



# Rock Falls Fiscal Year 23 year-end PAFR

Submitted by: Robbin Blackert  
City Administrator

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## About the Popular Annual Financial Report

This Popular Annual Financial Report (PAFR) is specifically designed as a summary document and is intended to convey select information about the major aspects of the City's FY 23 year-end budget (unaudited), current debt, analysis of revenues and expenditures and financial status in a condensed and easily understandable format. The primary focus of the report is the City's General Fund, Electric Fund, Wastewater Fund and Water Fund. These are considered to be the City's major and most significant funds. The City maintains several other accounting funds which will be included, but not as detailed.

Questions concerning this budget report or requests for additional information should be directed to:

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## FY 23 General Fund Revenue

### Property Tax

Property tax revenues were 7.28% under budget expectations with the exception of the Personal Property Replacement Tax for Fire & Police which was 351% higher than budgeted. Personal property replacement taxes (PPRT) are revenues collected by the state of Illinois and paid to local governments to replace money that was lost by local governments when their powers to impose personal property taxes on corporations, partnerships, and other business entities were taken away.

Corporations pay a 2.5% replacement tax on their net Illinois income. Partnerships, trusts, and S corporations pay a 1.5% replacement tax on their net Illinois income. Public utilities pay 0.8%.

Revenue Account Descriptions	FY 23	
	Budget	Actual
<b>PROPERTY TAX REVENUE</b>		
Prop. Tax-Corporate	\$ 206,620.00	\$ 206,224.24
Prop. Tax-Street & Bridge	\$ 60,000.00	\$ 55,775.71
Prop. Tax-Police Protection	\$ 61,986.00	\$ 61,868.28
Prop. Tax-Fire Protection	\$ 61,986.00	\$ 61,868.28
Prop. Tax-Audit	\$ 20,000.00	\$ 20,044.59
Prop. Tax-Police Pension	\$ 654,876.00	\$ 654,888.39
PPRT Police/Fire	\$ 16,000.00	\$ 72,241.72
Prop. Tax-Emergency Vehicle	\$ 57,270.00	\$ 57,329.80
Prop. Tax-Tort	\$ 269,405.00	\$ 275,645.03
Trans/Work Comp & Gen Liab	\$ 230,000.00	\$ -
Rural Fire Protection Tax	\$ 275,000.00	\$ 299,433.32
<b>Property Tax Subtotal</b>	<b>\$ 1,913,143.00</b>	<b>\$ 1,765,319.36</b>

### Sales Tax Revenue

Sales tax revenues realized a significant increase of 23% over budgetary predictions. Inflationary cost increases of goods such as gasoline and durable products have led to increased amounts of state and local taxes collected. Although this may seem like a

windfall of revenue, the cost for goods and services paid by the City of Rock Falls has increased at the same if not higher inflationary levels.

SALES TAX REVENUE	Budget	Actual
State Sales Tax	\$ 1,230,000.00	\$ 1,474,424.20
Non-Home Rule Sales Tax	\$ 810,000.00	\$ 1,105,862.71
State Use Tax	\$ 329,587.00	\$ 357,890.37
Cannabis Tax	\$ 17,138.00	\$ 13,837.75
<b>Sales Tax - Subtotal</b>	<b>\$ 2,386,725.00</b>	<b>\$ 2,952,015.03</b>

### Local Government Distributive Fund Revenue

State-shared income tax revenue is distributed to local governments through the Local Government Distributive Fund (LGDF). LGDF is a state and local funding partnership instituted as part of the establishment of the State income tax in 1969. LGDF revenue helps local governments fund essential services and programs such as public safety, public health and basic infrastructure construction and repair. This shared revenue also reduces the amount of revenue local governments must collect through local taxes.

The Local Government Distributive Fund (LGDF) was estimated by Illinois Municipal League to be \$1.1M however, actual revenue was realized at 22% over that estimation and came in at \$1.4 million.

INCOME TAX REVENUE	Budget	Actual
State Income Tax (LGDF)	\$ 1,162,784.00	\$ 1,420,111.94
<b>Income Tax - Subtotal</b>	<b>\$ 1,162,784.00</b>	<b>\$ 1,420,111.94</b>

### Franchise/Usage/Other Tax Revenue

Franchise/Usage/Taxes also experienced an increase over predictions by 26%. The is in part due to payments that were expected to be received in FY 22 and were not received until FY 23.

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FRANCHISE/USAGE/TAXES	Budget	Actual
Comcast Franchise Fee	\$ 120,000.00	\$ 107,927.43
Simplified Tele. Maint. Fee	\$ 125,000.00	\$ 113,976.00
Natural Gas Utility Tax	\$ 120,000.00	\$ 229,384.45
Utility Service Partners Royalty	\$ 5,500.00	\$ 5,421.40
Wireless Tower Rental Fee	\$ 10,000.00	\$ 12,390.04
Nicor Franchise Fee	\$ 15,500.00	\$ 23,995.78
Street Maintenance-IDOT	\$ 19,000.00	\$ 31,466.03
<b>Franchise/Usage/Other Taxes</b>	<b>\$ 415,000.00</b>	<b>\$ 524,561.13</b>

### Contributions from Utilities & Proprietary Funds to the General Fund

#### Utility Fund Contributions

American Public Power Association's latest report indicates that public power utilities contributed a median of 6.1% of operating revenues back to the communities they serve. In comparison, investor-owned utilities paid a median of 5.1% of operating revenues.

