

CITY OF COLLINSVILLE, ILLINOIS
ANNUAL COMPREHENSIVE FINANCIAL REPORT



**FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2021**

CITY OF COLLINSVILLE, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2021

Prepared by:
Finance Department

Amanda Guntrum
Interim City Treasurer

CITY OF COLLINSVILLE, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the City of Collinsville including:

Letter of Transmittal

List of Principal Officials

Organizational Chart

Certificate of Achievement for Excellence in Financial Reporting



125 S. Center St. Collinsville, IL 62234
(618) 346-5200
www.collinsvilleil.org

August 12, 2022

To the Citizens of the City of Collinsville:

Pursuant to City policy and in conformation with State law, the Annual Comprehensive Financial Report (ACFR) of the City of Collinsville, Illinois (the City), for the fiscal year ending December 31, 2021, 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 Lauterbach & Amen, 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, 2021, 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, 2021, 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 2020 census population of 24,489.

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, Glik's Corporate Headquarters, 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 several 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 nonmajor 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 twelve 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 in 2020 in the midst of the pandemic and in 2021 continued at a rate of 11.0%. 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 4.2% in 2020 and in 2021 that growth continued at the same 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 City slowly recovered in 2021. The economic impact resulted in slow growth 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 Intergovernmental taxes such as Sales, Use and Home Rule remained strong growing at a combined rate of 9.0%. The City also received a \$708,768 grant from the Department of Commerce and Economic Opportunity (DCEO) which granted small businesses within Collinsville relief designed to help stabilize and fortify local businesses the have experienced significant disruption or temporary closure due to the pandemic. Eligible businesses had to apply and meet certain criteria, if approved they were awarded up to \$25,000. Due to the strong performance in Intergovernmental tax revenue and the DCEO grant, the City was able to maintain a strong Fund Balance at the end of 2021 of \$7.48M. The City also received 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 2021 was 23.0% 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 the project expected completion date is fall of 2022.
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 began 2021 and will continue into 2022. 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 Annual Comprehensive Financial Report issued for the fiscal year ended December 31, 2020. This is the twelfth 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 ACFR, 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, Lauterbach & Amen, 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



Interim City Treasurer - Amanda Guntrum

CITY OF COLLINSVILLE, ILLINOIS

List of Principal Officials

December 31, 2021

MAYOR

John Miller

CITY COUNCIL

Jeff Stehman
Tony Hausann
David Jerome
Donna Green

CITY ADMINISTRATION

City Manager

Mitchell Bair

Deputy City Manager

Derek Jackson

City/Clerk/Administration Coordinator

Kimberly Wasser

Interim City Treasurer

Amanda Guntrum

Police Chief

Stephen Evans

Fire Chief

John Bailot

Director of Public Works

Dennis Kress

Director of Community Development

Travis Taylor

Director of Human Resources

Payton Drury

Director of Information Technology

Sean Seckler

Director of Parks and Recreation

Kimberly Caughran

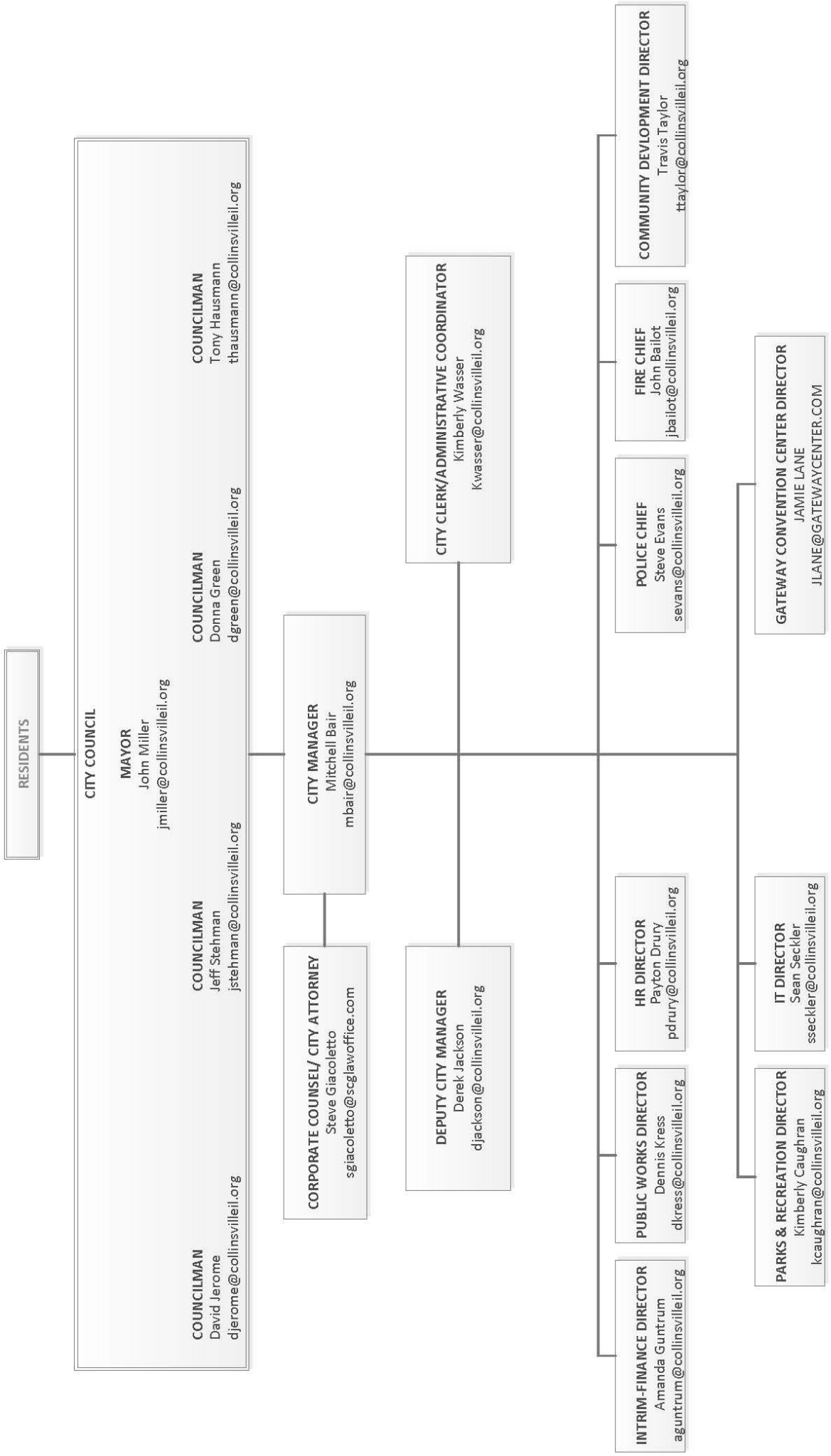
General Manager of Gateway

Jamie Lane

Corporate Counsel/City Attorney

Steve Giacoletto

City of Collinsville 2021 Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Collinsville
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the City's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

August 12, 2022

The Honorable City Mayor
Members of the City Council
City of Collinsville, Illinois

Opinions

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, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Collinsville, Illinois, as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor’s Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City’s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City’s ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Collinsville, Illinois’ basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor’s report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF COLLINSVILLE, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

This Management's Discussion and Analysis (MD&A) provides the reader with a narrative overview and analysis of the overall financial position and results of operations for the year ended December 31, 2021, for the City of Collinsville. Please read it in conjunction with the transmittal letter which can be found in the introductory section of this report and the City's financial statements, which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The City's net position increased because of this year's operations. Net position of the governmental activities increased by \$3,236,936, or 42.1 percent, from a restated beginning deficit of \$7,686,376. Net position of business-type activities decreased by \$1,019,340, or 3.7 percent, from a restated beginning balance of \$27,239,198.
- During the year, government-wide revenues primary government totaled \$52,549,663, while expenses totaled \$50,332,067, resulting in an increase to net position of \$2,217,596 from a restated beginning balance of \$19,552,822.
- The City's net position totaled \$21,770,418 on December 31, 2021, which includes \$69,307,937 net investment in capital assets, \$10,206,268 subject to external restrictions, and a negative \$57,743,787 in unrestricted net position that reflects the implementation of the Governmental Accounting Standards Board (GASB) statement number 68 for pension reporting and statement number 75 for reporting of Other post-employment benefits.
- At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$18,300,882. The total Unassigned fund balance of \$6,948,292 or 38.0 percent of the total fund balance amount is available for spending at the City's discretion.
- Beginning net position/fund balances were restated due to the errors in reporting of capital assets, police and firefighters' pension deferred items, deferred revenues, and IPBC terminal reserves.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements can be found in the financial section of this report. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the City's finances, in a matter similar to a private-sector business. The government wide financial statements which can be found in the financial section of this report.

Management's Discussion and Analysis

December 31, 2021

OVERVIEW OF THE FINANCIAL STATEMENTS - Continued

Government-Wide Financial Statements - Continued

The Statement of Net Position reports information on all of the City's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two 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. Consideration of other nonfinancial factors, such as changes in the City's property tax base and the condition of the City's infrastructure, is needed to assess the overall health of the City.

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

Both of the government-wide financial statements distinguish functions of the City 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 of the City include waterworks and sewerage.

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 local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the City'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 government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The City maintains thirteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Tax Increment Financing, Collinsville Crossings, and Capital Projects Funds, which are considered a major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

CITY OF COLLINSVILLE, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

OVERVIEW OF THE FINANCIAL STATEMENTS - Continued

Governmental Funds - Continued

The City adopts an annual appropriated budget for all of the governmental funds except for the Collins House Fund, Police Pension Fund, and Firefighter's Pension Fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

Proprietary Funds

The City maintains one proprietary fund type: enterprise. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City utilizes enterprise funds to account for its water and sewer operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, which is considered to be a major fund of the City.

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 use for fiduciary funds is much like that used for proprietary funds.

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's I.M.R.F., police, and fire employee pension obligations, other post-employment benefit obligations and budgetary comparison schedules for the General Fund and major special revenue funds.

CITY OF COLLINSVILLE, ILLINOIS

Management’s Discussion and Analysis

December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table represents the net position as of December 31, 2021. Net position serves over time as a useful indicator of a government’s financial position. The following tables show that assets/deferred outflows exceeded liabilities/deferred inflows by \$21,770,418.

	Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2021	2020	2021	2020	2021	2020
Current and Other Assets	\$ 31,893,037	24,230,184	10,888,555	6,718,370	42,781,592	30,948,554
Capital Assets	54,328,769	55,737,707	51,640,124	48,930,800	105,968,893	104,668,507
Total Assets	86,221,806	79,967,891	62,528,679	55,649,170	148,750,485	135,617,061
Deferred Outflows	24,980,563	16,734,009	1,450,266	654,434	26,430,829	17,388,443
Total Assets/Deferred Outflows	111,202,369	96,701,900	63,978,945	56,303,604	175,181,314	153,005,504
Long-Term Liabilities	77,045,286	107,187,995	29,924,126	27,161,272	106,969,412	134,349,267
Other Liabilities	6,382,357	3,203,305	5,858,985	902,171	12,241,342	4,105,476
Total Liabilities	83,427,643	110,391,300	35,783,111	28,063,443	119,210,754	138,454,743
Deferred Inflows	32,224,166	8,593,749	1,975,976	988,477	34,200,142	9,582,226
Total Liabilities/Deferred Inflows	115,651,809	118,985,049	37,759,087	29,051,920	153,410,896	148,036,969
Net Position						
Net Investment in Capital Assets	46,010,258	50,700,387	23,297,679	22,827,326	69,307,937	73,527,713
Restricted	10,206,268	8,855,992	—	—	10,206,268	8,855,992
Unrestricted (Deficit)	(60,665,966)	(81,839,528)	2,922,179	4,424,358	(57,743,787)	(77,415,170)
Total Net Position	(4,449,440)	(22,283,149)	26,219,858	27,251,684	21,770,418	4,968,535

A large portion of the City’s net position, \$69,307,937, reflects its investment in capital assets (for example, land, construction in progress, buildings and improvements, land 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. 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.

An additional portion, \$10,206,268 of the City’s net position represents resources that are subject to external restrictions on how they may be used. The remaining component of net position represents unrestricted net assets. The remaining balance of \$57,743,787 is negative due to the inclusion of long-term pension liability and other post-employment benefits that will be funded by revenue in future years.

CITY OF COLLINSVILLE, ILLINOIS

Management's Discussion and Analysis
December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Change in Net Position					
	Governmental		Business-Type		Totals	
	Activities	Activities	Activities	Activities	2021	2020
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues						
Charges for Services	\$ 6,288,668	6,199,489	9,396,590	8,808,549	15,685,258	15,008,038
Operating Grants/Contrib.	2,575,275	2,570,929	—	100,000	2,575,275	2,670,929
Capital Grants/Contrib.	557,789	991,919	—	—	557,789	991,919
General Revenues						
Property Tax	6,387,789	6,252,710	—	—	6,387,789	6,252,710
Intergovernmental	22,726,056	19,089,036	—	—	22,726,056	19,089,036
Other Taxes	3,752,602	1,657,827	—	—	3,752,602	1,657,827
Other General Revenues	861,377	96,189	3,517	28,079	864,894	124,268
Total Revenues	43,149,556	36,858,099	9,400,107	8,936,628	52,549,663	45,794,727
Expenses						
General Government	6,355,378	4,092,915	—	—	6,355,378	4,092,915
Public Safety	15,260,509	38,892,316	—	—	15,260,509	38,892,316
Public Works	5,739,553	5,954,213	—	—	5,739,553	5,954,213
Health and Sanitation	1,585,434	1,536,185	—	—	1,585,434	1,536,185
Community/Economic Dev.	4,617,054	3,481,720	—	—	4,617,054	3,481,720
Community Services	2,249,017	2,158,086	—	—	2,249,017	2,158,086
Parks and Recreation	2,731,727	2,571,360	—	—	2,731,727	2,571,360
Interest	1,373,948	1,383,636	—	—	1,373,948	1,383,636
Water and Sewer	—	—	10,419,447	8,209,898	10,419,447	8,209,898
Total Expenses	39,912,620	60,070,431	10,419,447	8,209,898	50,332,067	68,280,329
Change in Net Position						
Before Transfers	3,236,936	(23,212,332)	(1,019,340)	726,730	2,217,596	(22,485,602)
Transfers	—	1,017,965	—	(1,017,965)	—	—
Change in Net Position	3,236,936	(22,194,367)	(1,019,340)	(291,235)	2,217,596	(22,485,602)
Net Position - Beginning as Restated	(7,686,376)	(88,782)	27,239,198	27,542,919	19,552,822	27,454,137
Net Position - Ending	(4,449,440)	(22,283,149)	26,219,858	27,251,684	21,770,418	4,968,535

Management’s Discussion and Analysis
December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Net position of the City’s governmental activities increased by 42.1 percent (a deficit of \$4,449,440 in 2021 compared to a restated deficit of \$7,686,376 in 2020).

Net position of business-type activities decreased by 3.7 percent (\$26,219,858 in 2021 compared to a restated net position of \$27,239,198 in 2020).

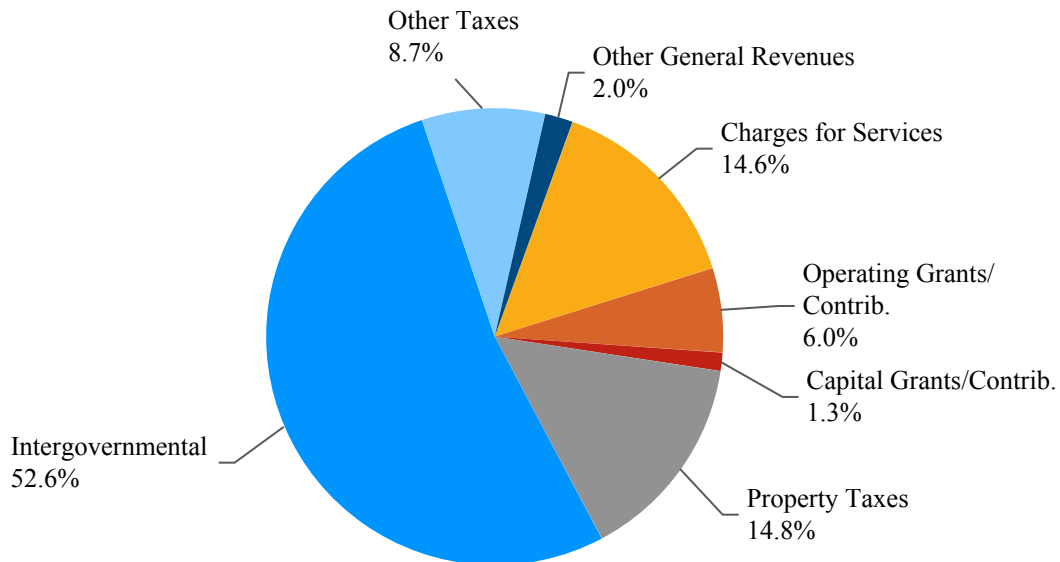
Governmental Activities

Revenues for governmental activities totaled \$43,149,556, while the cost of all governmental functions totaled \$39,912,620, which results in a surplus of \$3,236,936. The increase in 2021 is directly attributed to the increase of 19.1% in intergovernmental revenue, which consist of sales tax, home rule sales tax and cannabis tax. The other taxes category of revenue which includes hotel/motel tax and food and beverage tax, did increase over the prior year, however it is not as apparent due to a change in revenue categories.

In the current year, the category of General Government expense increased as healthcare costs, previously allocated to other departments, was consolidated into one department. The significant decrease in public safety expenses was due to a change in recognition of police and firefighters' pension expenses.

The following table graphically depicts the major revenue sources of the City. It depicts very clearly the reliance of intergovernmental revenues to fund governmental activities.

Revenue by Source - Governmental Activities



CITY OF COLLINSVILLE, ILLINOIS

Management’s Discussion and Analysis

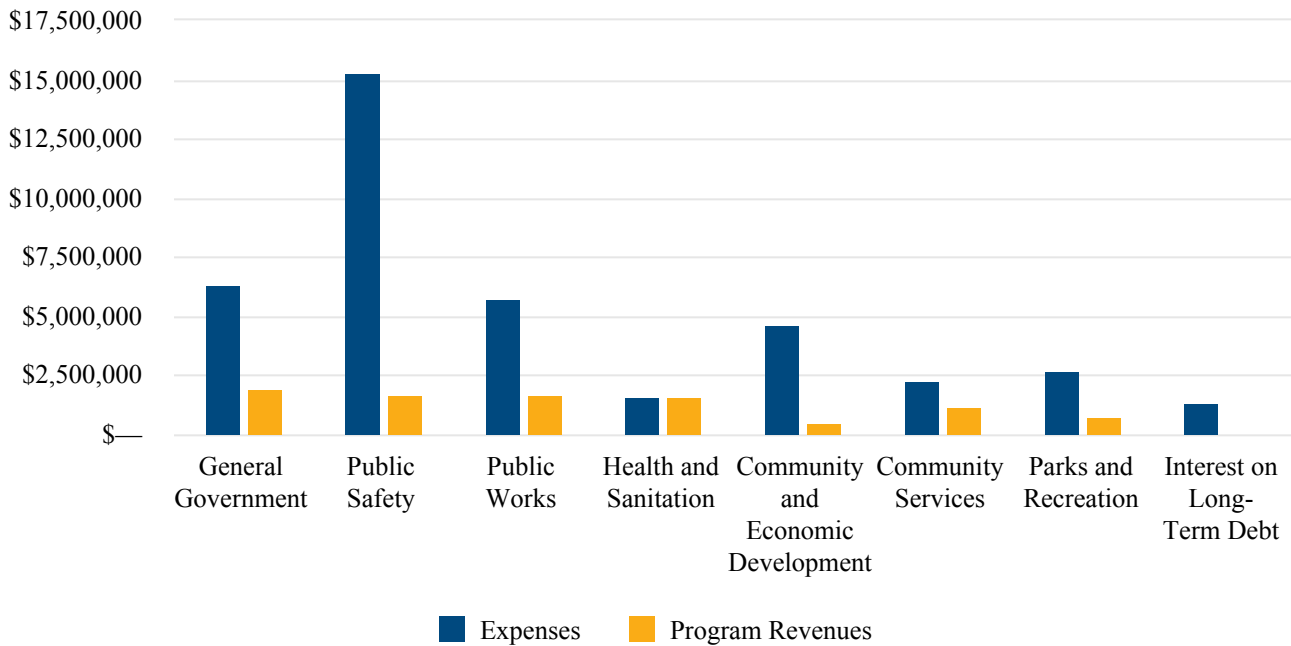
December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities - Continued

The ‘Expenses and Program Revenues’ Table identifies those governmental functions where program expenses greatly exceed revenues.

Expenses and Program Revenues - Governmental Activities



As depicted in the chart above, general government, public safety, public works, health and sanitation, community and economic developments, community services, and parks and recreation expenses far exceed any directly allocated revenues. Unlike the Water and Sewer Fund that is supported by user fees, these activities are substantially tax supported.

Business-Type Activities

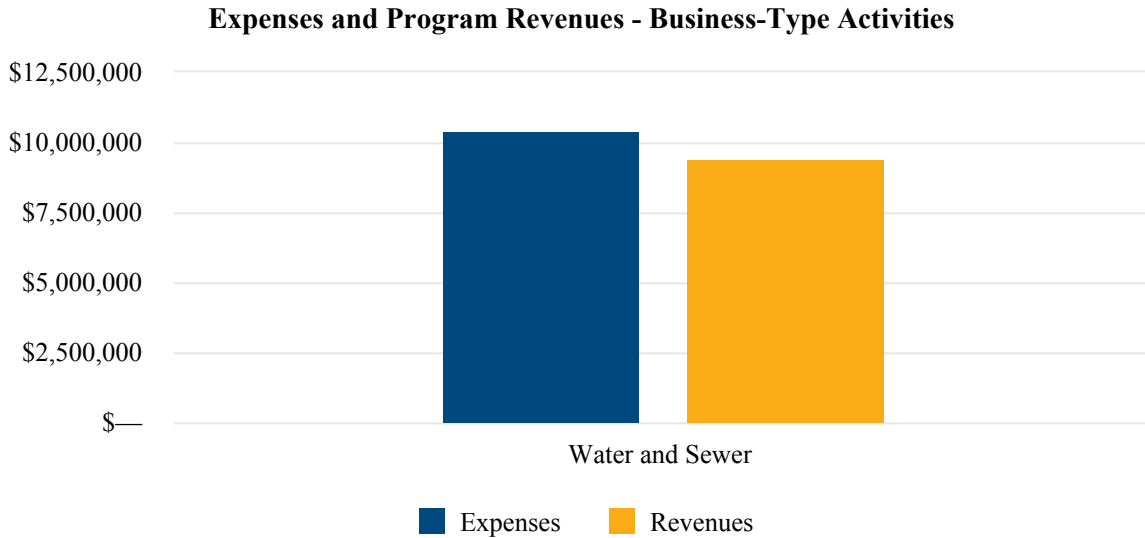
Business-type activities posted total revenues of \$9,400,107, while the cost of all business-type activities totaled \$10,419,447. This results in a deficit of \$1,019,340. In 2020, revenues of \$8,936,628 exceeded expenses of \$8,209,898, resulting in a surplus of \$726,730, prior to transfers out of \$1,017,965. The increase in the cost of business-type activities for the current year can be attributed to the fluctuation in the actuarial valuation of the Water and Sewer Fund post-employment benefits, in accordance with the Governmental Accounting standards Board (GASB) statement number 75.

