for retirees and their dependents for their lifetime.

Employee Covered by Benefit Terms

At December 31, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	28
Inactive employees entitled to but not yet receiving benefits	-
Active employees	<u>202</u>
Total	<u>230</u>

Total OPEB Liability

The City's total OPEB liability was measured as of December 31, 2020, and was determined by an actuarial valuation as of January 1, 2021.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement:

Salary increase	3.00% including inflation
Discount rate	2.12%
Healthcare cost trend rates	2.5% for 2021, increasing to an ultimate rate of 5.0% for 2022 and later years

The discount rate was based on the 20 year bond GO index at the end of the fiscal year. The rate for the prior fiscal year was 2.74%.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE H - OTHER POST-EMPLOYMENT BENEFITS (OPEB) OTHER THAN PENSIONS (Continued)

Mortality rates were based on the RP-2014 Healthy Annuitant mortality table for males and females, as appropriate, with generational projection based on Scale MP-2016.

The Plan has not had a formal actuarial experience study performed.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balances at December 31, 2019	<u>\$ 16,524,578</u>
Changes for the year:	
Service cost	258,299
Interest	446,253
Difference between expected and actual experience	3,228,246
Changes of assumptions	1,188,475
Benefit payments	<u>(475,945)</u>
Net Changes	<u>4,645,328</u>
Balances at December 31, 2020	<u><u>\$ 21,169,906</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.74% in 2019 to 2.12% in 2020.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the City, calculated using the discount rate of 2.12%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1% point lower (1.12%) or 1% point higher (3.12%) than the current discount rate:

	1% Decrease	Current Rate	1% Increase
Total OPEB liability	<u>\$ 26,053,230</u>	<u>21,169,906</u>	<u>17,555,174</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the City, calculated using the healthcare cost trend rates of 2.5% increasing to 5.0%, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% point lower (1.5% decreasing to 4.0%) or 1% point higher (3.5% decreasing to 6.0%) than the current healthcare cost trend rates:

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE H - OTHER POST-EMPLOYMENT BENEFITS (OPEB) OTHER THAN PENSIONS (Continued)

	1% Decrease	Current Rate	1% Increase
Total OPEB liability	<u>\$ 17,306,221</u>	<u>21,169,906</u>	<u>26,379,535</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2020, the City recognized OPEB expense of \$1,501,962. Deferred outflows and inflows of resources related to OPEB are from the following sources:

	Outflows	Inflows	Net Outflows
Differences between expected and actual experience	\$ 2,977,020	-	2,977,020
Assumption changes	<u>5,442,355</u>	<u>(658,007)</u>	<u>4,784,348</u>
Total	<u>\$ 8,419,375</u>	<u>(658,007)</u>	<u>7,761,368</u>

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

**For The
Years Ending
December 31**

2021	\$ 797,410
2022	797,410
2023	797,410
2024	797,410
2025	797,410
Thereafter	<u>3,774,318</u>
Total	<u>\$ 7,761,368</u>

NOTE I - COMMITMENTS AND CONTINGENCIES

At December 31, 2020, the City had entered into agreements to purchase vehicles and equipment in the amount of \$29,448. The City also had construction commitments for the construction of a new water treatment plant and various capital projects in the amount of \$784,220.

The City is subject to various lawsuits. Although the outcome of these lawsuits is not presently determinable, City management believes the resolution of these matters will not have a material adverse effect on the financial condition of the City.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE I - COMMITMENTS AND CONTINGENCIES (Continued)

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

NOTE J - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverages in the past three years.

Healthcare and Insurance Benefits

The City is a member of the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs offered by the members to their officers and employees and to the officers and employees of certain other governmental, quasi-governmental and nonprofit public service entities.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Benefit Administrator and a Treasurer. All budgeting and finance decisions are approved by the Board of Directors.

IPBC acts as an administrative agency to receive, process, and pay such claims as may come within the benefit program of each member. Through IPBC, the City offers both a PPO plan and an HMO plan. IPBC maintains stop-loss insurance to cover claims in excess of \$125,000.

The HMO plan is also self-insured through a special arrangement. Members of IPBC pay for fixed costs of capitation and administration and then fund for claims not covered under the capitation fee. This plan is fully pooled and the City is not individually rated based on claims experience. All members of the IPBC pay the same rates based on plan design choices.

The City makes payments to IPBC monthly based on its participation in the plan. The rates per individual participant are determined annually based on each member's prior experience within the pool and projected future claims. This rate also includes a provision for the cost of excess insurance purchased by IPBC. The City makes monthly payments to IPBC for administration of the plan. The City had terminal reserve net of deficit of other accounts as of June 30, 2020, (most recent available) of \$812,112. This amount was declared as a dividend to the City and, therefore, has been recorded as a receivable in the General Fund of \$690,478 and in the Water and Sewer Fund of \$121,634.

The City does not exercise any control over the activities of the IPBC beyond its representation on the Board of Directors. To obtain IPBC's financial statements, contact the administrative office of the IPBC at 301 East Irving Park Road, Streamwood, Illinois 60107.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE J - RISK MANAGEMENT (Continued)

Workers' Compensation

The City is self-insured with respect to workers' compensation benefits. A third-party administers the plan and provides information to the City regarding the claims incurred. The City retains the risk for the first \$600,000 of an individual claim. Excess insurance coverage is purchased to cover individual claims in excess of \$600,000 for workers' compensation benefits. There were no settlements in excess of the insurance coverage in any of the three prior fiscal years. Unpaid claims as of December 31, 2020 were \$1,516,730.

Balance As Of December 31, 2018	\$1,349,252
Add - Claims incurred	343,261
Less - Claims paid	<u>(718,333)</u>
Balance As Of December 31, 2019	974,180
Add - Claims incurred	993,184
Less - Claims paid	<u>(450,634)</u>
Balance As Of December 31, 2020	<u><u>\$1,516,730</u></u>

NOTE K - TAX INCREMENT FINANCING DISTRICTS

In 1986, the City established a Tax Increment Financing (TIF) District. Provisions for the establishment and operation of a TIF District are in the Illinois Compiled Statutes, Chapter 65, Act 5, Article 11, Division 74.4. The goals of the TIF District are defined in a redevelopment plan adopted by the City and dated December 26, 1986.

The objectives of the Collinsville, Illinois, Tax Increment Redevelopment Plan No. 1 are:

1. To reduce or eliminate those conditions which qualify the areas as a "conservation area".
2. To prevent the recurrence of those conditions.
3. To enhance the tax base of the City and the other taxing districts which extend into the project area.
4. To preserve and enhance the value of properties adjacent to the project area.
5. To encourage private investment, rehabilitation, and redevelopment in the project area.
6. To provide necessary incentives to attract quality new commercial activities in the project area that are compatible with the land use plan of the City.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE K - TAX INCREMENT FINANCING DISTRICTS (Continued)

7. To participate in planning, studies, professional services, site assembly, demolition, relocation, construction of public works, job training and retraining, financing costs, payment in lieu of taxes, developers' interest costs, and other qualified project costs to attract the private investment, rehabilitation, and redevelopment in an orderly plan in accordance with the City's land use plans and regulations.

The redevelopment project costs of the TIF District have been financed from three revenue sources:

1. The real estate property taxes derived from any increment in property tax valuation from an established base period.
2. The sales use and service tax increment, which generally is a state formula computation of the annual state sales tax increment from sales within the TIF District compared to the base period.
3. The "municipal sales tax increment" which is an amount equal to the increase in the aggregate amount of taxes paid to the City from the Local Government Tax Fund compared to the base year which shall be the calendar year immediately prior to the year in which the City adopted tax increment allocation financing.

Funds from the above sources are to be deposited in Special Tax Allocation Funds and redevelopment project costs are to be paid from these funds.

On October 22, 2001, the City established TIF District #2 to provide funds to attract development in the vacant southwest quadrant of the interchange of I-255 and Horseshoe Lake Road. This 150-acre area is suitable for retail and commercial use. TIF District #2 will be financed only with increases in property values within the district and the related incremental taxes.

On January 27, 2003, the City established TIF District #3 to provide funds to attract development in the vacant northeast quadrant of the of I-255 and I-55/70 interchange. This 66-acre area is contiguous to TIF District #1 and is suitable for an industrial park. TIF District #3 will be financed only with increases in property values within the district and the related incremental taxes.

On July 25, 2016, the City established TIF District #4 to provide funds to attract development, redevelopment, and rehabilitation within the area which generally includes the St. Louis Road, Collinsville Road, and Bluff Road Commercial Corridors from Fairmount Racetrack on the west Jefferson Avenue on the east and along Bluff Road north to Interstate 55/70. This 857-acre area is suitable for commercial, retail, office, hospitality, and recreation use. TIF District #4 will be financed only with increases in property values within the district and the related incremental taxes.

The City pledged a portion of future property and sales tax revenues to repay the TIF bonds and other improvements in the TIF Districts. For the year ended December 31, 2020, total revenues in the Tax Increment Financing Fund amounted to \$3,100,439 and principal and interest payments amounted to \$432,109.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE L - FEDERAL DRUG FORFEITURE

During the year, the City received \$126,906 in federal drug forfeiture revenue and from those funds expended \$42,830 for a balance of \$351,275 at December 31, 2020. The City's police department assists in drug raids and seizes assets during those raids. All seized assets are turned over to Federal governmental agencies and then shared on a percentage basis by municipalities and/or organizations that participated in the drug raids. The governmental agencies require that those funds be used for police operations and, in some cases, drug enforcement.

NOTE M - RESTRICTED NET POSITION

The government-wide statement of net position reports \$8,855,992 of restricted net position, none of which is restricted by enabling legislation.

NOTE N - DEFICIT BALANCE

At December 31, 2020, the Collins House Fund's accumulated deficit of \$538 and Capital Project's accumulated deficit of \$1,108,271 is the result of expenditures which exceeded revenues in 2020 plus prior years. The accumulated deficit will be offset by future revenues received by the fund.

NOTE O - SUBSEQUENT EVENTS

In April 2021, the City approved a contract for the construction of a bio-solid handling system upgrade at the Wastewater Treatment Plan in the amount of \$6,008,700.

NOTE P - FUTURE ACCOUNTING PRONOUNCEMENTS

The Governmental Accounting Standards Board (GASB) had issued several statements not yet implemented by the City. The statements which might impact the City are as follows:

- GASB Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.
- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). The requirements of this Statement are effective for fiscal years beginning after June 15, 2022.

CITY OF COLLINSVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE P - FUTURE ACCOUNTING PRONOUNCEMENTS (Continued)

- GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. The objective of this Statement is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs). This Statement: 1) defines a SBITA; 2) establishes that a SBITA results in a right-to-use subscription asset--an intangible asset--and a corresponding subscription liability; 3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and 4) requires note disclosures regarding a SBITA. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022.

NOTE Q - RESTATEMENT OF FUND BALANCE/NET POSITION

The previously stated fund balance/net position have been restated as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>General Fund</u>	<u>Tax Increment Financing Fund</u>
Fund balance/net position, January 1, 2020, as previously reported	\$ (1,291,507)	27,442,048	8,904,386	1,744,387
Restatement for:				
IPBC insurance	(946,085)	100,871	635,249	-
Receivables	334,747	-	(475,253)	810,000
Accounts payable	(1,276,600)	-	-	(635,809)
Net capital assets	2,438,250	-	-	-
Unearned revenue	652,413	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund Balance/Net Position, Jan- uary 1, 2020, As Restated	<u>\$ (88,782)</u>	<u>27,542,919</u>	<u>9,064,382</u>	<u>1,918,578</u>
	<u>Motor Fuel Tax Fund</u>	<u>Northeast Business District Fund</u>	<u>Fiduciary Fund</u>	
Fund balance/net position, January 1, 2020, as previously reported	\$ 1,311,572	357,605	53,115,349	
Restatement for:				
Receivables	-	-	(2,167,213)	
Accounts payable	(416,162)	(224,629)	-	
	<u> </u>	<u> </u>	<u> </u>	
Fund Balance/Net Position, Jan- uary 1, 2020, As Restated	<u>\$ 895,410</u>	<u>132,976</u>	<u>50,948,136</u>	

REQUIRED SUPPLEMENTAL INFORMATION SECTION

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Property tax	\$ 1,056,822	1,056,822	1,036,981	(19,841)
Intergovernmental:				
Sales and use tax	12,356,667	12,356,667	12,179,715	(176,952)
State income tax	2,920,816	2,920,816	2,779,643	(141,173)
Telecommunications tax	575,000	575,000	454,974	(120,026)
Replacement tax	36,000	36,000	69,309	33,309
Grants	482,663	482,663	1,615,296	1,132,633
Other	553,000	553,000	436,561	(116,439)
Other local taxes	2,507,530	2,507,530	1,421,574	(1,085,956)
Licenses and permits	801,688	801,688	705,363	(96,325)
Charges for services	5,559,305	5,559,305	3,563,885	(1,995,420)
Fines and forfeitures	114,200	114,200	201,460	87,260
Investment income	130,560	130,560	32,354	(98,206)
Gifts and donations	36,650	36,650	25,729	(10,921)
Other	965,938	965,938	303,505	(662,433)
Total Revenues	<u>28,096,839</u>	<u>28,096,839</u>	<u>24,826,349</u>	<u>(3,270,490)</u>
EXPENDITURES				
General government:				
City council	310,525	310,525	283,545	(26,980)
Boards	36,580	36,580	2,470	(34,110)
City manager	385,263	385,263	376,766	(8,497)
Operations	209,333	209,333	185,445	(23,888)
Human resources	937,432	937,432	1,303,875	366,443
Information technology	438,295	438,295	677,258	238,963
Finance	1,413,328	1,413,328	1,110,033	(303,295)
Total General Government	<u>3,730,756</u>	<u>3,730,756</u>	<u>3,939,392</u>	<u>208,636</u>
Public safety:				
Police administration	1,098,308	1,098,308	1,098,914	606
Police operations	4,913,460	4,913,460	4,541,615	(371,845)
Police support	1,766,235	1,766,235	1,449,165	(317,070)
Animal control	223,976	223,976	200,748	(23,228)
Fire administration	582,290	582,290	469,351	(112,939)
Fire operations	4,611,321	4,611,321	4,696,915	85,594
Emergency medical services	248,441	248,441	131,731	(116,710)
Emergency management	20,900	20,900	23,463	2,563
Total Public Safety	<u>13,464,931</u>	<u>13,464,931</u>	<u>12,611,902</u>	<u>(853,029)</u>
Public works:				
Public works administration	160,579	160,579	78,944	(81,635)
Facilities maintenance	277,290	277,290	179,643	(97,647)
Streets	2,123,390	2,123,390	2,112,451	(10,939)
Fleet maintenance	421,528	421,528	438,581	17,053
Total Public Works	<u>2,982,787</u>	<u>2,982,787</u>	<u>2,809,619</u>	<u>(173,168)</u>

