

**THE PUBLIC CAN PARTICIPATE THROUGH THE ZOOM CLOUD MEETING
APPLICATION AND CLICKING ON THE FOLLOWING LINK:**

Meeting ID: 447 872 7673

<https://us02web.zoom.us/j/4478727673>

We ask the public to mute their phone or mic until Public Participation
If you have any questions, please contact Matt Trout at mtrout@freeburg.com

REGULAR BOARD MEETING AGENDA – September 16, 2024 - 7:30 P.M.

1. Call to Order
2. Pledge of Allegiance
3. Roll Call
4. Minutes of Previous Meeting
 - 4 – 1. September 3, 2024 – Board Meeting Minutes – **Exhibit A**
5. Finance
6. Treasurer’s Report
7. Attorney’s Report
8. ESDA Report – ESDA Report for September 16, 2024 – **Exhibit B**
9. Public Participation
10. Reports and Correspondence
 - 10 – 1. Village Engineer’s Report – **Exhibit C**
11. Recommendations of Boards and Commissions
12. Contracts, Releases, Agreements and Annexations
13. Bids
14. Resolutions
15. Ordinances
16. Old Business
17. New Business
18. Appointments
19. Committee Meeting Minutes/Recommendations
 - 19 – 1. Electric Committee Meeting – Wednesday, September 11, 2024 – 5:30 p.m. - **Exhibit D**
 - 19 – 2. Water/Sewer Committee Meeting – Wednesday, September 11, 2024 - 5:45 p.m. – **Exhibit E**
 - 19 – 3. Streets Committee Meeting – Wednesday September 11, 2024 – 6:00 p.m. – **Exhibit F**
 - 19 – 3a. Recommend Approval of FY24 Audit – **Exhibit G**
20. Upcoming Meetings
 - 20 – 1. Finance Committee Meeting – Wednesday, September 25, 2024 – 5:30 p.m.
 - 20 – 2. Legal/Ordinance Committee Meeting - Wednesday, September 25, 2024 - 5:45 p.m.
 - 20 – 3. Personnel/Police Committee Meeting – Wednesday, September 25, 2024 – 6:00 p.m.
 - 20 – 4. Board Meeting – Monday, October 7, 2024 – 7:30 p.m.
21. Village President’s and Trustees’ Comments
22. Staff Comments
23. Adjournment

At said Board Meeting, the Village Board of Trustees may vote on whether or not to hold an Executive Session to discuss the selection of a person to fill a public office [5 ILCS, 120/2 - (c)(3)]; personnel [5 ILCS, 120/2 - (c)(1)]; litigation [5 ILCS, 120/2 - (c)(11)]; real estate transactions [5 ILCS, 120/2 - (c)(5)]; collective negotiating matters between the public body and its employees or their representatives [5 ILCS 120/2 (C)(2)].

VILLAGE PRESIDENT
Seth Speiser

VILLAGE CLERK
Jerry Menard

VILLAGE TRUSTEES
Ray Matchett, Jr.
Lisa Meehling
Mike Blaies
Tom Carpenter
Dana Miller
Robert Kaiser

VILLAGE TREASURER
Bryan A. Vogel

VILLAGE OF FREEBURG

FREEBURG MUNICIPAL CENTER
14 SOUTHGATE CENTER, FREEBURG, IL 62243
PHONE: (618) 539-5545 • FAX: (618) 539-5590
Web Site: www.freeburg.com

VILLAGE ADMINISTRATOR
Matt Trout

PUBLIC WORKS DIRECTOR
John Tolan

POLICE CHIEF
Michael J. Schutzenhofer

ESDA COORDINATOR
Eugene Kramer

VILLAGE ENGINEER
Tim Pruett, P.E.

VILLAGE ATTORNEY
Weilmuenster Keck Brown, P.C.

VILLAGE OF FREEBURG, ILLINOIS BOARD MEETING MINUTES TUESDAY, SEPTEMBER 3, 2024 @ 7:30 P.M.

CALL TO ORDER: Mayor Seth Speiser called the Regular Board Meeting to order at 7:30 p.m., on Tuesday, September 3, 2024 in the Freeburg Municipal Board Room. Presentation of the meeting was also conducted by Zoom video conferencing. Village Hall was open to the public.

PLEDGE OF ALLEGIANCE: Those present and the Board Members recited the Pledge of Allegiance.

ROLL CALL: Trustee Robert (Bob) Kaiser – here; Trustee Ramon Matchett, Jr. – here; Trustee James (Mike) Blaies – here; Trustee Dana Miller – here; Trustee Elizabeth (Lisa) Meehling – here; Trustee Tom Carpenter – here; Mayor Seth Speiser – here; (7 present, 0 absent) Mayor Seth Speiser announced there is a quorum.

EXHIBIT A:

Mayor Speiser stated we have the minutes of the Special Board Meeting Wednesday, July 24, 2024.

Trustee Ramon Matchett, Jr. motioned to accept the minutes from the Special Board Meeting Wednesday, July 24, 2024 and Trustee Elizabeth (Lisa) Meehling seconded the motion. All voting aye, the motion carried.