CITY OF COLLINSVILLE, ILLINOIS

**Management’s Discussion and Analysis
December 31, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Business-Type Activities - Continued



The above graph compares program revenues to expenses for the water and sewer operations.

FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS

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. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

The City’s governmental funds reported combining ending fund balances of \$18,300,882, which is \$1,966,348, or 12.04 percent, higher than last year’s total of \$16,334,534. Of the \$18,300,882 total, \$6,948,292, or 38.0 percent, constitutes unassigned fund balance.

The General Fund is the chief operating fund of the City. As mentioned earlier, the General Fund reported an increase in fund balance for the year of \$15,919, which is an increase of 0.2 percent from a restated beginning balance of \$9,119,045. City management made every effort to contain costs in a post COVID environment, however a decision was made to move forward on various projects postponed in the prior year.

CITY OF COLLINSVILLE, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

Governmental Funds - Continued

Unassigned fund balance in the General Fund was \$7,693,558, which represents 84.2 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 23.1 percent of total General Fund expenditures.

The Tax Increment Financing 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 Tax Increment Financing Fund reported a decrease in fund balance of \$77,208. Projects within the tax increment financing districts continue in this post COVID environment. Projects included in 2021 included the Eastport District street improvements and engineering and construction for stormwater mitigation projects.

The Collinsville Crossings Fund is a major special revenue fund of the City. Its resources are to be used entirely for debt service related to the Collinsville Crossings development. In 2007, the City pledged a portion of future tax revenue to repay the Limited Incremental Sales Tax (LIST) Revenue Bonds. The LIST bond proceeds were used to reimburse or pay redevelopment costs associated with the Collinsville Crossings Center. All tax revenue collected for the LIST bonds is remitted to the bond trustee for debt service payment. In 2014, the City issued taxable general obligation refunding bonds and used the proceeds to advance refund a portion of the series 2007 bonds. At the end of the current fiscal year, the Collinsville Crossings Fund reported an increase in fund balance of \$398,659. This increase is mainly due to the Sales tax received for the General obligation debt being greater than the required debt service payments.

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 Capital Projects Fund reported an increase in fund balance of \$453,878. This increase is partially due to an increase in revenue provided by the Utility taxes allocated to the capital projects. Capital assets acquired in 2021 included a street sweeper for Public works, building improvements for the Park department, and Time keeping software and accounting software for the Finance department.

Proprietary Funds

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

The City reports the Water and Sewer Fund as a major proprietary fund. The Water and Sewer Fund accounts for all financial activities associated with the municipal water and sewer service. Fees from consumption of water and tap on fees from building activities provide the primary source of revenue for this fund. Revenues are used to purchase water and to maintain the water delivery infrastructure.

The City intends to run the fund at a breakeven rate. Periodically, there will be an annual surplus or draw down due to timing of capital projects. The deficit in the Water Fund during the current fiscal year was \$1,019,340. Prior year's operations resulted in a deficit of \$291,235. Unrestricted net position in the Water Fund totaled \$2,922,179 at December 31, 2021. In the current year, operating revenues increased \$588,041 or 6.68 percent over the prior year, however operating expenses also increased by \$2,370,107, and is directly related to the other post-employment benefits recorded to personnel services expense.

CITY OF COLLINSVILLE, ILLINOIS

Management’s Discussion and Analysis

December 31, 2021

GENERAL FUND BUDGETARY HIGHLIGHTS

The City Council made one budget amendment to the General Fund during the year. General Fund actual revenues for the year totaled \$33,041,787, compared to budgeted revenues of \$25,907,466. Revenues for all functions except fines and forfeitures and interest were higher than budgeted.

General Fund actual expenditures for the year were \$4,947,926 higher than budgeted (\$33,256,809 actual compared to \$28,308,883 budgeted) as public safety, community and economic development, and capital outlay expenditures came in over budget by \$3,353,097, \$709,285, and \$780,806 respectively.

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, 2021 was \$105,968,893 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, land improvements, equipment, vehicles, and infrastructure.

	Capital Assets - Net of Depreciation					
	Governmental		Business-Type		Totals	
	Activities	Activities	Activities	Activities	2021	2020
	2021	2020	2021	2020	2021	2020
Land	\$ 7,447,391	7,442,606	451,329	451,329	7,898,720	7,893,935
Construction in Progress	1,841,665	2,885,740	5,071,352	359,706	6,913,017	3,245,446
Buildings and Improvements	19,232,378	17,700,896	38,576,264	39,781,000	57,808,642	57,481,896
Land Improvements	211,742	222,415	—	—	211,742	222,415
Equipment	3,093,488	3,298,107	263,364	316,610	3,356,852	3,614,717
Vehicles	1,959,513	2,395,799	54,127	122,948	2,013,640	2,518,747
Infrastructure	20,542,592	21,875,844	7,223,688	7,899,207	27,766,280	29,775,051
Totals	54,328,769	55,821,407	51,640,124	48,930,800	105,968,893	104,752,207

CITY OF COLLINSVILLE, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

CAPITAL ASSETS AND DEBT ADMINISTRATION - Continued

Capital Assets - Continued

This year's major additions included:

Land	\$	4,785
Construction in Progress		5,546,762
Buildings and Improvements		1,117,014
Equipment		458,592
Vehicles		104,465
Infrastructure		<u>666,357</u>
		<u><u>7,897,975</u></u>

Additional information on the City's capital assets can be found in Note 3 of this report.

Debt Administration

As of December 31, 2021, the City had total outstanding debt of \$55,374,589 as compared to \$55,144,274 the previous year, an increase of 0.4 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental		Business-Type		Totals	
	Activities	Activities	Activities	Activities	2021	2020
	2021	2020	2021	2020	2021	2020
General Obligation Bonds	\$ 4,620,000	5,480,000	6,290,000	7,410,000	10,910,000	12,890,000
LIST Revenue Bonds	19,150,000	19,415,000	—	—	19,150,000	19,415,000
Notes Payable	2,023,204	2,902,827	—	—	2,023,204	2,902,827
Capital Leases	1,885,181	2,134,493	—	—	1,885,181	2,134,493
IEPA Loans Payable	—	—	21,406,204	17,801,954	21,406,204	17,801,954
	<u>27,678,385</u>	<u>29,932,320</u>	<u>27,696,204</u>	<u>25,211,954</u>	<u>55,374,589</u>	<u>55,144,274</u>

The City maintains an Aa3 rating from Moody's for general obligation debt. This rating has not changed in the past five years.

Additional information on the City's long-term debt can be found in Note 3 of this report.

CITY OF COLLINSVILLE, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The City's elected and appointed officials considered many factors when setting the fiscal year 2021-22 budget, including tax rates and fees that will be charged for its various activities. The state of the economy was a major factor, as the City is faced with a similar economic environment as many other local municipalities are faced with, including inflation, unemployment rates, and the continued effects on residents and businesses due to the global health emergency from COVID-19.

REQUESTS FOR INFORMATION

This financial report is designed to provide citizens, customers, investors, and creditors and for all those with an interest in the government's finances, a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to the City of Collinsville, Chief Financial Officer, 125 South Center Street, Collinsville, IL 62234.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

Government-Wide Financial Statements

Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

CITY OF COLLINSVILLE, ILLINOIS

Statement of Net Position

December 31, 2021

See Following Page

CITY OF COLLINSVILLE, ILLINOIS

**Statement of Net Position
December 31, 2021**

	Primary Government		Totals
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Investments	\$ 16,431,942	4,476,361	20,908,303
Receivables - Net of Allowances	5,847,632	4,696,410	10,544,042
Insurance Deposits	4,763,539	124,737	4,888,276
Due from Other Governments	803,362	—	803,362
Internal Balances	183,259	(183,259)	—
Prepays	91,247	17,693	108,940
Inventories	153,563	176,998	330,561
Total Current Assets	28,274,544	9,308,940	37,583,484
Noncurrent Assets			
Capital Assets			
Nondepreciable	9,289,056	5,522,681	14,811,737
Depreciable	111,260,263	93,658,216	204,918,479
Accumulated Depreciation	(66,220,550)	(47,540,773)	(113,761,323)
Total Capital Assets	54,328,769	51,640,124	105,968,893
Other Assets			
Net Pension Asset - IMRF	3,618,493	1,579,615	5,198,108
Total Noncurrent Assets	57,947,262	53,219,739	111,167,001
Total Assets	86,221,806	62,528,679	148,750,485
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	706,887	308,584	1,015,471
Deferred Items - Police Pension	8,409,320	—	8,409,320
Deferred Items - Firefighter's Pension	9,030,005	—	9,030,005
Deferred Items - RBP	6,595,710	1,023,969	7,619,679
Deferred Items - ARO	—	117,713	117,713
Unamortized Loss on Refunding	238,641	—	238,641
Total Deferred Outflows of Resources	24,980,563	1,450,266	26,430,829
Total Assets and Deferred Outflows of Resources	111,202,369	63,978,945	175,181,314

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

	Primary Government		Totals
	Governmental Activities	Business-Type Activities	
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 1,812,092	2,581,407	4,393,499
Accrued Payroll	458,940	45,787	504,727
Accrued Interest	382,564	40,565	423,129
Retainage Payable	—	300,435	300,435
Customer Deposits	350,516	651,684	1,002,200
Unearned Revenues	48,889	—	48,889
Other Payables	646,567	—	646,567
Current Portion of Long-Term Debt	2,682,789	2,239,107	4,921,896
Total Current Liabilities	6,382,357	5,858,985	12,241,342
Noncurrent Liabilities			
Claims Payable	1,188,079	353,891	1,541,970
Compensated Absences Payable	416,099	187,332	603,431
Net Pension Liability - Police Pension	15,927,763	—	15,927,763
Net Pension Liability - Firefighter's Pension	14,729,723	—	14,729,723
Total OPEB Liability - RBP	19,058,653	2,958,811	22,017,464
General Obligation Bonds Payable - Net	3,863,767	5,771,241	9,635,008
List Revenue Bonds	19,150,000	—	19,150,000
Notes Payable	1,082,023	—	1,082,023
Capital Lease Payable	1,629,179	—	1,629,179
IEPA Loans Payable	—	20,532,851	20,532,851
Asset Retirement Obligation	—	120,000	120,000
Total Noncurrent Liabilities	77,045,286	29,924,126	106,969,412
Total Liabilities	83,427,643	35,783,111	119,210,754
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	3,310,314	—	3,310,314
Grants	1,859,893	—	1,859,893
Deferred Items - IMRF	4,353,165	1,900,328	6,253,493
Deferred Items - Police Pension	12,049,448	—	12,049,448
Deferred Items - Firefighter's Pension	10,164,076	—	10,164,076
Deferred Items - RBP	487,270	75,648	562,918
Total Deferred Inflows of Resources	32,224,166	1,975,976	34,200,142
Total Liabilities and Deferred Inflows of Resources	115,651,809	37,759,087	153,410,896
NET POSITION			
Net Investment in Capital Assets	46,010,258	23,297,679	69,307,937
Restricted			
Forfeiture Funds	509,699	—	509,699
Police Inventory Savings	8,351	—	8,351
Tax Increment Financing	1,373,286	—	1,373,286
Collinsville Crossings	4,266,006	—	4,266,006
Motor Fuel Tax	2,012,115	—	2,012,115
DUI Court Fines	64,520	—	64,520
Police Vehicles	31,466	—	31,466
Business Districts	1,940,825	—	1,940,825
Unrestricted (Deficit)	(60,665,966)	2,922,179	(57,743,787)
Total Net Position	(4,449,440)	26,219,858	21,770,418

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

CITY OF COLLINSVILLE, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2021

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	\$ 6,355,378	686,570	1,270,615	—
Public Safety	15,260,509	1,682,947	—	—
Public Works	5,739,553	107,071	1,002,236	557,789
Health and Sanitation	1,585,434	1,642,134	—	—
Community and Economic Development	4,617,054	211,474	302,424	—
Community Services	2,249,017	1,163,697	—	—
Parks and Recreation	2,731,727	794,775	—	—
Interest on Long-Term Debt	1,373,948	—	—	—
Total Governmental Activities	39,912,620	6,288,668	2,575,275	557,789
Business-Type Activities				
Water and Sewer	10,419,447	9,396,590	—	—
Total Primary Government	50,332,067	15,685,258	2,575,275	557,789

General Revenues

Taxes

Property Tax

Utility Taxes

Hotel and Motel Tax

Road and Bridge Tax

Food and Beverage Tax

Other Taxes

Intergovernmental - Unrestricted

Sales Tax

Home Rule Sales Tax

State Income Tax

Use Taxes

Telecommunication Tax

Gaming Tax

Replacement Tax

Cannabis Tax

Interest Income

Miscellaneous

Change in Net Position

Net Position - Beginning as Restated

Net Position - Ending

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

Net (Expenses), Revenues and Changes in Net Position		
Governmental Activities	Business-Type Activities	Totals
(4,398,193)	—	(4,398,193)
(13,577,562)	—	(13,577,562)
(4,072,457)	—	(4,072,457)
56,700	—	56,700
(4,103,156)	—	(4,103,156)
(1,085,320)	—	(1,085,320)
(1,936,952)	—	(1,936,952)
(1,373,948)	—	(1,373,948)
(30,490,888)	—	(30,490,888)
—	(1,022,857)	(1,022,857)
(30,490,888)	(1,022,857)	(31,513,745)
6,387,789	—	6,387,789
1,271,507	—	1,271,507
1,403,323	—	1,403,323
212,955	—	212,955
838,813	—	838,813
26,004	—	26,004
10,155,700	—	10,155,700
5,592,118	—	5,592,118
3,369,457	—	3,369,457
1,001,708	—	1,001,708
402,699	—	402,699
223,447	—	223,447
632,916	—	632,916
1,348,011	—	1,348,011
6,365	3,517	9,882
855,012	—	855,012
33,727,824	3,517	33,731,341
3,236,936	(1,019,340)	2,217,596
(7,686,376)	27,239,198	19,552,822
(4,449,440)	26,219,858	21,770,418

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

CITY OF COLLINSVILLE, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2021

	<u>General</u>
ASSETS	
Cash and Investments	\$ 4,081,890
Receivables - Net of Allowances	
Taxes	3,339,092
Accounts	1,058,971
Other	294,773
Insurance Deposits	803,362
Due from Other Governments	4,264,268
Due from Other Funds	1,314,082
Prepays	91,247
Inventories	119,594
	<hr/>
Total Assets	<u>15,367,279</u>
LIABILITIES	
Accounts Payable	252,733
Accrued Payroll	458,340
Customer Deposits	350,516
Unearned Revenues	48,889
Due to Other Funds	—
Other Payables	1,882,237
Total Liabilities	<hr/> <u>2,992,715</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	3,239,600
Grants	—
Total Deferred Inflows of Resources	<hr/> <u>3,239,600</u>
Total Liabilities and Deferred Inflows of Resources	<hr/> <u>6,232,315</u>
FUND BALANCES	
Nonspendable	210,841
Restricted	518,050
Committed	—
Assigned	712,515
Unassigned	7,693,558
Total Fund Balances	<hr/> <u>9,134,964</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<hr/> <u>15,367,279</u>

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

Special Revenue				
Tax Increment Financing	Collinsville Crossings	Capital Projects	Nonmajor	Totals
1,409,264	3,972,661	2,093,972	4,874,155	16,431,942
172,350	—	116,362	—	3,627,804
—	—	—	—	1,058,971
9,028	468,003	—	389,053	1,160,857
—	—	—	—	803,362
499,271	—	—	—	4,763,539
—	—	—	—	1,314,082
—	—	—	—	91,247
—	—	—	33,969	153,563
2,089,913	4,440,664	2,210,334	5,297,177	29,405,367
643,375	—	3,402	912,743	1,812,253
—	—	—	600	458,940
—	—	—	—	350,516
—	—	—	—	48,889
—	70,007	966,432	94,223	1,130,662
2,538	104,651	35,000	108,592	2,133,018
645,913	174,658	1,004,834	1,116,158	5,934,278
70,714	—	—	—	3,310,314
—	—	1,859,893	—	1,859,893
70,714	—	1,859,893	—	5,170,207
716,627	174,658	2,864,727	1,116,158	11,104,485
—	—	—	33,969	244,810
1,373,286	4,266,006	—	4,048,926	10,206,268
—	—	—	188,997	188,997
—	—	—	—	712,515
—	—	(654,393)	(90,873)	6,948,292
1,373,286	4,266,006	(654,393)	4,181,019	18,300,882
2,089,913	4,440,664	2,210,334	5,297,177	29,405,367

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

CITY OF COLLINSVILLE, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

December 31, 2021

Total Governmental Fund Balances	\$ 18,300,882
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	54,328,769
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds.	
Net Pension Asset - IMRF	3,618,493
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(3,646,278)
Deferred Items - Police Pension	(3,640,128)
Deferred Items - Firefighter's Pension	(1,134,071)
Deferred Items - RBP	6,108,440
Certain revenues that are deferred in the governmental funds are recognized as revenue in the governmental activities.	1,486,451
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(1,116,705)
Net Pension Liability - Police Pension	(15,927,763)
Net Pension Liability - Firefighter's Pension	(14,729,723)
Total OPEB Liability - RBP	(19,058,653)
Claims Payable	(1,188,079)
General Obligation Bonds Payable	(4,620,000)
List Revenue Bonds Payable	(19,150,000)
Unamortized Bond Premium	(28,767)
Unamortized Loss on Refunding	238,641
Notes Payable	(2,023,204)
Capital Lease Payable	(1,885,181)
Accrued Interest Payable	(382,564)
Net Position of Governmental Activities	<u>(4,449,440)</u>

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

CITY OF COLLINSVILLE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2021**

See Following Page

CITY OF COLLINSVILLE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2021**

	<u>General</u>
Revenues	
Taxes	\$ 5,509,587
Intergovernmental	20,402,849
Licenses and Permits	661,386
Charges for Services	5,458,948
Fines and Forfeitures	142,211
Interest	1,852
Miscellaneous	864,954
Total Revenues	<u>33,041,787</u>
Expenditures	
General Government	7,389,951
Public Safety	13,857,726
Public Works	2,870,575
Health and Sanitation	1,585,434
Community and Economic Development	1,786,580
Community Services	1,620,238
Parks and Recreation	1,978,904
Capital Outlay	1,280,806
Debt Service	
Principal Retirement	830,000
Interest and Fiscal Charges	56,595
Total Expenditures	<u>33,256,809</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(215,022)</u>
Other Financing Sources (Uses)	
Disposal of Capital Assets	15,950
Transfers In	214,991
Transfers Out	—
	<u>230,941</u>
Net Change in Fund Balances	15,919
Fund Balances - Beginning as Restated	<u>9,119,045</u>
Fund Balances - Ending	<u><u>9,134,964</u></u>

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

Special Revenue				
Tax Increment Financing	Collinsville Crossings	Capital Projects	Nonmajor	Totals
3,359,297	—	1,274,236	—	10,143,120
323,219	2,367,841	—	2,692,636	25,786,545
—	—	—	—	661,386
—	—	—	—	5,458,948
—	—	—	26,123	168,334
2,555	913	—	1,045	6,365
(15,167)	—	1,797	3,428	855,012
3,669,904	2,368,754	1,276,033	2,723,232	43,079,710
—	—	22,543	—	7,412,494
—	—	—	—	13,857,726
—	—	—	641,699	3,512,274
—	—	—	—	1,585,434
2,539,266	44,680	—	195,427	4,565,953
—	—	—	—	1,620,238
—	—	—	—	1,978,904
720,679	—	650,477	376,815	3,028,777
403,743	765,000	140,192	115,000	2,253,935
83,424	1,160,415	21,943	4,200	1,326,577
3,747,112	1,970,095	835,155	1,333,141	41,142,312
(77,208)	398,659	440,878	1,390,091	1,937,398
—	—	13,000	—	28,950
—	—	—	—	214,991
—	—	—	(214,991)	(214,991)
—	—	13,000	(214,991)	28,950
(77,208)	398,659	453,878	1,175,100	1,966,348
1,450,494	3,867,347	(1,108,271)	3,005,919	16,334,534
1,373,286	4,266,006	(654,393)	4,181,019	18,300,882

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

CITY OF COLLINSVILLE, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended December 31, 2021**

Net Change in Fund Balances - Total Governmental Funds	\$ 1,966,348
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital Outlays	3,109,198
Depreciation Expense	(4,577,328)
Disposals - Cost	(629,719)
Disposals - Accumulated Depreciation	605,211
An change to a net pension asset is not considered to be an increase in a financial asset in the governmental funds.	
Change in Net Pension Asset - IMRF	3,046,913
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(2,609,381)
Change in Deferred Items - Police Pension	(11,802,345)
Change in Deferred Items - Firefighter's Pension	(11,713,745)
Change in Deferred Items - RBP	(1,632,701)
A change to certain revenues recognized as revenue only in the governmental funds.	69,846
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Change in Compensated Absences	485,768
Change in Net Pension Liability - Police Pension	12,069,866
Change in Net Pension Liability - Firefighter's Pension	10,693,756
Change in Total OPEB Liability - RBP	2,056,082
Change in Claims Payable	(107,397)
Retirement of Debt	2,253,935
Amortization of Bond Premium	7,910
Amortization of Loss on Refunding	(41,545)
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	<u>(13,736)</u>
Changes in Net Position of Governmental Activities	<u><u>3,236,936</u></u>