(Continued)

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
EXPENDITURES (Continued)				
Health and sanitation:				
Garbage service	1,749,960	1,749,960	1,536,185	(213,775)
Community/economic development:				
Community development	459,068	459,068	460,688	1,620
Economic development	271,210	271,210	209,051	(62,159)
Public relations	173,544	173,544	167,635	(5,909)
Inspections	479,743	479,743	400,806	(78,937)
Total Community/Economic Development	1,383,565	1,383,565	1,238,180	(145,385)
Community services:				
Shuttle bus	139,031	139,031	81,593	(57,438)
Convention center	3,594,213	3,594,213	2,527,892	(1,066,321)
Total Community Services	3,733,244	3,733,244	2,609,485	(1,123,759)
Parks and recreation:				
Parks and recreation administration	1,114,306	1,114,306	896,295	(218,011)
Willoughby farm	318,317	318,317	350,697	32,380
Aquatic center	805,965	805,965	472,418	(333,547)
Park events	203,583	203,583	127,115	(76,468)
Concessions	127,230	127,230	6,982	(120,248)
Total Parks And Recreation	2,569,401	2,569,401	1,853,507	(715,894)
Total Expenditures	29,614,644	29,614,644	26,598,270	(3,016,374)
REVENUES UNDER EXPENDITURES	(1,517,805)	(1,517,805)	(1,771,921)	(254,116)
OTHER FINANCING SOURCES				
Sale of capital assets	2,824	2,824	45,829	43,005
Transfers in	1,179,020	1,179,020	1,352,215	173,195
Total Other Financing Sources	1,181,844	1,181,844	1,398,044	216,200
NET CHANGE IN FUND BALANCE	\$ (335,961)	(335,961)	(373,877)	(37,916)
FUND BALANCE, JANUARY 1, RESTATED			9,064,382	
FUND BALANCE, DECEMBER 31			\$ 8,690,505	

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - TAX INCREMENT FINANCING FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Property tax	\$ 2,685,120	2,685,120	3,062,507	377,387
Intergovernmental:				
Sales and use tax	30,000	30,000	12,776	(17,224)
Other local taxes	64,000	64,000	25,156	(38,844)
Investment income	37,850	37,850	8,653	(29,197)
Other	-	-	18	18
Total Revenues	2,816,970	2,816,970	3,109,110	292,140
EXPENDITURES				
Community development	2,510,651	2,510,651	1,657,052	(853,599)
Capital outlay	1,756,000	1,756,000	1,406,372	(349,628)
Debt service	282,268	282,268	432,109	149,841
Total Expenditures	4,548,919	4,548,919	3,495,533	(1,053,386)
REVENUES UNDER EXPENDI- TURES	(1,731,949)	(1,731,949)	(386,423)	1,345,526
OTHER FINANCING USES				
Transfers out	(87,000)	(87,000)	(81,661)	5,339
NET CHANGE IN FUND BALANCE	\$ (1,818,949)	(1,818,949)	(468,084)	1,350,865
FUND BALANCE, JANUARY 1, RESTATED			1,918,578	
FUND BALANCE, DECEMBER 31			\$ 1,450,494	

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - COLLINSVILLE CROSSINGS FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Intergovernmental:				
Sales and use tax	\$ 2,180,000	2,180,000	2,263,433	83,433
Investment income	35,000	35,000	8,519	(26,481)
Total Revenues	2,215,000	2,215,000	2,271,952	56,952
EXPENDITURES				
Community development	150,000	150,000	822	(149,178)
Debt service	1,792,915	1,792,915	1,942,165	149,250
Total Expenditures	1,942,915	1,942,915	1,942,987	72
NET CHANGE IN FUND BALANCE	\$ 272,085	272,085	328,965	56,880
FUND BALANCE, JANUARY 1			3,538,382	
FUND BALANCE, DECEMBER 31			\$ 3,867,347	

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - NOTES TO
SCHEDULES OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2020

Note to Budgetary Schedules

City ordinance requires that a legally adopted annual budget be prepared for all funds. The City Manager compiles a budget of estimated revenues and expenditures for the City and submits the budget to the City Council prior to January 1 each year. Copies of the proposed budget are made available for public inspection for at least 10 days prior to passage of the budget. A public hearing is held on the budget by the City Council. Notice of the hearing is given by publication in a newspaper with general circulation in the City.

The legal level of budgetary control is defined as the budgeted appropriation amount at the program level of expenditures within a department.

Budgets are adopted on a basis generally consistent with accounting principles generally accepted in the United States of America, except the pension tax revenue is netted against the related expenditure in the public safety function in the General Fund. This amount totaled \$2,285,694 for the year ended December 31, 2020. In addition, the expenditure and related other financing source is not budgeted for lease purchase agreement debt in the year issued.

Subsequent transfers within a fund may be made as follows:

- With the approval of the City Manager and the Finance Director, department heads may transfer amounts up to \$10,000 between programs within a department.
- City Council approval is required for all other transfers.

Unexpended appropriations lapse at year-end. Supplemental appropriations can be made with the majority vote of the City Council.

For the year ended December 31, 2020, the general government department in the General Fund had expenditures exceeding appropriations by \$208,636. In addition, the Collinsville Crossing Fund, Northeast Business District Fund, and the Animal Shelter Fund had expenditures exceeding appropriates by \$72, \$32,840, and \$1,690, respectively. These over expenditures were covered by additional current year revenues, available fund balance, or will be recovered by future year's revenues.

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF CHANGES
IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS -
ILLINOIS MUNICIPAL RETIREMENT FUND
FOR THE YEARS ENDED DECEMBER 31

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability							
Service cost	\$ 798,008	741,763	577,866	571,611	537,899	574,104	601,096
Interest on the total pension liability	2,465,510	2,293,829	2,156,841	2,103,307	2,021,541	1,930,824	1,794,917
Difference between expected and actual experience	563,893	883,596	606,212	271,309	(341,745)	(216,563)	(474,909)
Changes of assumptions	(307,047)	-	881,543	(933,069)	(34,346)	33,231	911,367
Benefit payments, including refunds	<u>(1,697,663)</u>	<u>(1,460,921)</u>	<u>(1,385,623)</u>	<u>(1,219,394)</u>	<u>(1,072,546)</u>	<u>(1,043,363)</u>	<u>(970,390)</u>
Net Change In Total Pension Liability	1,822,701	2,458,267	2,836,839	793,764	1,110,803	1,278,233	1,862,081
Total Pension Liability Beginning	<u>34,456,860</u>	<u>31,998,593</u>	<u>29,161,754</u>	<u>28,367,990</u>	<u>27,257,187</u>	<u>25,978,954</u>	<u>24,116,873</u>
Total Pension Liability Ending (a)	<u>\$ 36,279,561</u>	<u>34,456,860</u>	<u>31,998,593</u>	<u>29,161,754</u>	<u>28,367,990</u>	<u>27,257,187</u>	<u>25,978,954</u>
Plan Fiduciary Net Position							
Contributions - employer	\$ 777,945	646,855	706,172	590,978	568,136	577,364	572,068
Contributions - employee	387,251	367,068	317,661	256,836	252,058	233,456	230,054
Net investment income	4,653,624	5,130,095	(1,496,688)	4,477,518	1,702,493	125,178	1,454,168
Benefit payments, including refunds	(1,697,663)	(1,460,921)	(1,385,623)	(1,219,394)	(1,072,546)	(1,043,363)	(970,390)
Other changes	<u>102,888</u>	<u>228,193</u>	<u>468,884</u>	<u>(751,577)</u>	<u>(371,182)</u>	<u>(110,975)</u>	<u>(56,995)</u>
Net Change In Plan Fiduciary Net Position	4,224,045	4,911,290	(1,389,594)	3,354,361	1,078,959	(218,340)	1,228,905
Plan Fiduciary Net Position Beginning	<u>32,888,533</u>	<u>27,977,243</u>	<u>29,366,837</u>	<u>26,012,476</u>	<u>24,933,517</u>	<u>25,151,857</u>	<u>23,922,952</u>
Plan Fiduciary Net Position Ending (b)	<u>\$ 37,112,578</u>	<u>32,888,533</u>	<u>27,977,243</u>	<u>29,366,837</u>	<u>26,012,476</u>	<u>24,933,517</u>	<u>25,151,857</u>
Net Pension Liability (Asset) Ending (a)-(b)	<u>\$ (833,017)</u>	<u>1,568,327</u>	<u>4,021,350</u>	<u>(205,083)</u>	<u>2,355,514</u>	<u>2,323,670</u>	<u>827,097</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	102.30 %	95.45	87.43	100.70	91.70	91.48	96.82
Covered Payroll	\$ 8,605,584	8,157,053	7,059,117	5,707,457	5,336,237	5,187,904	5,087,396
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(9.68) %	19.23	56.97	(3.59)	44.14	44.79	16.26

Notes:

Information is not available for fiscal years prior to 2014.
The amounts noted above are as of the measurement date which is December 31.

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS -
ILLINOIS MUNICIPAL RETIREMENT FUND
LAST SEVEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined pension contributions	\$ 777,945	646,854	686,852	564,467	552,834	560,294	569,280
Contributions in relation to the actuarially determined contributions	<u>777,945</u>	<u>646,855</u>	<u>706,172</u>	<u>590,978</u>	<u>568,136</u>	<u>577,364</u>	<u>572,068</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>(1)</u>	<u>(19,320)</u>	<u>(26,511)</u>	<u>(15,302)</u>	<u>(17,070)</u>	<u>(2,788)</u>
Covered Payroll	\$ 8,605,584	8,157,053	7,059,117	5,707,457	5,336,237	5,187,904	5,087,396
Contributions as a Percentage of Covered Payroll	9.04 %	7.93	10.00	10.35	10.65	11.13	11.24

Notes to schedule:

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percent of payroll, closed
Remaining amortization period	Non-taxing bodies: 10 year rolling period Taxing bodies : 23 year closed period
Asset valuation method	5 years smoothed market; 20% corridor
Wage growth	3.25%
Inflation rate	2.50%
Salary increases	2.85% to 13.75%, including inflation
Investment rate of return	7.5%, net of investment expenses
Retirement age	Experience-based Table of Rates that are specific to the type of eligibility condition; last updated for the 2020 valuation pursuant to an experience study of the period 2017 - 2019.

Mortality

For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.
For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (unadjusted) tables, and future mortality improvements projected using scale MP-2020.
For active retirees, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Other information:

There were no benefit changes during the year.

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS -
FIREFIGHTERS' PENSION FUND
FOR THE YEARS ENDED DECEMBER 31

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability							
Service cost	\$ 853,705	735,632	712,235	701,995	802,529	751,669	742,354
Interest on the total pension liability	2,476,331	2,317,291	2,104,968	2,088,985	2,023,669	1,883,432	1,803,767
Changes of benefit terms	-	139,624	-	-	-	-	-
Difference between expected and actual experience	1,947,936	902,518	403,525	(208,429)	(199,157)	(512,634)	-
Changes of assumptions	8,727,836	-	1,670,171	(701,979)	-	1,359,601	-
Benefit payments, including refunds	<u>(1,886,872)</u>	<u>(1,827,109)</u>	<u>(1,710,423)</u>	<u>(1,597,620)</u>	<u>(1,520,098)</u>	<u>(1,390,589)</u>	<u>(1,359,863)</u>
Net Change In Total Pension Liability	12,118,936	2,267,956	3,180,476	282,952	1,106,943	2,091,479	1,186,258
Total Pension Liability Beginning	<u>36,776,122</u>	<u>34,508,166</u>	<u>31,327,690</u>	<u>31,044,738</u>	<u>29,937,795</u>	<u>27,846,316</u>	<u>26,660,058</u>
Total Pension Liability Ending (a)	<u>\$ 48,895,058</u>	<u>36,776,122</u>	<u>34,508,166</u>	<u>31,327,690</u>	<u>31,044,738</u>	<u>29,937,795</u>	<u>27,846,316</u>
Plan Fiduciary Net Position							
Contributions - employer	\$ 927,303	920,042	1,019,701	719,265	787,666	743,056	666,611
Contributions - employee	332,848	304,757	254,982	240,904	227,725	234,908	239,369
Net investment income	1,701,257	3,029,255	(1,566,330)	2,214,956	1,518,767	(353,447)	549,826
Benefit payments, including refunds	(1,886,872)	(1,827,109)	(1,710,423)	(1,597,620)	(1,520,098)	(1,390,589)	(1,359,863)
Administrative expense	<u>(14,952)</u>	<u>(14,835)</u>	<u>(21,335)</u>	<u>(15,723)</u>	<u>(21,333)</u>	<u>(13,332)</u>	<u>(11,689)</u>
Net Change In Plan Fiduciary Net Position	1,059,584	2,412,110	(2,023,405)	1,561,782	992,727	(779,404)	84,254
Plan Fiduciary Net Position Beginning	<u>22,411,995</u>	<u>20,861,431</u>	<u>22,884,836</u>	<u>21,323,054</u>	<u>20,330,327</u>	<u>21,109,731</u>	<u>21,025,477</u>
Plan Fiduciary Net Position Ending (b)	<u>\$ 23,471,579</u>	<u>23,273,541</u>	<u>20,861,431</u>	<u>22,884,836</u>	<u>21,323,054</u>	<u>20,330,327</u>	<u>21,109,731</u>
Net Pension Liability Ending (a)-(b)	<u>\$ 25,423,479</u>	<u>13,502,581</u>	<u>13,646,735</u>	<u>8,442,854</u>	<u>9,721,684</u>	<u>9,607,468</u>	<u>6,736,585</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.00 %	63.28	60.45	73.05	68.68	67.91	75.81
Covered Payroll	\$ 3,520,338	3,223,236	2,696,795	2,547,901	2,408,514	2,484,484	2,430,009
Net Pension Liability as a Percentage of Covered Payroll	722.19 %	418.91	506.04	331.37	403.64	386.70	277.22

Notes:

Information is not available for fiscal years prior to 2014.