EXHIBIT B:

Mayor Speiser stated we have the minutes of the Regular Board Meeting Monday, August 19, 2024.

Trustee Elizabeth (Lisa) Meehling motioned to accept the minutes from the Regular Board Meeting Monday, August 19, 2024 and Trustee Dana Miller seconded the motion. All voting aye, the motion carried.

EXHIBIT C:

FINANCE

Trustee Tom Carpenter (Chairperson) reported on the Finance Committee Meeting held on Wednesday, August 28, 2024 at 5:30 p.m.

Village of Freeburg Board Meeting Minutes
Tuesday, September 3, 2024
Page 1 of 6

1. REVISE OF BOARD LISTS: The following expenses were questioned: Rickert Repair; Drake Scruggs Equipment; Metro-Ag, Inc.; Bank of Belleville; BHMG Engineers; CAAPP Permit.

2. REVIEW OF INVESTMENTS:

Trustee Carpenter said, Treasurer Bryan Vogel was able to lock in our CD at 4.75% for 6 months, expiring on February 9, 2025. Starting balance is \$56,188.91. Next ones are due in December.

3. INCOME STATEMENT: Village Administrator Matt Trout discussed a couple of items-final payments of 2 police cars and building improvement loan under Police Department and adjustment made to the utilities due to finding an error with billing the transformer at the new sewer plant under Sewer. He said that the swimming pool had a great year and the numbers look good so far.

4. TREASURER'S REPORT: Nothing to report.

5. FUND AND ACCOUNT BALANCE REPORT: Village Administrator Matt Trout commented there was a jump in water and electric but will be cautious until we see consistency over a couple of months

OLD BUSINESS:

1. Attorney Invoices: Attorney Invoices were reviewed by the committee.

2. Newsletter: Nothing to report.

NEW BUSINESS:

Village Administrator Matt Trout stated last week, we had a pre-renewal meeting with Gallagher regarding the insurance renewal. Matt said he and Laura received a very rough draft of the audit. They will go through it and have it at the next finance meeting.

TREASURER'S REPORT: Nothing to report.

ATTORNEY'S REPORT: None.

EXHIBIT D:

ESDA REPORT: Mayor Speiser called on ESDA Coordinator Gene Kramer. Gene updated us on his September 3rd ESDA Report.

PUBLIC PARTICIPATION: None.

REPORTS AND CORRESPONDENCE:

EXHIBIT E:

VILLAGE ENGINEER REPORT FOR SEPTEMBER 3, 2024. No questions were asked.

RECOMMENDATIONS OF BOARDS AND COMMISSIONS: None.

CONTRACTS, RELEASES, AGREEMENTS & ANNEXATIONS: None.

BIDS: None.

EXHIBIT F:

RESOLUTIONS: Mayor Speiser stated we have Resolution #24-17 A Resolution Of Two (2) Memorandums Of Understanding Between the Village of Freeburg and the International Union of Operating Engineers, AFL-CIO Local 148 Regarding Overtime, Callouts & Vacation.

Trustee Elizabeth (Lisa) Meehling motioned to adopt Resolution #24-17 by title only, and Trustee Roman Matchett, Jr. seconded the motion. ROLL CALL: Trustee Elizabeth (Lisa) Meehling – aye; Trustee Ramon Matchett, Jr. – aye; Trustee Tom Carpenter – aye, Trustee Robert (Bob) Kaiser – aye; Trustee James (Mike) Blaies – aye; Trustee Dana Miller – aye; (6 ayes 0 nays, 0 absent). **All voting aye, motion carried.**

OLD BUSINESS: None.

NEW BUSINESS: None.

APPOINTMENTS: None.

COMMITTEE MEETING REPORTS/RECOMMENDATIONS:

EXHIBIT H:

Legal/Ordinance Committee Meeting:

Trustee Dana Miller reported on the Legal/Ordinance Committee Meeting held on Wednesday, August 28, 2024 at 5:55p.m.

The following item or items were talked about or discussed:

OLD BUSINESS:

1. Zoning Report/Nuisance Properties: Trustee Miller said, Village Engineer Tim Pruett stated we have had 3 building permits and 8 occupancy permits since last committee meeting. We continue to send letters for unmaintained properties. Most of them are repeated offenders.
2. Development Updates: Trustee Miller said, Village Engineer Tim said he did receive revised plans for Murphy/Riess development. Tim is working on the plans for the water line project to get them to EPA. He spoke with the owner of Scooters and they should have plans and ready to go by the end of next month.
3. Despain Property: Trustee Miller said, Attorney Fred Keck said he doesn't have an update, waiting on appraisal information.

NEW BUSINESS:

1. FOIA Requests: Trustee Miller said the FOIA Requests were reviewed by the committee.

GENERAL CONCERNS: None.

PUBLIC PARTICIPATION: None.

EXHIBIT H:

Personnel/Police Committee Meeting:

Trustee Elizabeth (Lisa) Meehling reported on the Personnel/Police Committee Meeting held on Wednesday, August 28, 2024 at 6:08 p.m.

