

City of Oregon

Oregon, Illinois

Financial Report

April 30, 2022



City of Oregon, Illinois

Year Ended April 30, 2022

Table of Contents

Independent Auditor's Report	1 - 4
Management Discussion and Analysis	5 - 10
Basic Financial Statements	
Statement of Net Position	11 - 12
Statement of Activities	13
Balance Sheet - Governmental Funds	14 - 16
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	17
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	18 - 20
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Statement of Net Position - Proprietary Funds	22 - 23
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	24
Statement of Cash Flows - Proprietary Funds	25
Notes to Financial Statements	26 - 54
Required Supplementary Information	
Multiyear Schedule of IMRF Contributions	55
Schedule of Changes in Net Pension Liability and Related Ratios for IMRF	56
Schedule of Revenues and Expenditures/Expenses Compared with Budget:	
General Fund	57 - 58
Police Fund	59 - 60
Civil Defense Fund	61
IMRF Fund	62
Economic Development Fund	63
Street and Alley Fund	64
Motor Fuel Tax Fund	65

City of Oregon, Illinois

Year Ended April 30, 2022

Table of Contents (Continued)

Required Supplementary Information (Continued)

Schedule of Revenues and Expenditures/Expenses Compared with Budget (Continued):	
City Group Insurance Fund	66
Road and Bridge Fund	67
Notes to Required Supplementary Information	68

Supplementary Information

Schedule of Revenues and Expenditures/Expenses Compared with Budget:	
Water and Sewer Fund	69 - 70
Nonmajor Governmental Funds - Combining Balance Sheet.....	71 - 73
Nonmajor Governmental Funds - Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	74 - 76
Schedule of Tort Expenditures	77

Other Information

Schedule of Long-term Debt – Business-type Activities	78 - 79
Assessed Valuations, Rates, Extensions, and Collections.....	80
Schedule of Information Required by Alternate Revenue Source Bonds	81

Compliance

Independent Auditor’s Report on Bond Compliance	82
Independent Accountant’s Report on Compliance with State of Illinois Public Act 85-1142	83 - 84
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	85 – 86
Schedule of Findings and Responses	87 - 88

Independent Auditor's Report

Honorable Mayor and Council
City of Oregon
Oregon, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Oregon, Illinois, (the "City") as of and for the year April 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Oregon, Illinois, as of April 30, 2022, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 18 to the financial statements, the City changed from the modified cash basis of accounting to the accrual basis of accounting in the current year. Our opinion is not modified with respect to that matter.

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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standard*, 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 including 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 and the required supplementary information 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 Oregon, Illinois' basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the 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, the supplementary information is 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 as listed in the table of contents 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our opinion dated August 18, 2022, on our consideration of the City of Oregon's internal control over financial reporting and out tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Oregon's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Oregon's internal control over financial reporting and compliance.

Wipfli LLP

Sterling, Illinois
August 18, 2022

Management Discussion and Analysis

City of Oregon, Illinois

Management Discussion and Analysis

As management of City of Oregon, Illinois, we offer the readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Oregon, Illinois for the year ended April 30, 2022.

The MD&A (other information) is provided at the beginning of the report to provide an overview of the City's financial position at April 30, 2022 and the results of operations for the year. This summary should not be taken as a replacement for the annual financial report, which consists of the financial statements, notes to the financial statements, and required, supplementary and other information.

Using This Financial Report

The financial section of this annual report consists of five parts - Independent Auditor's Report, required supplementary information, the basic financial statements, supplementary information, and other information. The basic financial statements include two kinds of statements that present different views of the City:

Government -Wide Financial Statements

The first two statements are government-wide financial statements that provide both short term and long-term information about the City's overall financial status, similar to a private sector business. In the government-wide financial statements the City's activities are shown in two categories - governmental activities and business-type activities. The City's governmental activities are general government, public safety, public works, and culture and recreation. These activities are largely financed with sales taxes, income taxes, property taxes, and user fees. The City's business-type activities include water and sewer. These activities are largely financed with user fees.

The statement of net position presents information on all of the City's assets, deferred outflows, liabilities, and 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. To assess the overall health of the City you need to consider additional non-financial factors such as the condition of the City's buildings and facilities.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. The government-wide financial statements are prepared under the accrual basis of accounting, whereby revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

City of Oregon, Illinois

Management Discussion and Analysis

Fund Financial Statements

The fund financial statements provide more detailed information about the City's funds - not the City as a whole. Funds are accounting devices the City uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by state law, while others are established to control and manage money for particular purposes or to show that the City is properly using certain revenues.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for each. By doing so, readers may better understand the long-term impact of the City'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.

Information is presented separately in the governmental fund balance sheet and in the fund statement of revenues, expenditures, and the changes in fund balances for all these funds. The City has major fund which are identified with non-major funds presented in supplementary information. More detail of the individual revenues and expenditures for these funds is presented in the other information section of this report.

The City maintains one individual business-type fund. Information is presented separately in the proprietary statement of net position and in the proprietary statement of revenues, expenses, and the changes in net position for this fund. This fund is considered a major fund of the City. More detail of the individual revenues and expenditures for these funds is presented in the other information section of this report.

The City adopts annual budgets for all funds. The term budget, used throughout the financial statements, represents the estimated revenues and appropriations set forth in the City's annual appropriation ordinance. A budgetary comparison statement has been provided for the major funds only.

Financial Highlights

- The City's governmental activities net position, as restated, as of May 1, 2021, was \$5,904,261. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$4,354,164 and the expenses were \$2,845,199. The net position at April 30, 2022 is \$7,413,306.
- The City's business-type activities net position, as restated, as of May 1, 2021, was \$7,726,751. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$2,098,685 and the expenses were \$1,095,046. The net position at April 30, 2022 is \$8,730,390.

City of Oregon, Illinois

Management Discussion and Analysis

Financial Highlights (Continued)

- The City's General Fund beginning balance, as restated, as of May 1, 2021 was \$1,021,641. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$2,089,384 and the expenditures were \$272,981, net transfers out of \$1,421,470, which leaves a balance of \$1,416,574.
- The City's Police Fund beginning balance, as restated, as of May 1, 2021 was \$31,985. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$289,742 and the expenditures were \$906,884, and other financing sources of \$590,000, which leaves a balance of \$4,843.
- The City's Civil Defense Fund beginning balance, as restated, as of May 1, 2021 was \$267,021. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$8,285 and the expenditures were \$18,129, which leaves a balance of \$257,177.
- The City's IMRF Fund beginning balance as of May 1, 2021 was \$278,407. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$181,565 and the expenditures were \$132,468, which leaves a balance of \$327,504.
- The City's Economic Development Fund beginning balance, as restated, as of May 1, 2021 was \$30,575. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$52,620, the expenditures were \$94,527, transfers in of \$113,470 which leaves a balance of \$102,138.
- The City's Street and Alley Fund beginning balance, as restated, as of May 1, 2021 was (\$8,641). The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$153,897 and the expenditures were \$570,745, debt proceeds of \$82,000, and transfers in of \$326,500, which leaves a fund balance of \$(16,989).
- The City's Motor Fuel Tax Fund beginning balance, as restated, as of May 1, 2021 was \$434,922. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$243,415 and the expenditures were \$234,304, which leaves a balance of \$444,033.
- The City's Group Insurance Fund beginning balance, as restated, as of May 1, 2021 was \$58,044. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$52,241 and the expenditures were \$307,798, transfers in of \$244,500 which leaves a balance of \$46,987.
- The City's Road and Bridge Fund beginning balance, as restated, as of May 1, 2021 was \$1,738,920. The revenue during the fiscal year May 1, 2021 thru April 30, 2022 was \$468,575 and the expenditures were \$690,787, debt proceeds of \$35,507 which leaves a balance of \$1,552,215.

City of Oregon, Illinois

Management Discussion and Analysis

Condensed Financial Information

Net position is summarized in the table below.

Condensed Statements of Net Position as of April 30, 2022 and April 30, 2021				
	Governmental Activities		Business-type Activities	
	2022	2021*	2022	2021*
Assets:				
Current assets	\$6,340,944	\$4,092,228	\$2,811,379	\$2,374,401
Non-current assets:				
Capital assets	4,852,905	4,069,490	13,262,298	12,202,970
Other assets	730,050	0	189,767	0
Total assets	11,923,899	8,161,718	16,263,444	14,577,371
Deferred outflows of resources	203,925	0	53,008	0
Liabilities:				
Current liabilities	660,751	189,105	781,049	605,515
Non-current liabilities	1,966,770	2,007,934	6,583,510	6,235,638
Total liabilities	2,627,521	2,197,039	7,364,559	6,841,153
Deferred inflows of resources	2,086,997	0	221,503	0
Net Assets:				
Net investments in capital assets	2,864,544	1,911,603	6,206,518	5,725,371
Restricted	3,237,472	3,211,574	790,590	741,866
Unrestricted	1,311,290	841,502	1,733,282	1,268,981
Total net position	\$7,413,306	\$5,964,679	\$8,730,390	\$7,736,218

*2021 was not restated and does not reflect the changes of the accrual basis of accounting.

Current assets consist of cash and investments.

One of the City's largest asset groups is its capital assets. This includes buildings and improvements, infrastructure, equipment, and vehicles.

Current liabilities consist mainly of refundable deposits and current portion of long-term debt.

Bonds payable, notes payable, and the IEPA loans constitute the City's long-term debt.

The City's net position consists of capital assets net of related debt, restricted and unrestricted net position.

City of Oregon, Illinois

Management Discussion and Analysis

Condensed Financial Information (Continued)

Revenues, expenses, and changes in net position are summarized in the table below.

	Condensed Statement of Activities			
	For Fiscal Year Ending April 30, 2022 and April 30, 2021			
	Governmental Activities		Business-type Activities	
	2022	2021*	2022	2021*
Revenues:				
Program:				
Charges for services	\$658,336	\$645,606	\$1,664,110	\$1,575,309
Operating grants & contributions	335,656	352,783	0	0
Capital grants & contributions	0	0	433,137	739,986
General:				
Property & other taxes	3,211,756	2,747,424	0	0
Interest	9,849	6,839	1,438	944
Other	133,267	72,773	0	0
Gain (loss) on sale of capital asset	5,300	0	0	0
Total revenues	4,354,164	3,825,425	2,098,685	2,316,239
Expenses:				
General government	639,778	750,390	0	0
Public safety	1,292,598	1,389,350	0	0
Public works	840,336	869,306	0	0
Culture & recreation	41,990	55,956	0	0
Interest and other fiscal charges	30,417	140,317	0	0
Water & sewer	0	0	1,095,046	1,298,322
Total expenses	2,845,119	3,205,319	1,095,046	1,298,322
Excess before transfers	1,509,045	620,106	1,003,639	1,017,917
Transfers	0	0	0	0
Change in net position	\$1,509,045	\$620,106	\$1,003,639	\$1,017,917

*2021 was not restated and does not reflect the changes of the accrual basis of accounting.

Major sources of operating revenues for the City include: Property and state taxes, charges for services, and fines & fees.

City of Oregon, Illinois

Management Discussion and Analysis

Management's Analysis of the City's Overall Financial Position and Results of Operations

Governmental reporting requirements affect the City's reporting model, but not the day-to-day operations or the budgeting process of the City. The City's total net position increased \$2,512,684 (including Water and Sewer Fund) from the prior year. The General Fund had an increase in fund balance of \$394,933. The Water and Sewer Fund had an increase in net position of \$1,003,639. Fund balances in the other fund types are limited in use according to the source of revenue.

General Fund Budgetary Comparison

The City adopted the budget (annual appropriation ordinance) in August of 2021. The budget for all funds is prepared on the cash basis of accounting.

The General Fund revenues were \$453,834 more than budgeted due mainly to more state income tax and replacement tax than budgeted. General Fund expenditures were \$1,349,519 under budget. Not including Inter-Fund Transfers, the General Fund had a net gain of \$1,816,403 for the fiscal year. Including Inter-Fund Transfers the General Fund had an increase of 394,933.

Capital Assets/Long term Debt

The City has elected to prospectively report infrastructure assets. Therefore, infrastructure assets constructed in years prior to 2004 are not included in capital assets. During fiscal year 2022, the City purchased a Kenworth plow and two Dodge Chargers for \$161,921 and \$55,776 respectively, completed improvements to the Coliseum adding a handicap accessible ramp and concrete stairs for \$140,532, replaced the curbs and sidewalks at various locations for 63,148, and continued the S. 3rd street reconstruction for \$578,515. In the Water and Sewer Fund, the City began the installation of emergency generators at City Hall and the Lift Station for \$8,684. The City also added \$1,447,213 towards phase 2 of the watermain project, \$622,670 towards phase 3 of the watermain project, and \$824,543 to a watermain extension project. As of April 30, 2022, \$9,348,119 of principal and premiums is outstanding on long-term debt. See notes to financial statements for additional information on Capital Assets and on Long-Term Debt.

Factors or Conditions Impacting Future Periods

Financial and budget planning is directly related to and supportive of the City's strategic plan and operational needs. The City's financial outlook is influenced by factors such as: the economy, employment, and commercial and residential growth.

Contacting the City's Financial Management

This financial report is designed to provide citizens, taxpayers and customers with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the City of Oregon, City Clerk, 115 N. Third St., Oregon, IL 61061.