The Plan fiduciary net position at January 1, 2020 was adjusted for certain receivables previously recorded.

The amounts noted above are as of the measurement date which is December 31.

Changes of benefit terms - For the 2019 fiscal year, amounts reported as change of benefit terms resulted from the following changes:

- The surviving spouse benefit for non-line of duty death was updated to mirror Tier 1 benefits, whereby Tier 2 surviving spouses will now receive 54% of final average salary, even prior to achieving vesting at 10 years of service.
- The pensionable salary cap increased retroactive to 2011 to alleviate safe harbor concerns, updating the annual adjustment to be CPI-U instead of 50% of CPI-U. The 3% annual growth cap remains in place.
- The final average salary increased from averaging the highest consecutive 96 of the last 120 months of salary to averaging the highest consecutive 48 of the last 60 months of salary.

Changes of assumptions - For the 2018 fiscal year, amount reported as changes of assumptions resulted from updating the mortality table to reflect the PubS-2010 tables.

Changes of assumptions - For the 2017 fiscal year, amounts reported as changes of assumptions resulted from the following changes:

- The retirement, termination, and disability rates were updated to the rates determined in The State of Illinois Department of Insurance experience study dated October, 5, 2017.
- The salary increase rates were updated in accordance with the experience study.
- The percentage of active deaths and disablements assumed to occur in the line of duty were updated to 20% from 80%, respectively, in accordance with the experience study.

Changes of assumptions - For the 2015 fiscal year, amounts reported as changes of assumptions were the result of updating the mortality table to better reflect anticipated mortality experience in the future. The Healthy Lives Mortality assumption was updated from the RP-2000 Combined Healthy Mortality Table with a blue collar adjustment to the RP-2000 Combined Healthy Mortality Table with a blue collar adjustment, projected to the valuation date using Scale BB. Similarly, the Disabled Lives Mortality assumption was updated from the RP-2000 Disabled Mortality Table to the RP-2000 Disabled Mortality Table, projected to the valuation date using Scale BB.

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS -
FIREFIGHTERS' PENSION FUND
LAST SEVEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined pension contributions	\$ 1,305,349	918,804	1,019,756	728,551	783,917	743,824	670,223
Contributions in relation to the actuarially determined contributions	<u>927,303</u>	<u>920,042</u>	<u>1,019,701</u>	<u>719,265</u>	<u>787,666</u>	<u>743,056</u>	<u>666,611</u>
Contribution Deficiency (Excess)	<u>\$ 378,046</u>	<u>(1,238)</u>	<u>55</u>	<u>9,286</u>	<u>(3,749)</u>	<u>768</u>	<u>3,612</u>
Covered Payroll	\$ 3,520,338	3,223,236	2,696,795	2,547,901	2,408,514	2,484,484	2,430,009
Contributions as a Percentage of Covered Payroll	26.34 %	28.54	37.81	28.23	32.70	29.91	27.43

Notes to schedule:

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Projected unit credit
Amortization method	Normal cost, plus an additional amount (determined as a level percentage of payroll) to bring the plan's funded ratio to 90% by the end of fiscal year 2040
Asset valuation method	Investment gains and losses are recognized over a 5-year period
Interest rate	6.50%
Healthy Mortality Rates - Male	RP-2014 Healthy Annuitant Table with a blue collar adjustment
Healthy Mortality Rates - Female	RP-2014 Healthy Annuitant Table with a blue collar adjustment
Disability Mortality Rates - Male	115% of RP-2014 Healthy Annuitant Table with blue collar adjustment
Disability Mortality Rates - Female	115% of RP-2014 Healthy Annuitant Table with blue collar adjustment
Decrements other than mortality	Experience tables
Rate of service related deaths	20%
Rate of service related disabilities	80%
Salary increase	Service related table with rates grading from 12.5% to 3.5% at 31 years of service
Wage growth	3.5%
Tier 2 cost of living adjustment	1.25%
Marital status	80% of members are assumed to be married; male spouses are assumed to be 3 years older than female spouses

Other information:

As a result of Public Act 101-0610, signed into law on December 31, 2019, there was benefit changes for Tier 2 during the year.

The actuarial assumptions used for determining the above amounts are based on experience for all Article 4 funds for the State of Illinois in aggregate.

The Department of Insurance has approved the above actuarial assumptions. Contact the Department of Insurance for complete experience tables.

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF ANNUAL
MONEY-WEIGHTED RATE OF RETURN ON INVESTMENTS -
FIREFIGHTERS' PENSION FUND

	For The Years Ended December 31						
	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expenses	7.85 %	15.72	(7.11)	11.23	7.98	(1.68)	2.64

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS -
POLICE PENSION FUND
FOR THE YEARS ENDED DECEMBER 31

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability							
Service cost	\$ 875,043	934,485	894,555	944,258	900,436	917,645	915,669
Interest on the total pension liability	3,090,091	2,994,674	2,734,624	2,643,174	2,555,670	2,374,481	2,253,065
Changes of benefit terms	-	120,698	-	-	-	-	-
Differences between expected and actual experience	2,700,346	(578,008)	43,363	32,030	(639,399)	(469,983)	-
Changes of assumptions	8,924,176	-	1,919,534	(591,695)	-	1,409,927	-
Contributions - buy back	-	-	-	1,920	1,920	1,920	88,916
Benefit payments, including refunds	(2,110,182)	(1,887,462)	(1,671,363)	(1,578,956)	(1,553,236)	(1,511,770)	(1,409,970)
Net Change In Total Pension Liability	13,479,474	1,584,387	3,920,713	1,450,731	1,265,391	2,722,220	1,847,680
Total Pension Liability Beginning	45,959,181	44,374,794	40,454,081	39,003,350	37,737,959	35,015,739	33,168,059
Total Pension Liability Ending (a)	<u>\$ 59,438,655</u>	<u>45,959,181</u>	<u>44,374,794</u>	<u>40,454,081</u>	<u>39,003,350</u>	<u>37,737,959</u>	<u>35,015,739</u>
Plan Fiduciary Net Position							
Contributions - employer	\$ 1,358,391	1,351,696	1,422,092	1,178,869	1,148,282	1,193,868	1,169,202
Contributions - employee	375,213	359,625	365,016	343,441	335,566	314,877	319,074
Reimbursements	2,340	1,970	1,920	1,920	1,920	1,920	88,916
Net investment income	3,296,667	4,585,727	(1,391,198)	2,969,602	1,058,611	516,950	739,361
Benefit payments, including refunds	(2,110,182)	(1,887,462)	(1,671,363)	(1,578,956)	(1,553,236)	(1,511,770)	(1,409,970)
Administrative expense	(17,544)	(22,407)	(24,430)	(18,744)	(21,980)	(25,109)	(24,699)
Net Change In Plan Fiduciary Net Position	2,904,885	4,389,149	(1,297,963)	2,896,132	969,163	490,736	881,884
Plan Fiduciary Net Position Beginning	28,536,141	25,452,659	26,750,622	23,854,490	22,885,327	22,394,591	21,512,707
Plan Fiduciary Net Position Ending (b)	<u>\$ 31,441,026</u>	<u>29,841,808</u>	<u>25,452,659</u>	<u>26,750,622</u>	<u>23,854,490</u>	<u>22,885,327</u>	<u>22,394,591</u>
Net Pension Liability Ending (a)-(b)	<u>\$ 27,997,629</u>	<u>16,117,373</u>	<u>18,922,135</u>	<u>13,703,459</u>	<u>15,148,860</u>	<u>14,852,632</u>	<u>12,621,148</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.90 %	64.93	57.36	66.13	61.16	60.64	63.96
Covered Payroll	\$ 3,786,206	3,628,910	3,683,310	3,465,600	3,386,135	3,177,366	3,262,271
Net Pension Liability as a Percentage of Covered Payroll	739.46 %	444.14	513.73	395.41	447.38	467.45	386.88

Notes:

Information is not available for fiscal years prior to 2014.

The Plan fiduciary net position at January 1, 2020 was adjusted for certain receivables previously recorded.

The amounts noted above are as of the measurement date which is December 31.

Changes of benefit terms - For the 2019 fiscal year, amounts reported as change of benefit terms resulted from the following changes:

- The surviving spouse benefit for non-line of duty death was updated to mirror Tier 1 benefits, whereby Tier 2 surviving spouses will now receive 54% of final average salary, even prior to achieving vesting at 10 years of service.
- The pensionable salary cap increased retroactive to 2011 to alleviate safe harbor concerns, updating the annual adjustment to be CPI-U instead of 50% of CPI-U. The 3% annual growth cap remains in place.
- The final average salary increased from averaging the highest consecutive 96 of the last 120 months of salary to averaging the highest consecutive 48 of the last 60 months of salary.

Changes of assumptions - For the 2018 fiscal year, amount reported as changes of assumptions resulted from updating the mortality table to reflect the PubS-2010 tables.

Changes of assumptions - For the 2017 fiscal year, amounts reported as changes of assumptions resulted from the following changes:

- The retirement, termination, and disability rates were updated to the rates determined in The State of Illinois Department of Insurance experience study dated October 5, 2017.
- The salary increase rates were updated in accordance with the experience study.
- The percentage of active deaths and disablements assumed to occur in the line of duty were updated to 10% from 60%, respectively, in accordance with the experience study.

Changes of assumptions - For the 2015 fiscal year, amounts reported as changes of assumptions were the result of updating the mortality table to better reflect anticipated mortality experience in the future. The Healthy Lives Mortality assumption was updated from the RP-2000 Combined Healthy Mortality Table with a blue collar adjustment to the RP-2000 Combined Healthy Mortality Table with a blue collar adjustment, projected to the valuation date using Scale BB. Similarly, the Disabled Lives Mortality assumption was updated from the RP-2000 Disabled Mortality Table to the RP-2000 Disabled Mortality Table, projected to the valuation date using Scale BB.

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS -
POLICE PENSION FUND
LAST SEVEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined pension contributions	\$ 1,727,005	1,350,030	1,422,088	1,190,078	1,144,025	1,194,147	1,173,774
Contributions in relation to the actuarially determined contributions	<u>1,358,391</u>	<u>1,351,696</u>	<u>1,422,092</u>	<u>1,178,869</u>	<u>1,148,282</u>	<u>1,193,868</u>	<u>1,169,202</u>
Contribution Deficiency (Excess)	<u>\$ 368,614</u>	<u>(1,666)</u>	<u>(4)</u>	<u>11,209</u>	<u>(4,257)</u>	<u>279</u>	<u>4,572</u>
Covered Payroll	\$ 3,786,206	3,628,910	3,683,310	3,465,600	3,386,135	3,177,366	3,262,271
Contributions as a Percentage of Covered Payroll	35.88 %	37.25	38.61	34.02	33.91	37.57	35.84

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of January 1 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Projected unit credit
Amortization method	Normal cost, plus an additional amount (determined as a level percentage of payroll) to bring the plan's funded ratio to 90% by the end of fiscal year 2040
Asset valuation method	Investment gains and losses are recognized over a 5-year period
Interest rate	6.50%
Healthy Mortality Rates - Male	RP-2014 Healthy Annuitant Table with a blue collar adjustment
Healthy Mortality Rates - Female	RP-2014 Healthy Annuitant Table with a blue collar adjustment
Disability Mortality Rates - Male	115% of RP-2014 Healthy Annuitant Table with blue collar adjustment
Disability Mortality Rates - Female	115% of RP-2014 Healthy Annuitant Table with blue collar adjustment
Decrements other than mortality	Experience tables
Rate of service related deaths	10%
Rate of service related disabilities	60%
Salary increases	Service related table with rates grading from 11% to 3.50% at 33 years of service
Wage growth	3.5%
Tier 2 cost of living adjustment	1.25%
Marital status	80% of members are assumed to be married; male spouses are assumed to be

Other information:

As a result of Public Act 101-0610, signed into law on December 31, 2019, there was benefit changes for Tier 2 during the year. The actuarial assumptions used for determining the above amounts are based on experience for all Article 3 funds for the State of Illinois in aggregate. The Department of Insurance has approved the above actuarial assumptions. Contact the Department of Insurance for complete experiences tables.

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF ANNUAL
MONEY-WEIGHTED RATE OF RETURN ON INVESTMENTS -
POLICE PENSION FUND

	For The Years Ended December 31						
	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expenses	<u>16.36</u> %	<u>19.35</u>	<u>(6.21)</u>	<u>13.34</u>	<u>4.90</u>	<u>2.45</u>	<u>3.43</u>

CITY OF COLLINSVILLE, ILLINOIS
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE YEARS ENDED DECEMBER 31, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service cost	\$ 258,299	223,340	240,225
Interest	446,253	436,759	392,597
Differences between expected and actual experience	3,228,246	-	-
Changes of assumptions	1,188,475	5,443,937	(943,274)
Benefit payments	<u>(475,945)</u>	<u>(459,011)</u>	<u>(430,907)</u>
Net Change In Total OPEB Liability	4,645,328	5,645,025	(741,359)
Total OPEB Liability Beginning	<u>16,524,578</u>	<u>10,879,553</u>	<u>11,620,912</u>
Total OPEB Liability Ending	<u><u>\$ 21,169,906</u></u>	<u><u>16,524,578</u></u>	<u><u>10,879,553</u></u>
Covered Payroll	\$ 17,712,671	16,335,369	13,740,390
Total OPEB Liability as a Percentage of Covered Payroll	119.52 %	101.16	79.18

Notes:

Information is not available for fiscal years prior to 2018.