The following item or items were talked about or discussed:

POLICE:

OLD BUSIENSS:

1. SRO: Trustee Meehling said Village Administrator Matt Trout stated the contract was signed Monday night as well as the after-hours events.

Chief Mike Schutzenhofer summarized the 127 calls since our last committee meeting.

Chief Schutzenhofer said we had a meeting here with the office staff and Public Works Director John Tolan last week to go over the crisis plan of an incident involving the schools. Matt met with the schools, the bus garage, Gene Kramer, and the SRO to go over the crisis plan. He also stated we plan on doing a drill with the village employees to go over everything.

NEW BUSINESS:

1. K9 Program: Trustee Meehling stated there is a letter from Officer Joel Boeving asking to retire K9 Mac. Mac is 9 years old and up for recertification. Typically, the life span of a K9 dog is 10 years. We need to look into the cost of the K9 program before going forward. Trustee Meehling said at this time she would like to make a motion.

*Trustee Elizabeth (Lisa) Meehling motioned to Retire K9 Mac and turn him over to the Boeving Family, and Trustee Ramon Matchett, Jr. seconded the motion. **ROLL CALL:** Trustee Elizabeth (Lisa) Meehling – aye; Trustee Ramon Matchett Jr. – aye; Trustee Tom Carpenter – aye, Trustee Dana Miller – aye; Trustee James (Mike) Blaies – aye; Trustee Robert (Bob) Kaiser – aye; (6 ayes 0 nays, 0 absent). **All voting aye, motion carried.***

PERSONNEL:
OLD BUSINESS:

1. Office Staff and Public Works Memorandum of Understanding Regarding Vacation: Trustee Meehling stated we took care of under Resolutions on tonight's agenda.

NEW BUSINESS: Nothing to report.

GENERAL CONCERNS: None
PUBLIC PARTICIPATION: None

UPCOMING MEETINGS:

Electric Committee Meeting – Wednesday September 11, 2024 – 5:30 p.m.
Water/Sewer Committee Meeting – Wednesday, September 11, 2024 – 5:45 p.m.
Streets Committee Meeting – Wednesday, September 11, 2024 – 6:00 p.m.
Board Meeting – Monday, September 16, 2024 – 7:30 p.m.

VILLAGE MAYOR, VILLAGE CLERK & TRUSTEES' COMMENTS:

Trustee Tom Carpenter – No thank you.

Trustee Elizabeth Meehling – She would like to thank Officer Boeving for his years working with our K9 dog Mac and his commitment to our K9 program. She would also like to recognize Mac for his service and hopes he enjoys his retirement.

Trustee Dana Miller – No thank you.

Village Clerk Jerry Menard – Same as Lisa said.

Mayor Seth Speiser – We should recognize Joel for all of his dedication with K9 Mac.

Trustee James (Mike) Blaies – No thank you.

Trustee Ramon Matchett, Jr. – No thank you.

Trustee Robert (Bob) Kaiser – He hopes the Boeving will enjoy Mac.

STAFF COMMENTS:

Village Engineer Tim Pruett – No thank you.

Public Works Director John Tolan – No thank you.

Village Administrator Matt Trout – We did officially retire Mac. We will put it on social media on the police site.

Chief of Police Mike Schutzenhofer – No thank you.

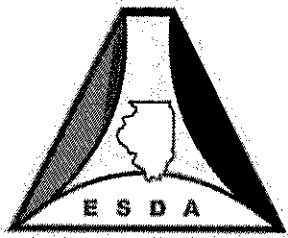
ESDA Coordinator Gene Kramer – No thank you.

ADJOURNMENT: Mayor Seth Speiser called for a motion to adjourn the meeting.

Trustee Elizabeth (Lisa) Meehling motioned to adjourn the Regular Board meeting of Tuesday, September 3, 2024 at 7:49 p.m. and Trustee Dana Miller seconded the motion. All voting aye, the motion carried.

A handwritten signature in black ink that reads "Jerry Lynn Menard". The signature is written in a cursive, flowing style.

Jerry Lynn Menard
Village Clerk



Report to Mayor and Village Board of Trustees for Sept. 16, 2024

1. Confirmed completion of ATI New siren installation completion at Deerfield Mobile Home Park. Remaining replacement tornado siren is located at Satern Terrance. . . replacement date has not been provided to my office at this time.
2. Received correspondence with Linda Maiellano, DR 4489 COVID-19 Closeout Specialist of the Disaster Recovery section , advising Freeburg ESDA needs to complete the FEMA Portal "Sign Damage Inventory" , a "review and confirmation" of our previous COVID-19 COVID-19 equipment and costs on our submitted form data. This is a six page procedure. Even though we had completed the PA107 subgrant forms (closeout) and received the reimbursement check on June 21, 2021. The issues in this area of work is that the FEMA Portal has had issues with my sign-in operations. I am still working with IEMA "Closeout Specialist" Linda Maiellano. I was advised that my email instructions to request any password changes to the FEMA portal may be in my SPAM folder, but the city e-mail account showed nothing in the SPAM folder. I called our IT Computron for my REMOTE email access and they responded on stating that this a problem right now and they will look into this issue and stated our Admin., Matt Trout, had also brought the "SPAM" folder data issue to them also.
3. H.A.R.N. communications test set for Friday Sept. 13, 2024 from ESDA office.
4. ARES/RACES AR communications weekly test conducted from ESDA office, 6:30 pm to 7:45 pm on
5. Sept. Sept. 10, 2024:

Scheduled for FEMA ZOOM training class on "Crisis Communications" class Sept. 23, 2024 at 1:30 pm.