The FY 23 actual contribution percentages of operating revenues that were contributed to the general fund by Rock Falls Utilities were as follows:

- ✓ Electric - \$649,954. = 5.0%
- ✓ Wastewater - \$63,596. = 3.2%
- ✓ Water - \$62,296. = 4.6%
- ✓ Garbage - \$79,197. = 10.9 %

The cumulative total for the utilities' contribution to the General fund is 5.93% which is lower than the national average.

#### Proprietary Fund Contributions

Contributions to the General Fund from Tourism which is a proprietary fund:

- ✓ Tourism - \$27,099 = 7.1%

Tourism's percentage of contribution to the General Fund is also lower than FY 22's, which was 7.95%.

UTILITY & PROPRIETARY	Budget	Actual
Capital Cost Recovery	\$ 450,000.00	\$ 457,179.91
Rent - Utility Office	\$ 48,786.00	\$ 48,786.00
Cont Electric - Electric Usage	\$ 96,000.00	\$ 96,000.04
Cont Electric - Utility Tax	\$ 1,200.00	\$ 1,200.00
Cont Electric - Cap Cost	\$ 4,800.00	\$ 4,800.00
Cont Sewer - Sewer Usage	\$ 4,800.00	\$ 4,800.00
Cont Water - Water Usage	\$ 3,500.00	\$ 3,500.00
Contribution from Electric	\$ 5,000.00	\$ 5,000.00
Contribution from Water	\$ 37,500.00	\$ 37,500.00
Contribution from Sewer	\$ 37,500.00	\$ 37,500.00
Contribution from Garbage	\$ 65,000.00	\$ 65,000.00
Contribution Electric City Administrator	\$ 85,182.00	\$ 85,182.00
Contribution Water City Administrator	\$ 21,296.00	\$ 21,295.60
Contribution Sewer City Administrator	\$ 21,296.00	\$ 21,295.56
Contribution Garbage City Adminis	\$ 14,197.00	\$ 14,197.00
Contribution Electric Econ Dev Dir		\$ -
Contribution Water Econ Dev Dir		\$ -
Contribution Sewer Econ Dev Dir		\$ -
Tourism Rent	\$ 12,000.00	\$ 12,000.00
Tourism Admin Fee	\$ 11,750.00	\$ 15,098.91
City Christmas Fund	\$ 4,000.00	\$ -
<b>Contribution from Utilities to GF</b>	<b>\$ 923,807.00</b>	<b>\$ 930,335.02</b>

Utility and Proprietary Funds FY 23 total combined operating revenues were \$17,592,783. and their total contribution to the General Fund of \$930,335. represents 5.3% of their operating revenues well below the national median average of 6.1%.

### Grant Revenue

Revenues were under budget however, less than anticipated funds were needed to complete the Limestone Site clean-up.

GRANTS	Budget	Actual
Reimbursement-Grant Funds	\$ 90,000.00	\$ 57,697.92
Police Grants	\$ -	\$ 245.20
Fire Grants	\$ -	\$ -
<b>Grants subtotal</b>	<b>\$ 90,000.00</b>	<b>\$ 57,943.12</b>

## ROCK FALLS FISCAL YEAR 23 YEAR-END PAFR

### Fire & Police Revenue

Fire & Police revenues increased slightly over FY 22 and remained above budget expectations. Video gaming revenue remained higher than budgeted however, revenues were lower by \$11,442 from FY 22. Overall, the increased revenue in this category was 26% more than expected.

FIRE/POLICE REVENUE	Budget	Actual
Emergency Rescue	\$ 14,000.00	\$ 14,800.00
Non Res. Emergency Response Fee	\$ 1,000.00	\$ 1,000.00
Video Gaming	\$ 300,000.00	\$ 375,630.30
Bail/Warrant Fee	\$ 22,000.00	\$ 12,998.73
SRO Reimbursement	\$ -	\$ 42,380.15
Fines	\$ 30,000.00	\$ 22,857.72
Police Reports	\$ 1,000.00	\$ 704.40
Code Hearing Income	\$ 36,400.00	\$ 39,313.87
Charitable Games	\$ 3,000.00	\$ 3,081.93
Sex Offender Registration	\$ 2,500.00	\$ 1,200.00
Non Highway Vehicle Registration	\$ -	\$ 3,450.00
<b>Fire/Police subtotal</b>	<b>\$ 409,900.00</b>	<b>\$ 517,417.10</b>

### License/Permit/Fees Revenue

Revenues in this category were 40% higher than budgeted with liquor licenses being the

biggest factor. Although liquor licenses were over budget predictions, it was slightly lower than revenues received in FY 22.