Basic Financial Statements

City of Oregon, Illinois

Statement of Net Position

April 30, 2022

ASSETS	Governmental Activities	Business-type Activities	Total
Current assets:			
Cash and cash equivalents	\$4,674,461	\$1,908,044	\$6,582,505
Receivables (net of allowance)	1,086,547	112,745	1,199,292
Due from other governments	524,484	0	524,484
Prepays	55,452	0	55,452
Restricted assets - cash	0	790,590	790,590
Internal balances	0	0	0
Total current assets	6,340,944	2,811,379	9,152,323
Capital assets:			
Land	129,900	0	129,900
Construction in progress	605,256	8,684	613,940
Capital assets (net of accumulated depreciation)	4,117,749	13,253,614	17,371,363
Total capital assets	4,852,905	13,262,298	18,115,203
Other assets:			
Net pension asset	730,050	189,767	919,817
Total other assets	730,050	189,767	919,817
Total assets	11,923,899	16,263,444	28,187,343
DEFERRED OUTFLOWS OF RESOURCES			
Pension related deferred outflows	203,925	53,008	256,933
Total deferred outflows of resources	203,925	53,008	256,933

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Statement of Net Position (Continued)

April 30, 2022

LIABILITIES	Governmental Activities	Business-type Activities	Total
Current liabilities			
Refundable deposits	\$0	\$11,982	\$11,982
Accrued payroll	42,175	14,923	57,098
Compensated absences	341,848	28,465	370,313
Accounts payable	114,627	34,002	148,629
Accrued interest	16,572	39,367	55,939
Current portion long term debt, including premium	145,540	652,310	797,850
Total current liabilities	660,762	781,049	1,441,811
Noncurrent liabilities			
Bonds payable, including premium	1,869,560	1,375,000	3,244,560
Loans - IEPA	0	5,208,510	5,208,510
Notes payable	97,199	0	97,199
Total noncurrent liabilities	1,966,759	6,583,510	8,550,269
Total liabilities	2,627,521	7,364,559	9,992,080
DEFERRED INFLOWS OF RESOURCES			
Unavailable grant revenue	207,503	0	207,503
Unavailable property tax revenue	1,027,356	0	1,027,356
Pension related deferred inflows	852,138	221,503	1,073,641
Total deferred inflows of resources	2,086,997	221,503	2,308,500
NET POSITION			
Net investment in capital assets	2,864,544	6,206,518	9,071,062
Restricted for:			
Debt	0	790,590	790,590
Other purposes	3,237,472	0	3,237,472
Unrestricted	1,311,290	1,733,282	3,044,572
Total net position	\$7,413,306	\$8,730,390	\$16,143,696

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Statement of Activities

For the year ended April 30, 2022

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$639,778	\$267,220	\$0	\$0	(\$372,558)	\$0	(\$372,558)
Public safety and health	1,292,598	391,116	70,336	0	(831,146)	0	(831,146)
Public works	840,336	0	265,320	0	(575,016)	0	(575,016)
Culture and recreation	41,990	0	0	0	(41,990)	0	(41,990)
Interest and other fiscal charges	30,417	0	0	0	(30,417)	0	(30,417)
Total governmental activities	2,845,119	658,336	335,656	0	(1,851,127)	0	(1,851,127)
Business-type activities:							
Water and Sewer	\$1,095,046	\$1,664,110	\$0	\$433,137	0	1,002,201	1,002,201
General revenues:							
Taxes:							
Property taxes					932,349	0	932,349
Sales taxes					1,213,743	0	1,213,743
Other					1,065,664	0	1,065,664
Interest					9,849	1,438	11,287
Miscellaneous					70,767	0	70,767
Gain (loss) on sale of capital assets					67,800	0	67,800
Total general revenues					3,360,172	1,438	3,361,610
Transfers					0	0	0
Change in net position					1,509,045	1,003,639	2,512,684
Net position - beginning, as restated					5,904,261	7,726,751	13,631,012
Net position - ending					\$7,413,306	\$8,730,390	\$16,143,696

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Balance Sheet
Governmental Funds
April 30, 2022

ASSETS	General Fund	Police Fund	Civil Defense Fund
Assets:			
Cash and cash equivalents	\$1,212,487	\$29,739	\$257,194
Receivables (net of allowances)	11,217	100,334	0
Due from other governments	412,337	0	0
Prepays	0	0	0
Due from other funds	30	0	0
Total assets and deferred inflows	\$1,636,071	\$130,073	\$257,194
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
Liabilities:			
Accrued payroll	\$6,685	\$24,805	\$0
Accounts payable	5,309	9,376	17
Due to other funds	0	0	0
Total liabilities	11,994	34,181	17
Deferred inflows of resources:			
Unavailable grant revenue	207,503	0	0
Unavailable property tax revenue	0	91,049	0
Total deferred inflows of resources	207,503	91,049	0
Fund balances:			
Nonspendable	0	0	0
Restricted	0	4,843	257,177
Committed	0	0	0
Assigned	0	0	0
Unassigned	1,416,574	0	0
Total fund balances	1,416,574	4,843	257,177
Total liabilities, deferred inflows, and fund balances	\$1,636,071	\$130,073	\$257,194

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Balance Sheet
 Governmental Funds
 April 30, 2022

ASSETS	IMRF Fund	Economic Development Fund	Street and Alley Fund	Motor Fuel Tax Fund
Cash and cash equivalents	\$327,504	\$101,571	\$982	\$440,418
Receivables (net of allowances)	151,148	13,331	83,636	0
Due from other governments	0	0	0	12,486
Prepays	0	0	0	0
Due from other funds	0	0	0	0
Total assets	\$478,652	\$114,902	\$84,618	\$452,904
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accrued payroll	\$0	\$0	\$10,684	\$0
Accounts payable	0	12,764	8,087	8,871
Due to other funds	0	0	0	0
Total liabilities	0	12,764	18,771	8,871
Deferred inflows of resources:				
Unavailable grant revenue	0	0	0	0
Unavailable property tax revenue	151,148	0	82,836	0
Total deferred inflows of resources	151,148	0	82,836	0
Fund balances:				
Nonspendable	0	0	0	0
Restricted	327,504	0	0	444,033
Committed	0	102,138	0	0
Assigned	0	0	0	0
Unassigned	0	0	(16,989)	0
Total fund balances	327,504	102,138	(16,989)	444,033
Total liabilities and fund balances	\$478,652	\$114,902	\$84,618	\$452,904

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Balance Sheet
 Governmental Funds
 April 30, 2022

ASSETS	City Group Insurance Fund	Road and Bridge Fund	Nonmajor Governmental Funds	Total Governmental Funds
Cash and cash equivalents	\$56,225	\$1,479,310	\$769,031	\$4,674,461
Receivables (net of allowances)	83,673	38,826	604,382	1,086,547
Due from other governments	0	99,661	0	524,484
Prepays	0	0	55,452	55,452
Due from other funds	0	0	0	30
Total assets	\$139,898	\$1,617,797	\$1,428,865	\$6,340,974
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accrued payroll	\$0	\$0	\$1	\$42,175
Accounts payable	10,076	26,756	33,371	114,627
Due to other funds	0	0	30	30
Total liabilities	10,076	26,756	33,402	156,832
Deferred inflows of resources:				
Unavailable grant revenue	0	0	0	207,503
Unavailable property tax revenue	82,835	38,826	580,662	1,027,356
Total deferred inflows of resources	82,835	38,826	580,662	1,234,859
Fund balances:				
Nonspendable	0	0	55,452	55,452
Restricted	46,987	1,552,215	549,261	3,182,020
Committed	0	0	35,007	137,145
Assigned	0	0	176,038	176,038
Unassigned	0	0	(957)	1,398,628
Total fund balances	46,987	1,552,215	814,801	4,949,283
Total liabilities and fund balances	\$139,898	\$1,617,797	\$1,428,865	\$6,340,974

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Reconciliation of the Governmental Funds Balance

Sheet to the Statement of Net Position

April 30, 2022

Total fund balances - governmental funds \$4,949,283

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 as assets in governmental funds. 4,852,905

Long-term liabilities, including bonds payable, are not due and payable
in the current period and, therefore, are not reported in the funds:

Net pension asset	730,050
Pension related deferred outflows	203,925
Pension related deferred inflows	(852,138)
Compensated absences	(341,848)
Current portion long term debt	(145,540)
Bonds payable	(1,869,560)
Notes payable	(97,199)
Accrued interest payable	(16,572)

Total net position - governmental activities \$7,413,306

City of Oregon, Illinois

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

For the year ended April 30, 2022

	General Fund	Police Fund	Civil Defense Fund
Revenues:			
Taxes	\$1,826,256	\$135,160	\$0
Intergovernmental revenues	2,400	70,336	0
Charges for services	0	0	0
Uses of money and property	8,412	0	0
Fines and penalties	0	82,984	0
Miscellaneous revenues	40,118	1,262	8,285
Licenses and permits	212,198	0	0
Total revenues	2,089,384	289,742	8,285
Expenditures:			
Current:			
General government	272,981	0	0
Public safety	0	830,462	18,129
Public works and street maintenance	0	0	0
Culture and recreation	0	0	0
Debt service	0	25,946	0
Capital outlay:			
General government	0	0	0
Public safety	0	50,476	0
Public works and street maintenance	0	0	0
Culture and recreation	0	0	0
Total expenditures	272,981	906,884	18,129
Excess (deficiency) of revenues over expenditures	1,816,403	(617,142)	(9,844)
Other financing sources (uses):			
Proceeds from issuance of debt	0	0	0
Debt premium	0	0	0
Proceeds from sale of capital asset	0	0	0
Transfers in	0	590,000	0
Transfers out	(1,421,470)	0	0
Total other financing sources and uses	(1,421,470)	590,000	0
Net change in fund balances	394,933	(27,142)	(9,844)
Fund balances (deficit) - beginning, as restated	1,021,641	31,985	267,021
Fund balances - ending	\$1,416,574	\$4,843	\$257,177

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds (Continued) For the year ended April 30, 2022

	IMRF Fund	Economic Development Fund	Street and Alley Fund	Motor Fuel Tax Fund
Revenues:				
Taxes	\$181,565	\$0	\$52,241	\$0
Intergovernmental revenues	0	0	23,067	242,253
Charges for services	0	0	0	0
Uses of money and property	0	0	0	1,162
Fines and penalties	0	0	0	0
Miscellaneous revenues	0	(2)	16,089	0
Licenses and permits	0	52,622	0	0
Total revenues	181,565	52,620	91,397	243,415
Expenditures:				
Current:				
General government	17,167	94,527	0	0
Public safety	65,494	0	0	0
Public works and street maintenance	49,590	0	399,572	234,304
Culture and recreation	217	0	0	0
Debt service	0	0	9,252	0
Capital outlay:				
General government		0	0	0
Public safety	0	0	0	0
Public works and street maintenance	0	0	161,921	0
Culture and recreation	0	0	0	0
Total expenditures	132,468	94,527	570,745	234,304
Excess (deficiency) of revenues over expenditures	49,097	(41,907)	(479,348)	9,111
Other financing sources (uses):				
Proceeds from issuance of debt	0	0	82,000	0
Debt premium	0	0	0	0
Proceeds from sale of capital asset	0	0	62,500	0
Transfers in	0	113,470	326,500	0
Transfers out	0	0	0	0
Total other financing sources and uses	0	113,470	471,000	0
Net change in fund balances	49,097	71,563	(8,348)	9,111
Fund balances (deficit) - beginning, as restated	278,407	30,575	(8,641)	434,922
Fund balances - ending	\$327,504	\$102,138	(\$16,989)	\$444,033

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds (Continued) For the year ended April 30, 2022

	City Group Insurance Fund	Road and Bridge Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	\$52,241	\$467,675	\$496,618	\$3,211,756
Intergovernmental revenues	0	0	0	338,056
Charges for services	0	0	290,351	290,351
Uses of money and property	0	0	275	9,849
Fines and penalties	0	0	17,781	100,765
Miscellaneous revenues	0	900	4,115	70,767
Licenses and permits	0	0	0	264,820
Total revenues	52,241	468,575	809,140	4,286,364
Expenditures:				
Current:				
General government	39,888	0	199,979	624,542
Public safety	152,181	0	315,013	1,381,279
Public works and street maintenance	115,225	80,146	58,925	937,762
Culture and recreation	504	0	40,363	41,084
Debt service	0	132,464	30,000	197,662
Capital outlay:				
General government	0	0	140,532	140,532
Public safety	0	0	0	50,476
Public works and street maintenance	0	478,177	0	640,098
Culture and recreation	0	0	0	0
Total expenditures	307,798	690,787	784,812	4,013,435
Excess (deficiency) of revenues over expenditures	(255,557)	(222,212)	24,328	272,929
Other financing sources (uses):				
Proceeds from issuance of debt	0	35,507	0	117,507
Debt premium	0	0	0	0
Proceeds from sale of capital asset	0	0	0	62,500
Transfers in	244,500	0	147,000	1,421,470
Transfers out	0	0	0	(1,421,470)
Total other financing sources and uses	244,500	35,507	147,000	180,007
Net change in fund balances	(11,057)	(186,705)	171,328	452,936
Fund balances (deficit) - beginning, as restated	58,044	1,738,920	643,473	4,496,347
Fund balances - ending	\$46,987	\$1,552,215	\$814,801	\$4,949,283

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the year ended April 30, 2022

Net change in fund balance	\$452,936
Amounts reported for governmental activities in the statement of activities, are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which capitalized capital assets exceeds depreciation expense in the period.	
	778,115
Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities a gain or (loss) is reported for each disposal. Remaining book value of capital assets sold.	
	5,300
Debt payments are reported in governmental funds as expenditures. However, only the interest on the debt is recorded in the statement of activities. This is the amount of debt principal payments in the period.	
	197,662
Debt proceeds are reported in governmental funds as an other financing source.	
	(117,507)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Compensated absences	(79,472)
Accrued interest	(6,615)
Pension related expenses	274,041
Amortization of bond premiums	4,585
Change in net position of governmental activities	\$1,509,045