Changes of assumptions. Changes of assumptions reflect the effects of changes in the discount rate from the prior fiscal year. The discount rate decreased from:

- 2.74% to 2.12% in 2020
- 4.10% to 2.74% in 2019
- 3.44% to 4.10% in 2018

OTHER SUPPLEMENTAL INFORMATION SECTION

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2020

	Special Revenue Funds								Debt Service Fund	Total Nonmajor Governmental Funds	
	Tree Memorial Fund	Motor Fuel Tax Fund	DUI Court Fine Fund	Police Vehicle Fund	Collins House Fund	Northeast Business District Fund	Southwest Corridors Business District Fund	Collinsville Animal Shelter Fund	Fournie Lane Business District Fund		
								Total			
ASSETS											
Cash, cash equivalents and investments	\$ 4,020	1,944,331	40,008	29,855	-	314,047	1,018,774	183,337	3,534,372	-	3,534,372
Receivables, net:											
Intergovernmental	-	164,913	-	-	-	155,302	99,647	-	419,862	9,221	429,083
Total Assets	<u>\$ 4,020</u>	<u>2,109,244</u>	<u>40,008</u>	<u>29,855</u>	<u>-</u>	<u>469,349</u>	<u>1,118,421</u>	<u>183,337</u>	<u>3,954,234</u>	<u>9,221</u>	<u>3,963,455</u>
LIABILITIES											
Accounts payable	\$ -	634,823	-	-	-	224,629	-	-	859,452	-	859,452
Accrued payroll and benefits	-	-	-	-	-	581	-	-	581	-	581
Due to other funds	-	-	-	-	538	-	-	-	538	-	538
Total Liabilities	<u>-</u>	<u>634,823</u>	<u>-</u>	<u>-</u>	<u>538</u>	<u>225,210</u>	<u>-</u>	<u>-</u>	<u>860,571</u>	<u>-</u>	<u>860,571</u>
DEFERRED INFLOWS OF RESOURCES											
Unavailable revenues:											
Intergovernmental revenues	-	-	-	-	-	55,532	36,247	-	91,779	5,186	96,965
FUND BALANCES											
Restricted for:											
Motor fuel tax	-	1,474,421	-	-	-	-	-	-	1,474,421	-	1,474,421
DUI court fines	-	-	40,008	-	-	-	-	-	40,008	-	40,008
Police vehicles	-	-	-	29,855	-	-	-	-	29,855	-	29,855
Business districts	-	-	-	-	-	188,607	1,082,174	-	1,270,781	4,035	1,274,816
Committed to:											
Tree memorial	4,020	-	-	-	-	-	-	-	4,020	-	4,020
Collinsville animal shelter	-	-	-	-	-	-	-	183,337	183,337	-	183,337
Unassigned	-	-	-	-	(538)	-	-	-	(538)	-	(538)
Total Fund Balances	<u>4,020</u>	<u>1,474,421</u>	<u>40,008</u>	<u>29,855</u>	<u>(538)</u>	<u>188,607</u>	<u>1,082,174</u>	<u>183,337</u>	<u>3,001,884</u>	<u>4,035</u>	<u>3,005,919</u>
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	<u>\$ 4,020</u>	<u>2,109,244</u>	<u>40,008</u>	<u>29,855</u>	<u>-</u>	<u>469,349</u>	<u>1,118,421</u>	<u>183,337</u>	<u>3,954,234</u>	<u>9,221</u>	<u>3,963,455</u>

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Special Revenue Funds								Debt Service Fund	Total Nonmajor Governmental Funds	
	Tree Memorial Fund	Motor Fuel Tax Fund	DUI Court Fine Fund	Police Vehicle Fund	Collins House Fund	Northeast Business District Fund	Southwest Corridors Business District Fund	Collinsville Animal Shelter Fund	Fournie Lane Business District Fund		
								Total			
REVENUES											
Intergovernmental:											
Sales and use tax	\$ -	-	-	-	-	580,131	367,558	-	947,689	34,938	982,627
Motor fuel tax	-	930,854	-	-	-	-	-	-	930,854	-	930,854
Grants	-	641,919	-	-	-	-	-	-	641,919	-	641,919
Fines and forfeitures	-	-	14,040	1,759	-	-	-	-	15,799	-	15,799
Investment income	7	2,481	10	10	-	815	2,349	253	5,925	21	5,946
Gifts and donations	150	-	-	-	-	-	-	-	150	-	150
Total Revenues	<u>157</u>	<u>1,575,254</u>	<u>14,050</u>	<u>1,769</u>	<u>-</u>	<u>580,946</u>	<u>369,907</u>	<u>253</u>	<u>2,542,336</u>	<u>34,959</u>	<u>2,577,295</u>
EXPENDITURES											
Current:											
General government	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-	-
Public works	-	651,535	-	-	-	-	-	-	651,535	-	651,535
Community/economic development	-	-	-	-	-	525,315	42,552	-	567,867	-	567,867
Capital outlay	-	171,513	-	-	-	-	316,036	1,690	489,239	-	489,239
Debt service:											
Principal	-	-	-	-	-	-	-	-	-	110,000	110,000
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	6,750	6,750
Total Expenditures	<u>-</u>	<u>823,048</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>525,315</u>	<u>358,588</u>	<u>1,690</u>	<u>1,708,641</u>	<u>116,750</u>	<u>1,825,391</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>157</u>	<u>752,206</u>	<u>14,050</u>	<u>1,769</u>	<u>-</u>	<u>55,631</u>	<u>11,319</u>	<u>(1,437)</u>	<u>833,695</u>	<u>(81,791)</u>	<u>751,904</u>
OTHER FINANCING SOURCES (USES)											
Transfers in	-	-	-	-	-	-	-	-	-	81,661	81,661
Transfers out	-	(173,195)	-	-	-	-	-	-	(173,195)	-	(173,195)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(173,195)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(173,195)</u>	<u>81,661</u>	<u>(91,534)</u>
NET CHANGE IN FUND BALANCES	<u>157</u>	<u>579,011</u>	<u>14,050</u>	<u>1,769</u>	<u>-</u>	<u>55,631</u>	<u>11,319</u>	<u>(1,437)</u>	<u>660,500</u>	<u>(130)</u>	<u>660,370</u>
FUND BALANCES, JANUARY 1, RESTATED	<u>3,863</u>	<u>895,410</u>	<u>25,958</u>	<u>28,086</u>	<u>(538)</u>	<u>132,976</u>	<u>1,070,855</u>	<u>184,774</u>	<u>2,341,384</u>	<u>4,165</u>	<u>2,345,549</u>
FUND BALANCES, DECEMBER 31	<u>\$ 4,020</u>	<u>1,474,421</u>	<u>40,008</u>	<u>29,855</u>	<u>(538)</u>	<u>188,607</u>	<u>1,082,174</u>	<u>183,337</u>	<u>3,001,884</u>	<u>4,035</u>	<u>3,005,919</u>

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - TREE MEMORIAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original And Final Budget	Actual	Over (Under) Budget
REVENUES			
Investment income	\$ 40	7	(33)
Gifts and donations	-	150	150
Total Revenues	40	157	117
EXPENDITURES			
General government	450	-	(450)
NET CHANGE IN FUND BALANCE	\$ (410)	157	567
FUND BALANCE, JANUARY 1		3,863	
FUND BALANCE, DECEMBER 31		\$ 4,020	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - MOTOR FUEL TAX FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Intergovernmental:				
Motor fuel tax	\$ 1,011,500	1,011,500	930,854	(80,646)
Grants	-	-	641,919	641,919
Investment income	15,000	15,000	2,481	(12,519)
Total Revenues	1,026,500	1,026,500	1,575,254	548,754
EXPENDITURES				
Public works	663,636	663,636	651,535	(12,101)
Capital outlay	390,000	390,000	171,513	(218,487)
Total Expenditures	1,053,636	1,053,636	823,048	(230,588)
REVENUES OVER (UNDER)				
EXPENDITURES	(27,136)	(27,136)	752,206	779,342
OTHER FINANCING USES				
Transfers out	(260,000)	(260,000)	(173,195)	86,805
NET CHANGE IN FUND BALANCE	\$ (287,136)	(287,136)	579,011	866,147
FUND BALANCE, JANUARY 1, RESTATED			895,410	
FUND BALANCE, DECEMBER 31			\$ 1,474,421	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - DUI COURT FINE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original And Final Budget	Actual	Over (Under) Budget
REVENUES			
Fines and forfeitures	\$ 6,250	14,040	7,790
Investment income	250	10	(240)
Total Revenues	6,500	14,050	7,550
EXPENDITURES			
Capital outlay	31,231	-	(31,231)
NET CHANGE IN FUND BALANCE	\$ (24,731)	14,050	38,781
FUND BALANCE, JANUARY 1		25,958	
FUND BALANCE, DECEMBER 31		\$ 40,008	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - POLICE VEHICLE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Fines and forfeitures	\$ 9,627	9,627	1,759	(7,868)
Investment income	200	200	10	(190)
Total Revenues	9,827	9,827	1,769	(8,058)
EXPENDITURES				
Capital outlay	18,769	18,769	-	(18,769)
NET CHANGE IN FUND BALANCE	\$ (8,942)	(8,942)	1,769	10,711
FUND BALANCE, JANUARY 1			28,086	
FUND BALANCE, DECEMBER 31			\$ 29,855	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - COLLINS HOUSE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Investment income	\$ -	-	-	-
Gifts and donations	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
General government	-	-	-	-
REVENUES OVER (UNDER) EXPEN- DITURES	-	-	-	-
OTHER FINANCING SOURCES				
Transfer in	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ -	-	-	-
FUND BALANCE, JANUARY 1			(538)	
FUND BALANCE, DECEMBER 31			\$ (538)	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - NORTHEAST BUSINESS DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Intergovernmental:				
Sales and use tax	\$ 624,267	624,267	580,131	(44,136)
Investment income	4,200	4,200	815	(3,385)
Total Revenues	628,467	628,467	580,946	(47,521)
EXPENDITURES				
Economic development	492,475	492,475	525,315	32,840
NET CHANGE IN FUND BALANCE	\$ 135,992	135,992	55,631	(80,361)
FUND BALANCE, JANUARY 1, RESTATED			132,976	
FUND BALANCE, DECEMBER 31			\$ 188,607	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SOUTHWEST CORRIDORS BUSINESS DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES				
Intergovernmental:				
Sales and use tax	\$ 375,000	375,000	367,558	(7,442)
Investment income	8,800	8,800	2,349	(6,451)
Total Revenues	<u>383,800</u>	<u>383,800</u>	<u>369,907</u>	<u>(13,893)</u>
EXPENDITURES				
Economic development	3,100	3,100	42,552	39,452
Capital outlay	477,000	477,000	316,036	(160,964)
Total Expenditures	<u>480,100</u>	<u>480,100</u>	<u>358,588</u>	<u>(121,512)</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (96,300)</u></u>	<u><u>(96,300)</u></u>	11,319	<u><u>107,619</u></u>
FUND BALANCE, JANUARY 1			<u>1,070,855</u>	
FUND BALANCE, DECEMBER 31			<u><u>\$ 1,082,174</u></u>	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - COLLINSVILLE ANIMAL SHELTER FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Investment income	\$ 2,100	2,100	253	(1,847)
EXPENDITURES				
Capital outlay	-	-	1,690	1,690
NET CHANGE IN FUND BALANCE	\$ 2,100	2,100	(1,437)	(3,537)
FUND BALANCE, JANUARY 1			184,774	
FUND BALANCE, DECEMBER 31			\$ 183,337	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - FOURNIE LANE BUSINESS DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Intergovernmental:				
Sales and use tax	\$ 45,000	45,000	34,938	(10,062)
Investment income	125	125	21	(104)
Total Revenues	45,125	45,125	34,959	(10,166)
EXPENDITURES				
Debt service	117,590	117,590	116,750	(840)
REVENUES UNDER EXPENDITURES	(72,465)	(72,465)	(81,791)	(9,326)
OTHER FINANCING SOURCES				
Transfers in	87,000	87,000	81,661	(5,339)
NET CHANGE IN FUND BALANCE	\$ 14,535	14,535	(130)	(14,665)
FUND BALANCE, JANUARY 1			4,165	
FUND BALANCE, DECEMBER 31			\$ 4,035	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Intergovernmental	\$ 2,226,000	2,226,000	13,495	(2,212,505)
Other local taxes	1,383,750	1,383,750	1,174,236	(209,514)
Investment income	10,000	10,000	1,644	(8,356)
Total Revenues	3,619,750	3,619,750	1,189,375	(2,430,375)
EXPENDITURES				
General government	23,000	23,000	14,724	(8,276)
Capital outlay	3,703,480	3,703,480	925,143	(2,778,337)
Debt service	162,345	162,345	157,405	(4,940)
Total Expenditures	3,888,825	3,888,825	1,097,272	(2,791,553)
REVENUES OVER (UNDER) EXPENDITURES	(269,075)	(269,075)	92,103	361,178
OTHER FINANCING SOURCES				
Sale of capital assets	5,000	5,000	-	(5,000)
NET CHANGE IN FUND BALANCE	\$ (264,075)	(264,075)	92,103	356,178
FUND BALANCE, JANUARY 1			(1,200,374)	
FUND BALANCE, DECEMBER 31			\$ (1,108,271)	

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - COMBINING STATEMENT OF
FIDUCIARY NET POSITION - PENSION TRUST FUNDS
DECEMBER 31, 2020

	Firefighters' Pension	Police Pension	Total Pension Trust Funds
ASSETS			
Cash	\$ 587,764	-	587,764
Investments:			
Common stock	-	10,052,303	10,052,303
Corporate bonds	2,658,435	5,448,419	8,106,854
Government securities	4,040,361	4,444,197	8,484,558
Money market funds	62,443	1,367,954	1,430,397
Mutual funds	16,085,643	10,082,285	26,167,928
The Illinois Funds	12	-	12
Receivables:			
Interest	42,082	55,868	97,950
Total Assets	23,476,740	31,451,026	54,927,766
LIABILITIES			
Due to primary government	161	-	161
Accounts payable	5,000	10,000	15,000
Total Liabilities	5,161	10,000	15,161
NET POSITION			
Restricted for pensions	\$ 23,471,579	31,441,026	54,912,605