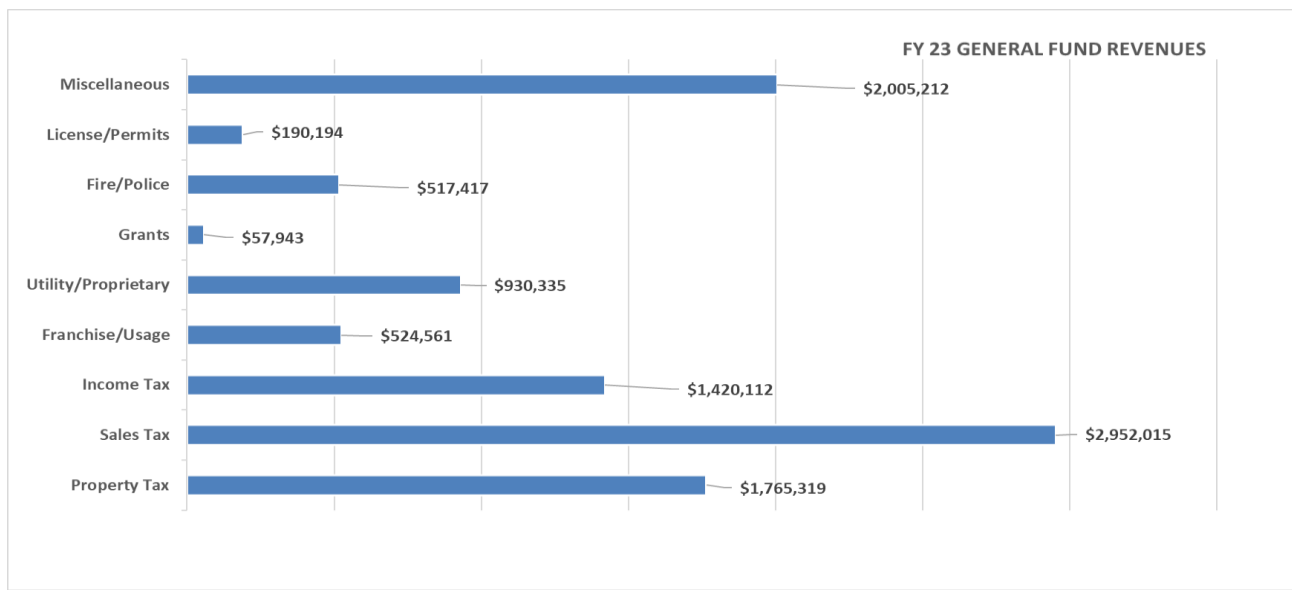
LICENSE/PERMITS/FEES	Budget	Actual
Liquor Licenses	\$ 75,000.00	\$ 97,200.00
Tobacco/Liq. Violation Fines	\$ -	\$ 3,125.00
Other Licenses	\$ 15,000.00	\$ 34,705.00
Building Permits	\$ 25,000.00	\$ 29,869.00
Inspection Fees	\$ 10,000.00	\$ 14,695.00
Contractors Registration	\$ 10,000.00	\$ 10,600.00
<b>License/Permits/Fees Subtotal</b>	<b>\$ 135,000.00</b>	<b>\$ 190,194.00</b>
MISCELLANEOUS	Budget	Actual

### Miscellaneous Revenue

There were no significant differences in this revenue category.

	MISCELLANEOUS	Budget	Actual
4040	Interests/Investments	\$ 5,000.00	\$ 4,684.39
4380	Sale of Junk	\$ -	\$ 322.86
4800	Miscellaneous	\$ 45,000.00	\$ 38,512.68
	Schmitt/Hallman Revenue	\$ 40,000.00	\$ 25,160.00
4100	Health Ins Reimb Mayor/Retirees	\$ 143,222.36	\$ 159,686.22
	<b>Miscellaneous Subtotal</b>	<b>\$ 233,222.36</b>	<b>\$ 228,366.15</b>

## General Fund Revenue Summary



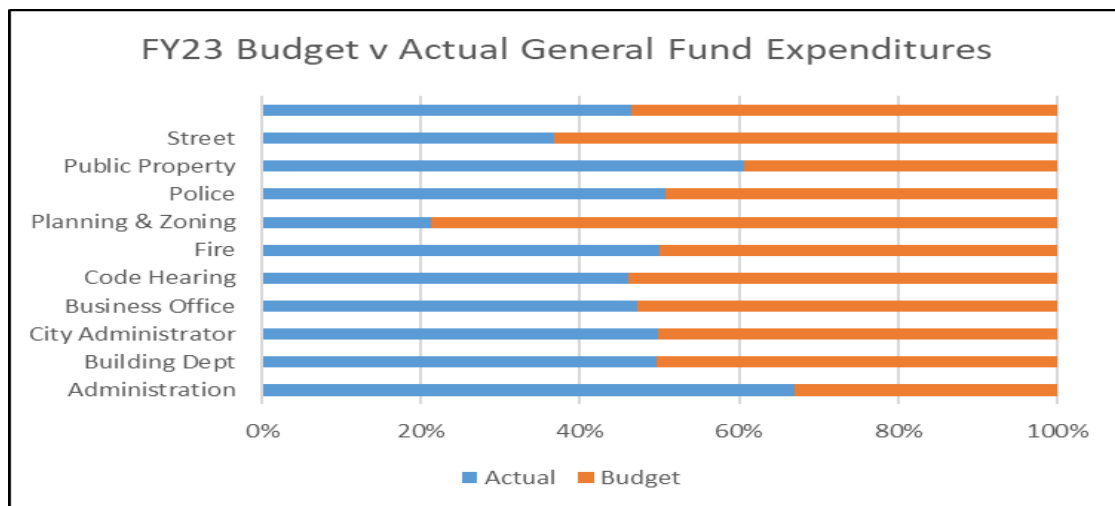
## FY 23 General Fund Expenditures

General Fund expenditures were significantly under budget by \$1.4 million. Most of that is accounted for in the Street Department budget as it relates to the Dixon Avenue rebuild. The City was not billed in full from the State for our portion of the project. It was expected that we would be billed prior to the end of FY 23 however, that did not occur. The other most significant difference is the Administration budget which accounts for the unbudgeted ARPA spending. The Police came in over budget expectations on three items: sworn overtime, pension contribution and consolidated dispatch.