City of Oregon, Illinois

Statement of Net Position

Proprietary Funds

April 30, 2022

ASSETS	Water and Sewer Fund
Current assets:	
Cash	\$1,908,044
Receivables (net of allowance)	112,745
Restricted assets - cash	790,590
Advances from other funds	0
Total current assets	2,811,379
Capital assets:	
Construction in progress	8,684
Capital assets (net of accumulated depreciation):	13,253,614
Total net capital assets	13,262,298
Other assets:	
Net pension asset	189,767
Total other assets	189,767
Total noncurrent assets	13,452,065
Total assets	16,263,444
DEFERRED OUTFLOWS OF RESOURCES	
Pension related deferred outflows	53,008
Total deferred outflows of resources	53,008

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Statement of Net Position

Proprietary Funds (Continued)

April 30, 2022

LIABILITIES	Water and Sewer Fund
Current liabilities:	
Refundable deposits	\$11,982
Payroll withholdings	14,923
Compensated absences	28,465
Accounts payable	34,002
Accrued interest payable	39,367
Current portion of bonds payable	290,000
Current portion of IEPA loan payable	362,310
Total current liabilities	781,049
Noncurrent liabilities	
Bonds payable (net of unamortized premium)	1,375,000
Loans - IEPA Drinking Water	1,964,398
Loans - IEPA Wastewater	3,244,112
Total noncurrent liabilities	6,583,510
Total liabilities	7,364,559
DEFERRED INFLOWS OF RESOURCES	
Pension related deferred inflows	221,503
Total deferred inflows of resources	221,503
NET POSITION	
Net investment in capital assets	6,206,518
Restricted - debt	790,590
Unrestricted	1,733,282
Net position	8,730,390

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois
Statement of Revenues, Expenses
and Changes in Net Position
Proprietary Funds
For the year ended April 30, 2022

	Water and Sewer Fund
Revenues:	
Charges for services	\$1,664,110
Expenses:	
Personnel services	226,309
Contractual services	286,432
Commodities	28,480
Capital outlay	13,481
Miscellaneous	40,084
Depreciation	396,569
Total expenses	991,355
Operating income (loss)	672,755
Other financing sources (uses)	
Operating transfer out	0
Non-operating revenue (expenses):	
Interest income	1,438
Bond issue costs	0
Interest expense	(103,691)
Total non-operating revenue (expenses)	(102,253)
Capital grants and contributions	433,137
Change in net position	1,003,639
Net position - beginning, as restated	7,726,751
Net position - ending	\$8,730,390

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Statement of Cash Flows

Proprietary Funds

For the year ended April 30, 2022

	Water and Sewer Fund
Cash Flows From Operating Activities:	
Cash received for services	\$1,680,349
Cash payments to suppliers	(352,284)
Cash payments to employees	(290,355)
Cash flows from operating activities	1,037,710
Cash Flows From Non-Capital Financing Activities:	
Transfers out	0
Cash Flows From Capital and Related Financing Activities:	
Interest expense	(103,691)
Purchase of capital assets	(1,455,897)
Capital grants and contributions	433,137
Principal receipts on borrowings	1,437,400
Principal payments on borrowings	(1,031,079)
Increase (decrease) in accrued interest	5,215
Cash flows from capital financing activities	(714,915)
Cash Flows From Investing Activities:	
Interest income	1,438
Cash flows from investing activities	1,438
Net change in cash and cash equivalents	324,233
Cash and cash equivalents - beginning	2,374,401
Cash and cash equivalents - ending	\$2,698,634
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating income (loss)	\$672,755
Adjustments to reconcile operating income to net cash provided by (used in) operations	
Increase (decrease) in refundable deposits	0
Increase (decrease) in payroll withholdings	12,056
(Increase) decrease in receivables	16,239
(Increase) decrease in pension related deferred outflows	16,363
Increase (decrease) in accounts payable	16,193
Increase (decrease) in accrued liabilities	(4,869)
(Increase) decrease in net pension asset	(156,453)
Increase (decrease) in pension related deferred inflows	68,857
Depreciation	396,569
Net cash provided by (used in) operations	\$1,037,710

See Accompanying Notes to Financial Statements.

City of Oregon, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies

The City of Oregon was incorporated in 1870, under the provisions of the State of Illinois.

Reporting Entity

The City of Oregon, Illinois operates under an elected Mayor/Commission form of government. The City's major operations include general government, public safety, water and sewer systems and streets.

In evaluating how to define the government, for financial reporting purposes, the City has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic - but not the only - criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity is conducted within the geographic boundaries of the City and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the City is able to exercise oversight responsibilities.

This report includes all of the funds and account groups of the City, which is a primary reporting unit. It includes all activities considered to be part of (controlled by or dependent on) the City as set forth under the GAAP criteria.

Government Wide, Fund Financial Statements and Basis of Accounting

The government wide and proprietary financial statements are reported using the accrual basis of accounting. Governmental funds are reported using the modified accrual basis of accounting.

The government wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the City. For the most part, the effect of the interfund activity has been removed from these statements.

The Statement of Activities demonstrates the degree to which the direct expense of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

City of Oregon, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (Continued)

Government Wide, Fund Financial Statements and Basis of Accounting (Continued)

Earnings on investments, not properly included among program revenues are reported instead as general revenue.

Separate financial statements are provided for governmental funds and proprietary funds.

The government wide and proprietary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. For this purpose, the City generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The City has elected to take exception to this assumption for revenue remitted by the State. Due to the State being late with payments, the City considers those amounts applicable to the current fiscal year to be available as it is vouchered by the State and will be paid after the 60-day period. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources

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 comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and/or other resources together with all related liabilities, obligations, reserves and equities which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

City of Oregon, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (Continued)

Fund Accounting (Continued)

The various funds are grouped in the financial statements into five generic fund types as follows:

General Fund

The 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 other funds.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts) that are legally restricted to expenditures for specified purposes. The non-major funds are all special revenue fund types in the combining statements.

Governmental Funds

Debt Service Fund

The Bond and Interest Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds

The Capital Projects Funds account for all resources used for the acquisition or construction of a specific capital facility by the City, except those financed by the Enterprise Fund.

Proprietary Fund - Enterprise

The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. 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.

Operating expenses for enterprise 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.

City of Oregon, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (Continued)

Fund Accounting (Continued)

The City reports the following major funds:

Governmental Funds

General Fund

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

Police Protection Fund

The fund records the revenues of the City's levied property taxes for police protection and fines. These funds are then expended for cost of the police protection.

Civil Defense

This fund records the revenues and expenditures for the City's preparation and the carrying out of all emergency functions.

IMRF

This fund records the revenues and expenditures for the City's defined benefit pension plan.

Economic Development Fund

This fund encourages the rehabilitation of the business district. This fund records the revenues of the City's franchise licenses.

Streets and Alleys Fund

This fund records the revenues of property taxes for road and bridge. These funds are then expended for the maintenance of roads and bridges.

Motor Fuel Tax Fund

This fund records the revenues of the City's share of state gasoline taxes. These funds are then expended for the maintenance of roads and bridges. State of Illinois law requires separate accounting for such revenues and expenditures.

City Group Insurance Fund

This fund records the revenues and expenditures for the City's group health insurance.

City of Oregon, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (Continued)

Fund Accounting (Continued)

Road and Bridge Fund

This fund records the revenues of the City's levied sales tax and funds are expended for road and bridge capital projects.

Under the Governmental Accounting Standards Board (GASB) issued Statement 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, the City may report any governmental or enterprise fund (but not internal service funds or fiduciary funds) as a major fund if the government's officials believe the fund is "particularly important to financial statement users". The City has chosen to include the Civil Defense, IMRF, Economic Development, Street and Alley, Motor Fuel Tax, and City Group Insurance funds as major funds even though the fund calculations do not classify them as major funds. The City views these funds particularly important to the financial users.

Enterprise Funds

Water and Sewer Fund To account for the costs related to the operation of the City's water and sewer system. Funding is provided by user fees.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. Proprietary Funds are accounted for using the accrual basis of accounting. Revenues are recorded when cash is earned, and expenses are recorded at the time liabilities are incurred. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources when they are needed.

Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

City of Oregon, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (Continued)

Fund Accounting (Continued)

All Proprietary Funds (Water and Sewer Enterprise Funds) are accounted for on the accrual basis. Therefore, all assets and liabilities (whether current or noncurrent) associated with the fund activities are included on the combined statements. Infrastructure assets in the Proprietary Funds are capitalized on a prospective basis beginning May 1, 2005.

Budgets and Budgetary Accounting

The term budget, used throughout the financial statements represents the estimated revenues and appropriations set forth in the City's annual appropriation ordinance adopted for the fiscal year ended April 30, 2022.

Unexpended budgeted amounts lapse at the end of each year. Spending control is established by the amount of expenditures budgeted for the fund, but management control is exercised at budgetary line items.

Unexpended budgeted amounts lapse at the end of each year. Spending control is established by the amount of expenditures budgeted for the fund, but management control is exercised at budgetary line items.

Budgeted amounts are as originally approved, or as amended by the City Council.

Cash and Cash Equivalents

Cash consists of demand deposits and savings accounts, both easily accessible and with short-term duration. Investments as of April 30, 2022 consist of certificates of deposit and money market accounts. Investments are stated at cost or amortized cost which approximates market and are shown as cash and cash equivalents on the financial statements.

In accordance with the City's investment policy, the City's monetary assets may be placed in all instruments permitted by the Illinois Public Funds Investment Act. This act permits deposits and investments 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 and Illinois Funds.

It is the policy of the City to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting daily cash flow demands and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are safety (preservation of capital and protection of investment principal), liquidity and yield.

For purposes of the statement of cash flows, cash equivalents include money market accounts and any highly liquid debt instruments purchased with a maturity of less than three months.

City of Oregon, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (Continued)

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 receivable balances for governmental activities include property taxes, sales and use taxes, income taxes, excise taxes, and utility charges. Business-type activities report utility charges as their major receivables. As of April 30, 2022, the allowance for uncollectible accounts in the Water and Sewer Fund and the Public Health Fund amounted to \$18,572 and \$3,478, respectively.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fund Balance

Non-spendable fund balance - amounts that are not in a spendable form (such as inventory) or are required to be maintained intact. The City had \$55,452 of non-spendable at year end.

Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation. The City has the following balances that are restricted at year end.

a.	Police (tax levy)	\$4,843
b.	Civil Defense (restricted contributions)	257,177
c.	IMRF (tax levy)	327,504
d.	Motor Fuel Tax (motor fuel tax receipts)	444,033
e.	City Group Insurance (tax levy)	46,987
f.	Social Security (tax levy)	503
g.	Street Lighting (tax levy)	34
h.	School Crossing Guard (tax levy)	31,711
i.	Band Fund (tax levy)	7,497
j.	City Audit (tax levy)	110,179
k.	Farmer's Market (restricted contributions)	2,432
l.	Coliseum (tax levy)	82,404
m.	Road and Bridge (tax levy and 1% sales tax)	1,552,215
n.	Tort Liability	6,184
o.	TIF Fund (tax levy)	308,317
		<hr/>
		<u>Total</u> \$3,182,020

City of Oregon, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (Continued)

Fund Balance (Continued)

Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; 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. The City has the following balances that are committed at year end.

a.	Economic Development	\$102,138	
b.	City Hall Capital Improvements	35,007	
		<hr/>	
		Total	\$137,145
		<hr/>	

Assigned fund balances - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegate the authority. The City has the following balances that are assigned at year end.

Public Health	<hr/>	\$176,038
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Unassigned fund balance - amounts that are available for any purpose; positive amounts are reported only in the general fund.

The City Council establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the Commissioners through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or other purpose). When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the City's policy to use restricted amounts first and then unrestricted amounts as needed. For unrestricted amounts of fund balance, it is the City's policy to use fund balance in the following order: Committed, Assigned, and Unassigned.

City of Oregon, Illinois

Notes to Financial Statements

Note 2 Proprietary Fund – Restricted Assets

The ordinance authorizing the bond issue of 2013 for \$3,605,000 imposed certain covenants and financial requirements on the City. The bond ordinance requires that all monies held in the proprietary fund be segregated and restricted in separate special reserve accounts, in the priority indicated by the order of the following:

Account	Amount	Purpose
Bond proceeds account of 2013	The balance of all issued bond proceeds	Moneys in the account shall be used for the finance and refinance of certain sewer repairs, rehabilitation and sewer system replacements and related improvements.
Operation and Maintenance	Sufficient amount to pay all reasonable and necessary costs for the current month.	Paying the cost of operation and maintenance of the system.
Bond and Interest	A fraction of the amount sufficient to pay principal and interest maturing during the next twelve months.	Paying principal and interest.
Sinking Fund	1/12 of the amount payable on the next installment date.	Paying of sinking fund installments.
Depreciation	Amount to be adequate and reasonable.	Paying cost of any unusual and extraordinary maintenance, repairs, and/or replacements.
Surplus	All remaining funds after crediting above accounts.	All lawful purposes.

The City has established the following accounts to meet the ordinance requirements and to account for the bond proceeds restricted for Waterworks and Sewerage Improvements.

Restricted Cash	Balances 4/30/2022
Restricted assets:	
Operations and Maintenance Account	\$ 58,206
Bond and Interest Account	131,648
Sinking Fund Account	204,167
Depreciation Account	396,569
Total restricted assets	\$790,590

City of Oregon, Illinois

Notes to Financial Statements

Note 3 Pension Plan

Plan description – The City’s defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The City’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

All three IMRF benefit plans have two tiers. Employees hired **before** January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% 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.

City of Oregon, Illinois

Notes to Financial Statements

Note 3 Pension Plan (Continued)

Employees Covered by the Benefit Terms - At the December 31, 2021 valuation date, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	24
Inactive plan members entitled to but not yet receiving benefits	8
Active plan members	22
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Total	54

Contributions - As set by statute, the City's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City's annual contribution rate for calendar year 2021 was 10.11%. For the fiscal year ended April 30, 2022, the City contributed \$132,468 to the plan. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability - The City's Net Pension Liability was measured as of December 31, 2021, and the total pension liability used to calculate the Net Pension Liability was determined by an annual actuarial valuation as of that date.