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

CITY OF COLLINSVILLE, ILLINOIS

Statement of Net Position - Proprietary Fund

December 31, 2021

See Following Page

CITY OF COLLINSVILLE, ILLINOIS

Statement of Net Position - Proprietary Fund

December 31, 2021

	<u>Water and Sewer</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 4,476,361
Receivables - Net of Allowances	
Accounts	2,004,062
Other	2,692,348
Insurance Deposits	124,737
Prepays	17,693
Inventories	176,998
Total Current Assets	<u>9,492,199</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	5,522,681
Depreciable	93,658,216
Accumulated Depreciation	<u>(47,540,773)</u>
Total Capital Assets	51,640,124
Other Assets	
Net Pension Asset - IMRF	<u>1,579,615</u>
Total Noncurrent Assets	<u>53,219,739</u>
Total Assets	<u>62,711,938</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	308,584
Deferred Items - RBP	1,023,969
Deferred Items - ARO	117,713
Total Deferred Outflows of Resources	<u>1,450,266</u>
Total Assets and Deferred Outflows of Resources	<u>64,162,204</u>

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

Water
and Sewer

LIABILITIES

Current Liabilities	
Accounts Payable	\$ 2,581,407
Accrued Payroll	45,787
Accrued Interest	40,565
Retainage Payable	300,435
Deposits Payable	651,684
Due to Other Funds	183,259
Current Portion of Long-Term Debt	2,239,107
Total Current Liabilities	<u>6,042,244</u>
Noncurrent Liabilities	
Claims Payable	353,891
Compensated Absences Payable	187,332
Total OPEB Liability - RBP	2,958,811
General Obligation Bonds Payable - Net	5,771,241
IEPA Loans Payable	20,532,851
Asset Retirement Obligation	120,000
Total Noncurrent Liabilities	<u>29,924,126</u>
Total Liabilities	<u>35,966,370</u>

DEFERRED INFLOWS OF RESOURCES

Deferred Items - IMRF	1,900,328
Deferred Items - RBP	75,648
Total Deferred Inflows of Resources	<u>1,975,976</u>
Total Liabilities and Deferred Inflows of Resources	<u>37,942,346</u>

NET POSITION

Investment in Capital Assets	23,297,679
Unrestricted	<u>2,922,179</u>
Total Net Position	<u><u>26,219,858</u></u>

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

CITY OF COLLINSVILLE, ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund
For the Fiscal Year Ended December 31, 2021

	Water and Sewer
Operating Revenues	
Charges for Services	\$ 9,143,418
Fees	183,372
Other	69,800
Total Operating Revenues	<u>9,396,590</u>
Operating Expenses	
Operations	
Personnel Services	5,466,446
Contractual Services	1,343,286
Commodities	994,818
Maintenance	206,263
Depreciation and Amortization	1,836,462
Total Operating Expenses	<u>9,847,275</u>
Operating (Loss)	<u>(450,685)</u>
Nonoperating Revenues (Expenses)	
Investment Income	3,517
Interest Expense	(572,172)
	<u>(568,655)</u>
Change in Net Position	(1,019,340)
Net Position - Beginning as Restated	<u>27,239,198</u>
Net Position - Ending	<u><u>26,219,858</u></u>

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

CITY OF COLLINSVILLE, ILLINOIS

**Statement of Cash Flows - Proprietary Fund
For the Fiscal Year Ended December 31, 2021**

	<u>Water and Sewer</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 4,428,940
Payments to Employees	(5,466,446)
Payments to Suppliers	3,925,639
	<u>2,888,133</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(4,788,777)
Issuance of Debt	4,432,549
Retirement of Debt	(1,948,299)
	<u>(2,304,527)</u>
Cash Flows from Investing Activities	
Investment Income	3,517
Interest Expense	(572,172)
	<u>(568,655)</u>
Net Change in Cash and Cash Equivalents	14,951
Cash and Cash Equivalents - Beginning	<u>4,461,410</u>
Cash and Cash Equivalents - Ending	<u><u>4,476,361</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating (Loss)	(450,685)
Adjustments to Reconcile Operating Income to Net Income to Net Cash	
Provided by (Used in) Operating Activities	
Depreciation and Amortization Expense	1,836,462
(Increase) Decrease in Current Assets	(4,967,650)
Increase (Decrease) in Current Liabilities	6,470,006
	<u>2,888,133</u>
Net Cash Provided by Operating Activities	<u><u>2,888,133</u></u>

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

CITY OF COLLINSVILLE, ILLINOIS

Statement of Fiduciary Net Position

December 31, 2021

	<u>Pension Trusts</u>
ASSETS	
Cash and Cash Equivalents	\$ 4,410,315
Investments	
U.S. Treasury Securities	7,191,870
U.S. Agency Securities	2,225,494
Corporate Bonds	7,782,584
Municipal Bonds	337,027
Mutual Funds	26,351,676
Common Stock	13,392,086
Receivables - Net of Allowances	
Accrued Interest	<u>103,628</u>
Total Assets	<u>61,794,680</u>
LIABILITIES	
Accounts Payable	10,034
Due to Other Funds	<u>161</u>
Total Liabilities	<u>10,195</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>61,784,485</u></u>

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

CITY OF COLLINSVILLE, ILLINOIS

Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2021

	Pension Trusts
	<u> </u>
Additions	
Contributions - Employer	\$ 2,976,892
Contributions - Plan Members	688,009
Total Contributions	<u>3,664,901</u>
Investment Income	
Interest Earned	1,868,140
Net Change in Fair Value	5,742,342
	<u>7,610,482</u>
Less Investment Expenses	(133,490)
Net Investment Income	<u>7,476,992</u>
Total Additions	<u>11,141,893</u>
Deductions	
Administration	35,579
Benefits and Refunds	4,234,434
Total Deductions	<u>4,270,013</u>
Change in Fiduciary Net Position	6,871,880
Net Position - Beginning	<u>54,912,605</u>
Net Position - Ending	<u>61,784,485</u>

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

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - 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, public works, health and sanitation, community and economic development, community services, and water and sewer. The City Manager and council members exercise over-sight responsibility for all these governmental services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the City's accounting policies established in GAAP and used by the City are described below.

REPORTING ENTITY

The City's financial reporting entity comprises the following:

Primary Government:	City of Collinsville
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In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the City. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

The City's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. The pension board is comprised of two members elected from active participants of the fund, one elected pension beneficiary of the fund and two members appointed by the City Mayor, with the advice and consent of the Board of Trustees. The participants are required to contribute a percentage of salary as established by Illinois statute and the City is obligated to fund all remaining PPERS costs based upon actuarial valuations. 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. Although it is legally separate from the City, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

Firefighters' Pension Employees Retirement System

The City's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of those employees and is governed by a five-member pension board, with two members appointed by the City Mayor, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining FPERS costs based upon actuarial valuations. 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. Although it is legally separate from the City, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City's sworn firefighters. The FPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the FPERS.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PRESENTATION

Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The City's general government, public safety, public works, health and sanitation, community and economic development, community services, and parks and recreation are classified as governmental activities. The City's water and sewer services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The City's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The City first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, public safety, public works, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (general government, public safety, public works, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, home rule sales tax, intergovernmental revenues, interest income, etc.).

The City does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The City electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is a primary operating fund of the City or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the City:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the City:

General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City maintains two major special revenue funds. The Tax Increment Financing Fund is used to account for incremental taxes, other revenues, and all expenditures related to the tax increment financing areas. The Collinsville Crossings Fund is used to account for sales taxes that are restricted to pay debt service costs of the related economic development area. Additionally, the City maintains eight non-major special revenue funds.

Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The City maintains one non-major debt service fund.

Capital Projects Fund is used to account for all financial resources used for the acquisition or construction of major capital facilities, equipment, and capital asset replacement (other than those financed by business-type/proprietary funds).

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the City.

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Water and Sewer Fund, a major fund, accounts for the operations of the City's water and sewer department.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support City programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's Fire Department.

The City's fiduciary funds are presented in the fiduciary fund financial statements.. Since by definition these assets are being held for the benefit of a third party (pension participants and others) and cannot be used to address activities or obligations of the City, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Measurement Focus - Continued

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of the “economic resources” measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The City recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues, except for sales taxes and utility taxes which use a ninety-day period. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary and pension trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report charges for services as their major receivables.

Prepays/Inventories

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated acquisition value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

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

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Compensated Absences

The City accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

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 effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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.

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted - All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets."

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

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 (department) level.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

BUDGETARY INFORMATION - Continued

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 \$2,976,892 for the year ended December 31, 2021. 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.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget for the fiscal year:

Fund	Excess
General	\$ 4,947,926
Tax Increment Financing	1,486,558
Collinsville Crossings	16,400
Motor Fuel Tax	309,790
Water and Sewer	3,917,346

DEFICIT FUND BALANCE

The following funds had deficit fund balance as of the date of this report:

Fund	Deficit
Capital Projects	\$ 654,393
Collins House	538
Fournie Lane Business District	90,335

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the City's funds. The deposits and investments of the pension trust fund are held separately from those of other funds.

Permitted Deposits and Investments - Illinois Statutes authorizes the City to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds, and Illinois Metropolitan Investment Fund.

The deposits and investments of the Pension Fund are held separately from those of other City funds. Illinois Statutes authorizes the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase.

Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

City - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk

Deposits. At year-end, the carrying amount of the City's deposits for governmental and business-type totaled \$6,757,796 and the bank balances totaled \$5,637,715. In addition, the City has \$12,817,549 invested in the Illinois Funds and \$1,332,958 invested in IMET, both of which have average maturities of less than one year and are measured at net asset value per share as determined by the pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the City limits its exposure to 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. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City limits its exposure by managing for preservation of principal and by diversifying the portfolio, to the extent necessary, in order to minimize potential losses on individual securities. At year-end, the City's investments in Illinois Funds were rated AAAM and IMET were rated AAAf by Standard & Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy 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 the City's cash not insured by FDIC. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, 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. 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. This is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City minimizes concentration risk by diversifying the investment portfolio and must disclose investments in any one issuer that represents 5% or more of total investments. At year-end, the City does not have any investments over 5 percent of cash and investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$3,243,393 and the bank balances totaled \$3,248,102.

Investments. The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2021:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Securities	\$ 1,780,274	498,455	1,238,554	43,265	—
U.S. Agency Securities	1,865,762	20,002	114,435	445,907	1,285,418
Corporate Bonds	5,568,259	663,976	2,464,426	2,269,880	169,977
Municipal Bonds	337,027	85,000	—	113,087	138,940
Totals	9,551,322	1,267,433	3,817,415	2,872,139	1,455,395

The Fund has the following recurring fair value measurements as of December 31, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasury Obligations	\$ 1,780,274	1,780,274	—	—
U.S. Agency Obligations	1,865,762	—	1,865,762	—
Corporate Bonds	5,568,259	—	5,568,259	—
Municipal Bonds	337,027	—	337,027	—
Equity Securities				
Mutual Fund	8,883,796	8,883,796	—	—
Common Stock	13,392,086	13,392,086	—	—
Total Investments Measured at Fair Value	31,827,204	24,056,156	7,771,048	—

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

Investments - Continued. Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. In accordance with the Fund's investment policy, the Fund limits its exposure to 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. The Fund helps limit its exposure to credit risk by primarily investing in obligations guaranteed by the United States Government and securities issued by managing for preservation of principal and by diversifying the portfolio, to the extent necessary, in order to minimize potential losses on individual securities. At year-end, the Fund's investments in U.S. agency securities are not rated, corporate bonds are rated Baa3 to Aaa, and municipal bonds are rated Baa2 to Aa1. All of the listed investments are rated by Moody's.

Custodial Credit Risk. The Fund's investment policy requires 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 the City's cash not insured by FDIC. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For investments, the Fund'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 of Credit Risk. he Fund minimizes concentration risk by diversifying the investment portfolio and must disclose investments in any one issuer that represents 5% or more of total plan net position. In addition to the securities and fair values listed above, the Fund also has \$8,883,796 invested in mutual funds and \$13,392,086 in common stock. At year-end, the Fund does not have any investments over 5 percent of plan net position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

Concentration of Credit Risk - Continued. The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	40%	2.0%
U.S. Large Cap Equity Funds	30%	5.8%
U.S. Small Cap Equity Funds	10%	6.9%
International Equity	20%	4.9%
Cash and Cash Equivalents	0%	0.0%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in June 2020 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2021 are listed in the table above.

Police Pension Fund - Rate of Return

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.10%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$1,166,922 and the bank balances totaled \$1,157,023.

Investments. The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2021:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Securities	\$ 5,411,596	—	4,088,096	1,323,500	—
U.S. Agency Securities	359,732	—	—	60,363	299,369
Corporate Bonds	2,214,325	50,506	1,075,492	1,073,134	15,193
Totals	7,985,653	50,506	5,163,588	2,456,997	314,562

The Fund has the following recurring fair value measurements as of December 31, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasury Obligations	\$ 5,411,596	5,411,596	—	—
U.S. Agency Obligations	359,732	—	359,732	—
Corporate Bonds	2,214,325	—	2,214,325	—
Equity Securities				
Mutual Fund	17,467,880	17,467,880	—	—
Total Investments Measured at Fair Value	25,453,533	22,879,476	2,574,057	—

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

Interest Rate Risk. In accordance with the Fund's investment policy, the Fund limits its exposure to 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. The Fund helps limit its exposure to credit risk by primarily investing in obligations guaranteed by the United States Government and securities issued by managing for preservation of principal and by diversifying the portfolio, to the extent necessary, in order to minimize potential losses on individual securities. At year-end, the Fund's investments in U.S. agency securities are rated AAA, corporate bonds are rated Baa3 to Aaa, and Illinois Funds are rated AAA. All of the listed investments are rated by Standard & Poor's.

Custodial Credit Risk. The Fund's investment policy 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 the City's cash not insured by FDIC. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For investments, the Fund'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 Risk. The Fund minimizes concentration risk by diversifying the investment portfolio and must disclose investments in any one issuer that represents 5% or more of total plan net position. In addition to the securities and fair values listed above, the Fund also has \$17,467,880 invested in mutual funds. At year-end, the Fund does not have any investments over 5 percent of plan net position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	37%	0.20% - 1.50%
U.S. Equity Funds	34%	4.45% - 6.50%
International Equity	18%	4.45% - 7.45%
Emerging Markets	8%	7.5%
Real Estate	3%	3.9%
Cash and Cash Equivalents	0%	0.0%

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

Concentration of Risk - Continued. Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in June 2020 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2021 are listed in the table above.

Firefighters' Pension Fund - Rate of Return

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.42%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

INTERFUND BALANCES

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made or advances in anticipation of receipts to cover temporary cash shortages. The composition of interfund balances are as follows:

Receivable Fund	Payable Fund	Amount
General	Collinsville Crossings	\$ 70,007
General	Capital Projects	966,432
General	Nonmajor Governmental	94,223
General	Water and Sewer	183,259
General	Firefighter's Pension	161
		<u>1,314,082</u>

INTERFUND TRANSFERS

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Nonmajor Governmental	\$ 214,991

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Restated Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 7,442,606	4,785	—	7,447,391
Construction in Progress	2,885,740	835,116	1,879,191	1,841,665
	<u>10,328,346</u>	<u>839,901</u>	<u>1,879,191</u>	<u>9,289,056</u>
Depreciable Capital Assets				
Buildings and Improvements	34,232,810	2,946,205	—	37,179,015
Land Improvements	1,002,578	—	—	1,002,578
Equipment	10,062,504	458,592	530,856	9,990,240
Vehicles	6,114,745	104,465	98,863	6,120,347
Infrastructure	56,328,857	639,226	—	56,968,083
	<u>107,741,494</u>	<u>4,148,488</u>	<u>629,719</u>	<u>111,260,263</u>
Less Accumulated Depreciation				
Buildings and Improvements	16,531,914	1,414,723	—	17,946,637
Land Improvements	780,163	10,673	—	790,836
Equipment	6,764,397	652,497	520,142	6,896,752
Vehicles	3,718,946	526,957	85,069	4,160,834
Infrastructure	34,453,013	1,972,478	—	36,425,491
	<u>62,248,433</u>	<u>4,577,328</u>	<u>605,211</u>	<u>66,220,550</u>
Total Net Depreciable Capital Assets	<u>45,493,061</u>	<u>(428,840)</u>	<u>24,508</u>	<u>45,039,713</u>
Total Net Capital Assets	<u>55,821,407</u>	<u>411,061</u>	<u>1,903,699</u>	<u>54,328,769</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 186,610
Public Safety	730,736
Public Works	2,227,279
Community and Economic Development	51,101
Community Services	628,779
Parks and Recreation	752,823
	<u>4,577,328</u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 451,329	—	—	451,329
Construction in Progress	359,706	4,711,646	—	5,071,352
	<u>811,035</u>	<u>4,711,646</u>	<u>—</u>	<u>5,522,681</u>
Depreciable Capital Assets				
Buildings and Improvements	55,448,904	50,000	—	55,498,904
Equipment	3,258,681	—	—	3,258,681
Vehicles	1,282,779	—	—	1,282,779
Infrastructure	33,590,721	27,131	—	33,617,852
	<u>93,581,085</u>	<u>77,131</u>	<u>—</u>	<u>93,658,216</u>
Less Accumulated Depreciation				
Buildings and Improvements	15,667,904	1,254,736	—	16,922,640
Equipment	2,942,071	53,246	—	2,995,317
Vehicles	1,159,831	68,821	—	1,228,652
Infrastructure	25,691,514	702,650	—	26,394,164
	<u>45,461,320</u>	<u>2,079,453</u>	<u>—</u>	<u>47,540,773</u>
Total Net Depreciable Capital Assets	<u>48,119,765</u>	<u>(2,002,322)</u>	<u>—</u>	<u>46,117,443</u>
Total Net Capital Assets	<u>48,930,800</u>	<u>2,709,324</u>	<u>—</u>	<u>51,640,124</u>

Depreciation expense was charged to business-type activities as follows:

Water and Sewer	<u>\$ 2,079,453</u>
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PROPERTY TAXES

Property taxes for 2021 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Madison County and are payable in four installments, usually beginning in June. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2014, due in annual installments of \$35,000 to \$650,000 plus interest at 2.00% to 4.00% through December 15, 2027.	Collinsville Crossings	\$ 3,975,000	—	500,000	3,475,000
General Obligation Refunding Bonds of 2017A, due in annual installments of \$100,000 to \$115,000 plus interest at 3.00% through December 15, 2021.	Fournie Lane Business District	115,000	—	115,000	—
General Obligation Refunding Bonds of 2017B, due in annual installments of \$35,000 to \$260,000 plus interest at 2.00% to 3.40% through December 15, 2028.	Tax Increment Financing	1,390,000	—	245,000	1,145,000
General Obligation Refunding Bonds of 2020, due in annual installments of \$1,120,000 to \$1,355,000 plus interest at 4.00% through December 15, 2026.	Water and Sewer	7,410,000	—	1,120,000	6,290,000
		<u>12,890,000</u>	<u>—</u>	<u>1,980,000</u>	<u>10,910,000</u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

LIST Revenue Bonds

The City issues bonds for which the City pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Limited Incremental Sales Tax Revenue Bonds of 2007. Final repayment schedule is not available at the time of the issuance of this report.	Collinsville Crossing	\$ 19,415,000	—	265,000	19,150,000

Notes Payable

The City enters into notes payable to provide funds for acquisition of capital assets. Notes payable have been issued for the governmental activities. Notes payable are direct obligations and pledge the full faith and credit of the City. Notes payable currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Note Payable of 2015A, due in annual installments of \$327,455 to \$442,403 plus interest at 2.69% through January 1, 2023.	General	\$ 1,257,848	—	400,000	857,848
Note Payable of 2015B, due in annual installments of \$338,867 to \$481,229 plus interest at 2.69% through January 1, 2023.	General	1,266,941	—	430,000	836,941
Note Payable of 2017 used to purchase a fire vehicle. Due in annual installments of \$59,265 including interest at 2.65% through December 12, 2027.	Capital Projects	378,038	—	49,623	328,415
		<u>2,902,827</u>	<u>—</u>	<u>879,623</u>	<u>2,023,204</u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

IEPA Loans Payable

The City has entered into loan agreements with the IEPA to provide low interest financing for waterworks and sewerage improvements. Final repayment schedule for the IEPA Loan of 2021 is not available as of the date of this report. IEPA loans currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Illinois Environmental Protection Agency (IEPA) Loan Payable of 2017, due in annual installments of \$1,148,155 including interest at 1.64% through November 23, 2038.	Water and Sewer	\$ 17,801,954	—	828,299	16,973,655
Illinois Environmental Protection Agency (IEPA) Loan Payable of 2021, due in annual installments including interest at 1.11% through July 22, 2042.	Water and Sewer	—	4,432,549	—	4,432,549
		17,801,954	4,432,549	828,299	21,406,204

Asset Retirement Obligation

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 and demolition of the City's water towers and stand pipes at the end of their estimated useful lives in accordance with federal, state, and/or local 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 9 to 99 years.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Capital Leases

The City has entered into two separate lease agreements as lessee for financing the acquisition of a fire truck and improvements on the aquatic park. Capital assets of \$900,233 and \$1,754,300 have been added to the vehicles and buildings and improvements, respectively. These lease agreements qualify as capital leases for accounting purposes and; therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. The capital leases are being paid out of the Capital Projects and Tax Incremental Financing Funds. The future minimum lease payments and the net present value of these minimum lease payments are as follows:

Fiscal Year	Lease Payment
2022	\$ 302,869
2023	302,869
2024	302,869
2025	302,869
2026	217,654
2027	199,789
2028	199,789
2029	199,789
2030	49,952
	<u>2,078,449</u>
Interest Portion	<u>(193,268)</u>
Principal Balance	<u><u>1,885,181</u></u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 1,602,473	915,248	1,401,016	1,116,705	700,606
Net Pension Liability - Police Pension	27,997,629	—	12,069,866	15,927,763	—
Net Pension Liability - Firefighters' Pension	25,423,479	—	10,693,756	14,729,723	—
Total OPEB Liability - RBP	21,114,735	—	2,056,082	19,058,653	—
Claims Payable	1,080,682	107,397	—	1,188,079	—
General Obligation Bonds	5,480,000	—	860,000	4,620,000	785,000
Plus: Unamortized Premium	36,677	—	7,910	28,767	—
LIST Revenue Bonds	19,415,000	—	265,000	19,150,000	—
Notes Payable	2,902,827	—	879,623	2,023,204	941,181
Capital Lease	2,134,493	—	249,312	1,885,181	256,002
	<u>107,187,995</u>	<u>1,022,645</u>	<u>28,482,565</u>	<u>79,728,075</u>	<u>2,682,789</u>
Business-Type Activities					
Compensated Absences	449,008	151,287	212,209	388,086	200,754
Total OPEB Liability - RBP	55,171	2,903,640	—	2,958,811	—
Claims Payable	433,619	—	79,728	353,891	—
General Obligation Bonds	7,410,000	—	1,120,000	6,290,000	1,165,000
Plus: Unamortized Premium	891,519	—	245,278	646,241	—
IEPA Loans Payable	17,801,954	4,432,549	828,299	21,406,204	873,353
Asset Retirement Obligation	120,000	—	—	120,000	—
	<u>27,161,271</u>	<u>7,487,476</u>	<u>2,485,514</u>	<u>32,163,233</u>	<u>2,239,107</u>

For the governmental activities, payments on the compensated absences, the net pension liabilities, the total OPEB liability, and claims payable are made by the General Fund. Payments on general obligation bonds are liquidated by the Tax Increment Financing, Collinsville Crossings, and Fournie Lane Business District Funds. Payments on the LIST revenue bonds are made by the Collinsville Crossings Fund. Payments on the notes payable are made by the General and Capital Projects Fund. Capital leases are liquidated by the Capital Projects and Tax Increment Financing Funds.