Department Expenses	FY 23 Budget	FY 23 Actual
Administration	\$ 489,395.00	\$ 988,899.52
Building Dept.	\$ 293,102.00	\$ 289,249.42
City Administrator	\$ 146,883.00	\$ 145,544.05
Business Office	\$ 207,526.48	\$ 186,044.44
Code Hearing Dept.	\$ 24,400.00	\$ 20,839.10
Economic Development	\$ -	\$ -
Fire Dept.	\$ 1,728,411.00	\$ 1,733,221.86
Planning & Zoning	\$ 4,175.00	\$ 1,130.09
Police Dept.	\$ 3,196,958.00	\$ 3,297,717.98
Police/Fire Commission	\$ 18,069.00	\$ 10,577.91
Public Property	\$ 113,350.00	\$ 174,569.25
Street Dept.	\$ 4,980,452.50	\$ 2,891,839.62
<b>Sub-Total Expenses</b>	<b>\$ 11,202,721.98</b>	<b>\$ 9,739,633.24</b>
IMRF/Social Sec.	\$ 178,117.17	\$ 152,309.06
<b>Expense Total</b>	<b>\$ 11,380,839.15</b>	<b>\$ 9,891,942.30</b>

### FY 23 General Fund Expenditures Budget v Actual

The General Fund department heads continue to do an excellent job of budgeting and remain careful to make sure all expenditures are necessary and within budget. The three largest General Fund budgets continue to be Police, Fire and Street.





### American Rescue Plan Act (ARPA)

The federal government allocated \$1.9 trillion in funds through the American Rescue Plan Act (ARPA), the latest federal stimulus bill to aid public health and economic recovery from the COVID-19 pandemic, on March 11, 2021. The plan included \$350 billion in emergency funding for state, local, territorial and tribal governments, known as the Coronavirus State and Local Fiscal Recovery Funds.

State governments and the District of Columbia will receive \$195.3 billion of the state portion of the recovery funds over two tranche disbursements. Territories will receive a total of \$4.5 billion in a single payment. Recipients must obligate the funds by Dec. 31, 2024, and spend them by Dec. 31, 2026. The City of Rock Falls received \$1,188,152.39 in ARPA funds. To date the following expenditures have been made with ARPA funds:

10-01-00-5058 ARPA	FY 23	
Department	Description	Amount
Police	E-Ticketing Software 2 Year Subscription	\$ 46,800.00
Police	Hardware for E-Ticketing System	\$ 8,140.66
Police	Personal Protection Equipment	\$ 11,710.78
Police	2021 Chevy Tahoe Command Vehicle	\$ 50,000.00
<b>Sub Total</b>		<b>\$ 116,651.44</b>
Fire	Fast Boards/Rescue Equipment	\$ 5,225.00
Fire	Forcible Entry Package	\$ 11,975.00
Fire	Splint Stretcher	\$ 2,159.18
Fire	Lexipol Policy Refence & Implementation	\$ 17,889.00
Fire	Annual Manuals/Bullentins	\$ 11,655.20
Fire	Turnout Gear & Boots	\$ 24,959.70
Fire	Portable Radios	\$ 39,906.00
Fire	Rapid Intervention Team PAK	\$ 7,870.20
Fire	Radio Repeaters	\$ 7,642.15
Fire	ProX Thermal Camera	\$ 3,224.00
Fire	SCBA Air Packs/Regulators/Harnesses	\$ 162,580.00
<b>Sub Total</b>		<b>\$ 295,085.43</b>
Emergency Generator	Project in Progress for Police/Fire Building	\$ 24,726.74
<b>Sub Total</b>		<b>\$ 24,726.74</b>
Administration	Sauk Valley Foodbank	\$ 30,000.00
Administration	Sauk Valley Community College - IMPACT	\$ 25,000.00
Administration	PC's for People Foundation	\$ 1,500.00
Administration	Route 30 Mural Restoration	\$ 7,248.00
<b>Sub Total</b>		<b>\$ 63,748.00</b>
<b>Total</b>	<b>\$ -</b>	<b>\$ 500,211.61</b>

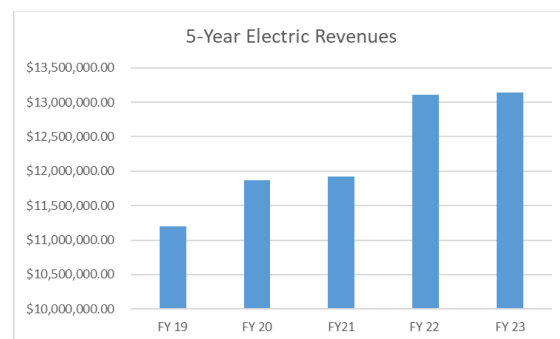
### Utilities

Revenue is all customer account activity (e.g., all activity billed, attributed or otherwise reflected in the customer account). All revenue for utilities referred to in this PAFR are **billed only** and does not indicate that the actual dollar amount billed to the customer has been collected.

### FY 23 Electric Fund

The City of Rock Falls owns and operates its own electric utility. This fund is the largest of the City’s proprietary funds in terms of revenue generation and number of customers served since its services approximately 1,150 customers outside the city limits. As with all proprietary funds, it is fully self-supported and receives no tax support. It operates exclusively on the revenue generated from rates paid by customers. The fees charged need to support the cost of operations and maintenance of the utility as well as capital improvements that must be undertaken to ensure the stability and reliability of the system.

### Electric Fund Revenue



The Electric revenues outperformed expectations by \$751,459 or 5.9%. Although electric rates have not increased in the past few fiscal years, the increased revenue was

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realized mostly due to higher than expected interest earned and the sale of Renewable Energy Credits. The Electric Department sold 9,959 Renewable Energy Credits (RECs) during FY23 and hit a new record high of \$26.55 per REC which generated over \$200,000 of unexpected additional revenue.