Actuarial Assumptions – The following are the methods and assumptions used to determine total pension liability at December 31, 2021:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.25%.
- Salary Increases** were expected to be 2.85% to 13.75%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.25%.
- Projected Retirement Age** was from the experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study from years 2017 to 2019.
- Mortality** For non-disabled 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.

City of Oregon, Illinois

Notes to Financial Statements

Note 3 Pension Plan (Continued)

- 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 as of December 31, 2021:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	39%	1.90%
International Equity	15%	3.15%
Fixed Income	25%	(0.60)%
Real Estate	10%	3.30%
Alternative Investments	10%	1.70-5.50%
Cash Equivalents	1%	(0.90)%
Total	100%	

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

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 1.84%, and the resulting single discount rate is 7.25%.

City of Oregon, Illinois

Notes to Financial Statements

Note 3 Pension Plan (Continued)

Changes in Net Pension Liability

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance January 1, 2021	\$7,335,509	\$7,496,983	(\$161,474)
Service costs	115,923	0	115,923
Interest on total pension liability	520,862	0	520,862
Difference between expected and actual experience	105,689	0	105,689
Changes in assumptions	0	0	0
Employer contributions	0	141,897	(141,897)
Employee contributions	0	63,159	(63,159)
Net investment income	0	1,283,828	(1,283,828)
Benefit payments – net of refunds	(418,326)	(418,326)	0
Administrative expense	0	0	0
Other changes (net transfer)	0	11,933	(11,933)
Net changes	324,148	1,082,491	(758,343)
Balances as of December 31, 2021	\$7,659,657	\$8,579,474	(\$919,817)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the plan’s net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan’s net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower (6.25%)	Current Discount (7.25%)	1% Higher (8.25%)
Net pension liability (asset)	\$61,160	(\$919,817)	(\$1,667,260)

Pension plan fiduciary net position - Detailed information about the pension plan’s fiduciary net position is available in the separately issued IMRF financial report which is publicly available at <http://imrf.org>.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - For the year ended April 30, 2022; the City recognized pension income of \$222,237. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources.

City of Oregon, Illinois

Notes to Financial Statements

Note 3 Pension Plan (Continued)

<i>Deferred amounts to be recognized in pension expense in future periods:</i>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$193,520	\$0
Changes in assumptions	25,376	64,116
Net difference between projected and actual Earnings	0	1,009,525
Total deferred amounts to be recognized in pension expense in future periods	218,896	1,073,641
Pension contributions subsequent to the measurement date	38,037	0
Total	\$256,933	\$1,073,641

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended April 30	Net Deferred Outflows of Resources
2023	(\$129,353)
2024	(360,995)
2025	(232,927)
2026	(131,470)
2027	0
Thereafter	0

The City reported \$38,037 as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2023.

Note 4 Common Bank Account

Separate bank accounts are not maintained for all City funds; instead, certain funds maintain their cash balances in a common checking account and a common state investment pool account, with the accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally certain funds participating in the common bank account will incur overdrafts (deficit cash balances) in the account. A deficit in one fund restricts the cash available for use by other funds in the same common bank account. Deficit cash balances are classified as due to other funds in the financial statements. There were no deficit cash fund balances at fiscal year end.

City of Oregon, Illinois

Notes to Financial Statements

Note 5 Cash and Investments

Deposits As of April 30, 2022, the carrying amount of the City's deposits into checking, savings, money market accounts and certificates of deposit was \$7,373,095 and the bank balance was \$7,478,935. The City's total collateral, including Federal Deposit Insurance and collateral held by a pledging bank's trust department, was \$7,478,935.

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits might not be recovered. The City does not have a deposit policy for custodial credit risk. As of April 30, 2022, the City had \$0 that was exposed to custodial credit risk and was uninsured and uncollateralized. For financial statement purposes, certificates of deposit with maturity dates greater than 90 days are shown as investments.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Concentration of Credit Risk

The City has no investments in any one issuer that represents 5% or more of the total City's investments.

Note 6 Capital Assets

Capital assets, which include buildings and improvements, infrastructure, equipment and vehicles, are reported in the government-wide financial statements. The City defines capital assets as assets with an initial individual cost of more than \$5,000 for equipment and vehicles, \$10,000 for building and improvements, and \$50,000 for infrastructure assets, and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. For those assets for which historical cost is not available, the City has estimated historical cost by using current costs and adjusting for inflation. The cost of normal maintenance and repair that do not add to the value of the asset or materially extend the useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. All capital assets, except construction in progress, are being depreciated using the straight line method over the following useful lives:

Buildings and improvements	20 - 40 years
Infrastructure	40 years
Equipment and vehicles	5 - 7 years

The City has elected to record infrastructure assets on a prospective basis.

City of Oregon, Illinois

Notes to Financial Statements

Note 6 Capital Assets (Continued)

Capital assets in the governmental fund financial statements are reported as expenditures when incurred.

The governmental activities capital asset activity for the year ended April 30, 2022 is as follows:

Cost	Balance May 1, 2021	Additions	Transfers and Deletions	Balance April 30, 2022
Land	\$129,900	\$0	\$0	\$129,900
Construction in progress	26,741	578,515	0	605,256
Buildings and improvements	2,256,507	140,532	0	2,397,039
Infrastructure	3,571,924	63,148	0	3,635,072
Equipment	876,229	0	0	876,229
Vehicles	1,002,946	217,697	(173,139)	1,047,504
	\$7,864,247	\$999,892	(\$173,139)	\$8,691,000
Accumulated depreciation:				
Buildings and improvements	\$1,521,273	\$21,445	\$0	\$1,542,718
Infrastructure	743,001	92,225	0	835,226
Equipment	598,178	51,131	0	649,309
Vehicles	932,305	51,676	(173,139)	810,842
	\$3,794,757	\$216,477	(\$173,139)	\$3,838,095
Total Capital Assets, Net	Balance May 1, 2021	Additions	Transfers and Deletions	Balance April 30, 2022
Land	\$129,900	\$0	\$0	\$129,900
Construction in progress	26,741	578,515	0	605,256
Buildings and improvements	735,234	119,087	0	854,321
Infrastructure	2,828,923	(29,077)	0	2,799,846
Equipment	278,051	(51,131)	0	226,920
Vehicles	70,641	166,021	0	236,662
	\$4,069,490	\$783,415	\$0	\$4,852,905

City of Oregon, Illinois

Notes to Financial Statements

Note 6 Capital Assets (Continued)

The business-type activities capital asset activity for the year ended April 30, 2022 is as follows:

Cost	Balance May 1, 2021	Additions	Transfers and Deletions	Balance April 30, 2022
Construction in progress	\$72,581	\$8,684	(\$72,581)	\$8,684
Buildings and improvements	420,641	0	0	420,641
Infrastructure	13,908,163	1,447,213	72,581	15,427,957
Equipment	969,135	0	0	969,135
Vehicles	190,828	0	0	190,828
	\$15,561,348	\$1,455,897	\$0	\$17,017,245
Accumulated depreciation:				
Buildings and improvements	\$420,641	\$0	\$0	\$420,641
Infrastructure	1,834,429	378,827	0	2,213,256
Equipment	925,518	11,223	0	936,741
Vehicles	177,790	6,519	0	184,309
	\$3,358,378	\$396,569	\$0	\$3,754,947
Total Capital Assets, Net	Balance May 1, 2021	Additions	Transfers and Deletions	Balance April 30, 2022
Construction in progress	\$72,581	\$8,684	(\$72,581)	\$8,684
Buildings and improvements	0	0	0	0
Infrastructure	12,073,734	1,068,336	72,581	13,214,701
Equipment	43,617	(11,223)	0	32,394
Vehicles	13,038	(6,519)	0	6,519
	\$12,202,970	\$1,059,328	\$0	13,262,298

City of Oregon, Illinois

Notes to Financial Statements

Note 6 Capital Assets (Continued)

Depreciation expense was charged to function/programs of the primary government as follows:

Governmental activities:	
General government	\$25,730
Public safety	33,213
Streets and public improvements	156,063
Recreation and parks	1,471
<hr/>	
Total depreciation expense, governmental activities	\$216,477
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Business-type activities:	
Water and Sewer	\$396,569
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Note 7 Property Taxes

The City is responsible for assessing property taxes whereas the County in which the City resides is responsible for collecting and distributing property taxes in accordance with enabling state legislation. Property taxes attach as an enforceable lien on property as of January 1 and may be paid in two equal installments. The first installment is normally due on or before June 1 and the second installment is normally due on or before September 1. The City receives significant distributions of tax receipts approximately one month after these due dates. Payments made after the September 1 installment date are assessed interest at the rate of 1% for farmland and 1-1/2% for all others. The 2020 levy was passed by the Board on November 24, 2020. The 2021 levy was passed by the Board on December 14, 2021. The amounts reported in the financial statements relate entirely to the 2020 levy. The 2021 levy will be reported as revenue for the fiscal year ending April 30, 2023.

Note 8 Accumulated Unpaid Vacation and Sick Pay

The City follows the policy of allowing unused sick days to accumulate up to a maximum of 240 days. Unused sick days are not payable to an employee upon termination, except for employees employed over 20 years. However, for those not employed over 20 years, the unused days are added to an employee's retirement benefits upon retirement. Unused vacation days may be carried over to the next year only upon approval by the City Council. The liability related to accrued compensated absences is recorded in the basic financial statements.

City of Oregon, Illinois

Notes to Financial Statements

Note 9 Long-Term Debt

Notes Payable

Governmental Activities

On February 12, 2016, the City obtained a line of credit of \$140,000 at 3.10% interest from The National Bank & Trust Company to fund the utility installation on vacant lots. The balance of the loan on April 30, 2016 was \$102,202. The note is payable in monthly interest only payments of \$264 through August 12, 2016. After August 12, 2016, the note will convert to a fully amortizing loan on the outstanding principal balance with quarterly principal and interest payments beginning November 12, 2016 of \$4,071. This note was refunded in August 2021 by the First Midwest Bank note.

On December 20, 2017, the City borrowed \$30,871 at 2.39% interest from Stillman Bank for a squad car. The note is payable in monthly installments of \$675 and matures on December 20, 2021. This note was paid off during fiscal year 2022

On November 9, 2018, the City borrowed \$37,748 at 2.49% interest from Stillman Bank for a squad car. The note is payable in monthly installments of \$828 and matures on November 9, 2022.

On December 12, 2018, the City borrowed \$15,968 at 3.00% interest from Stillman Bank for a squad car. The note is payable in monthly installments of \$354 and was paid off in July 2021.

On June 2, 2020, the City borrowed \$35,112 at 2.00% interest from Stillman Bank for a squad car. The note is payable in monthly installments of \$616 and matures on June 2, 2025.

On August 12, 2021, the City borrowed \$35,507 at 3.10% interest from First Midwest Bank to refund the remaining balance on the loan with The National Bank & Trust Company. The funds were originally used for the utility installation on vacant lots. The note is payable in monthly installments of \$1,926 and matures on August 12, 2026.

On September 29, 2021, the City borrowed \$82,000 at 1.50% interest from Stillman Bank to purchase a plow truck. The note is payable in monthly installments of \$1,420 and matures on September 30, 2026.

IEPA Loan and General Obligation Bonds

Governmental Activities

In fiscal year 2021, the City issued the Series 2021A Bond with a principal balance of \$1,725,000 and a bond premium of \$96,328. The bond matures on December 1, 2040, and the bonds due on or after December 1, 2031 are subject to redemption prior to maturity on any date on December 1, 2030 and thereafter. The proceeds were used to refund notes payable for 2nd street property and street reconstruction.

In fiscal year 2021, the City issued the Series 2021C Bond with a principal balance of \$280,000. The bond matures on December 1, 2029 and are not subject to redemption prior to maturity. The proceeds were used to refund notes payable for City Hall roof replacement.

City of Oregon, Illinois

Notes to Financial Statements

Note 9 Long-Term Debt (Continued)

IEPA Loan and General Obligation Bonds (Continued)

Business-type Activities

On October 19, 2009, the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section for the wastewater treatment plant upgrade. The note is non-interest bearing. The term of the loan is for 20 years with semi-annual repayments. The total amount drawn on the IEPA loan amount was \$2,814,141.

The City passed an ordinance for the issuance of \$3,605,000 Bond Series of 2013. The purpose of the bonds is to fund various capital projects and to refund the 2003 IEPA loan. Serial retirement of principal occurs on December 1, with interest payable on December 1 and June 1 of each year at rates of 2.00% - 4.00%, commencing December 1, 2013. These bonds mature on December 1, 2027. \$1,325,000 of this bond was refunded in April 2021 by the Series 2021B Bond. The remainder of this bond is to be refunded on December 1, 2022.

In fiscal year 2018, construction began on the drinking water project and the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section. The project was to be financed with up to a \$2,600,035 Illinois Environmental Protection Agency loan with a term of 20 years and an interest rate of 1.64%. The loan funded the construction of three new well houses. The note has an interest rate of 1.64% with payments semi-annually. The total amount drawn on the IEPA loan amount was \$2,691,393 (which included interest capitalized of \$20,644) as of April 30, 2021. The IEPA forgave \$750,000 of this debt in fiscal year 2019 upon finalization of the loan amount.

In fiscal year 2020, construction began on the clean water project and the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section. The project was to be financed with up to a \$1,949,990 Illinois Environmental Protection Agency loan with a term of 20 years and an interest rate of 1.00% to be paid semi-annually. The total amount drawn on the IEPA loan amount was \$1,852,670 (which included interest capitalized of \$8,256) as of April 30, 2021. The IEPA forgave \$584,997 of this debt in fiscal year 2020 upon finalization of the loan amount.