Respectfully submitted by Eugene Kramer, Coordinator

**FREEBURG VILLAGE BOARD MEETING
ENGINEER'S REPORT
Sept. 13, 2024
Tim Pruett, Village Engineer**

WATER PROJECTS: Reviewing and redlining plans for the water line project and tower project. Providing information for the loan application.

Covered Bridge: Homeowners association had another meeting to discuss and gauge interest. I have called Ray to see how the last meeting went. I have not heard back from Ray.

Scooter's Coffee: Talked to Greg Taake and they are planning to submit building permit this month.

Received agreements and bonds back from Christ Brothers Asphalt. Christ Bros looking to start the first week in October.

Reiss- Murphy Project: We have received the revised plans. Reviewing hydraulic calculations for the new pond.

Barber Road Culvert: New culvert delivered on Sept 13. Haier Plumbing to start work on Monday Sept. 16. We have notified the Village thru The Tribune and social media that Barber Lane will be closed on Sept. 16 for approximately 1 month.

Reviewing sewer video for the Sewer and Manhole Lining project.

Working on drainage issues at Sleeping Indian in Timberwolf Subdivision.

ZONING REPORT

We continue to send letters and make calls on complaints for unmaintained properties. We continue to receive complaints about various issues, and we are dealing with them as they come in.

The Combined Planning and Zoning Board: No meeting this month.

Aug 30th through Sept 13th

3 -- Occupancy Permit
3 -- Building Permits
 1 - Electrical
 1 - Sidewalk and Patio
 1 - Commercial Build Out 807 N. State

VILLAGE PRESIDENT
Seth Speiser

VILLAGE CLERK
Jerry Menard

VILLAGE TRUSTEES
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ELECTRIC COMMITTEE MEETING
(Blaies/Carpenter/Kaiser/Meehling)
Wednesday, September 11, 2024 at 5:30 p.m.

The meeting of the Electric Committee was called to order at 5:30 p.m. on Wednesday, September 11, 2024 by Chairperson Mike Blaies. Committee members present were Chairperson Mike Blaies, Trustee Tom Carpenter, Trustee Bob Kaiser, Trustee Lisa Meehling, Mayor Seth Speiser, Village Clerk Jerry Menard (absent), Trustee Ray Matchett, Trustee Dana Miller, Public Works Director John Tolan, Police Chief Mike Schutzenhofer, Head Lineman Shane Krauss, Village Attorney Fred Keck, Village Administrator Matt Trout, Village Engineer Tim Pruett, Office Manager Mary Downen. Guest present: Janet Baechle. There were no guests present via Zoom.

A. OLD BUSINESS:

1. Approval of August 14, 2024 Minutes: Trustee Bob Kaiser motioned to recommend to the full Board approval of the August 14, 2024, and Trustee Tom Carpenter seconded the motion. All voting yea, the motion carried.
2. Customer Issues: Head Lineman Shane Krauss stated there were a couple issues. We had a riser fuse blow in the Meadowbrook area which affected around 26 customers for about 50 minutes. Also, a truck took out a pole causing the entire circuit to go out on South State Street affecting quite a few customers with about a 2 1/2 hour outage.
3. IMEA Energy Efficiency Grant: Nothing at this time.
4. Cemetery Road Line Extension: Shane said this has been completed. Item can be taken off agenda.

B. NEW BUSINESS:

1. CivicPlus Agreement – Village Administrator Matt Trout said they are changing their billing. They are going to an annual rate as opposed to per page rate. They update our code book online and hard copy when we add or change ordinances. Committee approved.

Shane said he is working on a project regarding meter testing. It is called CT metering. It is when you have current transformers that send data to the meter. We have about 65 customers that have CT metering and we have not had the equipment tested. He is working on getting quotes for a company to test the equipment for accuracy. Once he receives the quotes he will present for approval.

C. GENERAL CONCERNS: None.

D. PUBLIC PARTICIPATION: Janet commented on her electric bill. Matt responded that usage was up.

E. ADJOURN: Trustee Tom Carpenter motioned to adjourn at 5:45 p.m. and Trustee Bob Kaiser seconded the motion. All voting yea, the motion carried.

A handwritten signature in black ink, appearing to read "Mary Downen", with a long, sweeping horizontal flourish extending to the right.

Mary Downen
Office Manager

VILLAGE PRESIDENT
Seth Speiser

VILLAGE CLERK
Jerry Menard

VILLAGE TRUSTEES
Ray Matchett, Jr.
Lisa Meehling
Mike Blaies
Tom Carpenter
Dana Miller
Robert Kaiser

VILLAGE TREASURER
Bryan A. Vogel

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PUBLIC WORKS COMMITTEE MEETING
Trash/Water/Sewer
(Kaiser/Blaies/Meehling/Miller)
Wednesday, September 11, 2024 at 5:45 p.m.