20-20 ACCT#	Electric Fund Income ACCOUNT DESCRIPTION	FY 23	
		Budget	Actual
4100	Employee Helath Insur Reimbur	\$ 25,212.00	\$ 18,365.76
4016	Issuance of Bond	\$ -	
4020	Bond Premium	\$ -	
4040	Interest	\$ 17,000.00	\$ 343,363.66
4103	Fiber Lease/Maintenance Fee	\$ -	
4125	Residential Revenue	\$ 6,239,672.00	\$ 6,377,832.31
4126	Commercial Revenue	\$ 2,339,494.00	\$ 2,650,182.30
4127	Municipal Revenue	\$ 992,654.00	\$ 860,133.38
4130	General Service Revenue	\$ 1,553,522.00	\$ 1,269,622.28
4135	Demand Charge	\$ -	\$ -
4136	Capacity Component Credit	\$ 131,500.00	\$ 131,311.20
4138	Fuel Reimbursement Credit	\$ 100,000.00	\$ 175,603.88
4139	Generation Payment Credit	\$ 285,432.00	\$ 340,356.37
4140	Purchase Power Adjustment	\$ 269,687.00	\$ 272,928.96
4145	Urban Lights	\$ 47,000.00	\$ 48,206.30
4190	State Electric Excise Tax	\$ 211,778.00	\$ 208,978.18
4200	Renewable Energy Income	\$ 60,000.00	\$ 265,407.35
4250	Penalties	\$ 48,578.00	\$ 98,821.04
4260	Hook-up Fees/New Service	\$ -	\$ 3,492.20
4270	Pole Attachment	\$ 26,500.00	\$ 26,856.00
4280	Rehook Fees	\$ 13,500.00	\$ 27,269.96
4336	Traffic Signal Reimbursement	\$ 15,000.00	\$ 16,089.41
4380	Sale of Material/Junk	\$ 1,000.00	\$ 12,285.27
4499	Transfer from Other funds	\$ -	\$ -
4585	Grant Funds	\$ -	\$ -
4800	Miscellaneous	\$ 15,000.00	\$ (3,117.09)
4801	Contribution from Fiber Fund	\$ -	
4920	Gain		
XXXX	Ave A Bonds	\$ -	\$ -
	Projected Uncollected Debt	\$ -	\$ -
	<b>Total</b>	<b>\$ 12,392,529.00</b>	<b>\$ 13,143,988.72</b>

### Electric Fund Expenditures

Electric operation and maintenance expenditures during FY 23 were lower than predicted by \$1.8 million.

	FY 23 Budget	FY 23 Actual
Revenues	\$ 12,392,529.00	\$ 13,143,988.72
Transfer from Reserves	\$ -	\$ -
<b>Total Income</b>	<b>\$ 12,392,529.00</b>	<b>\$ 13,143,988.72</b>
Expenses	\$ 10,809,174.00	\$ 8,940,292.72
Capital & Debt Expenses	\$ 1,050,000.00	\$ 1,362,105.98
<b>Total Expenses</b>	<b>\$ 11,859,174.00</b>	<b>\$ 10,302,398.70</b>
Transfer to Reserves	\$ 533,355.00	\$ 2,841,590.02

Although the supply chain shortages are somewhat lessening for some items, many items, such as transformers are still taking an extremely long period of time to receive and the costs for these items have increased drastically.

The City of Rock Falls Electric Utility was honored in 2022 at the American Public Power Association National Conference in Nashville Tennessee with the E.F. Scattergood System Achievement Award which recognizes electric utilities that have enhanced the prestige of public power systems through sustained achievement and customer service.

### Electric Fund Debt

The Electric Department's current debt stands at \$6.7 million (this is a correction from last year's GO debt) in General Obligation Bonds issued in 2018 for the rebuild of the Avenue A electrical substation.

		FY 23	
Debt Service Budget		Budget	Actual
2410	Bond Payment Series 2018A Prin	\$ 310,000.00	\$ 310,000.00
2065	Bond Payment Series 2018A Inter	\$ 211,700.00	\$ 211,700.00
	<b>Debt Service Total</b>	<b>\$ 521,700.00</b>	<b>\$ 521,700.00</b>

### FY 23 Wastewater Fund

As a proprietary fund, the Wastewater Fund is fully self-supported and receives no tax support. It operates exclusively on the revenue generated from rates paid by customers. The fees charged need to support the cost of operations and maintenance of the plant, lift stations and collection system as well as capital improvements that must be undertaken to ensure the stability and reliability of the wastewater system.

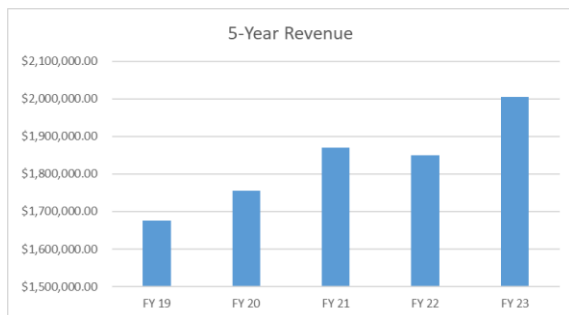
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## Wastewater Fund Revenue

Wastewater operating and maintenance revenues generated were slightly more than budgeted by \$106,475 which is 5.6% above expectations.