In fiscal year 2020, construction began on the drinking water project and the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section. The project was to be financed with up to a \$2,023,601 Illinois Environmental Protection Agency loan with a term of 20 years and an interest rate of 1.00% to be paid semi-annually. The total amount drawn on the IEPA loan amount was \$1,967,262 (which included interest capitalized of \$1,410) as of April 30, 2021. The IEPA forgave \$1,500,000 of this debt in fiscal year 2020 upon finalization of the loan amount.

City of Oregon, Illinois

Notes to Financial Statements

Note 9 Long-Term Debt (Continued)

IEPA Loan and General Obligation Bonds (continued)

Business-type Activities (continued)

In fiscal year 2021, the City issued the Series 2021B Bond with a principal balance of \$1,435,000. The bond matures on December 1, 2027 and are not subject to redemption prior to maturity. The proceeds were used to refund the 2013 G.O. Bond.

In fiscal year 2022, construction began on the drinking water project and the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section. The project was to be financed with up to a \$812,150 Illinois Environmental Protection Agency loan with a term of 20 years and an interest rate of 1.01% to be paid semi-annually. The total amount drawn on the IEPA loan amount was \$812,150 (which included interest capitalized of \$284) as of April 30, 2022. The IEPA forgave \$400,000 of this debt in fiscal year 2022 upon finalization of the loan amount.

In fiscal year 2022, construction began on the drinking water project and the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section. The project was to be financed with up to a \$1,362,595 Illinois Environmental Protection Agency loan with a term of 20 years and an interest rate of 1.50% to be paid semi-annually. The total amount drawn on the IEPA loan amount was \$1,362,595 (which included interest capitalized of \$2,357) as of April 30, 2022. The IEPA forgave \$773,124 of this debt in fiscal year 2022 upon finalization of the loan amount.

Annual debt service requirements to maturity are as follows:

April 30,	Business-type Activities			
	IEPA Loans Proprietary		2013 and 2021 Alternate Revenue Source Bonds Payable	
	Principal	Interest	Principal	Interest
2023	\$362,310	\$55,349	\$290,000	\$73,222
2024	365,201	52,459	290,000	16,967
2025	368,135	49,525	295,000	14,067
2026	371,108	46,549	300,000	11,117
2027	374,125	43,535	300,000	7,427
2028-2032	1,771,838	170,927	190,000	3,287
2033-2037	1,271,728	88,888	0	0
2038-2042	686,375	15,369	0	0
	\$5,570,820	\$522,601	\$1,665,000	\$126,087

City of Oregon, Illinois

Notes to Financial Statements

Note 9 Long-Term Debt (Continued)

IEPA Loan and General Obligation Bonds (continued)

April 30,	Governmental Activities			
	Notes Payable		2021 Alternate Revenue Source Notes Payable	
	Principal	Interest	Principal	Interest
2023	\$38,357	\$2,365	\$100,000	\$39,645
2024	30,428	1,768	105,000	38,695
2025	31,045	1,101	105,000	38,020
2026	24,847	515	110,000	36,970
2027	10,879	71	110,000	35,870
2028-2032	0	0	500,000	159,000
2033-2037	0	0	450,000	101,850
2038-2042	0	0	405,000	30,900
	\$135,556	\$5,820	\$1,885,000	\$480,950

City of Oregon, Illinois

Notes to Financial Statements

Note 9 Long-Term Debt (Continued)

Changes in Long-Term Liabilities. During the year ended April 30, 2022, the following changes occurred in long-term liability accounts:

	Balance May 1, 2021	Additions	Deletions	Balance April 30, 2022	Due Within One Year
Business-type Activities:					
2010 IEPA loan	\$1,455,366	\$0	\$145,536	\$1,309,830	\$145,536
2013 G.O. Bonds	510,000	0	250,000	260,000	260,000
2018 IEPA loan	1,725,951	0	88,806	1,637,145	90,269
2019 IEPA loan	1,242,420	0	58,007	1,184,413	58,588
2019 IEPA loan	460,762	0	21,512	439,250	21,728
2021B Bond	1,435,000	0	30,000	1,405,000	30,000
2022 IEPA loan	0	624,966	37,218	587,748	26,951
2022 IEPA loan	0	812,434	400,000	412,434	19,238
Total business-type	\$6,829,499	\$1,437,400	\$1,031,079	\$7,235,820	\$652,310
Governmental Activities:					
2016 note payable	39,152	0	39,152	0	0
2018 note payable	5,333	0	5,333	0	0
2018 note payable	6,890	0	4,092	2,798	2,798
2018 note payable	15,399	0	9,654	5,745	5,745
2021 note payable	28,937	0	6,867	22,070	7,008
2021A Bond	1,725,000	0	90,000	1,635,000	70,000
2021A Bond Premium	96,328	0	4,585	91,743	7,183
2021C Bond	280,000	0	30,000	250,000	30,000
2022 note payable	0	82,000	9,252	72,748	16,047
2022 note payable	0	35,507	3,312	32,195	6,759
Total governmental	\$2,197,039	\$117,507	\$202,247	\$2,112,299	\$145,540

The Street and Alley Fund and Police Fund are typically used to pay the debt relating to the governmental activities.

The City is subject to a debt limitation of 8.625% of its assessed valuation of \$49,750,960. As of April 30, 2022 the City had \$4,291,020 of remaining legal debt margin.

City of Oregon, Illinois

Notes to Financial Statements

Note 10 Net Position/Fund Balances

Net position reported on the government wide statement of net position at April 30, 2022:

Governmental Activities:	
Net investment in capital assets	
Capital assets, net of accumulated depreciation	\$4,852,905
Less: related long-term debt outstanding	1,988,361
<u> Total net investment in capital assets</u>	<u>2,864,544</u>
Restricted -	
State statutes and enabling legislation	2,977,863
Contributions	259,609
<u> Total restricted</u>	<u>3,237,472</u>
<u>Unrestricted</u>	<u>1,311,290</u>
<u> Total governmental activities net position</u>	<u>\$7,413,306</u>
Business-type Activities:	
Net investment in capital assets	
Capital assets, net of accumulated depreciation	\$13,262,298
Less: related long-term debt outstanding	7,055,780
<u> Total net investment in capital assets</u>	<u>6,206,518</u>
Restricted -	
Bond ordinance	790,590
<u>Unrestricted</u>	<u>1,733,282</u>
<u> Total business-type net position</u>	<u>\$8,730,390</u>

Note 11 Deficit Net Position/Fund Balances

As of April 30, 2022, the following funds had a deficit net position/fund balance:

<u>Fund</u>	<u>Amount</u>
Street and Alley Fund	\$16,989
Recreation Fund	30
City Hall Fund	927

Note 12 Excess of Actual Expenditures/Expenses Over Budget in Individual Funds

The Farmer's Market Fund an excess of actual expenditures/expenses (exclusive of depreciation and amortization) over budget of \$197 for the fiscal year.

City of Oregon, Illinois

Notes to Financial Statements

Note 13 Risk Management

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In order to handle such risks of loss, the City purchases insurance coverage through the Illinois Municipal League Risk Management Association and self insures for unemployment insurance purposes (See Note 14). The deductibles in effect through these policies as of April 30, 2022 vary with the type of coverage and risk involved. The amounts of settlements have not exceeded insurance coverage for any of the past three years. Potentially, the City could be assessed additional premiums for its share of any losses of the insurance pool. Historically, the City has not been assessed any additional premiums.

Note 14 Self Insurance Plan

The City is self-insured for unemployment insurance. The City is therefore liable to the State for any payments made to any of its former employees claiming unemployment benefits. For the year ended April 30, 2022, there were no payments made for unemployment benefit claims.

Note 15 Transfers

Below are the interfund transfers as of April 30, 2022:

	Operating Transfers In	Operating Transfers Out
General Fund:		
Police Fund	\$0	(\$590,000)
Economic Development	0	(113,470)
Street and Alley Fund	0	(326,500)
City Group Insurance Fund	0	(244,500)
Non Major Governmental Funds	0	(147,000)
Total General Fund	0	(1,421,470)
Police Fund - General Fund	590,000	0
Economic Development Fund - General Fund	113,470	0
Street and Alley Fund - General Fund	326,500	0
IMRF Fund - General Fund	0	0
City Group Insurance Fund - General Fund	244,500	0
Non Major Governmental Funds - General Fund	147,000	0
Total all funds	\$1,421,470	(\$1,421,470)

City of Oregon, Illinois

Notes to Financial Statements

Note 15 Transfers (Continued)

The purpose of these transfers was to subsidize the costs provided by the various funds shown above to the General Fund. The Police Fund, Economic Development Fund, Street and Alley Fund, IMRF Fund, City Group Insurance Fund, and some Non Major Funds do not have a large enough tax levy to support the expenditures within the funds.

Note 16 Impact of Pending Accounting Principles

GASB Statement No. 87, *Leases*, improves accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. The City has not determined the effect of this Statement.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, provides more relevant information about capital assets and the cost of borrowing for a reporting period. This Statement's objectives are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. The City has not determined the effect of this Statement.

GASB Statement No. 91, *Conduit Debt Obligations*, clarifies the existing definition of a conduit debt obligation; establishes that a conduit debt obligation is not a liability of the issuer; establishes standards for accounting and financial reporting of additional commitments and voluntary commitments extended by the issuers and arrangements associated with conduit debt obligations; and improves required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. The City has not determined the effect of this Statement.

GASB Statement No. 92, *Omnibus 2020*, improves the consistency of several practice issues that have been identified during implementation and application of certain GASB Statements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. The City has not determined the effect of this Statement.

GASB Statement No. 93, *Replacement of Interbank Offered Rates*, amends certain hedge accounting from GASB Statement No. 53 and variable lease payments in accordance with GASB Statement No. 87. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. The City has not determined the effect of this Statement.

City of Oregon, Illinois

Notes to Financial Statements

Note 16 Impact of Pending Accounting Principles (Continued)

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, provides more guidance for accounting and financial reporting for availability payments arrangements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. The City has not determined the effect of this Statement.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*, defines a SBITA, establishes a right-to-use subscription asset and liability, provides the capitalization criteria for outlays other than subscription payments, and requires note disclosures regarding a SBITA. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The City has not determined the effect of this Statement.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, amends GASB Statements Nos. 14 and 84, and a suppression of GASB Statement No. 32, provides more guidance for determining whether a primary government is financially accountable for a potential component unit, when the financial burden criterion in paragraph 7 of GASB Statement No. 84 applies, and this statement clarifies that GASB Statement No. 84 should be applied to all arrangements organized under IRC Section 457 to determine whether those arrangements should be reported as fiduciary activities. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. Earlier application is encouraged if GASB Statement No. 84 has been implemented. The City has not determined the effect of this Statement.

GASB Statement No. 99, *Omnibus 2022*, improves the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022 and 2023. The City has not determined the effect of this Statement.

GASB Statement No. 100, *Accounting Changes and Error Corrections*, enhances accounting and financial reporting for accounting changes in error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for fiscal years beginning after June 15, 2023. The City has not determined the effect of this Statement.

GASB Statement No. 101, *Compensated Absences*, better meets the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023. The City has not determined the effect of this Statement.

Management has not completed its assessment of these pending standards as to the effect, if any, they may have on the financial statements.

City of Oregon, Illinois

Notes to Financial Statements

Note 17 Prior Period Adjustment

As a result of the City changing from the modified cash basis to GAAP basis of accounting, prior year restatements are as follows:

<u>Fund Balance</u>	<u>General Fund</u>	<u>Police Fund</u>	<u>Civil Defense Fund</u>	<u>IMRF Fund</u>	<u>Economic Development Fund</u>
Balance at May 1, 2021	\$687,713	\$48,881	\$267,039	\$278,407	\$32,458
Less: Accounts Payable	(20,193)	(14,491)	(18)	0	(1,883)
Less: Accrued Payroll	(2,193)	(7,610)	0	0	0
Less: Compensated Absences	0	0	0	0	0
Less: Accrued Interest Payable	0	0	0	0	0
Less: Net Pension Liability	0	0	0	0	0
Less: Deferred Inflows of Pension Resources	0	0	0	0	0
Add: Deferred Outflows of Pension Resources	0	0	0	0	0
Add: Prepaid Insurance	0	0	0	0	0
Add: Accounts Receivable	5,946	5,205	0	0	0
Add: Utility Receivable	0	0	0	0	0
Add: Comptroller Receivable	350,368	0	0	0	0
Balance at May 1, 2021, as restated	\$1,021,641	\$31,985	\$267,021	\$278,407	\$30,575

<u>Fund Balance</u>	<u>Street & Alley Fund</u>	<u>Motor Fuel Fund</u>	<u>Group Insurance Fund</u>	<u>Road & Bridge Fund</u>	<u>Nonmajor Governmental Funds</u>
Balance at May 1, 2021	\$9	\$422,664	\$55,111	\$1,680,191	\$619,755
Less: Accounts Payable	(6,151)	0	0	(40,441)	(56,744)
Less: Accrued Payroll	(2,977)	0	0	0	0
Less: Compensated Absences	0	0	0	0	0
Less: Accrued Interest Payable	0	0	0	0	0
Less: Net Pension Liability	0	0	0	0	0
Less: Deferred Inflows of Pension Resources	0	0	0	0	0
Add: Deferred Outflows of Pension Resources	0	0	0	0	0
Add: Prepaid Insurance	0	0	0	0	55,452
Add: Accounts Receivable	478	0	2,933	0	1,239
Add: Utility Receivable	0	0	0	0	23,771
Add: Comptroller Receivable	0	12,258	0	99,170	0
Balance at May 1, 2021, as restated	(\$8,641)	\$434,922	\$58,044	\$1,738,920	\$643,473

City of Oregon, Illinois

Notes to Financial Statements

Note 17 Prior Period Adjustment (Continued)

<u>Net Position</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Balance at May 1, 2021	\$5,964,679	\$7,736,218
Less: Accounts Payable	(139,921)	(17,809)
Less: Accrued Payroll	(12,780)	(3,195)
Less: Compensated Absences	(262,376)	(33,334)
Less: Accrued Interest Payable	(9,957)	(34,152)
Plus: Net Pension Asset	128,160	33,314
Less: Deferred Inflows of Pension Resources	(587,241)	(152,646)
Add: Deferred Outflows of Pension Resources	266,877	69,371
Add: Prepaid Insurance	55,452	0
Add: Accounts Receivable	15,801	1,250
Add: Utility Receivable	23,771	127,734
Add: Comptroller Receivable	461,796	0
Balance at May 1, 2021, as restated	\$5,904,261	\$7,726,751

Note 18 Change in Basis of Accounting

The City changed from the modified cash basis of accounting to the accrual basis of accounting in the current year. Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The prior period adjustment resulting from the change is disclosed in Note 17.