Additionally, for business-type activities, the compensated absences, net pension liabilities, total OPEB liability, claims payable, general obligation bonds, IEPA loans, and asset retirement obligation are liquidated by the Water and the Sewer Fund.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities				Business-Type Activities			
	General Obligation Bonds		Notes Payable		General Obligation Bonds		IEPA Loans*	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 785,000	169,350	941,181	41,641	1,165,000	251,600	873,353	274,802
2023	675,000	143,825	857,343	17,515	1,205,000	205,000	887,735	260,420
2024	685,000	120,470	53,948	5,317	1,260,000	156,800	902,354	245,801
2025	725,000	94,370	55,411	3,854	1,305,000	106,400	917,213	230,942
2026	785,000	66,720	56,897	2,368	1,355,000	27,098	932,317	215,838
2027	800,000	36,560	58,424	841	—	—	947,669	200,486
2028	165,000	5,610	—	—	—	—	963,275	184,880
2029	—	—	—	—	—	—	979,137	169,018
2030	—	—	—	—	—	—	995,261	152,894
2031	—	—	—	—	—	—	1,011,650	136,505
2032	—	—	—	—	—	—	1,028,309	119,846
2033	—	—	—	—	—	—	1,045,243	102,912
2034	—	—	—	—	—	—	1,062,455	85,700
2035	—	—	—	—	—	—	1,079,951	68,204
2036	—	—	—	—	—	—	1,097,735	50,420
2037	—	—	—	—	—	—	1,115,811	32,344
2038	—	—	—	—	—	—	1,134,187	13,968
Totals	4,620,000	636,905	2,023,204	71,536	6,290,000	746,898	16,973,655	2,544,980

* IEPA Loan of 2021 is not included due to final repayment schedule not being available.

Legal Debt Margin

Article VII, Section 6(k) of the 1970 Illinois Constitution governs the computation of legal debt margin. “The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property... (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum... shall not be included in the foregoing percentage amounts.” To date the Illinois General Assembly has set no limits for home rule municipalities. The City is a home rule municipality.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 54,328,769
Plus: Unamortized Loss on Refunding	238,641
Less Capital Related Debt:	
General Obligation Bonds	(4,620,000)
Loans Payable	(2,023,204)
Capital Lease	(1,885,181)
Unamortized Premium	<u>(28,767)</u>
Net Investment in Capital Assets	<u>46,010,258</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	51,640,124
Less Capital Related Debt:	
General Obligation Bonds	(6,290,000)
IEPA Loans	(21,406,204)
Unamortized Premium	<u>(646,241)</u>
Net Investment in Capital Assets	<u>23,297,679</u>

FUND BALANCE CLASSIFICATIONS

In the governmental funds financial statements, the City considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The City first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Assigned Fund Balance. Consists of amounts that are constrained by the City Council’ intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the City Council itself or b) a body or official to which the City Council has delegated the authority to assign amounts to be used for specific purposes. The City’s highest level of decision-making authority is the City Council, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The City’s fund balance policy states the unassigned fund balance of the General Fund should be at least 15% of estimated annual revenues.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Special Revenue			Nonmajor	Totals
		Tax Increment Financing	Collinsville Crossings	Capital Projects		
Fund Balances						
Nonspendable						
Prepays	\$ 91,247	—	—	—	—	91,247
Inventories	119,594	—	—	—	33,969	153,563
	<u>210,841</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>33,969</u>	<u>244,810</u>
Restricted						
Forfeiture Funds	509,699	—	—	—	—	509,699
Police Inventory Savings	8,351	—	—	—	—	8,351
Tax Increment Financing	—	1,373,286	—	—	—	1,373,286
Collinsville Crossings	—	—	4,266,006	—	—	4,266,006
Motor Fuel Tax	—	—	—	—	2,012,115	2,012,115
DUI Court Fines	—	—	—	—	64,520	64,520
Police Vehicles	—	—	—	—	31,466	31,466
Business Districts	—	—	—	—	1,940,825	1,940,825
	<u>518,050</u>	<u>1,373,286</u>	<u>4,266,006</u>	<u>—</u>	<u>4,048,926</u>	<u>10,206,268</u>
Committed						
Tree Memorial	—	—	—	—	4,370	4,370
Collinsville Animal Shelter	—	—	—	—	184,627	184,627
	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>188,997</u>	<u>188,997</u>
Assigned						
Subsequent Year's Budget	712,515	—	—	—	—	712,515
Unassigned	7,693,558	—	—	(654,393)	(90,873)	6,948,292
Total Fund Balances	<u>9,134,964</u>	<u>1,373,286</u>	<u>4,266,006</u>	<u>(654,393)</u>	<u>4,181,019</u>	<u>18,300,882</u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION/FUND BALANCE RESTATEMENTS

Beginning net position/fund balances were restated due to the errors in reporting of capital assets, police and firefighters' pension deferred items, deferred revenues, and IPBC terminal reserves. The following is a summary of the net position as originally reported and as restated:

<u>Net Position/Fund Balance</u>	<u>As Reported</u>	<u>As Restated</u>	<u>Increases (Decreases)</u>
Governmental Activities	\$ (22,283,149)	(7,686,376)	14,596,773
Business-Type Activities	27,251,684	27,239,198	(12,486)
General	8,690,505	9,119,045	428,540
Water and Sewer	27,251,684	27,239,198	(12,486)

NOTE 4 - OTHER INFORMATION

ECONOMIC INCENTIVES

The City of Collinsville has entered into various tax rebate agreements with local developers and corporations under municipal code. Under these agreements, the Town rebates a portion of sales and TIF-relate taxes. For the fiscal year ended December 31, 2021, the City rebated a total of \$2,501,653 in taxes under these agreements.

RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the City's employees. The City has purchased private insurance for medical, dental, and other employee benefits. 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 significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount of claims that have been incurred but not reported (IBNR). Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and social factors. Changes in the balances of claims liabilities are as follows:

	<u>2021</u>	<u>2020</u>
Claims Payable - Beginning	\$ 1,514,301	974,180
Incurred Claims	880,490	990,755
Claims Paid	<u>(852,821)</u>	<u>(450,634)</u>
Claims Payable - Ending	<u>1,541,970</u>	<u>1,514,301</u>

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT - Continued

Intergovernmental Personnel Benefit Cooperative (IPBC)

Risks for medical and death benefits for employees and retirees are provided for through the City's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The City pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

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:

- Reduce or eliminate those conditions which qualify the areas as a "conservation area".
- Prevent the recurrence of those conditions.
- Enhance the tax base of the City and the other taxing districts which extend into the project area.
- Preserve and enhance the value of properties adjacent to the project area.
- Encourage private investment, rehabilitation, and redevelopment in the project area.
- Provide necessary incentives to attract quality new commercial activities in the project area that are compatible with the land use of the City.
- 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:

- The real estate property taxes derived from any increment in property tax valuation from an established base period.
- The sales use and service tax increment, which generally is a state formula computation of the annual state sales within the TIF District compared to the base period.
- 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.

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

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION

TAX INCREMENT FINANCING DISTRICTS - Continued

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 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 I-255 and I55/70 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, 2021, total revenues in the Tax Increment Financing Fund amounted to \$3,380,092 and principal and interest payment amounted to \$487,167.

FEDERAL DRUG FORFEITURE

During the year, the City received \$26,831 in federal drug forfeiture revenue and from those funds expended \$30,557 for a balance of \$355,001 at December 31, 2021. 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.

CONTINGENT LIABILITIES

Litigation

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Grants

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.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION

CONTINGENT LIABILITIES - Continued

Financial Impact from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the City's operations and financial position cannot be determined.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The City contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, and the Police Pension Plan, which is a single-employer pension plan. Publicly available financial reports that include financial statements and required supplementary information (RSI) for the Police Pension Plan may be obtained by writing to the City at 125 South Center Street, Collinsville, IL 62234. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amounts recognized for the pension plans are:

	Pension Expense	Net Pension Liability/ (Asset)	Deferred Outflows of Resources	Deferred Inflows of Resources
Illinois Municipal Retirement	\$ 153,081	(5,198,108)	1,015,471	6,253,493
Police Pension	1,430,472	15,927,763	8,409,320	12,049,448
Firefighters' Pension	2,298,888	14,729,723	9,030,005	10,164,076
	<u>2,036,775</u>	<u>14,373,782</u>	<u>3,792,005</u>	<u>2,290,135</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police and Firefighters' Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

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).

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% 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 consecutive 48 months within the last 10 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 entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% 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 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership. As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	80
Inactive Plan Members Entitled to but not yet Receiving Benefits	52
Active Plan Members	<u>135</u>
Total	<u><u>267</u></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. For the year-ended December 31, 2021, the City's contribution was 9.15% of covered payroll.

Net Pension (Asset). The City's net pension (asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.25%
Inflation	2.25%

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.

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. 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:

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	2.00%
Domestic Equities	39.00%	4.50%
International Equities	15.00%	5.75%
Real Estate	10.00%	5.90%
Blended	10.00%	4.30% - 8.10%
Cash and Cash Equivalents	1.00%	1.70%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension (asset) to changes in the discount rate. The table below presents the net pension (asset) of the City calculated using the discount rate as well as what the City's net pension (asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
Net Pension (Asset)	\$ (846,826)	(5,198,108)	(8,623,381)

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2020	\$ 36,279,561	37,112,578	(833,017)
Changes for the Year:			
Service Cost	789,393	—	789,393
Interest on the Total Pension Liability	2,596,277	—	2,596,277
Difference Between Expected and Actual Experience of the Total Pension Liability	(1,543,930)	—	(1,543,930)
Changes of Assumptions	—	—	—
Contributions - Employer	—	791,317	(791,317)
Contributions - Employees	—	389,172	(389,172)
Net Investment Income	—	6,258,215	(6,258,215)
Benefit Payments, Including Refunds of Employee Contributions	(1,727,088)	(1,727,088)	—
Other (Net Transfer)	—	(1,231,873)	1,231,873
Net Changes	114,652	4,479,743	(4,365,091)
Balances at December 31, 2021	36,394,213	41,592,321	(5,198,108)

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended December 31, 2021, the City recognized pension expense of \$153,081. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Totals
Difference Between Expected and Actual Experience	\$ 867,996	(1,274,215)	(406,219)
Change in Assumptions	147,475	(199,567)	(52,092)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(4,779,711)	(4,779,711)
Total Deferred Amounts Related to IMRF	<u>1,015,471</u>	<u>(6,253,493)</u>	<u>(5,238,022)</u>

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (879,353)
2023	(1,868,887)
2024	(1,330,390)
2025	(964,037)
2026	(195,355)
Thereafter	<u>—</u>
Totals	<u>(5,238,022)</u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the City Mayor, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At December 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	44
Inactive Plan Members Entitled to but not yet Receiving Benefits	5
Active Plan Members	<u>43</u>
Total	<u><u>92</u></u>

Benefits Provided. The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2021, the City's contribution was 46.92% of covered payroll.

Concentrations. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.75%
Salary Increases	Service Based
Cost of Living Adjustments	3.00%
Inflation	2.50%

Mortality rates were based on the PubS-2010 Employee mortality, projected 5 years past the valuation date with scale MP-2020.

Discount Rate

The discount rate used to measure the total pension liability was 6.75%, compared to last year's discount rate of 5.59%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 23,493,369	15,927,763	9,787,475

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2020	\$ 59,438,655	31,441,026	27,997,629
Changes for the Year:			
Service Cost	1,210,710	—	1,210,710
Interest on the Total Pension Liability	3,324,334	—	3,324,334
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(1,689,693)	—	(1,689,693)
Changes of Assumptions	(8,933,660)	—	(8,933,660)
Contributions - Employer	—	1,697,993	(1,697,993)
Contributions - Employees	—	358,609	(358,609)
Net Investment Income	—	3,946,231	(3,946,231)
Benefit Payments, Including Refunds of Employee Contributions	(2,304,257)	(2,304,257)	—
Other (Net Transfer)	—	(21,276)	21,276
Net Changes	(8,392,566)	3,677,300	(12,069,866)
Balances at December 31, 2021	51,046,089	35,118,326	15,927,763

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the year ended December 31, 2021, the City recognized pension expense of \$1,430,472. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 1,820,024	(1,697,085)	122,939
Change in Assumptions	6,589,296	(7,543,331)	(954,035)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	—	(2,809,032)	(2,809,032)
 Total Deferred Amounts Related to Police Pension	 <u>8,409,320</u>	 <u>(12,049,448)</u>	 <u>(3,640,128)</u>

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (275,096)
2023	(821,424)
2024	(573,304)
2025	(199,745)
2026	(1,770,559)
Thereafter	<u>—</u>
Total	<u><u>(3,640,128)</u></u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

Plan Administration. The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the City President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At December 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	36
Inactive Plan Members Entitled to but not yet Receiving Benefits	1
Active Plan Members	<u>37</u>
Total	<u><u>74</u></u>

Benefits Provided. The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes.

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2014, the City's contribution was 36.71% of covered payroll.

Concentrations. At year end, the Pension Plan has investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits as follows:

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.75%
Salary Increases	Service Based
Cost of Living Adjustments	3.00%
Inflation	2.50%

Mortality rates are based on PubS-2010 Employee mortality, projected 5 years past the valuation date with Scale MP-2020.

Discount Rate

The discount rate used to measure the total pension liability was 6.75%, compared to last year's discount rate of 5.26%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 20,437,281	14,729,723	10,057,459

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2020	\$ 48,895,058	23,471,579	25,423,479
Changes for the Year:			
Service Cost	1,343,324	—	1,343,324
Interest on the Total Pension Liability	2,590,849	—	2,590,849
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(533,461)	—	(533,461)
Changes of Assumptions	(8,969,711)	—	(8,969,711)
Contributions - Employer	—	1,278,899	(1,278,899)
Contributions - Employees	—	329,400	(329,400)
Net Investment Income	—	3,530,761	(3,530,761)
Benefit Payments, Including Refunds of Employee Contributions	(1,930,177)	(1,930,177)	—
Other (Net Transfer)	—	(14,303)	14,303
Net Changes	(7,499,176)	3,194,580	(10,693,756)
Balances at December 31, 2021	41,395,882	26,666,159	14,729,723

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the year ended December 31, 2021, the City recognized pension expense of \$2,298,888. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 2,080,047	(545,257)	1,534,790
Change in Assumptions	6,949,958	(7,888,888)	(938,930)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	—	(1,729,931)	(1,729,931)
 Total Deferred Amounts Related to Police Pension	 <u>9,030,005</u>	 <u>(10,164,076)</u>	 <u>(1,134,071)</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ 291,341
2023	(299,334)
2024	159,112
2025	(95,109)
2026	167,515
Thereafter	<u>(1,357,596)</u>
Total	<u><u>(1,134,071)</u></u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The City's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the City. RBP is a single-employer defined benefit OPEB plan administered by the City. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the City Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides healthcare, dental and vision for retirees. Eligibility is based on the IMRF and Police Officers plans. Coverage ends when the retiree stops paying for it. Spouses and dependents of eligible retirees are also eligible for benefits at 100% of the premium costs. Coverage ends at the same time as the retiree.

Plan Membership. As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	28
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>202</u>
Total	<u><u>230</u></u>

Total OPEB Liability

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

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Salary Increases	3.00%
Discount Rate	2.06%
Healthcare Cost Trend Rates	Starting at 2.5% with an ultimate rate of 5.00% for 2022 and later.
Retirees' Share of Benefit-Related Costs	100% of the Blended Cost of Coverage

The discount rate was based on the Bond Buyer 20-Bond G.O. Index.

Mortality rates were based on PubG-2010(B) Improved Generationally using MP-2020 Improvement Rates, weighted per IMRF Experience Study dated December 14, 2020.

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2020	\$ 21,169,906
Changes for the Year:	
Service Cost	750,661
Interest on the Total OPEB Liability	444,055
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	100,662
Benefit Payments	(447,820)
Net Changes	<u>847,558</u>
Balance at December 31, 2021	<u><u>22,017,464</u></u>

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

The discount rate used to measure the total pension liability was 2.06%, while the prior valuation used 2.12%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.06%)	Current Discount Rate (2.06%)	1% Increase (3.06%)
Total OPEB Liability	\$ 26,995,849	22,017,464	18,318,875

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 17,865,024	22,017,464	27,636,174

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

For the year ended December 31, 2021, the City recognized OPEB expense of \$1,999,985. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 2,725,794	—	2,725,794
Change in Assumptions	4,893,885	(562,918)	4,330,967
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	<u>7,619,679</u>	<u>(562,918)</u>	<u>7,056,761</u>

CITY OF COLLINSVILLE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

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

Fiscal Year	Net Deferred Outflows of Resources
2022	\$ 805,269
2023	805,269
2024	805,269
2025	805,269
2026	805,269
Thereafter	<u>3,030,416</u>
Total	<u><u>7,056,761</u></u>

SUBSEQUENT EVENT

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The City has been allocated \$3,319,785 to be received in two installments. On September 8, 2021 the City received their first installment of \$1,659,893. As of the date of these financial statements, the City has not received their second installment.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund

- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund

- Schedule of Investment Returns
 - Police Pension Fund
 - Firefighters' Pension Fund

- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan

- Budgetary Comparison Schedules
 - General Fund
 - Major Special Revenue Funds

Notes to the Required Supplementary Information

Budgetary information - budgets are adopted on a basis consistent with generally accepted accounting principles.

CITY OF COLLINSVILLE, ILLINOIS

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
December 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 569,280	\$ 572,068	\$ 2,788	\$ 5,087,396	11.24%
2015	560,294	577,364	17,070	5,187,904	11.13%
2016	552,834	568,136	15,302	5,336,237	10.65%
2017	564,467	590,978	26,511	5,707,457	10.35%
2018	686,852	706,172	19,320	7,059,118	10.00%
2019	646,855	646,855	—	5,157,053	12.54%
2020	777,945	777,945	—	8,605,584	9.04%
2021	791,317	791,317	—	8,648,282	9.15%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF COLLINSVILLE, ILLINOIS

**Police Pension Fund
Schedule of Employer Contributions
December 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 1,173,774	\$ 1,169,202	\$ 4,572	\$ 3,262,271	35.84%
2015	1,194,147	1,193,868	279	3,177,366	37.57%
2016	1,144,025	1,148,282	(4,257)	3,386,135	33.91%
2017	1,190,078	1,178,869	11,209	3,465,600	34.02%
2018	1,422,088	1,422,092	(4)	3,683,310	38.61%
2019	1,350,030	1,351,696	(1,666)	3,628,910	37.25%
2020	1,727,005	1,358,391	368,614	3,786,206	35.88%
2021	1,739,091	1,697,993	41,098	3,618,658	46.92%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	Service Based
Investment Rate of Return	6.50%
Retirement Age	50-70
Mortality	RP-2014 Healthy Annuitant with Blue Collar Adjustment, males and females.

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF COLLINSVILLE, ILLINOIS

**Firefighter's Pension Fund
Schedule of Employer Contributions
December 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 670,223	\$ 666,611	\$ 3,612	\$ 2,430,009	27.43%
2015	743,824	743,056	768	2,484,484	29.91%
2016	783,917	787,666	(3,749)	2,408,514	32.70%
2017	728,551	719,265	9,286	2,547,901	28.23%
2018	1,019,756	1,019,701	55	2,696,795	37.81%
2019	918,804	920,042	(1,238)	3,223,236	28.54%
2020	1,305,349	927,303	378,046	3,520,338	26.34%
2021	1,430,151	1,278,899	151,252	3,483,871	36.71%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	Service Based
Investment Rate of Return	6.50%
Retirement Age	50-70
Mortality	RP-2014 Healthy Annuitant with Blue Collar Adjustment, males and females.