Wastewater Fund Revenue		FY 23	
		Budget	Actual
<b>30-30 Income Accounts</b>			
4000	Employee Health Ins. Reimburse	\$ 12,130.00	\$ 9,651.74
4040	Interest Income	\$ 10,000.00	\$ 105,121.77
4016	Issuance of Bonds	\$ -	
4049	Amortization of Bond Premium	\$ -	
4100	Residential Revenue (Billed)	\$ 1,405,719.00	\$ 1,312,345.16
4105	Commercial Revenue (Billed)	\$ 328,610.00	\$ 240,788.25
4110	Industrial Revenue (Billed)	\$ 73,025.00	\$ 146,440.56
4120	Municipal Revenue (Water & Ele	\$ 18,256.00	\$ 21,470.21
4125	Capital Improvements (Billed)	\$ 292,392.00	\$ 322,259.90
4130	Debt Service (Billed)	\$ -	
4135	Sewer Plant Improvements (Bille	\$ 1,285,200.00	\$ 1,470,034.87
4250	Penalties (Billed)	\$ 25,000.00	\$ 32,963.91
4260	Hook-Up Fees/ New Service	\$ 500.00	\$ 250.00
4291	TV Camera Usages	\$ -	
4292	Sewer/Septic Disposal	\$ 2,000.00	\$ 7,125.00
4380	Sale of Material/Junk	\$ -	\$ 20.40
4450	Settlement Proceeds	\$ -	
4585	Grant Funds	\$ -	
4600	Operating Transfer In	\$ -	
4000	Miscellaneous Income	\$ 12,000.00	\$ 129,668.82
4920	Gain	\$ -	
<b>Total Revenue</b>		<b>\$ 3,464,832.00</b>	<b>\$ 3,798,140.59</b>
<b>Total O &amp; M Revenue</b>		<b>\$ 1,899,370.00</b>	<b>\$ 2,005,845.82</b>

The 5-Year Wastewater revenue chart below demonstrates the increase in revenue each year until FY 22 when revenues fell below the FY 21 levels. FY 23 has again realized an increase in revenue over the past years.



## Wastewater Fund Expenditures

Wastewater operation and maintenance expenses were \$219,615 or close to 12% below budget.

Capital expenditure slightly exceeded budgeted figures due to unplanned work that was necessary at the wastewater treatment plant.

	FY 23 Budget	FY 23 Actual
O&M revenues	\$ 1,899,370.00	\$ 2,005,845.82
Transfer from Reserves	\$ -	\$ -
<b>Total O&amp;M Income</b>	<b>\$ 1,899,370.00</b>	<b>\$ 2,005,845.82</b>
O& M Expenses	\$ 1,852,316.00	\$ 1,632,701.34
to Reserves	\$ 47,054.00	\$ 373,144.48
<b>Total O&amp;M Expenses</b>	<b>\$ 1,899,370.00</b>	<b>\$ 2,005,845.82</b>
Capital Improvement Inco	\$ 292,392.00	\$ 322,259.90
Transfer from Reserves	\$ -	\$ -
<b>Total Capital Income</b>	<b>\$ 292,392.00</b>	<b>\$ 322,259.90</b>
Capital Exp.	\$ 480,500.00	\$ 324,319.91
Transfer to (from) Res	\$ (188,108.00)	\$ (2,060.01)
<b>Total Capital Imp. Exp.</b>	<b>\$ 292,392.00</b>	<b>\$ 322,259.90</b>
Debt Service Income	\$ 1,285,200.00	\$ 1,285,200.00
Transfer from Reserves	\$ -	\$ -
<b>Total Debt Service Inc.</b>	<b>\$ 1,285,200.00</b>	<b>\$ 1,285,200.00</b>
Debt Service Expenses	\$ 1,174,340.00	\$ 753,397.06
Transfer to (from) Reserves	\$ 110,860.00	\$ 531,802.94

## Wastewater Fund Debt

Wastewater's current debt stands at \$9.8 million, most of which is for the construction of the wastewater treatment facility which was completed in 2011.

Debt Service & New Sewer Plant Budget		FY 23	
		Budget	Actual
2060	Interest Payable-EPA Loan	\$ -	
2405	Interest on Loans Listed in 2406	\$ 31,492.00	\$ 30,649.70
2406	Principal L17-4786:L17-4568:L17-2650	\$ 1,002,998.00	\$ 610,322.36
2001	Backhoe Payment	\$ -	
2065	Bond Payment Series 2018 C Inte	\$ 27,425.00	\$ 27,425.00
2411	Bond Payment Series 2018 C Prin	\$ 112,425.00	\$ 85,000.00
2481	Electric Dept loan	\$ -	
<b>Debt Service Exp. Total</b>		<b>\$ 1,174,340.00</b>	<b>\$ 753,397.06</b>
<b>Debt Service Income Total</b>		<b>\$ 1,285,200.00</b>	<b>\$ 1,285,200.00</b>
<b>Difference transferred to/(from) reserve</b>		<b>\$ 110,860.00</b>	<b>\$ 531,802.94</b>

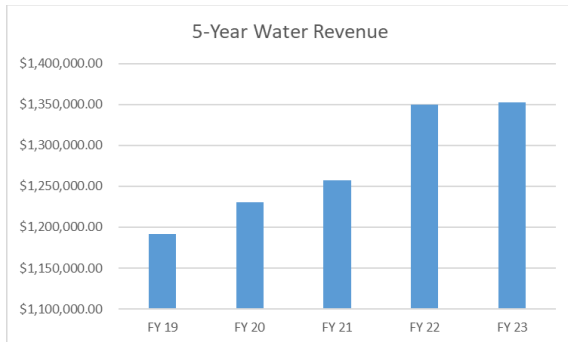
## FY 23 Water Fund

As a proprietary fund, the Water Fund is fully self-supported and receives no tax support. It operates exclusively on the revenue generated from rates paid by customers. The fees charged need to support the cost of operations and maintenance of the plant and distribution system as well as capital improvements that must be undertaken to ensure the stability and reliability of the water system.