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - COMBINING STATEMENT OF
CHANGES IN FIDUCIARY NET POSITION - PENSION TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Firefighters' Pension	Police Pension	Total Pension Trust Funds
ADDITIONS			
Contributions:			
Employer:			
Property tax	\$ 818,443	1,240,171	2,058,614
Replacement tax	108,860	118,220	227,080
Employee	332,848	375,213	708,061
Total Contributions	<u>1,260,151</u>	<u>1,733,604</u>	<u>2,993,755</u>
Reimbursements	226	2,340	2,566
Interest and dividend income	175,332	680,086	855,418
Net increase in the fair value of investments	1,565,656	2,726,827	4,292,483
Less - Investment management and custodial fees	<u>(39,957)</u>	<u>(110,246)</u>	<u>(150,203)</u>
Net Investment Income	<u>1,701,031</u>	<u>3,296,667</u>	<u>4,997,698</u>
Total Additions	<u>2,961,408</u>	<u>5,032,611</u>	<u>7,994,019</u>
DEDUCTIONS			
Benefit payments	1,886,872	2,101,316	3,988,188
Refunds of contributions	-	8,866	8,866
Administrative expenses	14,952	17,544	32,496
Total Deductions	<u>1,901,824</u>	<u>2,127,726</u>	<u>4,029,550</u>
CHANGE IN NET POSITION	1,059,584	2,904,885	3,964,469
NET POSITION - RESTRICTED FOR PENSIONS, JANUARY 1	<u>22,411,995</u>	<u>28,536,141</u>	<u>50,948,136</u>
NET POSITION - RESTRICTED FOR PENSION, DECEMBER 31	<u><u>\$ 23,471,579</u></u>	<u><u>31,441,026</u></u>	<u><u>54,912,605</u></u>

CITY OF COLLINSVILLE, ILLINOIS
OTHER SUPPLEMENTAL INFORMATION - ILLINOIS GRANT ACCOUNTABILITY
AND TRANSPARENCY ACT CONSOLIDATED YEAR-END FINANCIAL REPORT
DECEMBER 31, 2020

<u>CSFA Number</u>	<u>Program Name</u>	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>
420-00-2433	Local Coronavirus Urgent Remediation Emergency (or Local CURE) & Economic Support Payments Grants Program	\$ -	1,055,212	-	1,055,212
444-80-1216	Title XX DFI Senior Services	-	12,188	-	12,188
494-00-1488	Motor Fuel Tax Program	661,468	-	-	661,468
494-10-0343	State and Community Highway Safety/National Priority Safety Program	-	5,334	-	5,334
546-00-2094	Edward Byrne Memorial Justice Assistance Grant Program (JAG)	-	11,134	-	11,134
	Other Grant Programs and Activities	<u>1,820,284</u>	<u>524,460</u>	<u>18,682</u>	<u>2,363,426</u>
	Total	<u>\$ 2,481,752</u>	<u>1,608,328</u>	<u>18,682</u>	<u>4,108,762</u>

THIS PAGE INTENTIONALLY LEFT BLANK

STATISTICAL SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF COLLINSVILLE, ILLINOIS

STATISTICAL

This part of the City's CAFR presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplemental information says about the City's overall financial health.

Contents	Pages
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	101 - 105
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources.	106 - 114
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	115 - 117
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	118 - 119
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	120 - 122

Sources: Unless otherwise noted, the information in these schedules is derived from the CAFR for the relevant year.

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF COLLINSVILLE, ILLINOIS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	December 31									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental Activities										
Net investment in capital assets	\$ 50,700,387	48,415,329	45,996,059	32,922,810	32,649,334	30,222,716	28,653,484	27,516,251	26,243,390	26,199,136
Restricted for:										
Economic development	5,453,387	5,455,902	5,562,773	4,918,602	4,197,777	3,905,890	5,467,341	6,327,729	6,410,973	7,169,588
Restricted tax revenues	2,846,202	2,834,506	2,175,094	1,412,178	586,839	940,787	1,475,838	1,935,056	2,611,027	2,198,586
Forfeitures and seizures	556,403	451,371	733,234	587,939	377,526	413,024	252,845	229,088	398,322	435,282
Unrestricted	<u>(81,839,528)</u>	<u>(58,448,615)</u>	<u>(52,211,426)</u>	<u>(52,378,323)</u>	<u>(42,099,521)</u>	<u>(41,136,239)</u>	<u>(38,238,928)</u>	<u>(22,616,932)</u>	<u>(23,726,270)</u>	<u>(24,787,168)</u>
Total Governmental Activities Net Position	<u>\$ (22,283,149)</u>	<u>(1,291,507)</u>	<u>2,255,734</u>	<u>(12,536,794)</u>	<u>(4,288,045)</u>	<u>(5,653,822)</u>	<u>(2,389,420)</u>	<u>13,391,192</u>	<u>11,937,442</u>	<u>11,215,424</u>
Business-type Activities										
Net investment in capital assets	\$ 22,827,326	24,083,901	24,784,354	24,854,085	21,539,601	21,767,625	21,326,364	20,771,958	21,305,022	22,981,311
Unrestricted	<u>4,424,358</u>	<u>3,358,147</u>	<u>2,300,369</u>	<u>1,583,796</u>	<u>4,161,641</u>	<u>4,328,034</u>	<u>5,098,389</u>	<u>4,673,152</u>	<u>4,604,246</u>	<u>3,690,694</u>
Total Business-type Activities Net Position	<u>\$ 27,251,684</u>	<u>27,442,048</u>	<u>27,084,723</u>	<u>26,437,881</u>	<u>25,701,242</u>	<u>26,095,659</u>	<u>26,424,753</u>	<u>25,445,110</u>	<u>25,909,268</u>	<u>26,672,005</u>
Primary Government										
Net investment in capital assets	\$ 73,527,713	72,499,230	70,780,413	57,776,895	54,188,935	51,990,341	49,979,848	48,288,209	47,548,412	49,180,447
Restricted for:										
Economic development	5,453,387	5,455,902	5,562,773	4,918,602	4,197,777	3,905,890	5,467,341	6,327,729	6,410,973	7,169,588
Restricted tax revenues	2,846,202	2,834,506	2,175,094	1,412,178	586,839	940,787	1,475,838	1,935,056	2,611,027	2,198,586
Forfeitures and seizures	556,403	451,371	733,234	587,939	377,526	413,024	252,845	229,088	398,322	435,282
Unrestricted	<u>(77,415,170)</u>	<u>(55,090,468)</u>	<u>(49,911,057)</u>	<u>(50,794,527)</u>	<u>(37,937,880)</u>	<u>(36,808,205)</u>	<u>(33,140,539)</u>	<u>(17,943,780)</u>	<u>(19,122,024)</u>	<u>(21,096,474)</u>
Total Primary Government Net Position	<u>\$ 4,968,535</u>	<u>26,150,541</u>	<u>29,340,457</u>	<u>13,901,087</u>	<u>21,413,197</u>	<u>20,441,837</u>	<u>24,035,333</u>	<u>38,836,302</u>	<u>37,846,710</u>	<u>37,887,429</u>

Notes:

- 2014 was restated for the implementation of GASB 68.
- 2015 was restated for various accrual items.
- 2017 was restated for the implementation of GASB 75 and various accrual items.
- 2019 was restated for insurance, accrual, and capital asset items.

CITY OF COLLINSVILLE, ILLINOIS

CHANGE IN NET POSITION

LAST TEN FISCAL YEARS

	For The Years Ended December 31									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
EXPENSES										
Governmental Activities										
General government	\$ 4,092,915	3,447,088	3,873,694	4,496,437	4,156,991	4,012,953	3,667,032	3,891,863	2,740,990	3,409,165
Public safety	38,892,316	18,871,126	16,913,272	15,671,649	15,204,614	16,680,952	13,517,895	13,164,090	13,240,053	12,995,924
Public works	5,954,213	5,121,272	4,753,374	4,624,721	4,632,542	4,431,379	4,460,286	4,030,653	3,932,367	4,002,295
Health and sanitation	1,536,185	1,528,073	1,503,961	1,473,222	1,496,230	1,631,883	1,459,591	1,511,678	1,491,279	1,416,012
Community/economic development	3,481,720	3,823,352	2,600,125	2,431,943	2,061,689	4,594,607	1,759,411	2,330,004	2,893,966	2,154,758
Community services	2,158,086	3,207,135	3,501,338	673,129	981,231	933,423	1,062,598	1,535,746	864,479	813,871
Parks and recreation	2,571,360	3,249,561	1,523,332	3,305	-	-	-	-	-	-
Interest on long-term debt	1,383,636	1,426,159	1,537,425	1,509,937	1,373,768	1,468,868	1,615,051	1,595,102	1,661,700	1,725,701
Total Governmental Activities Expenses	60,070,431	40,673,766	36,206,521	30,884,343	29,907,065	33,754,065	27,541,864	28,059,136	26,824,834	26,517,726
Business-type Activities										
Water and sewer	8,209,898	8,270,044	7,781,922	7,755,922	8,432,447	8,395,150	8,028,603	7,709,187	7,747,964	6,719,339
Total Primary Government Expenses	68,280,329	48,943,810	43,988,443	38,640,265	38,339,512	42,149,215	35,570,467	35,768,323	34,572,798	33,237,065
PROGRAM REVENUES										
Governmental Activities										
Charges for Services:										
General government	560,080	559,711	566,258	535,570	603,717	382,583	421,808	427,645	479,558	447,566
Public safety	1,677,722	1,621,078	1,771,754	1,838,483	1,492,036	1,310,274	1,287,537	1,449,261	1,109,036	1,242,999
Public works	8,427	3,732	4,278	6,555	3,289	3,131	2,960	4,277	809	24,752
Health and sanitation	1,589,647	1,540,746	1,515,269	1,499,155	1,479,027	1,512,201	1,502,939	1,487,683	1,445,574	1,393,246
Community/economic development	1,436,586	2,445,416	2,175,473	2,016,480	1,910,839	1,980,976	1,882,386	1,694,572	1,795,984	1,591,500
Community services	461,204	1,555,006	1,365,832	3,191	3,576	5,095	3,490	4,099	-	-
Parks and recreation	465,823	822,580	174,332	-	-	-	-	-	-	-
Operating grants and contributions	2,570,929	450,745	247,859	114,747	153,028	119,444	187,587	406,118	285,237	319,760
Capital grants and contributions	991,919	857,528	8,568,108	354,092	1,665,795	1,930,518	1,170,692	62,320	546,922	559,162
Total Governmental Activities Program Revenues	9,762,337	9,856,542	16,389,163	6,368,273	7,311,307	7,244,222	6,459,399	5,535,975	5,663,120	5,578,985
Business-type Activities										
Water and sewer	8,808,549	9,224,965	9,142,518	8,727,973	8,771,124	8,723,993	8,807,956	7,866,508	7,802,609	7,515,589
Capital and operating grants and contributions	100,000	-	127,750	902,000	-	-	133,116	-	56,590	50,000
Total Business-type Activities Program Revenues	8,908,549	9,224,965	9,270,268	9,629,973	8,771,124	8,723,993	8,941,072	7,866,508	7,859,199	7,565,589
Total Primary Government Program Revenues	18,670,886	19,081,507	25,659,431	15,998,246	16,082,431	15,968,215	15,400,471	13,402,483	13,522,319	13,144,574
NET REVENUES (EXPENSES)										
Governmental activities	(50,308,094)	(30,817,224)	(19,817,358)	(24,516,070)	(22,595,758)	(26,509,843)	(21,082,465)	(22,523,161)	(21,161,714)	(20,938,741)
Business-type activities	698,651	954,921	1,488,346	1,874,051	338,677	328,843	912,469	157,321	111,235	846,250
Total Primary Government Net Revenues (Expenses)	(49,609,443)	(29,862,303)	(18,329,012)	(22,642,019)	(22,257,081)	(26,181,000)	(20,169,996)	(22,365,840)	(21,050,479)	(20,092,491)

(Continued)

CITY OF COLLINSVILLE, ILLINOIS
CHANGE IN NET POSITION (Continued)
LAST TEN FISCAL YEARS

	For The Years Ended December 31									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
GENERAL REVENUES										
Governmental Activities And										
Business-type Activities										
Property tax	6,252,910	5,552,553	5,972,089	5,386,785	5,309,000	5,376,334	5,335,681	5,262,251	5,652,052	5,033,701
Home rule sales tax	4,623,579	4,271,726	4,144,382	3,982,918	3,776,307	3,758,167	3,793,196	3,806,590	4,045,647	4,276,149
Intergovernmental:										
Sales and use tax	10,944,442	9,714,527	9,284,917	9,040,495	8,135,442	7,681,760	7,267,476	7,114,464	6,960,734	6,701,081
State income tax	2,880,611	2,755,901	2,453,701	2,746,650	2,457,395	2,765,835	2,422,384	2,466,620	2,303,131	1,972,782
Telecommunications tax	444,983	582,114	636,417	693,004	757,694	798,293	767,125	918,488	1,231,171	1,155,235
Motor fuel tax	-	839,142	654,711	652,434	651,257	625,340	633,664	625,859	648,047	636,920
Replacement tax	296,389	332,250	266,880	278,177	283,562	311,592	287,699	295,965	266,540	260,211
Utility tax	1,174,236	1,245,226	1,317,444	1,203,867	1,012,079	352,187	377,378	364,452	331,315	371,807
Franchise fees	336,375	363,301	351,517	365,090	413,785	436,722	422,402	390,144	391,735	358,249
Other taxes	147,216	193,761	187,488	162,687	151,413	401,383	382,567	337,931	259,090	347,815
Investment income	85,195	466,538	392,246	150,304	53,573	13,039	9,135	10,985	18,402	25,152
Gain (loss) on sale of assets	39,073	75,029	44,625	59,855	49,913	-	16,566	(108,145)	-	-
Other	-	280,319	193,013	196,449	177,021	67,115	72,775	35,320	57,931	87,569
Special item	-	-	7,868,952	-	-	-	-	-	-	-
Total General Revenues	<u>27,225,009</u>	<u>26,672,387</u>	<u>33,768,382</u>	<u>24,918,715</u>	<u>23,228,441</u>	<u>22,587,767</u>	<u>21,788,048</u>	<u>21,520,924</u>	<u>22,165,795</u>	<u>21,226,671</u>
CHANGE IN NET POSITION										
Governmental activities	(22,194,367)	(3,547,241)	14,792,528	1,280,098	1,365,777	(3,264,139)	1,352,399	(380,758)	1,618,144	897,176
Business-type activities	(291,235)	357,325	646,842	996,598	(394,417)	(329,094)	265,653	(464,158)	(502,828)	237,004
Total Primary Government	<u>\$ (22,485,602)</u>	<u>(3,189,916)</u>	<u>15,439,370</u>	<u>2,276,696</u>	<u>971,360</u>	<u>(3,593,233)</u>	<u>1,618,052</u>	<u>(844,916)</u>	<u>1,115,316</u>	<u>1,134,180</u>

Notes:

1. The City merged with the Collinsville Metropolitan Exposition. Auditorium and Office Building Authority resulting in a special item of \$7,868,952.
2. Motor fuel tax was shown as operating grants in 2020.