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF COLLINSVILLE, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

December 31, 2021

	<u>12/31/14</u>
Total Pension Liability	
Service Cost	\$ 601,096
Interest	1,794,917
Differences Between Expected and Actual Experience	(474,909)
Change of Assumptions	911,367
Benefit Payments, Including Refunds of Member Contributions	<u>(970,390)</u>
Net Change in Total Pension Liability	1,862,081
Total Pension Liability - Beginning	<u>24,116,873</u>
 Total Pension Liability - Ending	 <u><u>25,978,954</u></u>
 Plan Fiduciary Net Position	
Contributions - Employer	572,068
Contributions - Members	230,054
Net Investment Income	1,454,168
Benefit Payments, Including Refunds of Member Contributions	(970,390)
Other (Net Transfer)	<u>(56,995)</u>
Net Change in Plan Fiduciary Net Position	1,228,905
Plan Net Position - Beginning	<u>23,922,952</u>
 Plan Net Position - Ending	 <u><u>25,151,857</u></u>
 Employer's Net Pension Liability/(Asset)	 <u><u>827,097</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 96.82%
 Covered Payroll	 5,087,396
 Employer's Net Pension Liability as a Percentage of Covered Payroll	 16.26%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2014 through 2021. Changes in assumptions related to the demographics were made in 2014 and 2017.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/15	12/31/16	12/31/17	12/31/18	12/31/19	12/31/20	12/31/21
574,104	537,899	571,611	577,866	741,763	798,008	789,393
1,930,824	2,021,541	2,103,307	2,156,841	2,293,829	2,465,510	2,596,277
(216,563)	(341,745)	271,309	606,212	883,596	563,893	(1,543,930)
33,231	(34,346)	(933,069)	881,543	—	(307,047)	—
(1,043,363)	(1,072,546)	(1,219,394)	(1,385,623)	(1,460,921)	(1,697,663)	(1,727,088)
1,278,233	1,110,803	793,764	2,836,839	2,458,267	1,822,701	114,652
25,978,954	27,257,187	28,367,990	29,161,754	31,998,593	34,456,860	36,279,561
27,257,187	28,367,990	29,161,754	31,998,593	34,456,860	36,279,561	36,394,213
577,364	568,136	590,978	706,172	646,855	777,945	791,317
233,456	252,058	256,836	317,661	367,068	387,251	389,172
125,178	1,702,493	4,477,518	(1,496,688)	5,130,095	4,653,624	6,258,215
(1,043,363)	(1,072,546)	(1,219,394)	(1,385,623)	(1,460,921)	(1,697,663)	(1,727,088)
(110,975)	(371,182)	(751,577)	468,884	228,193	102,888	(1,231,873)
(218,340)	1,078,959	3,354,361	(1,389,594)	4,911,290	4,224,045	4,479,743
25,151,857	24,933,517	26,012,476	29,366,837	27,977,243	32,888,533	37,112,578
24,933,517	26,012,476	29,366,837	27,977,243	32,888,533	37,112,578	41,592,321
2,323,670	2,355,514	(205,083)	4,021,350	1,568,327	(833,017)	(5,198,108)
91.48%	91.70%	100.70%	87.43%	95.45%	102.30%	114.28%
5,187,904	5,336,237	5,707,457	7,059,117	8,157,053	8,605,854	8,648,282
44.79%	44.14%	(3.59%)	56.97%	19.23%	(9.68%)	(60.11%)

CITY OF COLLINSVILLE, ILLINOIS

Police Pension Fund

Schedule of Changes in the Employer's Net Pension Liability

December 31, 2021

	<u>12/31/14</u>
Total Pension Liability	
Service Cost	\$ 915,669
Interest	2,253,065
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	—
Change of Assumptions	—
Benefit Payments, Including Refunds of Member Contributions	(1,321,054)
Net Change in Total Pension Liability	1,847,680
Total Pension Liability - Beginning	<u>33,168,059</u>
Total Pension Liability - Ending	<u><u>35,015,739</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	1,169,202
Contributions - Members	407,990
Net Investment Income	739,361
Benefit Payments, Including Refunds of Member Contributions	(1,409,970)
Administrative Expenses	(24,699)
Net Change in Plan Fiduciary Net Position	881,884
Plan Net Position - Beginning	<u>21,512,707</u>
Plan Net Position - Ending	<u><u>22,394,591</u></u>
Employer's Net Pension Liability	<u><u>12,621,148</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.96%
Covered Payroll	3,262,271
Employer's Net Pension Liability as a Percentage of Covered Payroll	386.88%

The plan fiduciary net position at December 31, 2020 was adjusted for certain receivables previously recorded.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
917,645	900,436	944,258	894,555	934,485	875,043	1,210,710
2,374,481	2,555,670	2,643,174	2,734,624	2,994,674	3,090,091	3,324,334
—	—	—	—	120,698	—	—
(469,983)	(639,399)	32,030	43,363	(578,008)	2,700,346	(1,689,693)
1,409,927	—	(591,695)	1,919,534	—	8,924,176	(8,933,660)
(1,509,850)	(1,551,316)	(1,577,036)	(1,671,363)	(1,887,462)	(2,110,182)	(2,304,257)
2,722,220	1,265,391	1,450,731	3,920,713	1,584,387	13,479,474	(8,392,566)
35,015,739	37,737,959	39,003,350	40,454,081	44,374,794	45,959,181	59,438,655
37,737,959	39,003,350	40,454,081	44,374,794	45,959,181	59,438,655	51,046,089
1,193,868	1,148,282	1,178,869	1,422,092	1,351,696	1,358,391	1,697,993
316,797	337,486	345,361	366,936	361,595	377,553	358,609
516,950	1,058,611	2,969,602	(1,391,198)	4,585,727	3,296,667	3,946,231
(1,511,770)	(1,553,236)	(1,578,956)	(1,671,363)	(1,887,462)	(2,110,182)	(2,304,257)
(25,109)	(21,980)	(18,744)	(24,430)	(22,407)	(17,544)	(21,276)
490,736	969,163	2,896,132	(1,297,963)	4,389,149	2,904,885	3,677,300
22,394,591	22,885,327	23,854,490	26,750,622	25,452,659	28,536,141	31,441,026
22,885,327	23,854,490	26,750,622	25,452,659	29,841,808	31,441,026	35,118,326
14,852,632	15,148,860	13,703,459	18,922,135	16,117,373	27,997,629	15,927,763
60.64%	61.16%	66.13%	57.36%	64.93%	52.90%	68.80%
3,177,366	3,386,135	3,465,600	3,683,310	3,628,910	2,702,056	3,618,658
467.45%	447.38%	395.41%	513.73%	444.14%	1036.16%	440.16%

CITY OF COLLINSVILLE, ILLINOIS

**Firefighter's Pension Fund
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2021**

	<u>12/31/14</u>
Total Pension Liability	
Service Cost	\$ 742,354
Interest	1,803,767
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	—
Change of Assumptions	—
Benefit Payments, Including Refunds of Member Contributions	(1,359,863)
Net Change in Total Pension Liability	1,186,258
Total Pension Liability - Beginning	<u>26,660,058</u>
Total Pension Liability - Ending	<u><u>27,846,316</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	666,611
Contributions - Members	239,369
Net Investment Income	549,826
Benefit Payments, Including Refunds of Member Contributions	(1,359,863)
Administrative Expenses	(11,689)
Net Change in Plan Fiduciary Net Position	84,254
Plan Net Position - Beginning	<u>21,025,477</u>
Plan Net Position - Ending	<u><u>21,109,731</u></u>
Employer's Net Pension Liability	<u><u>6,736,585</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.81%
Covered Payroll	2,430,009
Employer's Net Pension Liability as a Percentage of Covered Payroll	277.22%

The plan fiduciary net position at December 31, 2020 was adjusted for certain receivables previously recorded.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/15	12/31/16	12/31/17	12/31/18	12/31/19	12/31/20	12/31/21
751,669	802,529	701,995	712,235	735,632	853,705	1,343,324
1,883,432	2,023,669	2,088,985	2,104,968	2,317,291	2,476,331	2,590,849
—	—	—	—	139,624	—	—
(512,634)	(199,157)	(208,429)	403,525	902,518	1,947,936	(533,461)
1,359,601	—	(701,979)	1,670,171	—	8,727,836	(8,969,711)
(1,390,589)	(1,520,098)	(1,597,620)	(1,710,423)	(1,827,109)	(1,886,872)	(1,930,177)
2,091,479	1,106,943	282,952	3,180,476	2,267,956	12,118,936	(7,499,176)
27,846,316	29,937,795	31,044,738	31,327,690	34,508,166	36,776,122	48,895,058
29,937,795	31,044,738	31,327,690	34,508,166	36,776,122	48,895,058	41,395,882
743,056	787,666	719,265	1,019,701	920,042	927,303	1,278,899
234,908	227,725	240,904	254,982	304,757	332,848	329,400
(353,447)	1,518,767	2,214,956	(1,566,330)	3,029,255	1,701,257	3,530,761
(1,390,589)	(1,520,098)	(1,597,620)	(1,710,423)	(1,827,109)	(1,886,872)	(1,930,177)
(13,332)	(21,333)	(15,723)	(21,335)	(14,835)	(14,952)	(14,303)
(779,404)	992,727	1,561,782	(2,023,405)	2,412,110	1,059,584	3,194,580
21,109,731	20,330,327	21,323,054	22,884,836	20,861,431	22,411,995	23,471,579
20,330,327	21,323,054	22,884,836	20,861,431	23,273,541	23,471,579	26,666,159
9,607,468	9,721,684	8,442,854	13,646,735	13,502,581	25,423,479	14,729,723
67.91%	68.68%	73.05%	60.45%	63.28%	48.00%	64.42%
2,484,484	2,408,514	2,547,901	2,696,795	3,223,236	3,520,338	3,483,871
386.70%	403.64%	331.37%	506.04%	418.91%	722.19%	422.80%

CITY OF COLLINSVILLE, ILLINOIS

**Police Pension Fund
Schedule of Investment Returns
December 31, 2021**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	3.43%
2015	2.45%
2016	4.90%
2017	13.34%
2018	(6.21%)
2019	19.35%
2020	16.36%
2021	13.10%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF COLLINSVILLE, ILLINOIS

**Firefighter's Pension Fund
Schedule of Investment Returns
December 31, 2021**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	2.64%
2015	(1.68%)
2016	7.98%
2017	11.23%
2018	(7.11%)
2019	15.72%
2020	7.85%
2021	15.42%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF COLLINSVILLE, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2021

	12/31/18	12/31/19	12/31/20	12/31/21
Total OPEB Liability				
Service Cost	\$ 240,225	223,340	258,299	750,661
Interest	392,597	436,759	446,253	444,055
Difference Between Expected and Actual Experience	—	—	3,228,246	—
Change of Assumptions or Other Inputs	(943,274)	5,443,937	1,188,475	100,662
Benefit Payments	(430,907)	(459,011)	(475,945)	(447,820)
Net Change in Total OPEB Liability	(741,359)	5,645,025	4,645,328	847,558
Total OPEB Liability - Beginning	11,620,912	10,879,553	16,524,578	21,169,906
Total OPEB Liability - Ending	10,879,553	16,524,578	21,169,906	22,017,464
Covered-Employee Payroll	\$ 13,740,390	16,335,369	17,712,671	18,244,051
Total OPEB Liability as a Percentage of Covered-Employee Payroll	79.18%	101.16%	119.52%	120.68%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Changes of Assumptions. Change of assumption related to the discount rate were made in 2018 through 2021.

CITY OF COLLINSVILLE, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes	\$ 3,702,684	2,244,695	5,509,587	3,264,892
Intergovernmental	17,084,590	17,005,104	20,402,849	3,397,745
Licenses and Permits	815,772	653,114	661,386	8,272
Charges for Services	5,831,564	5,241,813	5,458,948	217,135
Fines and Forfeitures	85,054	202,545	142,211	(60,334)
Interest	132,791	32,379	1,852	(30,527)
Miscellaneous	1,020,787	527,816	864,954	337,138
Total Revenues	28,673,242	25,907,466	33,041,787	7,134,321
Expenditures				
Current				
General Government	3,874,334	7,124,726	7,389,951	(265,225)
Public Safety	13,899,610	10,504,629	13,857,726	(3,353,097)
Public Works	3,119,586	2,889,279	2,870,575	18,704
Health and Sanitation	1,802,150	1,587,464	1,585,434	2,030
Community and Economic Development	1,439,048	1,077,295	1,786,580	(709,285)
Community Services	2,916,002	1,788,439	1,620,238	168,201
Parks and Recreation	2,629,500	1,950,404	1,978,904	(28,500)
Capital Outlay	14,568	500,000	1,280,806	(780,806)
Debt Service				
Interest and Fiscal Charges	900,000	830,000	830,000	—
Principal Retirement	56,648	56,647	56,595	52
Total Expenditures	30,651,446	28,308,883	33,256,809	(4,947,926)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,978,204)	(2,401,417)	(215,022)	2,186,395
Other Financing Sources				
Disposal of Capital Assets	2,880	—	15,950	15,950
Transfers Out	1,197,400	1,197,400	214,991	(982,409)
	1,200,280	1,197,400	230,941	(966,459)
Net Change in Fund Balance	(777,924)	(1,204,017)	15,919	1,219,936
Fund Balance - Beginning as Restated			9,119,045	
Fund Balance - Ending			9,134,964	

CITY OF COLLINSVILLE, ILLINOIS

Tax Increment Financing - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Property Tax	\$ 2,735,212	2,735,212	3,318,107	582,895
Hotel and Motel Tax	65,000	65,000	41,190	(23,810)
Intergovernmental				
Sales Tax	33,000	33,000	20,795	(12,205)
Grants	—	—	302,424	302,424
Interest	36,790	36,790	2,555	(34,235)
Miscellaneous	—	—	(15,167)	(15,167)
Total Revenues	2,870,002	2,870,002	3,669,904	799,902
Expenditures				
Current				
Community Development	1,759,926	1,759,926	2,539,266	(779,340)
Capital Outlay	214,000	214,000	720,679	(506,679)
Debt Service				
Principal Retirement	245,000	245,000	403,743	(158,743)
Interest and Fiscal Charges	41,628	41,628	83,424	(41,796)
Total Expenditures	2,260,554	2,260,554	3,747,112	(1,486,558)
Excess (Deficiency) of Revenues Over (Under) Expenditures	609,448	609,448	(77,208)	(686,656)
Other Financing (Uses)				
Transfers Out	(87,000)	(87,000)	—	87,000
Net Change in Fund Balance	522,448	522,448	(77,208)	(599,656)
Fund Balance - Beginning			1,450,494	
Fund Balance - Ending			1,373,286	

CITY OF COLLINSVILLE, ILLINOIS

Collinsville Crossings - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Intergovernmental				
Sales Tax	\$ 2,223,600	2,223,600	2,367,841	144,241
Interest	30,000	30,000	913	(29,087)
Total Revenues	<u>2,253,600</u>	<u>2,253,600</u>	<u>2,368,754</u>	<u>115,154</u>
Expenditures				
Current				
Community Development	150,000	150,000	44,680	105,320
Debt Service				
Interest and Fiscal Charges	625,000	625,000	765,000	(140,000)
Principal Retirement	1,178,695	1,178,695	1,160,415	18,280
Total Expenditures	<u>1,953,695</u>	<u>1,953,695</u>	<u>1,970,095</u>	<u>(16,400)</u>
Net Change in Fund Balance	<u>299,905</u>	<u>299,905</u>	398,659	<u>98,754</u>
Fund Balance - Beginning			<u>3,867,347</u>	
Fund Balance - Ending			<u>4,266,006</u>	

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Major Enterprise Fund
- Combining Statements - Pension Trust Funds
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Tax Increment Financing Fund

The Tax Increment Financing Fund is used to account for incremental taxes, other revenues, and all expenditures related to the tax increment financing areas.

Collinsville Crossings Fund

The Collinsville Crossings Fund is used to account for sales taxes that are restricted to pay debt service costs of the related economic development area.

Tree Memorial Fund

The Tree Memorial Fund is used to account for donations received from third parties to purchase memorial trees for the City.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for motor fuel tax allocations from the State of Illinois and expenditures related to the City's annual road rehabilitation and construction program.

DUI Court Fine Fund

The DUI Fund is used to account for the monies collected from court fines associated with DUI arrests. The City receives a percent of the funds collected by the Clerk of the Circuit Court and uses the monies to support community awareness or a portion of the Police operational supplies related to DUI arrests.

Police Vehicle Fund

The Police Vehicle Fund is used to account for costs associated with maintaining and replacing police vehicles.

Collin's House Fund

The Collin's House Fund is used to account for costs associated to the Historic Collins House on Main Street.

INDIVIDUAL FUND DESCRIPTIONS - Continued

SPECIAL REVENUE FUNDS - Continued

Northeast Business District Fund

The Northeast Business District Fund is used to account for sales taxes that are restricted to pay costs related to economic development area.

Southwest Corridors Business District Fund

The Southwest Corridors Business District Fund is used to account for incremental taxes, to be used for TIF eligible capital improvements.

Collinsville Animal Shelter Fund

The Collinsville Animal Shelter Fund is used to account for costs associated with the Warren Billhartz Animal Shelter.

DEBT SERVICE FUND

Fournie Lane Business District Fund

The Fournie Lane Business District Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for all financial resources used for the acquisition or construction of major capital facilities, equipment and capital asset replacement.

ENTERPRISE FUNDS

The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Water and Sewer Fund

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

INDIVIDUAL FUND DESCRIPTIONS - Continued

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the resources necessary to provide retirement and disability pension benefits to full-time sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employer and employee contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. Financing is provided by the City contributions, employee payroll withholdings, and investment income.

Firefighter's Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the fire department at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial study.

CITY OF COLLINSVILLE, ILLINOIS

General Fund
Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Taxes				
Property Tax	\$ 856,777	241,152	3,069,682	2,828,530
Hotel and Motel Tax	1,719,480	1,000,938	1,362,133	361,195
Road and Bridge Tax	230,625	230,369	212,955	(17,414)
Food and Beverage Tax	873,028	757,773	838,813	81,040
Other Taxes	22,774	14,463	26,004	11,541
	<u>3,702,684</u>	<u>2,244,695</u>	<u>5,509,587</u>	<u>3,264,892</u>
Intergovernmental				
Sales Tax	6,575,520	6,106,167	6,587,006	480,839
Home Rule Sales Tax	4,335,167	4,514,437	5,509,226	994,789
State Income Tax	3,037,648	2,784,587	3,369,457	584,870
Use Tax	849,594	1,080,119	1,041,711	(38,408)
Telecommunications Tax	557,750	512,447	402,699	(109,748)
Gaming Tax	186,660	130,434	223,447	93,013
Replacement Tax	36,720	59,138	632,916	573,778
Cannabis Tax	803,250	1,150,200	1,365,772	215,572
Grants	326,459	370,973	972,559	601,586
Other	375,822	296,602	298,056	1,454
	<u>17,084,590</u>	<u>17,005,104</u>	<u>20,402,849</u>	<u>3,397,745</u>
Licenses and Permits	<u>815,772</u>	<u>653,114</u>	<u>661,386</u>	<u>8,272</u>
Charges for Services	<u>5,831,564</u>	<u>5,241,813</u>	<u>5,458,948</u>	<u>217,135</u>
Fines and Forfeitures	<u>85,054</u>	<u>202,545</u>	<u>142,211</u>	<u>(60,334)</u>
Interest	<u>132,791</u>	<u>32,379</u>	<u>1,852</u>	<u>(30,527)</u>
Miscellaneous	<u>1,020,787</u>	<u>527,816</u>	<u>864,954</u>	<u>337,138</u>
Total Revenues	<u><u>28,673,242</u></u>	<u><u>25,907,466</u></u>	<u><u>33,041,787</u></u>	<u><u>7,134,321</u></u>

CITY OF COLLINSVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
General Government				
City Council	\$ 313,618	248,807	259,424	(10,617)
Boards	37,056	19,606	17,115	2,491
City Manager	408,197	408,113	413,812	(5,699)
Operations	217,191	146,030	137,428	8,602
Human Resources	971,993	4,723,258	4,931,350	(208,092)
Information Technology	469,289	658,724	693,952	(35,228)
Finance	1,456,990	920,188	936,870	(16,682)
	<u>3,874,334</u>	<u>7,124,726</u>	<u>7,389,951</u>	<u>(265,225)</u>
Public Safety				
Police Administration	1,202,508	1,057,242	1,010,000	47,242
Police Operations	5,072,572	3,715,241	5,697,579	(1,982,338)
Police Support	1,832,490	1,217,092	1,254,332	(37,240)
Animal Control	236,198	165,708	171,850	(6,142)
Fire Administration	603,318	449,966	418,053	31,913
Fire Operations	4,622,687	3,757,000	5,150,942	(1,393,942)
Emergency Medical Services	307,872	118,448	147,795	(29,347)
Emergency Management	21,965	23,932	7,175	16,757
	<u>13,899,610</u>	<u>10,504,629</u>	<u>13,857,726</u>	<u>(3,353,097)</u>
Public Works				
Public Works Administration	162,706	70,757	85,448	(14,691)
Facilities Maintenance	296,588	183,367	172,581	10,786
Streets	2,227,061	2,021,325	2,011,982	9,343
Fleet Maintenance	433,231	613,830	600,564	13,266
	<u>3,119,586</u>	<u>2,889,279</u>	<u>2,870,575</u>	<u>18,704</u>
Health and Sanitation				
Garbage Service	1,802,150	1,587,464	1,585,434	2,030

CITY OF COLLINSVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Community and Economic Development				
Community Development	\$ 492,302	364,635	358,505	6,130
Economic Development	269,148	240,367	933,575	(693,208)
Public Relations	179,015	161,720	163,437	(1,717)
Inspections	498,583	310,573	331,063	(20,490)
	<u>1,439,048</u>	<u>1,077,295</u>	<u>1,786,580</u>	<u>(709,285)</u>
Community Services				
Shuttle Bus	141,902	89,213	85,953	3,260
Convention Center	2,774,100	1,699,226	1,534,285	164,941
	<u>2,916,002</u>	<u>1,788,439</u>	<u>1,620,238</u>	<u>168,201</u>
Parks and Recreation				
Administration	1,139,171	766,819	782,551	(15,732)
Willoughby Farm	329,377	301,242	294,040	7,202
Aquatic Center	822,867	677,372	704,915	(27,543)
Park Events	208,104	178,756	178,225	531
Concessions	129,981	26,215	19,173	7,042
	<u>2,629,500</u>	<u>1,950,404</u>	<u>1,978,904</u>	<u>(28,500)</u>
Capital Outlay	<u>14,568</u>	<u>500,000</u>	<u>1,280,806</u>	<u>(780,806)</u>
Debt Service				
Interest and Fiscal Charges	900,000	830,000	830,000	—
Principal Retirement	56,648	56,647	56,595	52
	<u>956,648</u>	<u>886,647</u>	<u>886,595</u>	<u>52</u>
Total Expenditures	<u>30,651,446</u>	<u>28,308,883</u>	<u>33,256,809</u>	<u>(4,947,926)</u>

CITY OF COLLINSVILLE, ILLINOIS

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Taxes				
Utility Tax	\$ 1,418,344	1,418,344	1,274,236	(144,108)
Intergovernmental				
Sales and Use Tax	2,040,750	2,040,750	—	(2,040,750)
Grants	89,000	89,000	—	(89,000)
Interest	10,000	10,000	—	(10,000)
Miscellaneous	—	—	1,797	1,797
Total Revenues	<u>3,558,094</u>	<u>3,558,094</u>	<u>1,276,033</u>	<u>(2,282,061)</u>
Expenditures				
Current				
General Government	24,000	24,000	22,543	1,457
Capital Outlay	2,584,518	2,584,518	650,477	1,934,041
Debt Service				
Interest and Fiscal Charges	—	—	140,192	(140,192)
Principal Retirement	—	—	21,943	(21,943)
Total Expenditures	<u>2,608,518</u>	<u>2,608,518</u>	<u>835,155</u>	<u>1,773,363</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	949,576	949,576	440,878	(508,698)
Other Financing Sources				
Transfers Out	5,000	5,000	13,000	8,000
Net Change in Fund Balance	<u>954,576</u>	<u>954,576</u>	453,878	<u>(500,698)</u>
Fund Balance - Beginning			<u>(1,108,271)</u>	
Fund Balance - Ending			<u>(654,393)</u>	