### Water Fund Revenue

The FY 23 Water Department operation and maintenance budgeted revenue slightly under prediction by only \$43,435 or 3.1%.

The 5-Year revenue chart below indicates that revenues increased between FY 19 and FY 22, but leveled off during FY 23.



40-40 Water Fund Revenue		FY 23	
Account Description	Budget	Actual	
4000 Employee Health Ins. Reimburseme	\$ 17,313.00	\$ 12,584.14	
4016 Issuance of Bonds	\$ -		
4020 Bond Premium	\$ -		
4040 Interest Income	\$ 2,000.00	\$ 44,645.05	
4100 Residential Revenue-Billed	\$ 934,527.00	\$ 913,599.56	
4105 Commercial Revenue-Billed	\$ 253,661.00	\$ 212,808.25	
4110 Industrial Revenue-Billed	\$ 115,610.00	\$ 88,265.40	
4120 Municipal Revenue-Billed	\$ 30,322.00	\$ 24,593.20	
4125 Capital Improvements-Billed	\$ 191,618.00	\$ 192,915.83	
4130 Debt Service-Billed	\$ 266,280.00	\$ 267,294.58	
4200 Water Hydrant Rental	\$ -		
4201 Water Bulk Purchase	\$ -	\$ -	
4205 Water Tower Rental	\$ 6,600.00	\$ 6,600.00	
4250 Penalties	\$ 14,117.00	\$ 14,717.93	
4260 Hook-up Fees/New Service	\$ 2,000.00	\$ 1,228.82	
4280 Rehook Up Fees	\$ 14,585.00	\$ 20,499.97	
4380 Sale of Material/Junk	\$ 1,500.00	\$ 1,162.45	
4400 Groundwater Recharge Donations	\$ -	\$ -	
4585 Grant Funds	\$ -	\$ -	
4498 Transfer from Customer Service	\$ -		
4800 Miscellaenous Income	\$ 4,000.00	\$ 12,095.16	
4915 Other Finacing Sources transfer In			
<b>Total Revenue</b>	<b>\$ 1,854,133.00</b>	<b>\$ 1,813,010.34</b>	
<b>Total O &amp; M Revenue</b>	<b>\$ 1,396,235.00</b>	<b>\$ 1,352,799.93</b>	

### Water Fund Expenditures

Water Fund operation and maintenance expenditures were also slightly under budget by \$84,813 or 6.4%.

Water Fund capital expenditures were again this year the biggest deviation from budget calculations. The capital expenses were \$254,949 more than budgeted. This was due to completion of Phase I Distribution Project that is funded through the IL EPA and will allow for 40% forgiveness on the amount of the project.

	FY 23 Budget	FY 23 Actual
O&M revenues	\$ 1,396,235.00	\$ 1,352,799.93
Transfer from Reserves		
<b>Total O&amp;M Income</b>	<b>\$ 1,396,235.00</b>	<b>\$ 1,352,799.93</b>
O& M Expenses	\$ 1,330,439.00	\$ 1,245,625.38
Transfer to Reserves	\$ 65,796.00	\$ 107,174.55
<b>Total O&amp;M Expenses</b>	<b>\$ 1,396,235.00</b>	<b>\$ 1,352,799.93</b>
Capital Imp. Income	\$ 191,618.00	\$ 192,915.83
Transfer from reserve	\$ -	\$ -
<b>Total Capital Income</b>	<b>\$ 191,618.00</b>	<b>\$ 192,915.83</b>
<b>Total Cap Expense</b>	<b>\$ 179,078.00</b>	<b>\$ 434,027.14</b>
Transfer to reserve	\$ 12,540.00	\$ (241,111.31)
<b>Total Capital Expenses</b>	<b>\$ 191,618.00</b>	<b>\$ 192,915.83</b>
Debt Service Income	\$ 266,280.00	\$ 267,294.58
To/(from) Reserves		
<b>Total Debt Service Inc.</b>	<b>\$ 266,280.00</b>	<b>\$ 267,294.58</b>
Debt Service Expenses	\$ 129,265.00	\$ 107,944.10
Transfer to Reserves	\$ 137,015.00	\$ 159,350.48
<b>Total Debt Service Exp</b>	<b>\$ 266,280.00</b>	<b>\$ 267,294.58</b>

### Water Fund Debt

Water’s current debt stands at \$1,133,430. This figure does not include the IEPA loan for the Phase I which is \$920,898. After completion, the City is expecting the IEPA to forgive \$400,000. bringing our cost down to \$520,898. Phase II will be underway in FY 24.

Debt Service Budget	FY 23	
	Budget	Actual
4040-2064 Interest Payable-EPA Loan 175023	\$ 3,590.00	\$ 1,704.19
2410 Bond Payment Series 2018B Princip	\$ 55,000.00	\$ 55,000.00
2065 Bond Payment Series 2018B Interes	\$ 31,625.00	\$ 31,625.00
4040-2403 EPA Loan Payable 175023	\$ 39,050.00	\$ 19,614.91
<b>Debt Service Total</b>	<b>\$ 129,265.00</b>	<b>\$ 107,944.10</b>
<b>Debt Service Income Total</b>	<b>\$ 266,280.00</b>	<b>\$ 267,294.58</b>
Difference transferred to reserve	\$ 137,015.00	\$ 159,350.48

### FY 23 Garbage Fund

As a proprietary fund, the Garbage Fund is fully self-supported and receives no tax support.