Note 19 Commitments

In August 2021, the City entered into a contract with O'Brien Civil Works, Inc. for the 2021 street reconstruction project. The estimated total cost of the contract is \$1,038,752. As of April 30, 2022, the City has spent \$398,237 related to the contract.

Note 20 Subsequent Events

In May 2022, the City entered into a contract with Helm Civil for a seal coat project in the amount of \$148,510. In June 2022, the City entered into a contract with Martin & Company Excavating, Inc. for street reconstruction and construction of parking spaces in the amount of \$344,262.

Required Supplementary Information

City of Oregon, Illinois

Required Supplementary Information Multiyear Schedule of IMRF Contributions

**Illinois Municipal Retirement Fund (IMRF)
Multiyear Schedule of Contributions
Last 10 Fiscal Years (prospective from 2016)**

Fiscal Year Ending April	*Actuarially Determined	Actual Contribution	Contribution Deficiency	Covered Valuation	Actual Contribution as
2016	\$142,756	\$142,756	\$0	\$1,072,120	14.42%
2017	\$126,240	\$126,240	\$0	\$1,163,748	12.22%
2018	\$122,844	\$122,844	\$0	\$1,178,302	10.43%
2019	\$123,448	\$123,448	\$0	\$1,296,414	9.52%
2020	\$100,990	\$100,990	\$0	\$1,315,280	7.68%
2021	\$119,011	\$119,011	\$0	\$1,344,126	8.85%
2022	\$132,468	\$132,468	\$0	\$1,424,834	9.30%

*Estimated based on 10.11% 2021 calendar year contribution rate, 7.75% 2022 calendar contribution rate, and covered valuation payroll of \$1,424,834.

The City implemented GASB Statement No. 68 in 4/30/16.

City of Oregon, Illinois

Required Supplementary Information - Illinois Municipal Retirement Fund (IMRF)

Multiyear Schedule of Changes in Net Pension Liability and Related Ratios

IMRF Regular Plan

Last 10 Calendar Years

(schedule to be built prospectively from 2015)

	2021	2020	2019	2018	2017	2016	2015
Calendar year ending December 31,							
Service cost	\$115,923	\$122,894	\$114,155	\$112,530	\$125,356	\$110,996	\$117,175
Interest on the total pension liability	520,862	508,888	485,833	441,631	444,799	394,726	380,957
Benefit changes	0	0	0	0	0	0	0
Difference between expected and actual experience	105,689	53,013	88,653	367,244	(121,860)	459,731	(41,767)
Assumption changes	0	(110,510)	0	199,840	(211,471)	(8,563)	7,653
Benefit payments and refunds	(418,326)	(392,961)	(357,055)	(261,579)	(283,739)	(323,155)	(217,498)
Net change in total pension liability	324,148	181,324	331,586	859,666	(46,915)	633,735	246,520
Total pension liability - beginning	7,335,509	7,154,185	6,822,599	5,962,933	6,009,848	5,376,113	5,129,593
Total pension liability - ending (a)	\$7,659,657	\$7,335,509	\$7,154,185	\$6,822,599	\$5,962,933	\$6,009,848	\$5,376,113
Plan fiduciary net position:							
Employer contributions	\$141,897	\$106,179	\$162,027	\$139,509	\$122,491	\$132,126	\$154,052
Employee contributions	63,159	58,412	57,434	57,126	52,849	53,904	47,449
Pension plan net investment income	1,283,828	961,002	1,105,925	(319,485)	906,177	334,640	23,985
Benefit payments and refunds	(418,326)	(392,961)	(357,055)	(261,579)	(283,739)	(323,155)	(217,498)
Other	11,933	44,922	1,465	129,216	(90,308)	326,411	(39,520)
Net change in plan fiduciary net position	1,082,491	777,554	969,796	(255,213)	707,470	523,926	(31,532)
Plan fiduciary net position - beginning	7,496,983	6,719,429	5,749,633	6,004,846	5,297,376	4,773,450	4,804,982
Plan fiduciary net position - ending (b)	\$8,579,474	\$7,496,983	\$6,719,429	\$5,749,633	\$6,004,846	\$5,297,376	\$4,773,450
Net pension liability(asset) - ending (a) - (b)	(919,817)	(161,474)	434,756	1,072,966	(41,913)	712,472	602,663
Plan fiduciary net position as a percentage of total pension liability	112.01%	102.20%	93.92%	84.27%	100.70%	88.14%	88.79%
Covered valuation payroll	1,403,534	1,298,032	1,276,301	1,269,465	1,174,412	1,197,874	1,054,432
Net pension liability as a percentage of covered valuation payroll	-65.54%	-12.44%	34.06%	84.52%	-3.57%	59.48%	57.16%

The City implemented GASB 68 in April 30, 2016.

See Notes to Required Supplementary Information.

City of Oregon, Illinois

General Fund

Schedule of Revenues and Expenditures

Compared with Budget

Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Taxes:			
State income tax	\$457,000	\$580,223	\$123,223
Replacement tax	98,750	195,026	96,276
Local taxes	173,000	141,755	(31,245)
Utility taxes	65,000	75,692	10,692
State telecommunications tax	45,000	43,004	(1,996)
Other taxes	0	5,824	5,824
State sales tax	718,000	784,732	66,732
	1,556,750	1,826,256	269,506
Intergovernmental			
COVID-19 Grant	0	2,400	2,400
	0	2,400	2,400
Use of money and property:			
Interest on investments	5,000	8,412	3,412
Miscellaneous revenues:			
Miscellaneous revenues	5,000	40,118	35,118
	5,000	40,118	35,118
Licenses and permits:			
Liquor license	20,000	27,563	7,563
Cable franchise fees	0	0	0
Other license fees	48,800	184,635	135,835
	68,800	212,198	143,398
Total revenues	\$1,635,550	\$2,089,384	\$453,834

See Notes to Required Supplementary Information.

City of Oregon, Illinois

General Fund (Continued)

Schedule of Revenues and Expenditures

Compared with Budget

Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Expenditures:			
General government:			
Personnel services:			
Salaries - city officials	\$190,000	\$146,820	(\$43,180)
Salary - clerk/treasurer	40,000	13,138	(26,862)
	230,000	159,958	(70,042)
Contractual services:			
Dues	3,000	505	(2,495)
Legal service	60,000	10,152	(49,848)
Printing and publishing	5,000	1,018	(3,982)
Travel and training - council	12,000	1,540	(10,460)
Travel and training - clerk's office	6,000	968	(5,032)
Christmas lighting	0	0	0
Engineering services	85,000	22,762	(62,238)
Telephone	20,000	6,473	(13,527)
City Hall Clock Maintenance	3,500	630	(2,870)
Gas	10,000	411	(9,589)
	204,500	44,459	(160,041)
Commodities:			
Office supplies and postage	8,000	870	(7,130)
Gas and oil	0	0	0
	8,000	870	(7,130)
Miscellaneous	1,040,000	44,082	(995,918)
Equipment and maintenance:			
Purchase equipment	140,000	23,612	(116,388)
Total expenditures	\$1,622,500	\$272,981	(\$1,349,519)
Other financing sources (uses):			
Operating transfers in	\$0	\$0	\$0
Operating transfers out	0	(1,421,470)	(1,421,470)
Total other financing sources (uses)	\$0	(\$1,421,470)	(\$1,421,470)

See Notes to Required Supplementary Information.

City of Oregon, Illinois

Police Fund

Schedule of Revenues and Expenditures

Compared with Budget

Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Taxes:			
Property taxes - corporate	\$135,624	\$135,160	(\$464)
Intergovernmental revenues:			
School resource officer	62,471	60,631	(1,840)
Cops fast grant/other	8,000	9,705	1,705
	70,471	70,336	(135)
Fines and penalties:			
Police fines	30,200	39,845	9,645
Police reports	100	240	140
Towing fee	10,050	35,501	25,451
Parking fines	8,000	7,398	(602)
	48,350	82,984	34,634
Miscellaneous revenues	11,537	1,262	(10,275)
Total revenues	\$265,982	\$289,742	\$23,760
Expenditures:			
Public safety and health:			
Personnel services:			
Salaries - police	\$980,000	\$724,722	(\$255,278)
	980,000	724,722	(255,278)
Contractual services:			
Maintenance - equipment	9,000	1,784	(7,216)
Maintenance - vehicles	40,000	16,737	(23,263)
Supplies	50,000	3,550	(46,450)
Dues	2,000	4,072	2,072
Travel and training	31,000	12,297	(18,703)
Printing and publishing	2,500	991	(1,509)
Utilities - telephone	25,000	11,946	(13,054)
	159,500	51,377	(108,123)

See Notes to Required Supplementary Information.

City of Oregon, Illinois

Police Fund (Continued)

Schedule of Revenues and Expenditures

Compared with Budget

Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Expenditures (continued):			
Public safety and health (continued):			
Commodities:			
Office supplies and postage	3,000	1,624	(1,376)
Clothing and uniforms	8,000	2,751	(5,249)
Admin. towing disbursements	60,000	6,227	(53,773)
Gas and oil	30,000	34,349	4,349
	101,000	44,951	(56,049)
Miscellaneous:			
Other miscellaneous expenditures	45,000	2,260	(42,740)
Equipment and maintenance:			
Equipment	90,000	6,968	(83,032)
Vehicles	75,000	(3,368)	(78,368)
Office equipment	25,000	2,550	(22,450)
Capital outlay	0	50,476	50,476
	190,000	56,626	(133,374)
Debt service:			
Principal	0	25,946	25,946
Interest	0	1,002	1,002
	0	26,948	26,948
Total expenditures	\$1,475,500	\$906,884	(\$568,616)
Other financing sources (uses):			
Proceeds from issuance of debt	\$0	\$0	\$0
Operating transfers in	0	590,000	590,000
Total other financing sources (uses)	\$0	\$590,000	\$590,000

See Notes to Required Supplementary Information.

City of Oregon, Illinois

Civil Defense Fund

Schedule of Revenues and Expenditures

Compared with Budget

Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Miscellaneous revenues:			
Other income	\$1,000	\$8,285	\$7,285
Expenditures:			
Public safety and health:			
Personnel services - salaries	\$0	\$0	\$0
Contractual services:			
Travel and training	400	0	(400)
Telephone	2,500	190	(2,310)
	2,900	190	(2,710)
Commodities:			
Supplies and materials	102,000	17,939	(84,061)
Total expenditures	\$104,900	\$18,129	(\$86,771)
Other financing sources (uses):			
Operating transfers out	\$0	\$0	\$0
Total other financing sources (uses)	\$0	\$0	\$0

See Notes to Required Supplementary Information.

City of Oregon, Illinois

IMRF Fund

Schedule of Revenues and Expenditures

Compared with Budget

Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Taxes:			
Property tax	\$157,966	\$157,425	(\$541)
Replacement taxes	24,140	24,140	0
	182,106	181,565	(541)
Use of money and property:			
Interest on investments	0	0	0
Total revenues	\$182,106	\$181,565	(\$541)
Expenditures:			
Personnel services - IMRF	\$200,000	\$132,468	(\$67,532)
Other financing sources (uses):			
Operating transfers in	\$0	\$0	\$0
Total other financing sources (uses)	\$0	\$0	\$0

See Notes to Required Supplementary Information.

City of Oregon, Illinois

Economic Development Fund
 Schedule of Revenues and Expenditures
 Compared with Budget
 Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Taxes:			
Telecommunication tax	\$0	\$0	\$0
Intergovernmental revenues:			
State grants	0	0	0
Federal grant	0	0	0
	0	0	0
Licenses and permits:			
Cablevision franchise and gaming	48,000	52,622	4,622
Use of money and property:			
Interest on investments	0	0	0
Miscellaneous revenues	22,000	(2)	(22,002)
Total revenues	\$70,000	\$52,620	(\$17,380)
Expenditures			
General government:			
Economic development	\$315,000	\$94,527	(\$220,473)
Other financing sources (uses):			
Operating transfers in	\$25,000	\$113,470	\$88,470
Operating transfers out	0	0	0
Total other financing sources (uses)	\$25,000	\$113,470	\$88,470

See Notes to Required Supplementary Information.