CITY OF COLLINSVILLE, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2021

See Following Page

CITY OF COLLINSVILLE, ILLINOIS

**Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2021**

	Tree Memorial	Motor Fuel Tax	DUI Court Fine
ASSETS			
Cash and Investments	\$ 4,370	2,505,109	64,520
Receivables - Net of Allowances			
Other	—	95,120	—
Inventories	—	33,969	—
Total Assets	4,370	2,634,198	64,520
LIABILITIES			
Accounts Payable	—	588,114	—
Accrued Payroll	—	—	—
Due to Other Funds	—	—	—
Other Payables	—	—	—
Total Liabilities	—	588,114	—
FUND BALANCES			
Nonspendable	—	33,969	—
Restricted	—	2,012,115	64,520
Committed	4,370	—	—
Unassigned	—	—	—
Total Fund Balances	4,370	2,046,084	64,520
Total Liabilities and Fund Balances	4,370	2,634,198	64,520

Special Revenue						Debt Service	
Police Vehicle	Collins House	Northeast Business District	Southwest Corridors Business District	Collinsville Animal Shelter	Fournie Lane Business District		Totals
31,466	—	857,186	1,226,877	184,627	—		4,874,155
—	—	176,654	109,074	—	8,205		389,053
—	—	—	—	—	—		33,969
31,466	—	1,033,840	1,335,951	184,627	8,205		5,297,177
—	—	324,629	—	—	—		912,743
—	—	600	—	—	—		600
—	538	—	—	—	93,685		94,223
—	—	64,954	38,783	—	4,855		108,592
—	538	390,183	38,783	—	98,540		1,116,158
—	—	—	—	—	—		33,969
31,466	—	643,657	1,297,168	—	—		4,048,926
—	—	—	—	184,627	—		188,997
—	(538)	—	—	—	(90,335)		(90,873)
31,466	(538)	643,657	1,297,168	184,627	(90,335)		4,181,019
31,466	—	1,033,840	1,335,951	184,627	8,205		5,297,177

CITY OF COLLINSVILLE, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2021

	Tree Memorial	Motor Fuel Tax	DUI Court Fine
Revenues			
Intergovernmental	\$ —	1,560,025	—
Fines and Forfeitures	—	—	24,512
Interest	—	340	—
Miscellaneous	350	1,788	—
Total Revenues	<u>350</u>	<u>1,562,153</u>	<u>24,512</u>
Expenditures			
Public Works	—	641,699	—
Community and Economic Development	—	—	—
Capital Outlay	—	133,800	—
Debt Service			
Principal Retirement	—	—	—
Interest and Fiscal Charges	—	—	—
Total Expenditures	<u>—</u>	<u>775,499</u>	<u>—</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	350	786,654	24,512
Other Financing (Uses)			
Transfers Out	—	(214,991)	—
Net Change in Fund Balances	350	571,663	24,512
Fund Balances - Beginning	<u>4,020</u>	<u>1,474,421</u>	<u>40,008</u>
Fund Balances - Ending	<u><u>4,370</u></u>	<u><u>2,046,084</u></u>	<u><u>64,520</u></u>

Special Revenue						Debt Service	
Police Vehicle	Collins House	Northeast Business District	Southwest Corridors Business District	Collinsville Animal Shelter	Fournie Lane Business District		Totals
—	—	656,785	451,004	—	24,822		2,692,636
1,611	—	—	—	—	—		26,123
—	—	215	482	—	8		1,045
—	—	—	—	1,290	—		3,428
1,611	—	657,000	451,486	1,290	24,830		2,723,232
—	—	—	—	—	—		641,699
—	—	201,950	(6,523)	—	—		195,427
—	—	—	243,015	—	—		376,815
—	—	—	—	—	115,000		115,000
—	—	—	—	—	4,200		4,200
—	—	201,950	236,492	—	119,200		1,333,141
1,611	—	455,050	214,994	1,290	(94,370)		1,390,091
—	—	—	—	—	—		(214,991)
1,611	—	455,050	214,994	1,290	(94,370)		1,175,100
29,855	(538)	188,607	1,082,174	183,337	4,035		3,005,919
31,466	(538)	643,657	1,297,168	184,627	(90,335)		4,181,019

CITY OF COLLINSVILLE, ILLINOIS

Tree Memorial - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Interest	\$ 40	40	—	(40)
Miscellaneous	—	—	350	350
Total Revenues	40	40	350	310
Expenditures				
Current				
General Government	500	500	—	500
Net Change in Fund Balance	<u>(460)</u>	<u>(460)</u>	350	<u>810</u>
Fund Balance - Beginning			<u>4,020</u>	
Fund Balance - Ending			<u>4,370</u>	

CITY OF COLLINSVILLE, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Intergovernmental				
Motor Fuel Taxes	\$ 1,031,730	1,031,730	1,002,236	(29,494)
Grants	—	—	557,789	557,789
Interest	15,300	15,300	340	(14,960)
Miscellaneous	—	—	1,788	1,788
Total Revenues	<u>1,047,030</u>	<u>1,047,030</u>	<u>1,562,153</u>	<u>515,123</u>
Expenditures				
Current				
Public Works	465,709	465,709	641,699	(175,990)
Capital Outlay	—	—	133,800	(133,800)
Total Expenditures	<u>465,709</u>	<u>465,709</u>	<u>775,499</u>	<u>(309,790)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	581,321	581,321	786,654	205,333
Other Financing (Uses)				
Transfers Out	<u>(260,000)</u>	<u>(260,000)</u>	<u>(214,991)</u>	<u>45,009</u>
Net Change in Fund Balance	<u>321,321</u>	<u>321,321</u>	571,663	<u>250,342</u>
Fund Balance - Beginning			<u>1,474,421</u>	
Fund Balance - Ending			<u>2,046,084</u>	

CITY OF COLLINSVILLE, ILLINOIS

DUI Court Fine - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Fines and Forfeitures	\$ 6,375	6,375	24,512	18,137
Interest	210	210	—	(210)
Total Revenues	<u>6,585</u>	<u>6,585</u>	24,512	17,927
Expenditures				
Capital Outlay	<u>6,330</u>	<u>6,330</u>	—	6,330
Net Change in Fund Balance	<u>255</u>	<u>255</u>	24,512	<u>24,257</u>
Fund Balance - Beginning			<u>40,008</u>	
Fund Balance - Ending			<u>64,520</u>	

CITY OF COLLINSVILLE, ILLINOIS

Police Vehicle - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Fines and Forfeitures	\$ 10,000	10,000	1,611	(8,389)
Interest	200	200	—	(200)
Total Revenues	<u>10,200</u>	<u>10,200</u>	1,611	(8,589)
Expenditures				
Current				
General Government	—	—	—	—
Net Change in Fund Balance	<u>10,200</u>	<u>10,200</u>	1,611	<u>(8,589)</u>
Fund Balance - Beginning			<u>29,855</u>	
Fund Balance - Ending			<u>31,466</u>	

CITY OF COLLINSVILLE, ILLINOIS

Northeast Business District - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Intergovernmental				
Sales and Use Tax	\$ 625,000	625,000	656,785	31,785
Interest	3,100	3,100	215	(2,885)
Total Revenues	<u>628,100</u>	<u>628,100</u>	<u>657,000</u>	<u>28,900</u>
Expenditures				
Current				
Community and Economic Development	502,468	502,468	201,950	300,518
Net Change in Fund Balance	<u>125,632</u>	<u>125,632</u>	455,050	<u>329,418</u>
Fund Balance - Beginning			<u>188,607</u>	
Fund Balance - Ending			<u>643,657</u>	

CITY OF COLLINSVILLE, ILLINOIS

**Southwest Corridors Business District - Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended December 31, 2021**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Intergovernmental				
Sales Tax	\$ 380,000	380,000	451,004	71,004
Interest	8,976	8,976	482	(8,494)
Total Revenues	<u>388,976</u>	<u>388,976</u>	451,486	62,510
Expenditures				
Current				
Community and Economic Development	3,160	3,160	(6,523)	9,683
Capital Outlay	302,500	302,500	243,015	59,485
Total Expenditures	<u>305,660</u>	<u>305,660</u>	236,492	69,168
Net Change in Fund Balance	<u>83,316</u>	<u>83,316</u>	214,994	<u>131,678</u>
Fund Balance - Beginning			<u>1,082,174</u>	
Fund Balance - Ending			<u>1,297,168</u>	

CITY OF COLLINSVILLE, ILLINOIS

Collinsville Animal Shelter - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Interest	\$ 2,100	2,100	—	(2,100)
Miscellaneous	—	—	1,290	1,290
Total Revenues	<u>2,100</u>	<u>2,100</u>	1,290	(810)
Expenditures				
Current				
Community and Economic Development	—	—	—	—
Net Change in Fund Balance	<u>2,100</u>	<u>2,100</u>	1,290	<u>(810)</u>
Fund Balance - Beginning			<u>183,337</u>	
Fund Balance - Ending			<u>184,627</u>	

CITY OF COLLINSVILLE, ILLINOIS

Fournie Lane Business District - Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Intergovernmental				
Sales and Use Tax	\$ 35,000	35,000	24,822	(10,178)
Interest	80	80	8	(72)
Total Revenues	<u>35,080</u>	<u>35,080</u>	<u>24,830</u>	<u>(10,250)</u>
Expenditures				
Debt Service				
Principal Retirement	115,000	115,000	115,000	—
Interest and Fiscal Charges	4,310	4,310	4,200	110
Total Expenditures	<u>119,310</u>	<u>119,310</u>	<u>119,200</u>	<u>110</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(84,230)	(84,230)	(94,370)	(10,140)
Other Financing Sources				
Transfers In	87,000	87,000	—	(87,000)
Net Change in Fund Balance	<u>2,770</u>	<u>2,770</u>	(94,370)	<u>(97,140)</u>
Fund Balance - Beginning			<u>4,035</u>	
Fund Balance - Ending			<u>(90,335)</u>	

CITY OF COLLINSVILLE, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Operating Revenues				
Charges for Services	\$ 10,616,263	10,616,263	9,143,418	(1,472,845)
Fees	271,160	271,160	183,372	(87,788)
Other	104,070	104,070	69,800	(34,270)
Total Operating Revenues	10,991,493	10,991,493	9,396,590	(1,594,903)
Operating Expenses				
Operations				
Personnel Services	4,238,730	4,238,730	5,466,446	(1,227,716)
Contractual Services	2,408,195	2,408,195	1,343,286	1,064,909
Commodities	893,650	893,650	994,818	(101,168)
Maintenance	225,816	225,816	206,263	19,553
Depreciation and Amortization	—	—	1,836,462	(1,836,462)
Total Operating Expenses	7,766,391	7,766,391	9,847,275	(2,080,884)
Operating Income (Loss)	3,225,102	3,225,102	(450,685)	(3,675,787)
Nonoperating Revenues (Expenses)				
Interest Income	128,194	128,194	3,517	(124,677)
Interest Expense	(1,510,250)	(1,510,250)	(572,172)	938,078
	(1,382,056)	(1,382,056)	(568,655)	813,401
Income (Loss) Before Transfers	1,843,046	1,843,046	(1,019,340)	(2,862,386)
Transfers Out	(937,400)	(937,400)	—	937,400
Change in Net Position	905,646	905,646	(1,019,340)	(1,924,986)
Net Position - Beginning as Restated			27,239,198	
Net Position - Ending			26,219,858	

CITY OF COLLINSVILLE, ILLINOIS

**Pension Trust Funds
Combining Statement of Fiduciary Net Position
December 31, 2021**

	Police Pension	Firefighter's Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 3,243,393	1,166,922	4,410,315
Investments			
U.S. Treasury Securities	1,780,274	5,411,596	7,191,870
U.S. Agency Securities	1,865,762	359,732	2,225,494
Corporate Bonds	5,568,259	2,214,325	7,782,584
Municipal Bonds	337,027	—	337,027
Mutual Funds	8,883,796	17,467,880	26,351,676
Common Stock	13,392,086	—	13,392,086
Receivables - Net of Allowances			
Accrued Interest	57,763	45,865	103,628
Total Assets	35,128,360	26,666,320	61,794,680
LIABILITIES			
Accounts Payable	10,034	—	10,034
Due to Other Funds	—	161	161
Total Liabilities	10,034	161	10,195
NET POSITION			
Net Position Restricted for Pensions	35,118,326	26,666,159	61,784,485

CITY OF COLLINSVILLE, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2021

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 1,697,993	1,278,899	2,976,892
Contributions - Plan Members	358,609	329,400	688,009
Total Contributions	<u>2,056,602</u>	<u>1,608,299</u>	<u>3,664,901</u>
Investment Income			
Interest Earned	822,688	1,045,452	1,868,140
Net Change in Fair Value	3,219,701	2,522,641	5,742,342
	<u>4,042,389</u>	<u>3,568,093</u>	<u>7,610,482</u>
Less Investment Expenses	(96,158)	(37,332)	(133,490)
Net Investment Income	<u>3,946,231</u>	<u>3,530,761</u>	<u>7,476,992</u>
Total Additions	<u>6,002,833</u>	<u>5,139,060</u>	<u>11,141,893</u>
Deductions			
Administration	21,276	14,303	35,579
Benefits and Refunds	2,304,257	1,930,177	4,234,434
Total Deductions	<u>2,325,533</u>	<u>1,944,480</u>	<u>4,270,013</u>
Change in Fiduciary Net Position	3,677,300	3,194,580	6,871,880
Net Position Restricted for Pensions			
Beginning	<u>31,441,026</u>	<u>23,471,579</u>	<u>54,912,605</u>
Ending	<u>35,118,326</u>	<u>26,666,159</u>	<u>61,784,485</u>

CITY OF COLLINSVILLE, ILLINOIS

**Consolidated Year-End Financial Report
December 31, 2021**

CSFA #	Program Name	State	Federal	Other	Total
420-00-2433	Local CURE & Economic Support Payments	\$ —	703,731	—	703,731
444-80-1216	Title XX DFI Senior Services	—	36,953	—	36,953
494-00-1488	Motor Fuel Tax Program	990,490	—	—	990,490
494-10-0343	State and Community Highway Safety/ National Priority Safety Program	—	1,162	—	1,162
	Other Grant Programs and Activities		2,139,471	2,627,343	4,766,814
	All Other Costs Not Allocated	—	—	43,832,917	43,832,917
	Totals	990,490	2,881,317	46,460,260	50,332,067



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS**

August 12, 2022

The Honorable City Mayor
Members of the City Council
City of Collinsville, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Collinsville, Illinois, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated August 12, 2022.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

SUPPLEMENTAL SCHEDULES

CITY OF COLLINSVILLE, ILLINOIS

**Long-Term Debt Requirements
General Obligation Refunding Bonds of 2014
December 31, 2021**

Date of Issue	July 9, 2014
Date of Maturity	December 15, 2027
Authorized Issue	\$6,260,000
Denomination of Bonds	\$5,000
Interest Rate	2.00% - 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	The Bank of New York Mellon

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2022	\$ 525,000	134,215	659,215
2023	540,000	115,840	655,840
2024	555,000	96,400	651,400
2025	575,000	74,200	649,200
2026	630,000	51,200	681,200
2027	650,000	26,000	676,000
	<u>3,475,000</u>	<u>497,855</u>	<u>3,972,855</u>

CITY OF COLLINSVILLE, ILLINOIS

**Long-Term Debt Requirements
General Obligation Refunding Bonds of 2017B
December 31, 2021**

Date of Issue	December 13, 2017
Date of Maturity	December 15, 2028
Authorized Issue	\$1,885,000
Denomination of Bonds	\$5,000
Interest Rate	2.00% - 3.40%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	The Bank of New York Mellon

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2022	\$ 260,000	35,135	295,135
2023	135,000	27,985	162,985
2024	130,000	24,070	154,070
2025	150,000	20,170	170,170
2026	155,000	15,520	170,520
2027	150,000	10,560	160,560
2028	165,000	5,610	170,610
	<u>1,145,000</u>	<u>139,050</u>	<u>1,284,050</u>

CITY OF COLLINSVILLE, ILLINOIS

**Long-Term Debt Requirements
General Obligation Refunding Bonds of 2020
December 31, 2021**

Date of Issue	December 15, 2020
Date of Maturity	December 15, 2026
Authorized Issue	\$7,410,000
Denomination of Bonds	\$5,000
Interest Rate	4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	The Bank of New York Mellon

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2022	\$ 1,165,000	251,600	1,416,600
2023	1,205,000	205,000	1,410,000
2024	1,260,000	156,800	1,416,800
2025	1,305,000	106,400	1,411,400
2026	1,355,000	27,098	1,382,098
	<u>6,290,000</u>	<u>746,898</u>	<u>7,036,898</u>

CITY OF COLLINSVILLE, ILLINOIS

Long-Term Debt Requirements

Note Payable of 2015A

December 31, 2021

Date of Issue	December 22, 2015
Date of Maturity	January 1, 2023
Authorized Issue	\$2,917,847
Interest Rate	2.685%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1
Payable at	First Clover Leaf Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2022	\$ 425,000	17,328	442,328
2023	432,848	5,811	438,659
	<u>857,848</u>	<u>23,139</u>	<u>880,987</u>

CITY OF COLLINSVILLE, ILLINOIS

Long-Term Debt Requirements

Note Payable of 2015B

December 31, 2021

Date of Issue	December 22, 2015
Date of Maturity	January 1, 2023
Authorized Issue	\$3,026,941
Interest Rate	2.685%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1
Payable at	First Clover Leaf Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2022	\$ 465,000	16,229	481,229
2023	371,941	4,993	376,934
	<u>836,941</u>	<u>21,222</u>	<u>858,163</u>

CITY OF COLLINSVILLE, ILLINOIS

Long-Term Debt Requirements

Note Payable of 2017

December 31, 2021

Date of Issue	December 12, 2017
Date of Maturity	December 12, 2027
Authorized Issue	\$520,086
Interest Rate	2.65%
Interest Dates	Monthly
Principal Maturity Date	December 12
Payable at	FCB Banks

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2022	\$ 51,181	8,084	59,265
2023	52,554	6,711	59,265
2024	53,948	5,317	59,265
2025	55,411	3,854	59,265
2026	56,897	2,368	59,265
2027	58,424	841	59,265
	<u>328,415</u>	<u>27,175</u>	<u>355,590</u>

CITY OF COLLINSVILLE, ILLINOIS

Long-Term Debt Requirements

Illinois Environmental Protection Agency Loan of 2017

December 31, 2021

Date of Issue	June 19, 2017
Date of Maturity	November 23, 2038
Authorized Issue	\$19,203,385
Interest Rate	1.64%
Interest Dates	May 23 and November 23
Principal Maturity Date	May 23 and November 23
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2022	\$ 873,353	274,802	1,148,155
2023	887,735	260,420	1,148,155
2024	902,354	245,801	1,148,155
2025	917,213	230,942	1,148,155
2026	932,317	215,838	1,148,155
2027	947,669	200,486	1,148,155
2028	963,275	184,880	1,148,155
2029	979,137	169,018	1,148,155
2030	995,261	152,894	1,148,155
2031	1,011,650	136,505	1,148,155
2032	1,028,309	119,846	1,148,155
2033	1,045,243	102,912	1,148,155
2034	1,062,455	85,700	1,148,155
2035	1,079,951	68,204	1,148,155
2036	1,097,735	50,420	1,148,155
2037	1,115,811	32,344	1,148,155
2038	1,134,187	13,968	1,148,155
	<u>16,973,655</u>	<u>2,544,980</u>	<u>19,518,635</u>

STATISTICAL SECTION (Unaudited)

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

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.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the government's ability to issue additional debt in the future.

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.

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.

CITY OF COLLINSVILLE, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

See Following Page

CITY OF COLLINSVILLE, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

	2012	2013	2014
Governmental Activities			
Net Investment in Capital Assets	\$ 26,243,390	27,516,251	28,653,484
Restricted	9,420,322	8,491,873	7,196,024
Unrestricted	(23,726,270)	(22,616,932)	(38,238,928)
Total Governmental Activities Net Position	11,937,442	13,391,192	(2,389,420)
Business-Type Activities			
Net Investment in Capital Assets	21,305,022	20,771,958	21,326,364
Unrestricted	4,604,246	4,673,152	5,098,389
Total Business-Type Activities Net Position	25,909,268	25,445,110	26,424,753
Primary Government			
Net Investment in Capital Assets	47,548,412	48,288,209	49,979,848
Restricted	9,420,322	8,491,873	7,196,024
Unrestricted	(19,122,024)	(17,943,780)	(33,140,539)
Total Primary Government Net Position	37,846,710	38,836,302	24,035,333

* Accrual Basis of Accounting

Data Source: City Records

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.

2020 was restated for insurance, receivables, accounts payable, capital assets, and unearned revenue.

2021 was restated for insurance, capital assets, and various accrual items.