VILLAGE ADMINISTRATOR
Matt Trout

PUBLIC WORKS DIRECTOR
John Tolan

POLICE CHIEF
Michael J. Schutzenhofer

ESDA COORDINATOR
Eugene Kramer

VILLAGE ENGINEER
Tim Pruett, P.E.

VILLAGE ATTORNEY
Weilmuenster Keck Brown, P.C.

The Public Works Committee Meeting was called to order at 5:46 p.m. on Wednesday, September 11, 2024, by Chairman Bob Kaiser. Members present were Chairman Bob Kaiser, Trustee Mike Blaies, Trustee Lisa Meehling, Trustee Dana Miller, Mayor Seth Speiser, Village Clerk Jerry Menard (absent), Trustee Tom Carpenter, Trustee Ray Matchett, Village Attorney Fred Keck, Public Works Director John Tolan, Crew Leader Bob Jenkins, Police Chief Mike Schutzenhofer, Village Administrator Matt Trout, Village Engineer Tim Pruett, and Office Manager Mary Downen. Guest present: Janet Baechle. There were no guests present via Zoom.

A. OLD BUSINESS:

1. Approval of August 14, 2024 Minutes: Trustee Mike Blaies motioned to recommend to the full Board approval of the August 14, 2024 minutes, and Trustee Lisa Meehling seconded the motion. All voting yea, the motion carried.
2. New Sewer Plant: Village Administrator Matt Trout said we received final disbursement check today. Public Works Director John Tolan said they oil and chipped the road and it turned out very well.
3. Sewer issues: None.
4. FSH Minutes: John said something to note, FSH is looking to replace their main waterline that comes from the SLM plant to Route 4.
5. Water System Upgrades: Village Engineer Tim Pruett stated we are still reviewing TWA's plans.

B. NEW BUSINESS:

John said Haier Plumbing replaced the 320 ft. of 8" line on Barber Lane where the culvert is going yesterday. Water was shut-off from 8:30 a.m. to 2:30 p.m. They dropped off samples today and hopefully get the results tomorrow.

John said we had a big water main break on West Apple near Dressler's. They were there until 12:30 a.m. Matt added Domino's donated and delivered pizzas.

C. GENERAL CONCERNS: None.

D. PUBLIC PARTICIPATION: Janet thanked the police, fire and public works guys and said they do a really great job. She asked if there is going to be an open house at the new sewer plant. Matt responded we are working on it.

E. ADJOURN: *Trustee Dana Miller motioned to adjourn the meeting at 5:56 p.m. and Trustee Mike Blaies seconded the motion. All voting yea, the motion carried.*

A handwritten signature in cursive script that reads "Mary Downen".

Mary Downen
Office Manager

VILLAGE PRESIDENT
Seth Speiser

VILLAGE CLERK
Jerry Menard

VILLAGE TRUSTEES
Ray Matchett, Jr.
Lisa Meehling
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Public Property Committee Meeting
Streets/Municipal Center/Pool/Parks & Recreation
(Matchett/Carpenter/Kaiser/Miller)
Wednesday, September 11, 2024 at 6:00 p.m.

VILLAGE ADMINISTRATOR
Matt Trout

PUBLIC WORKS DIRECTOR
John Tolan

POLICE CHIEF
Michael J. Schutzenhofer

ESDA COORDINATOR
Eugene Kramer

VILLAGE ENGINEER
Tim Pruett, P.E.

VILLAGE ATTORNEY
Weilmuenster Keck Brown, P.C.

The meeting of the Public Property Committee was called to order at 6:00 p.m., on Wednesday, September 11, 2024, by Chairman Ray Matchett. Members present were Chairman Ray Matchett, Trustee Tom Carpenter, Trustee Bob Kaiser, Trustee Dana Miller, Mayor Seth Speiser, Village Clerk Jerry Menard (absent), Trustee Mike Blaies (absent), Trustee Lisa Meehling, Village Attorney Fred Keck, Public Works Director John Tolan, Crew Leader Bob Jenkins, Police Chief Mike Schutzenhofer, Village Administrator Matt Trout, Village Engineer Tim Pruett, and Office Manager Mary Downen. Guest present: Janet Baechle and Dennis Kaiser. Guests present via Zoom: None.

POOL:

A. OLD BUSINESS: Public Works Director John Tolan stated the pool is officially winterized. They plan to get the base of the diving board powder coated on the off season and one of the umbrella's cables broke.

B. NEW BUSINESS: None.

STREETS:

A. OLD BUSINESS:

- Approval of August 14, 2024 Minutes: Trustee Dana Miller motioned to recommend to the full Board approval of the August 14, 2024, and Trustee Tom Carpenter seconded the motion. All voting yea, the motion carried.
- Drainage Problem Areas/Stormwater Run-Off: John stated the crews have been out on a couple of different projects.