CITY OF COLLINSVILLE, ILLINOIS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	December 31									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Fund										
Nonspendable	\$ 211,019	51,743	36,307	355,614	444,272	533,134	429,690	108,222	60,694	81,235
Restricted	486,540	397,327	694,506	566,459	359,741	388,071	242,904	217,313	291,947	435,282
Assigned	767,312	378,236	1,195,360	887,220	679,625	-	-	-	-	-
Unassigned	7,225,634	8,077,080	10,307,198	8,387,604	6,860,900	6,441,116	5,553,339	5,188,655	4,549,074	3,646,001
Total General Fund	<u>\$ 8,690,505</u>	<u>8,904,386</u>	<u>12,233,371</u>	<u>10,196,897</u>	<u>8,344,538</u>	<u>7,362,321</u>	<u>6,225,933</u>	<u>5,514,190</u>	<u>4,901,715</u>	<u>4,162,518</u>
All Other Governmental Funds										
Nonspendable	\$ -	-	520,086	520,086	900,233	-	-	-	-	-
Restricted	8,136,941	8,081,010	7,556,914	6,128,640	4,639,161	4,871,630	6,953,120	8,274,560	9,053,530	9,368,174
Committed	187,357	188,637	869,692	1,332,151	2,310,347	2,262,739	2,002,222	1,368,820	844,992	239,174
Unassigned	(1,108,809)	(1,200,912)	(525)	-	-	-	-	-	-	(16)
Total All Other Governmental Funds	<u>\$ 7,215,489</u>	<u>7,068,735</u>	<u>8,946,167</u>	<u>7,980,877</u>	<u>7,849,741</u>	<u>7,134,369</u>	<u>8,955,342</u>	<u>9,643,380</u>	<u>9,898,522</u>	<u>9,607,332</u>

2015 General Fund was restated for various accrual items.

2017 Capital Projects Fund was restated for various accrual items.

CITY OF COLLINSVILLE, ILLINOIS
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	For The Years Ended December 31									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
REVENUES										
Property tax	\$ 6,158,102	5,506,816	5,982,382	5,367,685	5,272,446	5,376,334	5,335,681	5,262,251	5,652,052	5,033,701
Intergovernmental	22,607,682	20,132,455	18,393,559	18,098,635	16,998,204	16,451,296	15,780,093	16,221,795	16,999,171	15,372,017
Other local taxes	2,620,966	3,690,642	3,477,766	2,993,190	2,674,573	2,078,771	1,951,557	1,789,280	1,753,103	1,735,290
Licenses and permits	705,363	723,544	724,393	712,624	856,163	699,035	702,228	574,861	678,019	645,872
Charges for services	3,563,885	4,928,145	3,333,887	2,560,859	2,344,411	2,357,410	2,383,584	2,632,073	2,322,508	2,361,175
Fines and forfeitures	217,259	129,476	292,807	389,961	192,533	383,365	303,006	171,629	283,081	324,944
Investment income	57,116	298,677	270,344	110,980	33,962	10,404	7,932	8,742	13,056	11,137
Gifts and donations	25,879	38,710	113,116	37,729	35,668	20,753	75,382	227,103	88,572	43,314
Other	303,523	577,658	1,064,517	575,752	667,782	510,950	574,484	954,010	486,659	446,286
Total Revenues	36,259,775	36,026,123	33,652,771	30,847,415	29,075,742	27,888,318	27,113,947	27,841,744	28,276,221	25,973,736
EXPENDITURES										
Current:										
General government	3,948,887	3,605,754	3,391,880	4,140,344	3,748,978	3,587,703	3,387,238	3,599,559	3,667,442	3,848,230
Public safety	14,872,067	15,484,100	14,596,800	13,334,787	13,077,952	13,137,745	12,969,826	12,480,892	12,401,624	12,171,164
Public works	3,461,154	3,343,728	2,750,008	2,449,342	2,442,600	2,249,942	2,534,959	2,328,299	2,234,694	2,330,203
Health and sanitation	1,536,185	1,528,073	1,503,961	1,473,222	1,496,230	1,631,883	1,459,591	1,511,678	1,491,279	1,416,012
Community/economic development	3,463,921	3,728,577	2,569,850	2,224,531	1,963,360	4,180,208	2,031,697	2,334,866	2,805,275	2,093,428
Community services	1,602,761	2,454,645	2,609,702	652,071	1,003,547	922,359	1,051,880	1,524,003	849,207	787,703
Parks and recreation	1,767,811	2,345,239	905,879	3,305	-	-	-	-	-	-
Capital outlay	4,840,256	6,834,751	3,059,056	3,781,658	2,988,793	1,865,702	2,554,578	2,241,830	2,190,612	1,097,722
Debt service:										
Principal	2,127,807	1,783,096	1,788,078	907,873	853,012	639,888	573,627	590,954	541,859	653,223
Interest and fiscal charges	1,378,598	1,404,596	1,457,908	1,408,160	1,432,110	1,439,866	1,605,475	1,596,208	1,662,710	1,687,518
Cost of issuance	-	-	-	77,082	-	-	-	-	-	-
Total Expenditures	38,999,447	42,512,559	34,633,122	30,452,375	29,006,582	29,655,296	28,168,871	28,208,289	27,844,702	26,085,203
REVENUES OVER (UNDER) EXPENDITURES	(2,739,672)	(6,486,436)	(980,351)	395,040	69,160	(1,766,978)	(1,054,924)	(366,545)	431,519	(111,467)
OTHER FINANCING SOURCES (USES)										
Issuance of long-term debt	1,754,300	-	-	2,835,086	900,233	-	6,328,000	52,628	-	-
Premium on issuance of long-term debt	-	-	-	10,715	-	-	-	-	-	-
Refunding of long-term debt	-	-	-	(2,248,754)	-	-	(6,218,858)	-	-	-
Sale of capital assets	45,829	44,652	49,507	44,855	52,352	-	-	-	-	-
Insurance recoveries	-	-	-	111,665	-	-	-	-	-	-
Transfers in	1,433,876	1,497,982	1,242,761	1,117,087	931,278	741,854	746,276	801,539	804,279	808,547
Transfers out	(254,856)	(262,615)	(279,355)	(185,310)	(178,573)	(81,282)	(98,257)	(177,817)	(184,870)	(185,286)
Total Other Financing Sources (Uses)	2,979,149	1,280,019	1,012,913	1,685,344	1,705,290	660,572	757,161	676,350	619,409	623,261
NET CHANGE IN FUND BALANCES	\$ 239,477	(5,206,417)	32,562	2,080,384	1,774,450	(1,106,406)	(297,763)	309,805	1,050,928	511,794
Debt service as a percentage of noncapital expenditures	10.2 %	8.7	10.2	8.6	8.8	7.5	8.5	8.4	8.6	9.4

CITY OF COLLINSVILLE, ILLINOIS
TAX REVENUES BY SOURCE - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

For The Years Ended December 31	Sales Tax	Property Tax	Other	Total
2020	\$ 14,322,918	\$ 6,158,102	\$ 10,905,730	\$ 31,386,750
2019	13,084,051	5,506,816	10,739,046	29,329,913
2018	12,704,051	5,982,382	9,167,274	27,853,707
2017	12,170,290	5,367,685	8,921,535	26,459,510
2016	10,688,283	5,272,446	8,984,494	24,945,223
2015	11,494,643	5,376,334	7,035,424	23,906,401
2014	10,856,571	5,335,681	6,875,079	23,067,331
2013	10,966,546	5,262,251	7,044,529	23,273,326
2012	11,329,783	5,652,052	7,422,491	24,404,326
2011	10,407,848	5,033,701	6,699,459	22,141,008

CITY OF COLLINSVILLE, ILLINOIS
SALES TAX RATES - DIRECT AND OVERLAPPING
LAST TEN FISCAL YEARS

Madison County						
For The Years Ended December 31	City Direct Rate	Metro East Transportation District	Metro East Park And Rec District	County Flood Prevention	State Of Illinois	Direct And Overlapping
2020	1.250 %	0.250 %	0.100 %	0.250 %	6.250 %	8.100 %
2019	1.250	0.250	0.100	0.250	6.250	8.100
2018	1.250	0.250	0.100	0.250	6.250	8.100
2017	1.250	0.250	0.100	0.250	6.250	8.100
2016	1.250	0.250	0.100	0.250	6.250	8.100
2015	1.250	0.250	0.100	0.250	6.250	8.100
2014	1.250	0.250	0.100	0.250	6.250	8.100
2013	1.250	0.250	0.100	0.250	6.250	8.100
2012	1.250	0.250	0.100	0.250	6.250	8.100
2011	1.250	0.250	0.100	0.250	6.250	8.100

St. Clair County						
For The Years Ended December 31	City Direct Rate	Metro East Transportation District	Metro East Park And Rec District	County Flood Prevention	State Of Illinois	Direct And Overlapping
2020	1.250 %	0.750 %	0.100 %	0.250 %	6.250 %	8.600 %
2019	1.250	0.750	0.100	0.250	6.250	8.600
2018	1.250	0.750	0.100	0.250	6.250	8.600
2017	1.250	0.750	0.100	0.250	6.250	8.600
2016	1.250	0.750	0.100	0.250	6.250	8.600
2015	1.250	0.750	0.100	0.250	6.250	8.600
2014	1.250	0.750	0.100	0.250	6.250	8.600
2013	1.250	0.750	0.100	0.250	6.250	8.600
2012	1.250	0.750	0.100	0.250	6.250	8.600
2011	1.250	0.750	0.100	0.250	6.250	8.600

Additionally, the City receives a 1% sales tax (included in the rates shown above) levied by the State of Illinois.

CITY OF COLLINSVILLE, ILLINOIS
SALES TAX GENERATED BY INDUSTRY
LAST TEN FISCAL YEARS

Industry	2020		2019		2018		2017		2016	
	Taxable Sales	Percentage Of Total	Taxable Sales	Percentage Of Total	Taxable Sales	Percentage Of Total	Taxable Sales	Percentage Of Total	Taxable Sales	Percentage Of Total
General merchandise	\$ 1,192,277	16.75 %	\$ 1,323,625	19.46 %	\$ 1,143,589	17.51 %	\$ 1,022,821	15.73 %	\$ 944,941	15.95 %
Food	615,482	8.65	560,342	8.24	586,925	8.98	647,719	9.96	660,284	11.14
Drinking and eating places	612,162	8.60	695,710	10.23	693,451	10.62	673,447	10.37	638,183	10.78
Apparel	7,848	0.11	9,140	0.13	11,265	0.17	11,908	0.18	18,657	0.32
Furniture, household, and radio	90,828	1.28	85,591	1.26	101,692	1.56	91,824	1.41	88,684	1.50
Lumber, building, hardware	395,950	5.56	363,395	5.34	297,065	4.55	292,142	4.49	267,988	4.53
Automotive and filling stations	2,378,379	33.42	2,436,221	35.82	2,496,941	38.22	2,547,757	39.19	2,199,155	37.14
Drugs and miscellaneous retail	1,245,724	17.50	717,149	10.54	634,969	9.72	650,044	10.00	633,881	10.71
Agriculture and all others	523,411	7.35	540,998	7.95	518,684	7.94	512,985	7.89	422,289	7.13
Manufacturers	55,631	0.78	68,900	1.01	48,156	0.73	50,716	0.78	47,247	0.80
Total	\$ 7,117,692	100.00 %	\$ 6,801,071	100.00 %	\$ 6,532,737	100.00 %	\$ 6,501,363	100.00 %	\$ 5,921,309	100.00 %

Industry	2015		2014		2013		2012		2011	
	Taxable Sales	Percentage Of Total	Taxable Sales	Percentage Of Total	Taxable Sales	Percentage Of Total	Taxable Sales	Percentage Of Total	Taxable Sales	Percentage Of Total
General merchandise	\$ 953,639	17.27 %	\$ 968,639	18.14 %	\$ 1,021,650	20.40 %	\$ 1,088,478	21.50 %	\$ 892,949	18.83 %
Food	674,415	12.21	665,305	12.46	669,191	13.37	623,345	12.31	612,036	12.91
Drinking and eating places	626,918	11.35	597,659	11.20	580,094	11.59	590,520	11.66	573,325	12.09
Apparel	19,405	0.35	15,839	0.30	16,518	0.33	19,187	0.38	251,482	5.30
Furniture, household, and radio	92,394	1.67	94,949	1.78	113,971	2.28	112,561	2.22	106,519	2.25
Lumber, building, hardware	247,988	4.49	232,615	4.36	236,736	4.73	284,382	5.62	251,056	5.30
Automotive and filling stations	1,814,744	32.85	1,735,495	32.51	1,408,691	28.14	1,221,447	24.13	1,100,139	23.20
Drugs and miscellaneous retail	616,530	11.16	582,952	10.92	546,544	10.92	536,972	10.61	550,747	11.62
Agriculture and all others	425,413	7.70	409,634	7.67	380,192	7.59	556,927	11.00	377,702	7.97
Manufacturers	52,290	0.95	35,330	0.66	32,374	0.65	29,044	0.57	25,028	0.53
Total	\$ 5,523,736	100.00 %	\$ 5,338,417	100.00 %	\$ 5,005,961	100.00 %	\$ 5,062,863	100.00 %	\$ 4,740,983	100.00 %

Source: Taxable sales by Standard Industry Code reported by the State of Illinois Department of Revenue.