City of Oregon, Illinois
Street and Alley Fund
Schedule of Revenues and Expenditures
Compared with Budget
Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Taxes:			
Property taxes - corporate	\$52,419	\$52,241	(\$178)
Intergovernmental revenues:			
State of Illinois - highway maintenance	2,900	23,067	20,167
Miscellaneous revenues	4,450	16,089	11,639
Total revenues	\$59,769	\$91,397	\$31,628
Expenditures:			
Streets and public improvements:			
Personnel services - salaries	\$332,500	\$253,817	(\$78,683)
Contractual services:			
Maintenance - buildings	40,000	0	(40,000)
Maintenance - equipment	20,000	3,054	(16,946)
Maintenance - vehicles	10,000	3,834	(6,166)
Travel and training	2,000	320	(1,680)
Contract labor	100,000	45,545	(54,455)
Telephone	5,000	5,108	108
	177,000	57,861	(119,139)
Commodities:			
Supplies and materials	77,000	40,097	(36,903)
Equipment maintenance materials	20,000	12,133	(7,867)
Equipment	250,000	12,128	(237,872)
Gas and oil	40,500	19,121	(21,379)
	387,500	83,479	(304,021)
Capital outlay:			
Improvements	0	161,921	161,921
Miscellaneous disbursements	75,000	3,726	(71,274)
Debt service:			
Principal	0	9,252	9,252
Interest	0	689	689
	0	9,941	9,941
Total expenditures	\$972,000	\$570,745	(\$401,255)
Other financing sources:			
Proceeds from issuance of debt	0	82,000	82,000
Gain (loss) on sale of capital assets	0	62,500	62,500
Operating transfers in	0	326,500	326,500
Total other financing sources	\$0	\$471,000	\$471,000

See Notes to Required Supplementary Information.

City of Oregon, Illinois

Motor Fuel Tax Fund

Schedule of Revenues and Expenditures

Compared with Budget

Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Intergovernmental revenues - motor fuel tax allotments and other	\$262,614	\$242,253	(\$20,361)
Use of money and property:			
Interest on investments	800	1,162	362
Total revenues	\$263,414	\$243,415	(\$19,999)
Expenditures:			
Streets and public improvements:			
Contractual services:			
Maintenance - grounds	\$400,000	\$61,947	(\$338,053)
Engineering	60,000	8,871	(51,129)
Capital outlay	0	163,486	163,486
	460,000	234,304	(225,696)
Commodities - maintenance materials	30,000	0	(30,000)
Total expenditures	\$490,000	\$234,304	(\$255,696)

See Notes to Required Supplementary Information.

City of Oregon, Illinois

City Group Insurance Fund
Schedule of Revenues and Expenditures
Compared with Budget
Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Taxes			
Property taxes	\$52,400	\$52,241	(\$159)
Total revenues	\$52,400	\$52,241	(\$159)
Expenditures:			
General government:			
Personnel services:			
Group insurance	411,500	303,022	(108,478)
Life insurance	7,000	4,776	(2,224)
Total expenditures	\$418,500	\$307,798	(\$110,702)
Other financing sources:			
Operating transfers in	\$0	\$244,500	\$244,500
Total other financing sources (uses)	\$0	\$244,500	\$244,500

City of Oregon, Illinois
 Road and Bridge Fund
 Schedule of Revenues and Expenditures
 Compared with Budget
 Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Taxes:			
Property taxes	\$38,500	\$38,664	\$164
Sales tax	350,000	429,011	79,011
Utility taxes	0	0	0
	388,500	467,675	79,175
Miscellaneous revenues	0	900	900
Total revenues	\$388,500	\$468,575	\$80,075
Expenditures:			
Road and bridge improvements:			
Capital outlay:			
Improvements	\$0	\$478,177	\$478,177
Debt service:			
Bond issuance costs	0	0	0
Principal	200,000	132,464	(67,536)
Interest	0	24,457	24,457
Other	2,390,000	55,689	(2,334,311)
Total expenditures	\$2,590,000	\$690,787	(\$1,899,213)
Other financing sources:			
Proceeds from issuance of debt	\$0	\$35,507	\$35,507
Debt premium	0	0	0
Operating transfers	0	0	0
Total other financing sources (uses)	\$0	\$35,507	\$35,507

City of Oregon, Illinois

Notes to Required Supplementary Information

Note 1 Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2021 Contribution Rate for IMRF *

Valuation date:

Notes Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2021 Contribution Rates:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 22-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 17 years for most employers (five employers were financed over 18 years; one employer was financed over 19 years; two employers were financed over 20 years; three employers were financed over 26 years; four employers were financed over 27 years and one employer was financed over 28 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25% including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Notes

There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2019 actuarial valuation

Supplementary Information

City of Oregon, Illinois
Water and Sewer Fund
Schedule of Revenues and Expenses
Compared with Budget
Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Operating revenues:			
Charges for services:			
Water - sewer revenues	\$1,535,000	\$1,505,398	(\$29,602)
Sale of meters	1,500	2,823	1,323
Turn on fees	1,000	3,360	2,360
Main taps	500	300	(200)
Sewer hook up fees	3,000	1,500	(1,500)
Water hook up fees	3,000	3,500	500
Other charges for services	21,500	147,229	125,729
	1,565,500	1,664,110	98,610
Total operating revenues	\$1,565,500	\$1,664,110	\$98,610
Operating expenses:			
Waterworks and sewerage:			
Personnel services:			
Salaries	\$435,000	\$226,309	(\$208,691)
Contractual services - sewer:			
Engineering services	50,000	71,919	21,919
Maintenance	73,000	43,764	(29,236)
Professional services	514,500	170,749	(343,751)
	637,500	286,432	(351,068)
Contractual services - water:			
Engineering services	0	0	0
Contract labor	0	0	0
Power	0	0	0
	0	0	0
Total contractual services	637,500	286,432	(351,068)
Commodities - water & sewer:			
Office supplies and postage	90,000	28,480	(61,520)

See Independent's Auditor's Report on Supplementary Information.

City of Oregon, Illinois
Water and Sewer Fund
Schedule of Revenues and Expenses
Compared with Budget (Continued)
Year ended April 30, 2022

	Original and Final Budget	Actual	Over (Under) Budget
Operating expenses (continued):			
Waterworks and sewerage (continued):			
Miscellaneous:			
Sewer	103,000	30,766	(72,234)
Water	0	9,318	9,318
	103,000	40,084	(62,916)
Depreciation			
	0	396,569	396,569
Capital outlay - equipment (non-capitalized):			
Water	2,750,000	0	(2,750,000)
Sewer	2,400,000	13,481	(2,386,519)
	5,150,000	13,481	(5,136,519)
Total waterworks and sewerage			
	\$6,415,500	\$991,355	(\$5,424,145)
Nonoperating revenue (expenses):			
Interest on investments	\$1,000	\$1,438	\$438
Bond issuance costs	0	0	0
Interest expense	(520,000)	(103,691)	416,309
Total nonoperating revenue (expenses)			
	(\$519,000)	(\$102,253)	\$416,747
Other financing sources:			
Capital grants and contributions	\$0	\$433,137	\$433,137
Operating transfers out	0	0	0
Total other financing uses			
	\$0	\$433,137	\$433,137

City of Oregon, Illinois

Nonmajor Governmental Funds

Combining Balance Sheet

April 30, 2022

ASSETS	Total Nonmajor Governmental Funds	Street Lighting Fund	Recreation Fund	School Crossing Guard Fund
Cash	\$769,031	\$3,281	\$0	\$31,711
Receivables (net allowance)	604,382	26,383	10,025	9,950
Prepays	55,452	0	0	0
Due from other funds	0	0	0	0
Investments	0	0	0	0
Total assets	\$1,428,865	\$29,664	\$10,025	\$41,661
LIABILITIES				
Accrued payroll	\$1	\$0	\$0	\$0
Accounts payable	\$33,371	3,247	0	0
Due to other funds	\$30	0	30	0
Total liabilities	\$33,402	3,247	30	0
DEFERRED INFLOWS OF RESOURCES				
Unavailable property tax revenue	\$580,662	26,383	10,025	9,950
FUND BALANCES				
Fund balances:				
Nonspendable	55,452	0	0	0
Restricted	549,261	34	0	31,711
Committed	35,007	0	0	0
Assigned	176,038	0	0	0
Unassigned	(957)	0	(30)	0
Total fund balances	814,801	34	(30)	31,711
Total liabilities and fund balances	\$1,428,865	\$29,664	\$10,025	\$41,661

See Independent's Auditor's Report on Supplementary Information.

City of Oregon, Illinois

Nonmajor Governmental Funds

Combining Balance Sheet

April 30, 2022

ASSETS	Tort Liability Fund	Band Fund	City Audit Fund	City Social Security Fund	Public Health Fund
Cash	\$6,684	\$7,497	\$110,179	\$503	\$175,363
Receivables (net allowance)	141,064	3,164	14,587	56,368	22,690
Prepays	55,452	0	0	0	0
Due from other funds	0	0	0	0	0
Investments	0	0	0	0	0
Total assets	\$203,200	\$10,661	\$124,766	\$56,871	\$198,053
LIABILITIES					
Accrued payroll	\$0	\$0	\$0	\$0	\$1
Accounts payable	500	0	0	0	22,014
Due to other funds	0	0	0	0	0
Total liabilities	500	0	0	0	22,015
DEFERRED INFLOWS OF RESOURCES					
Unavailable property tax revenue	141,064	3,164	14,587	56,368	0
FUND BALANCES					
Fund balances:					
Nonspendable	55,452	0	0	0	0
Restricted	6,184	7,497	110,179	503	0
Committed	0	0	0	0	0
Assigned	0	0	0	0	176,038
Unassigned	0	0	0	0	0
Total fund balances	61,636	7,497	110,179	503	176,038
Total liabilities and fund balances	\$203,200	\$10,661	\$124,766	\$56,871	\$198,053

See Independent's Auditor's Report on Supplementary Information.

City of Oregon, Illinois

Nonmajor Governmental Funds

Combining Balance Sheet (Continued)

April 30, 2022

ASSETS	Coliseum Fund	City Hall Fund	City Hall Capital Improvement Fund	TIF Fund	Farmer's Market Fund
Cash	\$83,591	\$237	\$36,547	\$311,935	\$1,503
Receivables (net allowance)	37,393	0	0	281,808	950
Prepays	0	0	0	0	0
Due from other funds	0	0	0	0	0
Investments	0	0	0	0	0
Total assets	\$120,984	\$237	\$36,547	\$593,743	\$2,453
LIABILITIES					
Accrued payroll	\$0	\$0	\$0	\$0	\$0
Accounts payable	1,267	1,164	1,540	3,618	21
Due to other funds	0	0	0	0	0
Total liabilities	1,267	1,164	1,540	3,618	21
DEFERRED INFLOWS OF RESOURCES					
Unavailable property tax revenue	37,313	0	0	281,808	0
FUND BALANCES					
Fund balances:					
Nonspendable	0	0	0	0	0
Restricted	82,404	0	0	308,317	2,432
Committed	0	0	35,007	0	0
Assigned	0	0	0	0	0
Unassigned	0	(927)	0	0	0
Total fund balances	82,404	(927)	35,007	308,317	2,432
Total liabilities and fund balances	\$120,984	\$237	\$36,547	\$593,743	\$2,453

See Independent's Auditor's Report on Supplementary Information.

City of Oregon, Illinois
 Nonmajor Governmental Funds
 Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances
 Year ended April 30, 2022

	Total Nonmajor Governmental Funds	Street Lighting Fund	Recreation Fund	School Crossing Guard Fund
Revenues:				
Taxes	\$496,618	\$24,635	\$9,363	\$9,415
Charges for service	290,351	0	0	0
Uses of money and property	275	0	0	0
Fines and penalties	17,781	0	0	0
Miscellaneous receipts	4,115	0	0	0
Total revenues	809,140	24,635	9,363	9,415
Expenditures:				
Current:				
General government	197,740	0	0	0
Public safety	315,013	39,799	0	0
Public works and street maintenance	58,925	0	0	0
Culture and recreation	40,363	0	9,308	0
Capital outlay:	0			
General government	140,532	0	0	0
Streets and public improvements	0	0	0	0
Recreation and parks	0	0	0	0
Debt service:	0			
Principal	30,000	0	0	0
Interest	2,239	0	0	0
Total expenditures	784,812	39,799	9,308	0
Excess of revenues over (under) expenditures	24,328	(15,164)	55	9,415
Other financing sources (uses):				
Proceeds from issuance of debt	0	0	0	0
Operating transfers in	147,000	18,600	0	0
Operating transfers out	0	0	0	0
Total other financing sources (uses)	147,000	18,600	0	0
Net change in fund balance	171,328	3,436	55	9,415
Fund balance (deficit) - beginning, as restated	643,473	(3,402)	(85)	22,296
Fund balance (deficit) - ending	\$814,801	\$34	(\$30)	\$31,711

See Independent's Auditor's Report on Supplementary Information.

City of Oregon, Illinois
 Nonmajor Governmental Funds
 Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances (Continued)
 Year ended April 30, 2022

	Tort Liability Fund	Band Fund	City Audit Fund	City Social Security Fund	Public Health Fund
Revenues:					
Taxes	\$131,701	\$2,958	\$19,382	\$52,627	\$0
Charges for service	0	0	0	0	290,351
Uses of money and property	0	0	0	0	275
Fines and penalties	0	0	0	0	17,781
Miscellaneous receipts	0	0	0	0	906
Total revenues	131,701	2,958	19,382	52,627	309,313
Expenditures:					
Current:					
General government	91,179	0	15,625	15,207	0
Public safety	7,500	0	0	0	267,714
Public works and street maintenance	15,000	0	0	43,925	0
Culture and recreation	0	2,400	0	192	0
Capital outlay:					
General government	0	0	0	0	0
Streets and public improvements	0	0	0	0	0
Recreation and parks	0	0	0	0	0
Debt service:					
Principal	0	0	0	0	0
Interest	0	0	0	0	0
Total expenditures	113,679	2,400	15,625	59,324	267,714
Excess of revenues over (under) expenditures	18,022	558	3,757	(6,697)	41,599
Other financing sources (uses):					
Proceeds from issuance of debt	0	0	0	0	0
Operating transfers in	0	0	0	7,200	0
Operating transfers out	0	0	0	0	0
Total other financing sources (uses)	0	0	0	7,200	0
Net change in fund balance	18,022	558	3,757	503	41,599
Fund balance (deficit) - beginning, as restated	43,614	6,939	106,422	0	134,439
Fund balance (deficit) - ending	\$61,636	\$7,497	\$110,179	\$503	\$176,038

See Independent's Auditor's Report on Supplementary Information.