Matt said he sent out letters regarding the residents on Sleeping Indian Drive to coordinate a meeting with them.

Matt said he and Tim met with Haier Plumbing on the Barber Lane culvert replacement and received an estimate. Discussed ways we can save money. Mayor Speiser asked how long the road will be closed. Matt responded he estimates a month. The culvert will be here on Friday and they plan to start on Monday.

- Customer Issues: None.
- MFT: Village Engineer Tim Pruett said they will be here early October to start the Savannah Oaks resurfacing.

B. NEW BUSINESS:

- Professional Metal Works Expansion: Dennis Kaiser discussed their plans of a pretty sizable expansion of their facility at the Industrial Park. With that they will need to change their entrance. He

asked if the Village could help them out with that. He explained the need for the new entrance. The board discussed and approved.

2. Audit: Matt said everyone has a copy. We went to a modified cash basis per their recommendation. He asked if anyone had any questions, and if not, he recommends sending to the board for approval.

Trustee Tom Carpenter motioned to recommend to the full Board approving the Audit, and Trustee Dana Miller seconded the motion. All voting yea, the motion carried.

Trustee Tom Carpenter motioned to amend the agenda and move up public participation, and Trustee Bob Kaiser seconded the motion. All voting yea, the motion carried.

4. Executive Session Minutes:

EXECUTIVE SESSION

6:31 P.M.

Trustee Tom Carpenter motioned to enter Executive Session to Executive Session Minutes, 5 ILCS 120/2(c)(21), and Trustee Bob Kaiser seconded the motion. All voting yea, the motion carried.

EXECUTIVE SESSION ENDED

6:54 P.M.

Trustee Tom Carpenter motioned to reconvene the regular session at 6:55 p.m., and Trustee Bob Kaiser seconded the motion. All voting yea, the motion carried.

C. GENERAL CONCERNS: None.

D. PUBLIC PARTICIPATION: Janet commented that she was disappointed with the Homecoming this year.

E. ADJOURN: *Trustee Dana Miller motioned to adjourn the meeting at 6:55 p.m., and Trustee Tom Carpenter seconded the motion. All voting yea, the motion carried.*



Mary Downen
Office Manager

VILLAGE OF FREEBURG, ILLINOIS

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED
MARCH 31, 2024

Draft

VILLAGE OF FREEBURG, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Board
of Trustees of the Village of
Freeburg, Illinois:

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and aggregate remaining fund information of the Village of Freeburg, Illinois ("Village"), as of and for the year ended March 31, 2024, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Village of Freeburg, Illinois as of March 31, 2024, and the respective changes in modified cash basis financial position, and, where applicable, cash flows thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Freeburg, Illinois 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—Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. As described in Note 11, in the current year, the Village adopted a policy of preparing its business-type and proprietary financial statements on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The financial statements for the current year have been retrospectively adjusted to reflect the modified cash basis of accounting adopted in the current year. As of March 31, 2024, the entire financial statements of the Village are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting as described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for

the presentation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and were derived from and relate 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 combining nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Certified Public Accountants
Alton, Illinois

August 26, 2024

VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

MARCH 31, 2024

	<u>Governmental</u> Activities	<u>Business-type</u> Activities	<u>Total</u>
<u>Assets</u>			
Cash and Cash Equivalents	\$ 2,849,156	\$ 461,517	\$ 3,310,673
Certificates of Deposit	1,150,641	2,476,536	3,627,177
Leased Asset - net of amortization	101,898	-	101,898
Capital Assets:			
Land	83,840	426,700	510,540
Buildings and Improvements	1,119,648	19,434,440	20,554,088
Swimming Pool		1,112,996	1,112,996
Infrastructure	1,058,210	-	1,058,210
Distribution and Collection Systems		15,902,935	15,902,935
Vehicles and Equipment	1,146,951	2,120,959	3,267,910
Less: Accumulated Depreciation	<u>(1,632,310)</u>	<u>(20,627,187)</u>	<u>(22,259,498)</u>
Net Capital Assets	1,776,338	18,370,843	20,147,181
Total Assets	<u>\$ 5,878,033</u>	<u>\$ 21,308,896</u>	<u>\$ 27,186,929</u>
<u>Deferred Outflows of Resources</u>			
Deferred Refunding Loss	<u>\$ -</u>	<u>\$ 11,946</u>	<u>\$ 11,946</u>
<u>Liabilities</u>			
Payroll Liabilities	\$ 21,731	\$ -	\$ 21,731
Customer Deposits	-	173,481	173,481
Lease Liability	94,691	-	94,691
Noncurrent Liabilities:			
Due Within One Year	162,173	771,009	933,182
Due In More Than One Year	<u>97,216</u>	<u>11,113,535</u>	<u>11,210,751</u>
Total Liabilities	<u>375,811</u>	<u>12,058,025</u>	<u>12,433,836</u>
<u>Net Position</u>			
Net Investment in Capital Assets	1,516,949	4,656,141	6,173,090
Restricted	1,040,440	-	1,040,440
Unrestricted	<u>2,944,833</u>	<u>4,606,676</u>	<u>7,551,509</u>
Total Net Position	<u>\$ 5,502,222</u>	<u>\$ 9,262,817</u>	<u>\$ 14,765,039</u>