State law prohibits the disclosure of specific taxpayer information. Some categories in St. Clair County have less than four taxpayers, so no data is shown to protect the confidentiality of individual taxpayers. Therefore, only Madison County is included for this presentation.

CITY OF COLLINSVILLE, ILLINOIS
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Madison County

Levy Year	Residential Property	Farm Property	Commercial Property	Industrial Property	Railroad Property	Other Property	Total Taxable Assessed Value In Madison County	Total Direct Tax Rate	Estimated Actual Value	Annual Percentage Change	Ratio Of Total Assessed Valuation To Estimated Actual Value Of Real Property
2019	\$ 280,163,572	\$ 1,206,550	\$ 108,357,574	\$ 11,336,780	\$ 236,861	\$ 1,230	\$ 401,302,567	0.7186	\$ 1,204,028,104	4.31 %	33.33 %
2018	267,635,329	1,122,690	104,656,328	11,101,570	188,533	1,230	384,705,680	0.7091	1,154,232,463	3.24	33.33
2017	261,214,096	1,164,380	99,167,495	10,902,360	177,036	1,230	372,626,597	0.6941	1,117,991,590	2.82	33.33
2016	255,179,712	1,185,670	95,162,375	10,687,360	186,791	1,230	362,403,138	0.6779	1,087,318,146	3.08	33.33
2015	248,562,018	1,141,830	91,260,290	10,423,280	196,795	1,230	351,585,443	0.6986	1,054,861,815	(1.21)	33.33
2014	252,181,453	1,072,940	92,087,460	10,369,100	180,519	1,230	355,892,702	0.6959	1,067,784,884	(2.29)	33.33
2013	258,946,015	1,103,680	93,610,615	10,369,100	189,116	1,230	364,219,756	0.6746	1,092,768,545	(1.41)	33.33
2012	262,390,316	1,207,690	94,587,265	11,022,740	189,727	18,060	369,415,798	0.6676	1,108,358,230	(1.74)	33.33
2011	265,961,142	1,261,950	97,452,635	11,090,460	192,103	9,910	375,968,200	0.6552	1,128,017,402	(3.70)	33.33
2010	278,180,858	1,228,180	99,683,395	11,180,000	150,355	4,240	390,427,028	0.6312	1,171,398,224	(0.36)	33.33

St. Clair County

Levy Year	Residential Property	Farm Property	Commercial Property	Industrial Property	Railroad Property	Other Property	Total Taxable Assessed Value In St. Clair County	Total Direct Tax Rate	Estimated Actual Value	Annual Percentage Change	Ratio Of Total Assessed Valuation To Estimated Actual Value Of Real Property
2019	\$ 37,255,091	\$ 56,481	\$ 2,347,894	\$ 418,816	\$ -	\$ -	\$ 40,078,282	0.7423	\$ 120,246,871	3.06 %	33.33 %
2018	36,215,306	41,329	2,221,748	411,453	-	-	38,889,836	0.7268	116,681,176	2.84	33.33
2017	35,159,129	40,066	2,215,694	400,167	-	-	37,815,056	0.7107	113,456,514	1.45	33.33
2016	34,659,804	39,161	2,180,709	394,758	-	-	37,274,432	0.6779	111,834,479	2.39	33.33
2015	33,791,881	38,152	2,187,901	385,844	-	-	36,403,778	0.7101	109,222,256	3.84	33.33
2014	31,765,916	1,013,647	1,909,135	367,564	-	-	35,056,262	0.6958	105,179,304	(2.10)	33.33
2013	32,350,004	1,074,932	2,010,173	374,340	-	-	35,809,449	0.6932	107,439,091	(2.99)	33.33
2012	33,347,145	1,102,287	2,080,929	382,839	-	-	36,913,200	0.6746	110,750,675	(4.00)	33.33
2011	34,591,703	1,155,031	2,307,802	397,095	-	-	38,451,631	0.6687	115,366,430	(0.81)	33.33
2010	34,798,367	1,166,541	2,398,041	401,553	-	-	38,764,502	0.6470	116,305,137	0.16	33.33

CITY OF COLLINSVILLE, ILLINOIS
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Madison County

For The Years Ended December 31	City Of Collinsville				Madison County	Collinsville	Collinsville	Collinsville Township	Southwestern	Mississippi	Collinsville	Total
	General	Fire Pension	Police Pension	Total		Road And Bridge	C.U. School District No. 10		IL College No. 522	Valley Library	Area Recreation	
2019	0.2080	0.2026	0.3080	0.7186	0.5746	0.3413	4.3071	0.1758	0.4544	0.2177	0.2461	7.0356
2018	0.1353	0.2360	0.3378	0.7091	0.5953	0.3480	4.3316	0.1826	0.4599	0.2188	0.2470	7.0923
2017	0.2437	0.1650	0.2854	0.6941	0.6157	0.3580	4.3541	0.1872	0.4676	0.2178	0.3804	7.2749
2016	0.2135	0.1843	0.2801	0.6779	0.6514	0.3767	4.5585	0.2302	0.4743	0.2119	0.6338	7.8147
2015	0.2172	0.1787	0.3027	0.6986	0.7073	0.3836	4.5833	0.2371	0.4637	0.2131	0.4742	7.7609
2014	0.2442	0.1568	0.2949	0.6959	0.7329	0.3808	4.4817	0.2341	0.4242	0.2131	0.4974	7.6601
2013	0.2671	0.1652	0.2423	0.6746	0.7210	0.3688	4.4418	0.2209	0.4048	0.2082	0.4452	7.4853
2012	0.2657	0.1501	0.2518	0.6676	0.6974	0.3577	4.3042	0.2170	0.3919	0.2059	0.4498	7.2915
2011	0.3396	0.0847	0.2309	0.6552	0.6864	0.3502	4.2533	0.2080	0.3743	0.2053	0.4511	7.1838
2010	0.2617	0.1418	0.2277	0.6312	0.7145	0.3408	4.2356	0.2034	0.3638	0.2025	0.5922	7.2840

St. Clair County

For The Years Ended December 31	City Of Collinsville				St. Clair County	Caseyville	Collinsville	Caseyville Township	Southwestern	Mississippi	Collinsville	Total
	General	Fire Pension	Police Pension	Total		Road	C.U. School District No. 10		IL College No. 522	Valley Library	Area Recreation	
2019	0.2149	0.2092	0.3182	0.7423	1.0990	0.1014	4.3356	0.1047	0.4589	0.2192	0.2539	7.3150
2018	0.1387	0.2419	0.3462	0.7268	1.1004	0.1108	4.3532	0.1219	0.4651	0.2198	0.2530	7.3510
2017	0.2495	0.1690	0.2922	0.7107	1.1000	0.1160	4.3749	0.1217	0.4696	0.2189	0.3884	7.5002
2016	0.2135	0.1843	0.2801	0.6779	1.0865	0.1135	4.5633	0.1189	0.4749	0.2137	0.6333	7.8820
2015	0.2149	0.1838	0.3114	0.7101	0.9385	0.1170	4.5703	0.1261	0.4727	0.2146	0.4810	7.6303
2014	0.2365	0.1595	0.2998	0.6958	0.9388	0.1177	4.5022	0.1215	0.4285	0.2140	0.5039	7.5224
2013	0.2679	0.1724	0.2529	0.6932	0.9080	0.1074	4.4840	0.1145	0.4106	0.2100	0.4583	7.3860
2012	0.2618	0.1542	0.2586	0.6746	0.9123	0.1041	4.3310	0.1130	0.3942	0.2070	0.4579	7.1941
2011	0.3401	0.0882	0.2404	0.6687	0.9132	0.1019	4.2684	0.1110	0.3786	0.2065	0.4624	7.1107
2010	0.2627	0.1475	0.2368	0.6470	0.9158	0.1023	4.2613	0.1122	0.3689	0.2039	0.6065	7.2179

Note: Rates stated are per \$100 of assessed valuation.

CITY OF COLLINSVILLE, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Tax Levy Year	Net Tax Levy	Collected Within The Fiscal Year Of The Levy		Total Collections To Date	
			Amount	Percent Of Levy Collected	Amount	Percent Of Levy Collected
2020	2019	\$ 3,095,397	\$ 3,084,243	99.64 %	\$ 3,084,243	99.64 %
2019	2018	2,948,644	2,945,991	99.91	2,945,991	99.91
2018	2017	2,832,163	2,829,373	99.90	2,829,373	99.90
2017	2016	2,483,604	2,342,638	94.32	2,342,638	94.32
2016	2015	2,487,821	2,351,677	94.53	2,351,677	94.53
2015	2014	2,491,382	2,337,679	93.83	2,337,679	93.83
2014	2013	2,482,657	2,483,293	100.03	2,483,293	100.03
2013	2012	2,487,713	2,482,283	99.78	2,482,283	99.78
2012	2011	2,485,675	2,475,919	99.61	2,475,919	99.61
2011	2010	2,485,786	2,468,540	99.31	2,468,540	99.31

CITY OF COLLINSVILLE, ILLINOIS
SCHEDULE OF ASSESSED VALUATIONS, TAX RATES, TAXES EXTENDED, AND COLLECTIONS
LAST TEN FISCAL YEARS

Levy Date - Calendar Year	2019		2018		2017		2016		2015	
	Madison County	St. Clair County	Madison County	St. Clair County	Madison County	St. Clair County	Madison County	St. Clair County	Madison County	St. Clair County
Revenue Collection Date - Fiscal Year Ended	12/31/2020		12/31/2019		12/31/2018		12/31/2017		12/31/2016	
Assessed Valuation	\$ 359,968,657	39,975,478	347,186,630	38,857,384	337,850,072	37,792,858	329,092,944	37,263,939	319,112,263	36,403,778
Tax Rates (Per \$100 Equalized Assessed Valuation):										
General government	\$ 0.2080	0.2149	0.1353	0.1387	0.2437	0.2495	0.2135	0.2135	0.2172	0.2149
Police pension	0.3080	0.3182	0.3378	0.3462	0.2854	0.2922	0.2801	0.2801	0.3027	0.3114
Firefighters' pension	0.2026	0.2092	0.2360	0.2419	0.1650	0.1690	0.1843	0.1843	0.1787	0.1838
Total Tax Rates	\$ 0.7186	0.7423	0.7091	0.7268	0.6941	0.7107	0.6779	0.6779	0.6986	0.7101
Tax Extensions:										
General government	\$ 748,735	85,907	469,744	53,895	823,341	94,293	702,613	79,559	693,112	78,232
Police pension	1,108,703	127,202	1,172,796	134,524	964,224	110,431	921,789	104,376	965,953	113,361
Firefighters' pension	729,296	83,629	819,360	93,996	557,453	63,870	606,518	68,677	570,254	66,910
Total Tax Extensions	\$ 2,586,734	296,738	2,461,900	282,415	2,345,018	268,594	2,230,920	252,612	2,229,319	258,503
Total Tax Collections Through Fiscal Year-End	\$ 2,473,993	287,745	2,306,857	281,264	2,229,637	267,572	2,115,394	252,407	2,094,390	257,287
Percent Of Total Taxes Collected	95.64 %	96.97	93.70	99.59	95.08	99.62	94.82	99.92	93.95	99.53

Note: The assessed valuation noted above does not include the TIF District areas.

CITY OF COLLINSVILLE, ILLINOIS
SCHEDULE OF ASSESSED VALUATIONS, TAX RATES, TAXES EXTENDED, AND COLLECTIONS (Continued)
LAST TEN FISCAL YEARS

Levy Date - Calendar Year	2014		2013		2012		2011		2010	
	Madison County	St. Clair County	Madison County	St. Clair County	Madison County	St. Clair County	Madison County	St. Clair County	Madison County	St. Clair County
Revenue Collection Date - Fiscal Year Ended	12/31/2015		12/31/2014		12/31/2013		12/31/2012		12/31/2011	
Assessed Valuation	\$ 322,957,342	35,056,262	331,222,286	35,809,449	335,334,968	36,913,200	340,132,595	38,451,631	354,084,288	38,764,502
Tax Rates (Per \$100 Equalized Assessed Valuation):										
General government	\$ 0.2442	0.2365	0.2671	0.2679	0.2657	0.2618	0.3396	0.3401	0.2617	0.2627
Police pension	0.2949	0.2998	0.2423	0.2431	0.2518	0.2586	0.2309	0.2404	0.2277	0.2368
Firefighters' pension	0.1568	0.1595	0.1652	0.1657	0.1501	0.1542	0.0847	0.0882	0.1418	0.1475
Total Tax Rates	\$ 0.6959	0.6958	0.6746	0.6767	0.6676	0.6746	0.6552	0.6687	0.6312	0.6470
Tax Extensions:										
General government	\$ 788,662	82,908	884,695	95,934	890,985	96,639	1,155,090	130,774	926,639	101,834
Police pension	952,401	105,099	802,552	87,053	844,373	95,458	785,366	92,438	806,250	91,794
Firefighters' pension	506,397	55,915	547,179	59,336	503,338	56,920	288,092	33,914	502,092	57,178
Total Tax Extensions	\$ 2,247,460	243,922	2,234,426	242,323	2,238,696	249,017	2,228,548	257,126	2,234,981	250,806
Total Tax Collections Through Fiscal Year-End	\$ 2,094,408	243,271	2,102,429	249,271	2,234,023	248,260	2,219,591	256,328	2,217,760	250,780
Percent Of Total Taxes Collected	93.19 %	99.73	94.09	102.87	99.79	99.70	99.60	99.69	99.23	99.99