It operates exclusively on the revenue generated from rates paid by customers. The fees charged need to support the cost of operations for curbside garbage and recycling as well as the operations of the Electronics Recycling Center.

	FY 23 Budget	FY 23 Actual
Revenues	\$ 727,500.00	\$ 724,718.96
Transfer from Reserves	\$ -	
<b>Total Income</b>	<b>\$ 727,500.00</b>	<b>\$ 724,718.96</b>
Expenses	\$ 716,641.00	\$ 684,312.48
Transfer to Reserve	\$ 10,859.00	\$ 40,406.48
<b>Total Expense</b>	<b>\$ 727,500.00</b>	<b>\$ 724,718.96</b>

### FY 23 Tourism Fund

As a proprietary fund, the Tourism Fund is fully self-supported through the receipt of hotel taxes paid by visitors who stay in our local hotels. Revenues are also collected from businesses who wish to be sponsors for Tourism hosted events such as Art in the

Park, Jammin’ on the Rock, Bellson Music Fest and the Lumberjack Show.

	FY 23 Budget	FY 23 Actual
Revenues	\$ 274,921.00	\$ 383,795.64
Reserves	\$ -	\$ -
<b>Total Income</b>	<b>\$ 274,921.00</b>	<b>\$ 383,795.64</b>
Expenses	\$ 259,651.00	\$ 290,987.26
Trans to (from) Reser	\$ 15,270.00	\$ 92,808.38
<b>Total Expenses</b>	<b>\$ 274,921.00</b>	<b>\$ 383,795.64</b>

### FY 23 Other Funds

#### Demolition Fund

Demolition Fund is a stand-alone fund that receives its revenue from grants such as the Abandoned Property & Strong Communities Grant through IHDA. It also receives funds from the sale of abandoned properties acquired by the City through tax sale. These funds are used to mow and secure abandoned properties and demolish condemned residential properties across the City. The City has applied for Round 2 funding of the Strong Communities Program grant for FY 24.

	FY 23 Budget	FY 23 Actual
Revenues	\$ 105,500.00	\$ 45,306.51
Reserves		\$ -
<b>Total Income</b>	<b>\$ 105,500.00</b>	<b>\$ 45,306.51</b>
Expenses	\$ 127,500.00	\$ 49,250.88
Trans to (from) Reser	\$ (22,000.00)	\$ (3,944.37)
<b>Total Expenses</b>	<b>\$ 105,500.00</b>	<b>\$ 45,306.51</b>

#### Industrial Development Commission

The Industrial Development Commission is an independent commission of the City who owns the industrial, commercial & residential property on behalf of the City.

	FY 23 Budget	FY 23 Actual
Revenues	\$ 850.00	\$ 38,783.46
Transfer from Reserves		\$ -
<b>Total Income</b>	<b>\$ 850.00</b>	<b>\$ 38,783.46</b>
Expenditures	\$ 6,700.00	\$ 24,639.11
Trans to/(from) Reserve	\$ (5,850.00)	\$ 14,144.35

Downtown TIF (Tax Increment Finance)

Illinois and 48 other states use a TIF as an economic development tool. With this development tool, financially strapped local governments can make the improvements, offer development incentives to attract new businesses or help existing businesses expand. The TIF provides that assistance with tapping into the General Fund or raising property taxes.

	FY 23 Budget	FY 23 Actual
Revenues	\$ 164,500.00	\$ 206,990.14
Reserves	\$ -	\$ -
<b>Total Income</b>	<b>\$ 164,500.00</b>	<b>\$ 206,990.14</b>
<b>Total Expenses</b>	<b>\$ 146,200.00</b>	<b>\$ 196,248.99</b>
Transfer to Reserves	\$ 18,300.00	\$ 10,741.15
Unexpended Funds	\$ -	\$ -

Total of All FY 23 Funds

The total revenues and expenditures for all proprietary and governmental funds result in a \$779,739.57 surplus.

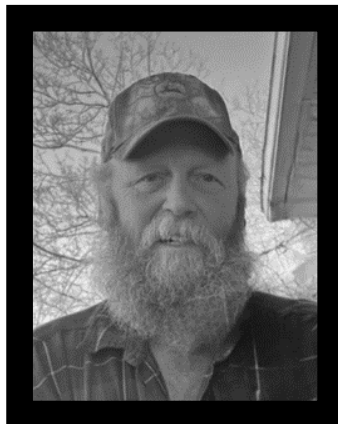
	FY 23 Budget	FY 23 Actual
<b>Total Revenues</b>	<b>\$ 31,278,316.12</b>	<b>\$ 30,236,921.17</b>
<b>Total Expenditures</b>	<b>\$ 31,277,986.15</b>	<b>\$ 29,457,181.60</b>
<b>Surplus/(Deficit) Budget</b>	<b>\$ 329.97</b>	<b>\$ 779,739.57</b>

City Administration

Mayor.....Rodney Kleckler  
 City Administrator.....Robbin Blackert  
 City Attorney.....Matt Cole,  
 Ward, Murray, Pace & Johnson, P.C.

**Alderpersons**

<b>Ward 1</b>	<b>Ward 2</b>	<b>Ward 3</b>	<b>Ward 4</b>
William Wangelin, Gabiella McKanna	Brian Snow Open Seat	Steve Dowd Cody Dornes	Violet Sobottka Cathy Arduini



*Larry Spinka*  
 Feb 3, 1960- June 2, 2023

*We miss you.*