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

VILLAGE OF FREEBURG, ILLINOIS
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED MARCH 31, 2024

Functions/Programs	Program Receipts			Net (Disbursements) Receipts and Changes in Net Assets			
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General Government	\$ 1,064,194	\$ 799,187	\$ 19,498	\$ -	\$ (245,509)	\$ -	\$ (245,509)
Public Safety:							
Police	1,641,881	1,921	1,950	-	(1,522,010)	-	(1,522,010)
Civil Defense	8,436	-	-	-	(8,434)	-	(8,434)
Highways and Streets	636,709	-	-	-	(636,403)	-	(636,403)
Sanitation	294,094	285,333	-	-	(8,703)	-	(8,703)
Interest on Long-Term Debt	4,063	-	-	-	(4,063)	-	(4,063)
Total Governmental Activities	3,649,069	1,202,699	21,448	-	(2,425,122)	-	(2,425,122)
Business-type Activities:							
Electric Light and Power	5,349,906	4,971,057	-	-	\$ (378,849)	\$ (378,849)	\$ (378,849)
Waterworks	1,227,661	1,049,253	-	-	(178,403)	-	(178,403)
Sewer	909,345	1,288,722	-	-	378,777	378,777	378,777
Swimming Pool	193,872	25,180	-	-	(98,692)	(98,692)	(98,692)
Total Business-type Activities	7,680,784	7,403,617	-	-	(277,167)	(277,167)	(277,167)
Total Government	\$ 11,329,833	\$ 8,606,116	\$ 21,448	\$ -	(2,425,122)	(277,167)	(2,702,289)
General Receipts:							
Property Tax, Levied for General Purposes					636,000	53,121	689,121
Sales and Use Tax					885,782	-	885,782
Replacement Tax					15,725	-	15,725
State Income Tax					743,453	-	743,453
Excise Tax					39,442	-	39,442
Motor Fuel Tax					200,317	-	200,317
Video Gaming Tax					135,107	-	135,107
Cannabis Tax					7,078	-	7,078
Utility Tax					241,689	-	241,689
Unrestricted Investment Earnings					132,455	79,116	211,571
Gain (Loss) on Disposal of Assets					10,000	(1,162)	8,838
Miscellaneous					52,333	-	52,333
Transfers					(25,925)	25,925	-
Total General Receipts and Transfers					3,073,456	157,000	3,230,456
Change in Net Position					(120,167)	(120,167)	(120,167)
Net Position - Beginning - As Restated					4,853,888	9,382,984	14,236,872
Net Position - Ending					\$ 5,502,222	\$ 9,262,817	\$ 14,765,039

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

VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF ASSETS, LIABILITIES AND
FUND BALANCE ARISING FROM MODIFIED CASH BASIS TRANSACTIONS
GOVERNMENTAL FUNDS
MARCH 31, 2024

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>			
Cash and Cash Equivalents	\$ 2,011,191	\$ 673,510	\$ 2,684,701
Certificates of Deposit	948,166	-	948,166
Total Assets	<u>\$ 2,959,357</u>	<u>\$ 673,510</u>	<u>\$ 3,632,867</u>
<u>Liabilities and Fund Balance</u>			
Liabilities:			
Payroll Liabilities	\$ 21,731	\$ -	\$ 21,731
Total Liabilities	<u>21,731</u>	<u>-</u>	<u>21,731</u>
Fund Balance:			
Restricted	-	673,510	673,510
Unassigned	2,937,626	-	2,937,626
Total Fund Balance	<u>2,937,626</u>	<u>673,510</u>	<u>3,611,136</u>
Total Liabilities and Fund Balance	<u>\$ 2,959,357</u>	<u>\$ 673,510</u>	<u>\$ 3,632,867</u>

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

VILLAGE OF FREEBURG, ILLINOIS

RECONCILIATION OF THE STATEMENT OF ASSETS,
LIABILITIES AND FUND BALANCES ARISING FROM MODIFIED
CASH BASIS TRANSACTIONS TO THE STATEMENT OF NET POSITION
MARCH 31, 2024

Amounts reported for governmental fund balances are different because:

Fund balances - total governmental funds	\$ 3,611,136
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported on the balance sheet of the governmental funds.	1,776,338
Leased assets used in governmental activities are not financial resources and, therefore, are not reported on the balance sheet of the governmental funds. Likewise, the related liability is also not reported in the governmental fund statements.	7,207
Long-term debt (e.g., bonds, loans) is not reported as a liability on the balance sheet of the governmental funds.	(259,389)
Internal service funds are included in the statement of net position in the government wide financial statements as these funds benefit the general government as a whole.	<u>366,930</u>
Net position of governmental activities	<u>\$ 5,502,222</u>

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

VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
ARISING FROM MODIFIED CASH BASIS TRANSACTIONS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2024