2015	2016	2017	2018	2019	2020	2021
30,222,716	32,649,334	32,922,810	45,996,059	48,415,329	50,700,387	46,010,258
5,259,701	5,162,142	6,918,719	8,471,101	8,741,779	8,855,992	10,206,268
(41,136,239)	(42,099,521)	(52,378,323)	(52,211,426)	(58,448,615)	(81,839,528)	(60,665,966)
(5,653,822)	(4,288,045)	(12,536,794)	2,255,734	(1,291,507)	(22,283,149)	(4,449,440)
21,767,625	21,539,601	24,854,085	24,784,354	24,083,901	22,827,326	23,297,679
4,328,034	4,161,641	1,583,796	2,300,369	3,358,147	4,424,358	2,922,179
26,095,659	25,701,242	26,437,881	27,084,723	27,442,048	27,251,684	26,219,858
51,990,341	54,188,935	57,776,895	70,780,413	72,499,230	73,527,713	69,307,937
5,259,701	5,162,142	6,918,719	8,471,101	8,741,779	8,855,992	10,206,268
(36,808,205)	(37,937,880)	(50,794,527)	(49,911,057)	(55,090,468)	(77,415,170)	(57,743,787)
20,441,837	21,413,197	13,901,087	29,340,457	26,150,541	4,968,535	21,770,418

CITY OF COLLINSVILLE, ILLINOIS

**Changes in Net Position - Last Ten Fiscal Years*
December 31, 2021 (Unaudited)**

	2012	2013	2014	2015	2016	2017	2018 (1)	2019	2020	2021
Expenses										
Governmental Activities										
General Government	\$ 2,740,990	3,891,863	3,667,032	4,012,953	4,156,991	4,496,437	3,873,694	3,447,088	4,092,915	6,355,378
Public Safety	13,240,053	13,164,090	13,517,895	16,680,952	15,204,614	15,671,649	16,913,272	18,871,126	38,892,316	15,260,509
Public Works	3,932,367	4,030,653	4,460,286	4,431,379	4,632,542	4,624,721	4,753,374	5,121,272	5,954,213	5,739,553
Health and Sanitation	1,491,279	1,511,678	1,459,591	1,631,883	1,496,230	1,473,222	1,503,961	1,528,073	1,536,185	1,585,434
Community/Economic Development	2,893,966	2,330,004	1,759,411	4,594,607	2,061,689	2,431,943	2,600,125	3,823,352	3,481,720	4,617,054
Community Services	864,479	1,535,746	1,062,598	933,423	981,231	673,129	3,501,338	3,207,135	2,158,086	2,249,017
Parks and Recreation	—	—	—	—	—	3,305	1,523,332	3,249,561	2,571,360	2,731,727
Interest on Long-Term Debt	1,661,700	1,595,102	1,615,051	1,468,868	1,373,768	1,509,937	1,537,425	1,426,159	1,383,636	1,373,948
Total Governmental Activities Expenses	26,824,834	28,059,136	27,541,864	33,754,065	29,907,065	30,884,343	36,206,521	40,673,766	60,070,431	39,912,620
Business-Type Activities										
Water and Sewer	7,747,964	7,709,187	8,028,603	8,395,150	8,432,447	7,755,922	7,781,922	8,270,044	8,209,898	10,419,447
Total Primary Government Expenses	34,572,798	35,768,323	35,570,467	42,149,215	38,339,512	38,640,265	43,988,443	48,943,810	68,280,329	50,332,067
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	871,293	709,644	860,776	819,305	1,194,523	945,515	962,400	993,924	935,528	686,570
Public Safety	1,109,036	1,449,261	1,287,537	1,310,274	1,492,036	1,838,483	1,771,754	1,621,078	1,677,722	1,682,947
Public Works	809	4,277	2,960	3,131	3,289	6,555	4,278	3,732	8,427	107,071
Health and Sanitation	1,445,574	1,487,683	1,502,939	1,512,201	1,479,027	1,499,155	1,515,269	1,540,746	1,589,647	1,642,134
Community/Economic Development	1,795,984	1,694,572	1,882,386	1,980,976	1,910,839	2,016,480	2,175,473	2,445,416	1,436,586	2,11,474
Community Services	—	4,099	3,490	5,095	3,576	3,191	1,365,832	1,555,006	461,204	1,163,697
Parks and Recreation	—	—	—	—	—	—	174,332	822,580	465,823	794,775
Operating Grants/Contributions	933,284	1,031,977	821,251	744,784	804,285	767,181	902,570	1,289,887	2,570,929	2,575,275
Capital Grants/Contributions	546,922	62,320	1,170,692	1,930,518	1,665,795	354,092	8,568,108	857,528	991,919	557,789
Total Governmental Activities Program Revenues	6,702,902	6,443,833	7,532,031	8,306,284	8,553,370	7,430,652	17,440,016	11,129,897	10,137,785	9,421,732
Business-Type Activities										
Water and Sewer	7,802,609	7,866,508	8,807,956	8,723,993	8,771,124	8,727,973	9,142,518	9,224,965	8,808,549	9,396,590
Capital and Operating Grants and Contributions	56,590	—	133,116	—	—	902,000	127,750	—	100,000	—
Total Business-Type Activities Program Revenues	7,859,199	7,866,508	8,941,072	8,723,993	8,771,124	9,629,973	9,270,268	9,224,965	8,908,549	9,396,590
Total Primary Government Program Revenues	14,562,101	14,310,341	16,473,103	17,030,277	17,324,494	17,060,625	26,710,284	20,354,862	19,046,334	18,818,322

	2012	2013	2014	2015	2016	2017	2018 (1)	2019	2020	2021
Net (Expenses) Revenues										
Governmental Activities	\$ (20,121,932)	(21,615,303)	(20,009,833)	(25,447,781)	(21,353,695)	(23,453,691)	(18,766,505)	(29,543,869)	(49,932,646)	(30,490,888)
Business-Type Activities	111,235	157,321	912,469	328,843	338,677	1,874,051	1,488,346	954,921	698,651	(1,022,857)
Total Primary Government Net (Expense) Revenue	(20,010,697)	(21,457,982)	(19,097,364)	(25,118,938)	(21,015,018)	(21,579,640)	(17,278,159)	(28,588,948)	(49,233,995)	(31,513,745)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Tax	5,652,052	5,262,251	5,335,681	5,376,334	5,309,000	5,386,785	5,972,089	5,552,553	6,252,710	6,387,789
Other Local Taxes	590,405	702,383	759,945	753,570	1,163,492	1,366,554	1,504,932	1,438,987	1,321,452	3,752,602
Intergovernmental - Unrestricted	6,960,734	7,114,464	7,267,476	7,681,760	8,135,442	9,040,495	9,284,917	9,714,527	10,944,442	11,157,408
Sales and Use Tax	4,045,647	3,806,590	3,793,196	3,758,167	3,776,307	3,982,918	4,144,382	4,271,726	4,623,579	5,592,118
Home Rule Sales Tax	2,303,131	2,466,620	2,422,384	2,765,835	2,457,395	2,746,650	2,453,701	2,755,901	2,779,643	3,369,457
State Income Tax	1,231,171	918,488	767,125	798,293	757,694	693,004	636,417	582,114	444,983	402,699
Telecommunications Tax	—	—	—	—	—	—	—	—	—	223,447
Gaming Tax	—	—	—	—	—	—	—	—	—	—
Replacement Tax	266,540	295,965	287,699	311,592	283,562	278,177	266,880	332,250	296,389	632,916
Cannabis Tax	—	—	—	—	—	—	—	—	—	1,348,011
Interest	13,056	8,742	7,932	10,404	33,962	110,980	270,344	298,677	57,116	6,365
Miscellaneous	57,931	35,320	72,775	67,115	49,913	196,449	193,013	280,319	—	855,012
Transfers	619,409	623,722	648,019	660,572	752,705	931,777	963,406	769,574	1,017,965	—
Special Item	—	—	—	—	—	—	7,868,952	—	—	—
Total Governmental Activities General Revenues	21,740,076	21,234,545	21,362,232	22,183,642	22,719,472	24,733,789	33,559,033	25,996,628	27,738,279	33,727,824
Business-Type Activities										
Interest	5,346	2,243	1,203	2,635	19,611	39,324	121,902	167,861	28,079	3,517
Miscellaneous	—	—	—	—	—	15,000	—	4,117	—	—
Transfers	(619,409)	(623,722)	(648,019)	(660,572)	(752,705)	(931,777)	(963,406)	(769,574)	(1,017,965)	—
Total Business-Type Activities General Revenues	(614,063)	(621,479)	(646,816)	(657,937)	(733,094)	(877,453)	(841,504)	(597,596)	(989,886)	3,517
Total Primary Government General Revenues	21,126,013	20,613,066	20,715,416	21,525,705	21,986,378	23,856,336	32,717,529	25,399,032	26,748,393	33,731,341
Changes in Net Position										
Governmental Activities	1,618,144	(380,758)	1,352,399	(3,264,139)	1,365,777	1,280,098	14,792,528	(3,547,241)	(22,194,367)	3,236,936
Business-Type Activities	(502,828)	(464,158)	265,653	(329,094)	(394,417)	996,598	646,842	357,325	(291,235)	(1,019,340)
Total Primary Government Changes in Net Position	1,115,316	(844,916)	1,618,052	(3,593,233)	971,360	2,276,696	15,439,370	(3,189,916)	(22,485,602)	2,217,596

* Accrual Basis of Accounting

Data Source: City Records

Notes:

(1) The City merged with the Collinsville Metropolitan Exposition, Auditorium and Office Building Authority resulting in a special item of \$7,868,952.

CITY OF COLLINSVILLE, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2021 (Unaudited)

	2012	2013	2014	2015
General Fund				
Nonspendable	\$ 60,694	108,222	429,690	533,134
Restricted	291,947	217,313	242,904	388,071
Assigned	—	—	—	—
Unassigned	4,549,074	5,188,655	5,553,339	6,441,116
Total General Fund	4,901,715	5,514,190	6,225,933	7,362,321
All Other Governmental Funds				
Nonspendable	—	—	—	—
Restricted	9,053,530	8,274,560	6,953,120	4,871,630
Committed	844,992	1,368,820	2,002,222	2,262,739
Unassigned	—	—	—	—
Total All Other Governmental Funds	9,898,522	9,643,380	8,955,342	7,134,369
Total Governmental Funds	14,800,237	15,157,570	15,181,275	14,496,690

Data Source: City Records

2015 General Fund was restated for various accrual items.

2017 Capital Projects Fund was restated for various accrual items.

2020 General Fund was restated for insurance and receivables. Tax Increment Financing Fund was restated for receivables and accounts payable.

2021 General Fund was restated for insurance.

*Modified Accrual Basis of Accounting

2016	2017	2018	2019	2020	2021
444,272	355,614	36,307	51,743	211,019	210,841
359,741	566,459	694,506	397,327	486,540	518,050
679,625	887,220	1,195,360	378,236	767,312	712,515
6,860,900	8,387,604	10,307,198	8,077,080	7,225,634	7,693,558
8,344,538	10,196,897	12,233,371	8,904,386	8,690,505	9,134,964
900,233	520,086	520,086	—	—	33,969
4,639,161	6,128,640	7,556,914	8,081,010	8,136,941	9,688,218
2,310,347	1,332,151	869,692	188,637	187,357	188,997
—	—	(525)	(1,200,912)	(1,108,809)	(745,266)
7,849,741	7,980,877	8,946,167	7,068,735	7,215,489	9,165,918
16,194,279	18,177,774	21,179,538	15,973,121	15,905,994	18,300,882

CITY OF COLLINSVILLE, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
December 31, 2021 (Unaudited)

	2012	2013	2014
Revenues			
Taxes	\$ 7,405,155	7,051,531	7,287,238
Intergovernmental	16,999,171	16,221,795	15,780,093
Licenses and Permits	678,019	574,861	702,228
Charges for Services	2,322,508	2,632,073	2,383,584
Fines and Forfeits	283,081	171,629	303,006
Interest	13,056	8,742	7,932
Other	575,231	1,181,113	649,866
Total Revenues	<u>28,276,221</u>	<u>27,841,744</u>	<u>27,113,947</u>
Expenditures			
Current			
General Government	3,667,442	3,599,559	3,387,238
Public Safety	12,401,624	12,480,892	12,969,826
Public Works	2,234,694	2,328,299	2,534,959
Health and Sanitation	1,491,279	1,511,678	1,459,591
Community/Economic Development	2,805,275	2,334,866	2,031,697
Community Services	849,207	1,524,003	1,051,880
Parks and Recreation	—	—	—
Capital Outlay	2,190,612	2,241,830	2,554,578
Debt Service			
Principal	541,859	590,954	573,627
Interest and Fiscal Charges	1,662,710	1,596,208	1,605,475
Total Expenditures	<u>27,844,702</u>	<u>28,208,289</u>	<u>28,168,871</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>431,519</u>	<u>(366,545)</u>	<u>(1,054,924)</u>
Other Financing Sources (Uses)			
Debt Issuance	—	52,628	6,328,000
Premium on Debt Issuance	—	—	—
Payment to Escrow Agent	—	—	(6,218,858)
Disposal of Capital Assets	—	—	—
Transfers In	804,279	801,539	746,276
Transfers Out	(184,870)	(177,817)	(98,257)
	<u>619,409</u>	<u>676,350</u>	<u>757,161</u>
Net Change in Fund Balances	<u>1,050,928</u>	<u>309,805</u>	<u>(297,763)</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>8.60%</u>	<u>8.40%</u>	<u>8.50%</u>

Data Source: City Records

*Modified Accrual Basis of Accounting

2015	2016	2017	2018	2019	2020	2021
7,455,105	7,947,019	8,360,875	9,460,148	9,197,458	8,779,068	10,143,120
16,451,296	16,998,204	18,098,635	18,393,559	20,132,455	22,607,682	25,786,545
699,035	856,163	712,624	724,393	723,544	705,363	661,386
2,357,410	2,344,411	2,560,859	3,333,887	4,928,145	3,563,885	5,458,948
383,365	192,533	389,961	292,807	129,476	217,259	168,334
10,404	33,962	110,980	270,344	298,677	57,116	6,365
531,703	703,450	725,146	1,177,633	616,368	329,402	855,012
27,888,318	29,075,742	30,959,080	33,652,771	36,026,123	36,259,775	43,079,710
3,587,703	3,748,978	4,140,344	3,391,880	3,605,754	3,948,887	7,412,494
13,137,745	13,077,952	13,334,787	14,596,800	15,484,100	14,872,067	13,857,726
2,249,942	2,442,600	2,449,342	2,750,008	3,343,728	3,461,154	3,512,274
1,631,883	1,496,230	1,473,222	1,503,961	1,528,073	1,536,185	1,585,434
4,180,208	1,963,360	2,224,531	2,569,850	3,728,577	3,463,921	4,565,953
922,359	1,003,547	652,071	2,609,702	2,454,645	1,602,761	1,620,238
—	—	3,305	905,879	2,345,239	1,767,811	1,978,904
1,865,702	2,988,793	3,781,658	3,059,056	6,834,751	4,840,256	3,028,777
639,888	853,012	907,873	1,788,078	1,783,096	2,127,807	2,253,935
1,439,866	1,432,110	1,485,242	1,457,908	1,404,596	1,378,598	1,326,577
29,655,296	29,006,582	30,452,375	34,633,122	42,512,559	38,999,447	41,142,312
(1,766,978)	69,160	506,705	(980,351)	(6,486,436)	(2,739,672)	1,937,398
—	900,233	2,835,086	—	—	1,754,300	—
—	—	10,715	—	—	—	—
—	—	(2,248,754)	—	—	—	—
—	52,352	44,855	49,507	44,652	45,829	28,950
741,854	931,278	1,117,087	1,242,761	1,497,982	1,433,876	214,991
(81,282)	(178,573)	(185,310)	(279,355)	(262,615)	(254,856)	(214,991)
660,572	1,705,290	1,573,679	1,012,913	1,280,019	2,979,149	28,950
(1,106,406)	1,774,450	2,080,384	32,562	(5,206,417)	239,477	1,966,348
7.50%	8.80%	8.60%	10.20%	8.70%	10.20%	9.41%

CITY OF COLLINSVILLE, ILLINOIS

**Tax Revenues By Source - Governmental Funds - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year		Sales Tax	Property Tax	Other	Total
2012	\$	11,329,783	5,652,052	7,422,491	24,404,326
2013		10,966,546	5,262,251	7,044,529	23,273,326
2014		10,856,571	5,335,681	6,875,079	23,067,331
2015		11,494,643	5,376,334	7,035,424	23,906,401
2016		10,688,283	5,272,446	8,984,494	24,945,223
2017		12,170,290	5,367,685	8,921,535	26,459,510
2018		12,704,051	5,982,382	9,167,274	27,853,707
2019		13,084,051	5,506,816	10,739,046	29,329,913
2020		14,322,918	6,158,102	10,905,730	31,386,750
2021		10,155,700	6,387,789	10,507,393	27,050,882

CITY OF COLLINSVILLE, ILLINOIS

**Sales Tax Rates - Direct and Overlapping - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Madison County						
Fiscal Year	City Direct Rate	Metro East Transportation District	Metro East Park and Rec District	County Flood Prevention	State of Illinois	Direct and Overlapping
2012	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2013	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2014	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2015	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2016	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2017	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2018	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2019	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2020	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2021	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
St. Clair County						
Fiscal Year	City Direct Rate	Metro East Transportation District	Metro East Park and Rec District	County Flood Prevention	State of Illinois	Direct and Overlapping
2012	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2013	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2014	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2015	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2016	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2017	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2018	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2019	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2020	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%
2021	1.25%	0.25%	0.10%	0.25%	6.25%	8.10%

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
December 31, 2021 (Unaudited)**

Industry	2021			2020			2019			2018			2017		
	Taxable Sales	Percentage of Total	Taxable Sales	Taxable Sales	Percentage of Total	Taxable Sales	Taxable Sales	Percentage of Total	Taxable Sales	Taxable Sales	Percentage of Total	Taxable Sales	Taxable Sales	Percentage of Total	
General Merchandise	\$ 120,299	15.31%	\$ 1,192,277	16.75%	\$ 1,323,625	19.46%	\$ 1,143,589	17.51%	\$ 1,022,821	15.73%					
Food	590,454	7.53%	615,482	8.65%	560,342	8.24%	586,925	8.98%	647,719	9.96%					
Drinking and Eating Places	732,361	9.34%	612,162	8.60%	695,710	10.23%	693,451	10.62%	673,447	10.37%					
Apparel	23,399	0.30%	7,848	0.11%	9,140	0.13%	11,265	0.17%	11,908	0.18%					
Furniture, Household, and Radio	104,782	1.34%	90,828	1.28%	85,591	1.26%	101,692	1.56%	91,824	1.41%					
Lumber, Building, Hardware	435,087	5.55%	395,950	5.56%	363,395	5.34%	297,065	4.55%	292,142	4.49%					
Automotive and Filling Stations	2,386,582	30.44%	2,378,379	33.42%	2,436,221	35.82%	2,496,941	38.22%	2,547,757	39.19%					
Drugs and Miscellaneous Retail	1,637,193	20.88%	1,245,724	17.50%	717,149	10.54%	634,969	9.72%	650,044	10.00%					
Agriculture and All Others	638,568	8.14%	523,411	7.35%	540,998	7.95%	518,684	7.94%	512,985	7.89%					
Manufacturers	91,950	1.17%	55,631	0.78%	68,900	1.01%	48,156	0.73%	50,716	0.78%					
Total	6,760,675	100.00%	7,117,692	100.00%	6,801,071	99.98%	6,532,737	100.00%	6,501,363	100.00%					

Industry	2016			2015			2014			2013			2012		
	Taxable Sales	Percentage of Total	Taxable Sales	Taxable Sales	Percentage of Total	Taxable Sales	Taxable Sales	Percentage of Total	Taxable Sales	Taxable Sales	Percentage of Total	Taxable Sales	Taxable Sales	Percentage of Total	
General Merchandise	\$ 944,941	15.95%	\$ 953,639	17.27%	\$ 968,639	18.14%	\$ 1,021,650	20.40%	\$ 1,088,478	21.50%					
Food	660,284	11.14%	674,415	12.21%	665,305	12.46%	669,191	13.37%	623,345	12.31%					
Drinking and Eating Places	638,183	10.78%	626,918	11.35%	597,659	11.20%	580,094	11.59%	590,520	11.66%					
Apparel	18,657	0.32%	19,405	0.35%	15,839	0.30%	16,518	0.33%	19,187	0.38%					
Furniture, Household, and Radio	88,684	1.50%	92,394	1.67%	94,949	1.78%	113,971	2.28%	112,561	2.22%					
Lumber, Building, Hardware	267,988	4.53%	247,988	4.49%	232,615	4.36%	236,736	4.73%	284,382	5.62%					
Automotive and Filling Stations	2,199,155	37.14%	1,814,744	32.85%	1,735,495	32.51%	1,408,691	28.14%	1,221,447	24.13%					
Drugs and Miscellaneous Retail	633,881	10.71%	616,530	11.16%	582,952	10.92%	546,544	10.92%	536,972	10.61%					
Agriculture and All Others	422,289	7.13%	425,413	7.70%	409,634	7.67%	380,192	7.59%	556,927	11.00%					
Manufacturers	42,247	0.80%	52,290	0.95%	35,330	0.66%	32,374	0.65%	29,044	0.57%					
Total	5,916,309	100.00%	5,523,736	100.00%	5,338,417	100.00%	5,005,961	100.00%	5,062,863	100.00%					

Data 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 Value and Actual Value of Taxable Property - Last Ten Tax Levy Years - Madison County
December 31, 2021 (Unaudited)**

Fiscal Year	Levy Year	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
		Residential Property	Farm Property	Commercial Property	Industrial Property	Railroad Property	Other Property	Value in Madison County	Estimated Actual Value	Annual Percentage Change	Ratio of Total Assessed Valuation to Estimated Actual Value of Real Property				
2012	2011	\$ 265,961,142	\$ 1,261,950	\$ 97,452,635	\$ 11,090,460	\$ 192,103	\$ 9,910	\$ 375,968,200	0.6552	\$ 1,127,904,600	(3.70%)	33.33%			
2013	2012	262,390,316	1,207,690	94,587,265	11,022,740	189,727	18,060	369,415,798	0.6676	1,108,247,394	(1.74%)	33.33%			
2014	2013	258,946,015	1,103,680	93,610,615	10,369,100	189,116	1,230	364,219,756	0.6746	1,092,659,268	(1.41%)	33.33%			
2015	2014	252,181,453	1,072,940	92,087,460	10,369,100	180,519	1,230	355,892,702	0.6959	1,067,678,106	(2.29%)	33.33%			
2016	2015	248,562,018	1,141,830	91,260,290	10,423,280	196,795	1,230	351,585,443	0.6986	1,054,756,329	(1.21%)	33.33%			
2017	2016	255,179,712	1,185,670	95,162,375	10,687,360	186,791	1,230	362,403,138	0.6779	1,087,209,414	3.08%	33.33%			
2018	2017	261,214,096	1,164,380	99,167,495	10,902,360	177,036	1,230	372,626,597	0.6941	1,117,879,791	2.82%	33.33%			
2019	2018	267,635,329	1,122,690	104,656,328	11,101,570	188,533	1,230	384,705,680	0.7091	1,154,117,040	3.24%	33.33%			
2020	2019	280,163,572	1,206,550	108,357,574	11,336,780	236,861	1,230	401,302,567	0.7186	1,203,907,701	4.31%	33.33%			
2021	2020	287,144,084	1,087,220	79,239,374	5,144,490	255,131	1,230	372,871,529	0.7277	1,118,614,587	(7.08%)	33.33%			