City of Oregon, Illinois
 Nonmajor Governmental Funds
 Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances (Continued)
 Year ended April 30, 2022

	Coliseum Fund	City Hall Fund	City Hall Capital Improvement Fund	TIF Fund	Farmer's Market Fund
Revenues:					
Taxes	\$35,299	\$0	\$0	\$211,238	\$ -
Charges for service	0	0	0	0	-
Uses of money and property	0	0	0	0	-
Fines and penalties	0	0	0	0	-
Miscellaneous receipts	680	0	0	0	2,529
Total revenues	35,979	0	0	211,238	2,529
Expenditures:					
Current:					
General government	0	11,063	13,652	50,817	197
Public safety	0	0	0	0	-
Public works and street maintenance	0	0	0	0	-
Culture and recreation	28,463	0	0	0	-
Capital outlay:		0			
General government	140,532	0	0	0	
Streets and public improvements	0	0	0	0	
Recreation and parks	0	0	0	0	
Debt service:					
Principal	0	0	30,000		-
Interest	0	0	2,239	0	-
Total expenditures	168,995	11,063	45,891	50,817	197
Excess of revenues over (under) expenditures	(133,016)	(11,063)	(45,891)	160,421	2,332
Other financing sources (uses):					
Proceeds from issuance of debt	0	0	0	0	-
Operating transfers in	70,000	11,200	40,000	0	-
Operating transfers out	0	0	0	0	-
Total other financing sources (uses)	70,000	11,200	40,000	0	-
Net change in fund balance	(63,016)	137	(5,891)	160,421	2,332
Fund balance (deficit) - beginning, as restated	145,420	(1,064)	40,898	147,896	100
Fund balance (deficit) - ending	\$82,404	(\$927)	\$35,007	\$308,317	\$ 2,432

See Independent's Auditor's Report on Supplementary Information.

City of Oregon, Illinois

Schedule of Tort Expenditures

Year ended April 30, 2022

Insurance	\$83,679
Salaries	30,000
<hr/>	
Total	\$113,679
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See Independent's Auditor's Report on Supplementary Information.

Other Information

City of Oregon, Illinois

Schedule of Long-Term Debt - Business-type Activities

Year ended April 30, 2022

Year ended April 30	2010		2013		2018		2019 - L174369	
	IEPA Loan Payable		G.O. Bonds Payable		IEPA Loan Payable		IEPA Loan Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$145,536	\$0	\$260,000	\$55,955	\$90,269	\$26,481	\$58,588	\$11,698
2024	145,536	0	0	0	91,755	24,994	59,176	11,111
2025	145,536	0	0	0	93,266	23,483	59,769	10,517
2026	145,536	0	0	0	94,801	21,947	60,368	9,918
2027	145,536	0	0	0	96,363	20,386	60,974	9,314
2028	145,536	0	0	0	97,950	18,800	61,584	8,702
2029	145,536	0	0	0	99,563	17,186	62,202	8,085
2030	145,536	0	0	0	101,203	15,547	62,825	7,461
2031	145,542	0	0	0	102,868	13,880	63,456	6,831
2032	0	0	0	0	104,563	12,187	64,092	6,195
2033	0	0	0	0	106,284	10,464	64,734	5,552
2034	0	0	0	0	108,035	8,715	65,383	4,903
2035	0	0	0	0	109,815	6,935	66,039	4,248
2036	0	0	0	0	111,622	5,127	66,700	3,586
2037	0	0	0	0	113,461	3,289	67,370	2,918
2038	0	0	0	0	115,327	1,421	68,044	2,242
2039	0	0	0	0	0	0	68,727	1,560
2040	0	0	0	0	0	0	69,415	871
2041	0	0	0	0	0	0	34,967	173
2042	0	0	0	0	0	0	0	0
2043	0	0	0	0	0	0	0	0
	\$1,309,830	\$0	\$260,000	\$55,955	\$1,637,145	\$230,842	\$1,184,413	\$115,885

See Independent's Auditor's Report on Other Information.

City of Oregon, Illinois

Schedule of Long-Term Debt - Business-type Activities (Continued)

Year ended April 30, 2022

Year ended April 30	2019 - L175543		Series 2021B		2022 - L175671		2022 - L175809	
	IEPA Loan Payable		Bond Payable		IEPA Loan Payable		IEPA Loan Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$21,728	\$4,338	\$30,000	\$17,267	\$26,951	\$8,715	\$19,238	\$4,117
2024	21,946	4,121	290,000	16,967	27,356	8,310	19,432	3,923
2025	22,166	3,901	295,000	14,067	27,769	7,898	19,629	3,726
2026	22,388	3,678	300,000	11,117	28,187	7,480	19,828	3,526
2027	22,612	3,454	300,000	7,427	28,611	7,055	20,029	3,326
2028	22,839	3,227	190,000	3,287	29,042	6,625	20,232	3,123
2029	23,068	2,998	0	0	29,479	6,188	20,436	2,918
2030	23,300	2,767	0	0	29,923	5,744	20,643	2,712
2031	23,533	2,533	0	0	30,373	5,293	20,852	2,502
2032	23,768	2,297	0	0	30,831	4,835	21,063	2,291
2033	24,007	2,060	0	0	31,295	4,371	21,277	2,078
2034	24,248	1,818	0	0	31,766	3,900	21,492	1,862
2035	24,491	1,575	0	0	32,244	3,422	21,710	1,645
2036	24,736	1,330	0	0	32,730	2,936	21,930	1,425
2037	24,984	1,082	0	0	33,223	2,444	22,152	1,203
2038	25,235	831	0	0	33,723	1,944	22,376	979
2039	25,488	578	0	0	34,230	1,436	22,603	753
2040	25,744	323	0	0	34,746	920	22,831	523
2041	12,969	66	0	0	35,269	398	23,063	292
2042	0	0	0	0	0	0	11,618	59
2043	0	0	0	0	0	0	0	0
	\$439,250	\$42,977	\$1,405,000	\$70,132	\$ 587,748	\$ 89,914	\$ 412,434	\$ 42,983

See Independent's Auditor's Report on Other Information.

City of Oregon, Illinois

Assessed Valuations, Rates, Extensions, and Collections

April 30, 2022

Fund	2021 Levy		2020 Levy		2019 Levy	
	Taxes		Taxes		Taxes	
	Rate	Extended	Rate	Extended	Rate	Extended
General	0.33300	\$165,671	0.33300	\$157,258	0.33300	\$154,914
Police protection	0.18301	91,049	0.17619	83,205	0.13561	63,087
Recreation	0.02015	10,025	0.01989	9,393	0.01986	9,239
Coliseum	0.07500	37,313	0.07500	35,418	0.07500	34,890
Illinois municipal retirement	0.30381	151,148	0.33450	157,966	0.32308	150,299
Audit	0.02932	14,587	0.04118	19,447	0.07246	33,709
Liability insurance	0.28354	141,064	0.27984	132,153	0.27950	130,025
Social security	0.11330	56,368	0.11182	52,806	0.10404	48,400
Band	0.00636	3,164	0.00628	2,966	0.00627	2,917
Street Lighting	0.05303	26,383	0.05234	24,717	0.05228	24,321
School Crossing Guard	0.02000	9,950	0.02000	9,445	0.02000	9,304
Totals	1.42052	\$706,722	1.45004	\$684,774	1.42110	\$661,105

Year	2021	2020	2019
Valuations	\$49,750,960	\$47,224,485	\$46,520,587
Collections	\$0	\$932,349	\$882,124

Included in the collections is the City's share of Road & Bridge property taxes.

City of Oregon, Illinois
 Schedule of Information Required by
 Alternate Revenue Source Bonds
 April 30, 2022

Insurer	Coverage Period From/To	Coverage/ Amount
Illinois Municipal League Insurance Company	1/1/22-1/1/23	Crime - Forgery/ Theft/ Computer Fraud/ Employee Dishonesty \$100,000 - each occurrence
Illinois Municipal League Insurance Company	1/1/22-1/1/23	General Liability \$1,000,000- each occurrence
Illinois Municipal League Insurance Company	1/1/22-1/1/23	Umbrella \$8,000,000 - each occurrence, aggregate limits
Illinois Municipal League Insurance Company	1/1/22-1/1/23	Automobile Liability & Uninsured Motorist \$1,000,000
Illinois Municipal League Risk Fund	1/1/22-1/1/23	Worker's Compensation/ Statutory
Illinois Municipal League Insurance Company	1/1/22-1/1/23	Property & Inland Marine \$250,000,000 - each occurrence

Compliance

Independent Auditor's Report on Bond Compliance

Honorable Mayor and Council
City of Oregon, Illinois
Oregon, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Oregon, Illinois, (the "City") as of and for the year ended April 30, 2022, and the related notes to the financial statements, and have issued our opinion thereon dated August 18, 2022.

In connection with our audit, nothing came to our attention that caused us to believe that the City failed to comply with the terms, covenants, provisions or conditions of General Obligation Bond (Alternate Revenue Source) Bond Ordinance Nos. 2013-103 and 2021-108 and General Obligation Refunding Bond (Alternate Revenue Source) Bond Ordinance Nos. 2021-109 and 2021-110 insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City's noncompliance with the above-referenced terms, covenants, provisions, or conditions of the Ordinance, insofar as they relate to accounting matters.

This report is intended for the information of City Council, management, and bond holders. However, this report is a matter of public record and its distribution is not limited.

Wipfli LLP

Sterling, Illinois
August 18, 2022

**Independent Accountant's Report on Compliance
with State of Illinois Public Act 85-1142**

Honorable Mayor and Council
City of Oregon, Illinois
Oregon, Illinois

We have examined management's assertion that the City of Oregon, Illinois (the "City") complied with the provisions of subsection (q) of the Illinois Compiled Statutes 65 (ILCS) 5/11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended April 30, 2022. The City's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion about the City's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the management's assertion about compliance with the specified requirements is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about where management's assertion is fairly stated, in all material respects. The nature, timing, and extent of the procedures selected depends on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

Our examination does not provide a legal determination on the City's compliance with the specified requirements.

Our examination disclosed the following material noncompliance with the provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) applicable to the City during the year ended April 30, 2022 as noted in the "Reportable Condition" paragraph below.

Reportable Condition

The City has not held a meeting of the Joint Review Board as required by Section 11-74.4-3 of the Illinois Tax Increments Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended April 30, 2022.

In our opinion, except for the material noncompliance described in the preceding paragraph, the City of Oregon, Illinois complied, in all material respects, with the provisions of subsection (q) of the Illinois Compiled Statutes (ILCS) 5/11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended April 30, 2022.

This report is intended solely for the information and use of the Mayor and Members of the City Council, management of the City, the Illinois State Comptroller's Office and the joint review boards and is not intended to be and should not be used by anyone other than these specified parties.

Wipfli LLP

Sterling, Illinois
August 18, 2022

Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Honorable Mayor and Council
City of Oregon
Oregon, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Oregon, Illinois, (the “City”) as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise City’s basic financial statements, and have issued our report thereon dated August 18, 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’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 the attention of those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and responses as items 2022-001 and 2022-002 that we consider to be significant deficiencies.

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 an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and responses as items 2022-03.

City of Oregon, Illinois' Responses to Findings

Government Auditing Standards require the auditor to perform limited procedures on the City's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The City's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

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.

Wipfli LLP

Sterling, Illinois
August 18, 2022

City of Oregon, Illinois

Schedule of Findings and Responses

Finding (2022-001):

Criteria – Management is responsible for establishing and maintaining internal controls and for the fair presentation of the financial statements including the related disclosures, in conformity with U.S. generally accepted accounting principles (GAAP).

Condition – The City does not have an internal control policy in place over annual financial reporting that would enable management to prepare its annual financial statements and ensure related footnote disclosures are complete and presented in accordance with GAAP.

Effects or Potential Effects – The completeness of the financial statement disclosures and the accuracy of the overall financial presentation is negatively impacted as external auditors do not have the same comprehensive understanding of the City as its internal financial staff.

Auditor's Recommendation – Management should continue to review and approve the annual financial statements and the related footnote disclosure.

View of responsible officials and planned corrective actions – The City will continue to review the financial statements and required footnotes prepared by the external auditor. The City believes this process to be most economical and appropriate to help ensure complete and proper financial reporting.

Finding (2022-002):

Criteria – Internal controls should be in place that provide reasonable assurance that not one individual handle a transaction from its inception to its completion.

Condition – There is inadequate control over the accounts payable cycle of processing and recording financial transactions due to the inadequate segregation of duties cause from limited personnel.

Cause – The City has limited number of staff to allow for proper segregation of duties.

Effects or Potential Effects – Without proper segregation of duties, the likelihood that unauthorized or false transactions will be prevented or detected in a timely fashion is significantly diminished which may result in misstated financial statements.

Recommendation – Management and the Council should work together to establish and implement policies and procedures for adequate segregation of duties.

View of responsible officials and planned corrective actions – The City's management and Council's close supervision and review of accounting information is the most economical and appropriate manner to help prevent and detect errors and irregularities in the City's accounting and financial reporting.

City of Oregon, Illinois

Schedule of Findings and Responses

Finding (2022-003):

Criteria – The City must annually hold a joint review Board meeting for its TIF District.

Condition – Due to COVID pandemic, the City was unable to hold the joint review Board meeting.

Cause – The City was not in compliance with the TIF requirements.

Effects or Potential Effects – As a result of the condition noted above, the City was not in compliance with the TIF requirements.

Recommendation – It is recommended that the City conduct the required annual joint review Board meeting.

View of responsible officials and planned corrective actions – The City's management and Council's will hold the required joint review Board meeting.