CITY OF COLLINSVILLE, ILLINOIS
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2020			2011		
	Taxable Assessed Value	Rank	Percentage Of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage Of Total City Taxable Assessed Value
Lerch Properties Enterprises LLC	\$ 6,771,960	1	1.60 %	\$ -	-	-
Walmart Stores, Inc.	4,554,060	2	1.08	4,558,670	1	1.06 %
COLHOT, LLC	4,009,240	3	0.95	3,501,620	3	0.81
Ameren Illinois Company	3,156,910	4	0.75	-	-	-
Parkside Commons, LLC	3,112,180	5	0.73	2,197,170	9	0.51
Sandridge Mannors, LLC	2,973,860	6	0.70	2,107,800	10	0.49
MDC Eastport, LLC	2,674,850	7	0.63	-	-	-
Felfam Lakeside Plaza, LLC	2,497,030	8	0.59	2,448,450	4	0.57
Phillips Investment, LLC Collinsville Facility	2,137,880	9	0.50	-	-	-
JZJ Holding, LLC	1,777,990	10	0.42	-	-	-
Home Depot USA	-	-	-	2,329,990	7	0.54
Osborn & Osborn, LLC	-	-	-	3,694,510	2	0.86
Cedar Ridge Eagle Creek, LLC	-	-	-	2,444,680	5	0.57
Retko Group, LLC	-	-	-	2,384,810	6	0.55
Keebler Crossing, LLC	-	-	-	2,277,210	8	0.53
Totals	\$ 33,665,960		7.95 %	\$ 27,944,910		6.49 %

Source: Madison County Clerk's Office

CITY OF COLLINSVILLE, ILLINOIS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities				Business-Type Activities			Total Primary Government	Percentage Of Personal Income ¹	Total Debt Per Capita ¹	GO Debt Per Capita ¹
	General Obligation Bonds	Revenue Bonds	Capital Leases	Note Payable	General Obligation Bonds	IEPA Loan	Capital Leases				
2020	\$ 5,516,678	\$ 21,939,789	\$ 2,134,493	\$ 378,264	\$ 8,301,519	\$ 17,801,955	\$ -	\$ 56,072,698	7.44 %	2,299	566
2019	6,344,587	22,994,789	584,493	426,545	9,530,941	16,854,263	-	56,735,618	8.07	2,326	651
2018	7,142,497	23,854,789	670,220	473,914	10,777,517	14,112,221	-	57,031,158	8.39	2,316	728
2017	7,890,407	20,015,000	800,270	520,086	11,989,231	5,815,292	2,901	47,033,187	7.01	1,904	805
2016	8,404,923	20,145,000	923,143	-	13,171,082	-	8,701	42,652,849	6.32	1,704	862
2015	9,035,154	20,250,000	145,922	-	14,323,059	-	14,265	43,768,400	6.15	1,731	924
2014	9,625,385	20,250,000	200,810	-	15,455,163	-	19,602	45,550,960	6.88	1,806	994
2013	9,570,000	20,250,000	264,437	-	16,547,394	-	24,721	46,656,552	6.74	1,810	1,013
2012	10,080,000	20,250,000	292,763	-	17,064,114	-	29,157	47,716,034	6.44	1,854	1,054
2011	10,545,000	20,250,000	369,622	-	16,995,000	-	33,867	48,193,489	6.51	1,871	1,069

¹See the Schedule of Demographic and Economic Statistics for personal income and population data.

CITY OF COLLINSVILLE, ILLINOIS
DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2020

	Governmental Activities Debt	Percent* Applicable To Collinsville	Amount Applicable To Collinsville¹
Direct:			
City of Collinsville	\$ 29,969,224	100.00 %	\$ 29,969,224
Overlapping:			
Madison County	-	6.98	-
St. Clair County	100,255,000	1.06	1,066,265
Unit 10 School District (Collinsville)	6,375,000	53.07	3,383,213
Unit 9 School District (Granite City)	10,315,000	0.04	4,126
Southwestern Illinois Community College	10,925,000	16.94	1,850,695
Collinsville Area Recreation District	19,690,000	59.82	11,778,558
Mississippi Valley Library	-	82.60	-
Caseyville Township	-	5.06	-
Collinsville Township	-	54.78	-
Canteen Township	-	-	-
Nameoki Township	-	0.33	-
Metro East Sanitary	-	2.56	-
East Side Health	-	-	-
State Park Fire	-	0.48	-
Total Overlapping Debt	147,560,000		18,082,857
Total Direct And Overlapping Debt	\$ 177,529,224		\$ 48,052,081

¹Only portions of the overlapping districts are located within the City boundaries. The applicable amounts refer to that portion of the district that is contained within the City boundaries. Therefore, the applicable amounts refer to portions of the City's taxpayers.

*Based on the percent of total assessed value of a jurisdiction comprising the City's assessed property.

Source: The above-named jurisdictions.

CITY OF COLLINSVILLE, ILLINOIS
PLEDGED REVENUE COVERAGE -
LOCAL GOVERNMENT PROGRAM REVENUE BONDS
LAST TEN FISCAL YEARS

For The Years Ended December 31

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Limited Incremental Sales Tax Revenue	\$ 1,251,162	1,393,707	1,220,455	1,240,000	1,197,276	1,226,701	1,103,733	1,110,752	1,144,275	1,147,658
Debt service	\$ 1,300,450	1,161,950	1,236,700	1,178,200	1,158,450	1,053,450	1,053,450	1,053,450	1,053,450	1,053,450
Ratio	0.96	1.20	0.99	1.05	1.03	1.16	1.05	1.05	1.09	1.09
Outstanding Balance	\$ 19,415,000	19,690,000	19,820,000	20,015,000	20,145,000	20,250,000	20,250,000	20,250,000	20,250,000	20,250,000

CITY OF COLLINSVILLE, ILLINOIS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Income</u>	<u>Median Household Income</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2020	24,395 **	\$ 753,561,550	\$ 30,890	\$ 53,490	6,155	8.7 %
2019	24,395	702,868,740	28,812	52,394	6,365	4.1
2018	24,621	680,007,399	27,619	51,968	6,339	5.1
2017	24,703	670,661,747	27,149	52,675	5,594	4.5
2016	25,025	675,374,700	26,988	62,386	6,048	9.1
2015	25,282	712,016,966	28,163	63,361	6,154	10.2
2014	25,221	661,723,377	26,237	59,454	6,226	10.6
2013	25,778	692,165,078	26,851	57,297	6,378	9.1
2012	25,742	740,880,502	28,781	59,543	6,438	8.1
2011	25,757	740,178,909	28,737	57,835	6,336	6.9

Source: U.S. Census Bureau, American Community Survey
<http://www.census.gov/acs>

Note: **Data not published

CITY OF COLLINSVILLE, ILLINOIS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

<u>Employer</u>	<u>2020</u>		<u>2011</u>	
	<u>Employees</u>	<u>Rank</u>	<u>Employees</u>	<u>Rank</u>
Collinsville Unit 10 School District	824	1	760	1
Wal-Mart	384	2	462	2
Fairmont Race Track	350	3	136	5
City of Collinsville	259	4	193	4
Illinois Department of Transportation	255	5	196	3
Ameren, IL	255	6	-	-
Woods Basement Systems	194	7	-	-
Laura Buick - GMC	151	8	-	-
Illinois State Police	130	9	-	-
Schnucks Market	112	10	129	6
Crop Production	-	-	100	7
Gateway Industrial Power	-	-	90	8
K-Mart	-	-	78	9
TekLab, LLC	-	-	70	10
Total	<u>2,914</u>		<u>2,214</u>	

Source: Illinois Manufacturers Directory, Illinois Services Directory, and a selective telephone survey. The total number of jobs available in the City is not known for calculating a percentage.

CITY OF COLLINSVILLE, ILLINOIS
FULL-TIME CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	As Of December 31									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government:										
Administration - City Manager	2.5	2.5	2.5	3.0	2.0	2.0	2.0	2.0	2.0	2.0
Administration - Operations	1.0	1.0	1.0	2.0	1.0	1.0	1.0	1.0	1.0	1.0
Administration - Human Resources	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Administration - Information Technology	3.0	3.0	3.0	2.0	2.0	2.0	2.0	2.0	2.0	1.0
Administration - Media	1.0	-	-	-	-	-	-	-	-	-
Finance	10.0	10.0	9.0	9.0	8.0	8.0	8.0	8.0	8.0	8.0
Public Safety:										
Police administration	7.0	7.0	7.0	7.0	8.0	7.0	7.0	7.0	7.0	6.0
Police operations	38.0	38.0	38.0	38.0	37.0	34.0	37.0	37.0	37.0	38.0
Police support	16.0	16.0	16.0	15.0	15.0	15.0	15.0	15.0	17.0	17.0
Animal shelter	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Fire administration	4.0	3.0	4.0	4.0	3.0	3.0	3.0	3.0	3.0	3.0
Fire operations	35.0	36.0	30.0	31.0	31.0	31.0	31.0	31.0	31.0	31.0
Public Works:										
Engineering	2.0	1.0	1.0	1.0	1.0	-	-	-	-	2.0
Streets	16.3	16.3	16.3	14.3	15.3	13.0	13.0	13.0	12.0	15.0
Facilities maintenance	2.0	1.0	1.0	-	-	-	-	-	-	-
Fleet maintenance	2.0	2.0	1.0	-	-	-	-	-	-	-
Water lines	9.3	9.3	9.3	8.3	9.3	9.5	9.5	9.5	8.5	8.5
Water plant	6.5	6.5	6.5	7.5	6.5	6.5	6.5	6.5	6.5	6.5
Waste water lines	7.0	7.0	6.0	7.0	7.0	8.0	8.0	8.0	7.0	7.0
Waste water plant	7.8	6.9	7.9	7.8	7.8	7.0	7.0	7.0	8.0	8.0
Community/Economic Development:										
Community development	4.5	4.5	2.5	4.0	4.0	5.0	5.0	5.0	5.0	5.0
Inspections	3.0	3.0	4.0	2.0	2.0	1.0	1.0	1.0	1.0	1.0
Community Services	-	16.0	15.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Parks and Recreation:										
Operations	4.0	4.0	5.0	-	-	-	-	-	-	-
Parks maintenance	5.0	4.0	2.0	-	-	-	-	-	-	-
Willoughby Farm	3.0	3.0	2.0	-	-	-	-	-	-	-
Gateway Convention Center										
Administration	-	2.0	2.0	-	-	-	-	-	-	-
Sales	2.5	3.0	3.0	-	-	-	-	-	-	-
Events	3.5	5.0	4.0	-	-	-	-	-	-	-
Operations	3.0	6.0	6.0	-	-	-	-	-	-	-
Total	201.9	220.0	208.0	166.9	163.9	157.0	160.0	160.0	160.0	164.0

Source: Payroll Data from Finance Department.

CITY OF COLLINSVILLE, ILLINOIS
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Sectors	3	3	3	3	3	3	6	6	6	6
Marked patrol units	16	18	18	18	19	19	18	18	18	18
Fire:										
Stations	2	2	2	2	2	2	2	2	2	2
Fire trucks	4	4	4	4	4	3	3	3	4	4
Ambulances	3	3	4	4	4	3	3	3	4	4
Streets:										
Streets (lane miles)	246	246	246	246	271	271	262	262	262	254
Sidewalks (miles)	54	54	54	54	74	74	74	74	72	71
Streetlights	2,406	2,406	2,406	2,406	2,406	2,406	2,406	2,406	2,406	2,404
Water:										
Water mains (miles)	187	187	188	185	192	181	181	181	181	181
Water valves	1,833	1,833	1,833	1,814	1,786	1,800	1,800	1,800	1,800	1,800
Fire hydrants	1,413	1,413	1,509	1,402	1,395	1,398	1,373	1,350	1,343	1,310
Waste water:										
Sewer mains (miles)	131.00	131.00	131.00	131.00	127.16	123.90	120.00	120.00	120.00	120.00
Manholes	3,123	3,123	3,123	3,129	3,120	3,110	3,000	3,000	3,000	3,000
Parks and Recreation:										
Parks	7	7	-	-	-	-	-	-	-	-
Playgrounds	6	6	-	-	-	-	-	-	-	-
Walking trails (miles)	1	1	-	-	-	-	-	-	-	-
Gateway Convention Center:										
Buildings	1	1	-	-	-	-	-	-	-	-
Square footage	105,000	105,000	-	-	-	-	-	-	-	-

Source: Various City Departments

CITY OF COLLINSVILLE, ILLINOIS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Police:										
Traffic stops	5,807	6,671	5,902	7,662	5,959	6,187	5,888	6,326	7,483	9,252
Warrant checks/arrests	305	412	1,176	773	708	731	633	845	852	849
Bar checks	41	80	170	162	153	58	61	91	180	243
Fire:										
Ambulance bills	1,926	2,799	2,904	2,765	2,589	2,383	2,176	2,107	2,325	1,903
Finance:										
Accounts payable checks written	5,147	5,801	5,151	4,265	4,140	4,262	4,231	4,456	5,009	4,160
Utility payments posted	71,187	71,731	72,010	71,614	71,382	72,059	72,323	71,765	72,351	71,653
Disconnections for non-payment	2,635	2,121	1,868	1,655	1,658	2,007	2,469	2,162	1,913	3,218
Inspections:										
Single-family building permits	6	6	11	10	20	12	12	4	11	8
Commercial building permits	3	-	1	5	6	4	5	3	2	20
Water:										
Average daily consumption (mgd)	1.9	1.9	1.8	1.9	2.1	2.0	2.1	2.1	2.1	2.1
Waste water:										
New connections	19	19	12	8	12	21	21	9	2	24
Sewage treatment (mgd)	4.70	4.70	3.50	3.30	3.80	4.20	3.48	3.90	3.40	1.50
Parks and Recreation:										
Aqua Park program registrants	105	159	-	-	-	-	-	-	-	-
Willoughby program registrants	247	53	-	-	-	-	-	-	-	-
Recreation program registrants	1,346	509	-	-	-	-	-	-	-	-
Senior shuttle riders	629	1,009	-	-	-	-	-	-	-	-
Gateway Convention Center:										
Estimated attendees	33,831	117,675	-	-	-	-	-	-	-	-
Events	129	276	-	-	-	-	-	-	-	-

Source: Various City Departments

Note: Assets for Parks and Gateway Convention Center acquired in 2018, no data or statistics available till 2020