Data Source: Office of the County Clerk

CITY OF COLLINSVILLE, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years - St. Clair County
December 31, 2021 (Unaudited)**

Fiscal Year	Levy Year	Residential Property	Farm Property	Commercial Property	Industrial 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
2012	2011	\$ 34,591,703	\$ 1,155,031	\$ 2,307,802	\$ 397,095	\$ 38,451,631	0.6687	\$ 115,354,893	(0.81%)	33.33%
2013	2012	33,347,145	1,102,287	2,080,929	382,839	36,913,200	0.6746	110,739,600	(4.00%)	33.33%
2014	2013	32,350,004	1,074,932	2,010,173	374,340	35,809,449	0.6932	107,428,347	(2.99%)	33.33%
2015	2014	31,765,916	1,013,647	1,909,135	367,564	35,056,262	0.6958	105,168,786	(2.10%)	33.33%
2016	2015	33,791,881	38,152	2,187,901	385,844	36,403,778	0.7101	109,211,334	3.84%	33.33%
2017	2016	34,659,804	39,161	2,180,709	394,758	37,274,432	0.6779	111,823,296	2.39%	33.33%
2018	2017	35,159,129	40,066	2,215,694	400,167	37,815,056	0.7107	113,445,168	1.45%	33.33%
2019	2018	36,215,306	41,329	2,221,748	411,453	38,889,836	0.7268	116,669,508	2.84%	33.33%
2020	2019	37,255,091	56,481	2,347,894	418,816	40,078,282	0.7423	120,234,846	3.06%	33.33%
2021	2020	39,001,979	49,427	2,333,043	433,893	41,818,342	0.7277	125,455,026	4.34%	33.33%

Data Source: Office of the County Clerk

CITY OF COLLINSVILLE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years - Madison County
December 31, 2021 (Unaudited)**

See Following Page

CITY OF COLLINSVILLE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years - Madison County
December 31, 2021 (Unaudited)**

	2011	2012	2013
City Direct Rates			
General	0.3396	0.2657	0.2671
Fire Pension	0.0847	0.1501	0.1652
Police Pension	0.2309	0.2518	0.2423
Total Direct Rates	0.6552	0.6676	0.6746
Overlapping Rates			
Madison County	0.6864	0.6974	0.7210
Collinsville Road and Bridge	0.3502	0.3577	0.3688
Collinsville C.U. School District No. 10	4.2533	4.3042	4.4418
Collinsville Township	0.2080	0.2170	0.2209
Southwestern IL College No. 522	0.3743	0.3919	0.4048
Mississippi Valley Library	0.2053	0.2059	0.2082
Collinsville Area Recreation	0.4511	0.4498	0.4452
Total Overlapping Rates	6.5286	6.6239	6.8107
Total	7.1838	7.2915	7.4853

Data Source: Office of the County Clerk

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

2014	2015	2016	2017	2018	2019	2020
0.2442	0.2172	0.2135	0.2437	0.1353	0.2080	0.0511
0.1568	0.1787	0.1843	0.1650	0.2360	0.2026	0.2886
0.2949	0.3027	0.2801	0.2854	0.3378	0.3080	0.3880
0.6959	0.6986	0.6779	0.6941	0.7091	0.7186	0.7277
0.7329	0.7073	0.6514	0.6157	0.5953	0.5746	0.5469
0.3808	0.3836	0.3767	0.3580	0.3480	0.3413	0.3294
4.4817	4.5833	4.5585	4.3541	4.3316	4.3071	4.3020
0.2341	0.2371	0.2302	0.1872	0.1826	0.1758	0.1741
0.4242	0.4637	0.4743	0.4676	0.4599	0.4544	0.4462
0.2131	0.2131	0.2119	0.2178	0.2188	0.2177	0.2119
0.4974	0.4742	0.6338	0.3804	0.2470	0.2461	0.2419
6.9642	7.0623	7.1368	6.5808	6.3832	6.3170	6.2524
7.6601	7.7609	7.8147	7.2749	7.0923	7.0356	6.9801

CITY OF COLLINSVILLE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years - St. Clair County
December 31, 2021 (Unaudited)**

	2011	2012	2013
City Direct Rates			
General	0.3401	0.2618	0.2679
Fire Pension	0.0882	0.1542	0.1724
Police Pension	0.2404	0.2586	0.2529
Total Direct Rates	0.6687	0.6746	0.6932
Overlapping Rates			
St. Clair County	0.9132	0.9123	0.9080
Caseyville Road	0.1019	0.1041	0.1074
Collinsville C.U. School District No. 10	4.2684	4.3310	4.4840
Caseyville Township	0.1110	0.1130	0.1145
Southwestern IL College No. 522	0.3786	0.3942	0.4106
Mississippi Valley Library	0.2065	0.2070	0.2100
Collinsville Area Recreation	0.4624	0.4579	0.4583
Total Overlapping Rates	6.4420	6.5195	6.6928
Total	7.1107	7.1941	7.3860

Data Source: Office of the County Clerk

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

2014	2015	2016	2017	2018	2019	2020
0.2365	0.2149	0.2135	0.2495	0.1387	0.2149	0.0511
0.1595	0.1838	0.1843	0.1690	0.2419	0.2092	0.2886
0.2998	0.3114	0.2801	0.2922	0.3462	0.3182	0.3880
0.6958	0.7101	0.6779	0.7107	0.7268	0.7423	0.7277
0.9388	0.9385	1.0865	1.1000	1.1004	1.0990	1.0990
0.1177	0.1170	0.1135	0.1160	0.1108	0.1014	0.0978
4.5022	4.5703	4.5633	4.3749	4.3532	4.3356	4.3018
0.1215	0.1261	0.1189	0.1217	0.1219	0.1047	0.1005
0.4285	0.4727	0.4749	0.4696	0.4651	0.4589	0.4500
0.2140	0.2146	0.2137	0.2189	0.2198	0.2192	0.2119
0.5039	0.4810	0.6333	0.3884	0.2530	0.2539	0.2415
6.8266	6.9202	7.2041	6.7895	6.6242	6.5727	6.5025
7.5224	7.6303	7.8820	7.5002	7.3510	7.3150	7.2302

CITY OF COLLINSVILLE, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2021 (Unaudited)**

Taxpayer	2021			2012		
	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	\$ 7,097,840	1	1.68%			
Walmart Stores, Inc.	4,773,110	2	1.13%	\$ 4,558,670	1	1.06%
COLHOT, LLC	4,202,080	3	0.99%	3,501,620	2	0.81%
Ameren Illinois Company	3,308,750	4	0.78%			
Parkside Commons, LLC	3,261,990	5	0.77%	2,503,820	4	0.58%
Sandridge Mannors, LLC	3,112,180	6	0.73%			
MDC Eastport, LLC	2,803,500	7	0.66%			
Felfam Lakeside Plaza, LLC	2,617,140	8	0.62%	2,448,450	5	0.57%
Phillips Investment, LLC Collinsville Facility	2,240,710	9	0.53%			
JZJ Holding, LLC	1,863,520	10	0.44%			
Osborn & Osborn LLC				2,885,830	3	0.67%
Retko Group LLC				2,441,920	6	0.57%
Cedar Ridge Eagle Creek LLC				2,405,030	7	0.56%
Home Depot USA				2,329,990	8	0.54%
Keebler Krossing LLC				2,277,210	9	0.53%
Sandridge Mannors LLC				2,107,800	10	0.49%
Totals	35,280,820		8.33%	27,460,340		6.38%

Data Source: Madison County Clerk's Office

CITY OF COLLINSVILLE, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year	Tax Levy Year	Tax Levy	Collected within the Fiscal Year of the Levy		Total Collections to Date	
			Amount	Percentage of Levy	Amount	Percentage of Levy
2012	2011	\$ 2,485,675	\$ 2,475,919	99.61%	\$ 2,475,919	99.61%
2013	2012	2,487,713	2,482,283	99.78%	2,482,283	99.78%
2014	2013	2,482,657	2,483,293	100.03%	2,483,293	100.03%
2015	2014	2,491,382	2,337,679	93.83%	2,337,679	93.83%
2016	2015	2,487,821	2,351,677	94.53%	2,351,677	94.53%
2017	2016	2,483,604	2,342,638	94.32%	2,342,638	94.32%
2018	2017	2,832,163	2,829,373	99.90%	2,829,373	99.90%
2019	2018	2,948,644	2,945,991	99.91%	2,945,991	99.91%
2020	2019	3,095,397	3,084,243	99.64%	3,084,243	99.64%
2021	2020	3,235,734	3,235,856	100.00%	3,235,856	100.00%

Data Source: Office of the County Clerk

CITY OF COLLINSVILLE, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Revenue Bonds	Capital Leases	Note Payable	General Obligation Bonds	IEPA Loan	Capital Leases				
2012	\$ 10,080,000	\$ 20,250,000	\$ 292,763	\$ —	\$ 17,064,114	\$ —	\$ 29,157	\$ 47,716,034	6.44%	\$ 1,854	
2013	9,570,000	20,250,000	264,437	—	16,547,394	—	24,721	46,656,552	6.74%	1,810	
2014	9,625,385	20,250,000	200,810	—	15,455,163	—	19,602	45,550,960	6.88%	1,806	
2015	9,035,154	20,250,000	145,922	—	14,323,059	—	14,265	43,768,400	6.15%	1,731	
2016	8,404,923	20,145,000	923,143	—	13,171,082	—	8,701	42,652,849	6.32%	1,704	
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	
2018	7,142,497	23,854,789	670,220	473,914	10,777,517	14,112,221	—	57,031,158	8.39%	2,316	
2019	6,344,587	22,994,789	584,493	426,545	9,530,941	16,854,263	—	56,735,618	8.07%	2,326	
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	
2021	4,648,767	19,150,000	1,885,181	2,023,204	6,936,241	21,406,204	—	56,049,597	7.21%	2,289	

Data Source: City Records

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

CITY OF COLLINSVILLE, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year	General Obligation Bonds	Less: Amounts Available for Debt Service	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2013	\$ 27,144,114	\$ —	\$ 27,144,114	7.22%	\$ 1,054.47
2014	26,117,394	—	26,117,394	7.07%	1,013.17
2015	25,080,548	—	25,080,548	6.89%	994.43
2016	23,358,213	—	23,358,213	6.56%	923.91
2017	21,576,005	—	21,576,005	6.14%	862.18
2018	19,879,638	—	19,879,638	5.49%	804.75
2019	17,920,014	—	17,920,014	4.81%	727.83
2020	15,875,528	—	15,875,528	4.13%	650.77
2021	13,818,197	—	13,818,197	3.44%	566.44
2021	11,585,008	—	11,585,008	3.11%	473.07

Data Source: City Records

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

CITY OF COLLINSVILLE, ILLINOIS

**Schedule of Direct and Overlapping Governmental Activities Debt
December 31, 2021 (Unaudited)**

Governmental Unit	Governmental Activities Debt	Percent * Applicable to Collinsville	Applicable to Collinsville (1)
City of Collinsville	\$ 27,707,152	100.00%	\$ 27,707,152
Overlapping Debt			
Madison County	—	6.92%	—
St. Clair County	100,255,000	1.07%	1,072,729
Unit 10 School District (Collinsville)	10,000,000	52.71%	5,271,000
Unit 9 School District (Granite City)	7,035,000	5.00%	3,518
Southwestern Illinois Community College	16,790,000	16.55%	2,778,745
Collinsville Area Recreation District	18,309,000	59.36%	10,868,222
Mississippi Valley Library	—	82.83%	—
Caseyville Township	—	5.09%	—
Collinsville Township	—	54.59%	—
Nameoki Township	—	0.26%	—
Metro East Sanitary	—	0.35%	—
State Park Fire	—	0.48%	—
Total Overlapping Debt	152,389,000		19,994,214
Total Direct and Overlapping Debt	180,096,152		47,701,366

Data Source: The above-named jurisdictions.

(1) Only 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.

CITY OF COLLINSVILLE, ILLINOIS

**Pledged Revenue Coverage - Local Government Program Revenue Bonds - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

See Following Page

CITY OF COLLINSVILLE, ILLINOIS

**Pledged Revenue Coverage - Local Government Program Revenue Bonds - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

	2012	2013	2014
Limited Incremental Sales Tax Revenue	\$ 1,144,275	1,110,752	1,103,733
Debt Service	1,053,450	1,053,450	1,053,450
Ratio	1.09	1.05	1.05
Outstanding Balance	20,250,000	20,250,000	20,250,000

2015	2016	2017	2018	2019	2020	2021
1,226,701	1,197,276	1,240,000	1,220,455	1,393,707	1,251,162	1,144,275
1,053,450	1,158,450	1,178,200	1,236,700	1,161,950	1,300,450	1,053,450
1.16	1.03	1.05	0.99	1.20	0.96	1.09
20,250,000	20,145,000	20,015,000	19,820,000	19,690,000	19,415,000	19,150,000

CITY OF COLLINSVILLE, ILLINOIS

**Schedule of Legal Debt Margin
December 31, 2021 (Unaudited)**

The City is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois constitution governs computation of legal debt margin.

The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by some home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.

To date the General Assembly has set no limits for home rule municipalities.

CITY OF COLLINSVILLE, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year	Population	Personal Income (in thousands)	Per Capita Income	Median Household Income	School Enrollment	Unemployment Rate
2012	25,742	\$ 740,880,502	\$ 28,781	\$ 59,543	6,438	8.10%
2013	25,778	692,165,078	26,851	57,297	6,378	9.10%
2014	25,221	661,723,377	26,237	59,454	6,226	10.60%
2015	25,282	712,016,966	28,163	63,361	6,154	10.20%
2016	25,025	675,374,700	26,988	62,386	6,048	9.10%
2017	24,703	670,661,747	27,149	52,675	5,594	4.50%
2018	24,621	680,007,399	27,619	51,968	6,339	5.10%
2019	24,395	702,868,740	28,812	52,394	6,365	4.10%
2020	24,395	753,561,550	30,890	53,490	6,155	8.70%
2021	24,489	777,139,400	31,912	56,250	5,746	5.30%

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

CITY OF COLLINSVILLE, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2021 (Unaudited)**

Employer	2021		Employer	2012	
	Employees	Rank		Employees	Rank
Collinsville Unit School District Number 10	895	1	Collinsville Unit School District Number 10	760	1
Fairmont Race Track	455	2	Wal-Mart	462	2
Wal-Mart	412	3	Illinois Department of Transportation	196	3
Illinois Department of Transportation	250	4	City of Collinsville	194	4
Ameren, IL	243	5	Fairmont Race Track	136	5
City of Collinsville	205	6	Schnucks Market	129	6
Woods Basement Systems	200	7	Crop Production	100	7
Laura Buick-GMC	155	8	Gateway Industrial Power	90	8
Schnucks Market	117	9	K-Mart	78	9
Ascend	104	10	Tetra Tech, Inc.	70	10
	<u>3,036</u>			<u>2,215</u>	

Data 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
December 31, 2021 (Unaudited)**

See Following Page

CITY OF COLLINSVILLE, ILLINOIS

**Full-Time City Government Employees by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	2012	2013	2014
General Government			
Administration - City Manager	2.0	2.0	2.0
Administration - Operations	1.0	1.0	1.0
Administration - Human Resources	1.0	1.0	1.0
Administration - Information Technology	2.0	2.0	2.0
Administration - Media	—	—	—
Finance	8.0	8.0	8.0
Public Safety			
Police Administration	7.0	7.0	7.0
Police Operations	37.0	37.0	37.0
Police Support	17.0	15.0	15.0
Animal Shelter	2.0	2.0	2.0
Fire Administration	3.0	3.0	3.0
Fire Operations	31.0	31.0	31.0
Public Works			
Engineering	—	—	—
Streets	12.0	13.0	13.0
Facilities Maintenance	—	—	—
Fleet Maintenance	—	—	—
Water Lines	8.5	9.5	9.5
Water Plant	6.5	6.5	6.5
Waste Water Lines	7.0	8.0	8.0
Waste Water Plant	8.0	7.0	7.0
Community/Economic Development			
Community Development	5.0	5.0	5.0
Inspections	1.0	1.0	1.0
Community Services	1.0	1.0	1.0
Parks and Recreation			
Operations	—	—	—
Parks Maintenance	—	—	—
Willoughby Farm	—	—	—
Gateway Convention Center			
Administration	—	—	—
Sales	—	—	—
Events	—	—	—
Operations	—	—	—
Totals	160.0	160.0	160.0

Data Source: Payroll Data from Finance Department.

2015	2016	2017	2018	2019	2020	2021
2.0	2.0	3.0	2.5	2.5	2.5	2.5
1.0	1.0	2.0	1.0	1.0	1.0	1.0
1.0	1.0	1.0	1.0	1.0	1.0	2.0
2.0	2.0	2.0	3.0	3.0	3.0	3.0
0.0	0.0	0.0	0.0	0.0	1.0	2.0
8.0	8.0	9.0	9.0	10.0	10.0	7.5
7.0	8.0	7.0	7.0	7.0	7.0	7.0
34.0	37.0	38.0	38.0	38.0	38.0	38.0
15.0	15.0	15.0	16.0	16.0	16.0	14.0
2.0	2.0	2.0	2.0	2.0	2.0	2.0
3.0	3.0	4.0	4.0	3.0	4.0	4.0
31.0	31.0	31.0	30.0	36.0	35.0	36.0
0.0	1.0	1.0	1.0	1.0	2.0	2.0
13.0	15.3	14.3	16.3	16.3	16.3	17.3
0.0	0.0	0.0	1.0	1.0	2.0	2.0
0.0	0.0	0.0	1.0	2.0	2.0	2.0
9.5	9.3	8.3	9.3	9.3	9.3	9.3
6.5	6.5	7.5	6.5	6.5	6.5	5.5
8.0	7.0	7.0	6.0	7.0	7.0	5.0
7.0	7.8	7.8	7.9	6.9	7.8	8.8
5.0	4.0	4.0	2.5	4.5	4.5	5.5
1.0	2.0	2.0	4.0	3.0	3.0	3.0
1.0	1.0	1.0	15.0	16.0	0.0	0.0
0.0	0.0	0.0	5.0	4.0	4.0	3.0
0.0	0.0	0.0	2.0	4.0	5.0	5.0
0.0	0.0	0.0	2.0	3.0	3.0	3.0
0.0	0.0	0.0	2.0	2.0	0.0	0.0
0.0	0.0	0.0	3.0	3.0	2.5	3.5
0.0	0.0	0.0	4.0	5.0	3.5	2.5
0.0	0.0	0.0	6.0	6.0	3.0	8.5
157.0	163.9	166.9	208.0	220.0	201.9	204.9

CITY OF COLLINSVILLE, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	2012	2013	2014
Police			
Traffic Stops	7,483	6,326	5,888
Warrant Checks/Arrests	852	845	633
Bar Checks	180	91	61
Fire			
Ambulance Bills	2,325	2,107	2,176
Finance			
Accounts Payable Checks Written	5,009	4,456	4,231
Utility Payments Posted	72,351	71,765	72,323
Disconnections for Non-Payment	1,913	2,162	2,469
Inspections			
Single-Family Building Permits	11	4	12
Commercial Building Permits	2	3	5
Water			
Average Daily Consumption (MGD)	2.1	2.1	2.1
Waste Water			
New Connections	2	9	21
Sewage Treatment (MGD)	3.40	3.90	3.48
Parks and Recreation			
Aqua Park Program Registrants	—	—	—
Willoughby Program Registrants	—	—	—
Recreation Program Registrants	—	—	—
Senior Shuttle Riders	—	—	—
Gateway Convention Center			
Estimated Attendees	—	—	—
Events	—	—	—

Data Source: Various City Departments

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

2015	2016	2017	2018	2019	2020	2021
6,187	5,959	7,662	5,902	6,671	5,807	6,403
731	708	773	1,176	412	305	323
58	153	162	170	80	41	21
2,383	2,589	2,765	2,904	2,799	1,926	2,448
4,262	4,140	4,265	5,151	5,801	5,147	4,988
72,059	71,382	71,614	72,010	71,731	71,187	71,267
2,007	1,658	1,655	1,868	2,121	2,635	2,279
12	20	10	11	6	6	15
4	6	5	1	—	3	2
						—
2.0	2.1	1.9	1.8	1.9	1.9	2.0
21	12	8	12	19	19	7
4.20	3.80	3.30	3.50	4.70	4.70	3.64
—	—	—	—	159	105	294
—	—	—	—	53	247	2,257
—	—	—	—	509	1,346	3,906
—	—	—	—	1,009	629	5,293
—	—	—	—	117,675	33,831	210,450
—	—	—	—	276	129	313

CITY OF COLLINSVILLE, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	2012	2013	2014
Police			
Stations	1	1	1
Sectors	6	6	6
Marked Patrol Units	18	18	18
Fire			
Stations	2	2	2
Fire Trucks	4	3	3
Ambulances	4	3	3
Streets			
Streets (Lane Miles)	262	262	262
Sidewalks (Miles)	72	74	74
Streetlights	2,406	2,406	2,406
Water			
Water Mains (Miles)	181	181	181
Water Valves	1,800	1,800	1,800
Fire Hydrants	1,343	1,350	1,373
Waste Water			
Sewer Mains (Miles)	120	120	120
Manholes	3,000	3,000	3,000
Parks and Recreation			
Parks	—	—	—
Playgrounds	—	—	—
Walking Trails (Miles)	—	—	—
Gateway Convention Center			
Buildings	—	—	—
Square Footage	—	—	—

Source: Various City Departments

2015	2016	2017	2018	2019	2020	2021
1	1	1	1	1	1	1
3	3	3	3	3	3	3
19	19	18	18	18	16	14
2	2	2	2	2	2	2
3	4	4	4	4	4	4
3	4	4	4	3	3	3
271	271	246	246	246	246	246
74	74	54	54	54	54	54
2,406	2,406	2,406	2,406	2,406	2,406	2,406
181	192	185	188	187	187	189
1,800	1,786	1,814	1,833	1,833	1,833	1,863
1,398	1,395	1,402	1,509	1,413	1,413	1,417
124	127	131	131	131	131	132
3,110	3,120	3,129	3,123	3,123	3,123	
—	—	—	—	7	7	10
—	—	—	—	6	6	7
—	—	—	—	1	1	4
—	—	—	—	1	1	1
—	—	—	—	105,000	105,000	105,000