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Receipts:			
Property Tax	\$ 636,000	\$ -	\$ 636,000
Utility Tax	241,689	-	241,689
Intergovernmental:			
Replacement Tax	15,725	-	15,725
Sales Tax	707,428	-	707,428
State Income Tax	743,453	-	743,453
Local Use Tax	178,354	-	178,354
Excise Tax	39,442	-	39,442
Motor Fuel Tax	-	200,317	200,317
Video Gaming Tax	135,107	-	135,107
Cannabis Tax	7,078	-	7,078
Grants	19,498	-	19,498
Franchise Fees	29,208	-	29,208
Licenses and Permits	78,449	-	78,449
Fines and Penalties	7,232	-	7,232
Garbage Collection	285,391	-	285,391
Investment Earnings	96,599	30,803	127,402
Reimbursements	110,689	-	110,689
Donations	1,950	-	1,950
Miscellaneous	52,333	-	52,333
Total Receipts	<u>3,383,625</u>	<u>231,120</u>	<u>3,616,745</u>
Disbursements:			
Current:			
General Government	375,430	-	375,430
Public Safety:			
Police	1,540,468	-	1,540,468
Civil Defense	4,175	-	4,175
Highways and Streets	475,986	115,952	591,938
Sanitation	285,949	-	285,949
Debt Service:			
Principal on Lease	32,682	-	32,682
Principal on Debt	76,651	-	76,651
Interest and Charges	4,063	-	4,063
Leased Capital Outlay	127,373	-	127,373
Capital Outlay	211,540	-	211,540
Total Disbursements	<u>3,134,317</u>	<u>115,952</u>	<u>3,250,269</u>
Excess of Receipts Over Disbursements	<u>251,308</u>	<u>115,168</u>	<u>366,476</u>
Other Financing Sources (Uses):			
Proceeds from Disposal of Assets	10,000	-	10,000
Proceeds from Debt	161,540	-	161,540
Proceeds from Lease	127,373	-	127,373
Operating Transfers	(25,925)	-	(25,925)
Total Other Financing Sources (Uses)	<u>272,988</u>	<u>-</u>	<u>272,988</u>
Excess of Receipts and Other Financing Sources Over Disbursements	<u>524,296</u>	<u>115,168</u>	<u>639,464</u>
Fund Balance, Beginning of Year	<u>2,413,330</u>	<u>558,342</u>	<u>2,971,672</u>
Fund Balance, End of Year	<u>\$ 2,937,626</u>	<u>\$ 673,510</u>	<u>\$ 3,611,136</u>

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

VILLAGE OF FREEBURG, ILLINOIS

RECONCILIATION OF THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCE ARISING FROM MODIFIED CASH BASIS
TRANSACTIONS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2024

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

Net change in fund balances - total governmental funds \$ 639,464

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$211,540) exceeded depreciation expense (\$154,473) in the current year. 57,067

The issuance of lease agreements provides current financial resources to governmental funds, while the repayment of the principal of leases consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of those differences in the treatment of lease liabilities and the related amortization. 7,207

The issuance of long-term debt (e.g., bonds, loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of those differences in the treatment of long-term debt and related items. (84,889)

Activity related to the internal service funds are included in the statement of net position in the government wide financial statements as these funds benefit the general government as a whole. 29,485

Change in net position of governmental activities \$ 648,334

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

VILLAGE OF FREEBURG, ILLINOIS

**STATEMENT OF ASSETS, LIABILITIES AND
NET POSITION ARISING FROM MODIFIED CASH BASIS TRANSACTIONS
PROPRIETARY FUNDS
MARCH 31, 2024**

	Major Funds			Non-Major Fund	Total	Governmental Activities - Internal Service Fund
	Electric Light and Power	Waterworks	Sewer	Swimming Pool		
Assets						
Current Assets:						
Cash and Cash Equivalents	\$ -	\$ -	\$ 891,089	\$ 673	\$ 891,762	\$ 164,455
Certificates of Deposit	1,496,813	294,907	684,816	-	2,476,536	202,475
Total Current Assets	1,496,813	294,907	1,575,905	673	3,368,298	366,930
Capital Assets:						
Land	211,375	50,094	158,981	6,250	426,700	-
Buildings and Improvements	6,564,283	-	12,607,487	262,670	19,434,440	-
Swimming Pool	-	-	-	1,112,996	1,112,996	-
Distribution and Collection Systems	8,191,776	4,367,949	3,343,210	-	15,902,935	-
Vehicles and Equipment	1,298,878	405,712	344,463	71,900	2,120,959	-
	16,266,312	4,823,755	16,454,147	1,453,816	38,998,030	-
Less - Accumulated Depreciation	13,385,570	4,132,388	7,966,837	912,792	20,627,187	-
Net Capital Assets	2,880,742	691,367	8,487,310	541,024	18,370,843	-
Total Assets	\$ 4,377,555	\$ 986,274	\$ 15,833,615	\$ 541,097	\$ 21,739,141	\$ 366,930
Deferred Outflows of Resources						
Deferred Refunding Loss	\$ 8,596	\$ -	\$ -	\$ 3,350	\$ 11,946	\$ -
	\$ 8,596	\$ -	\$ -	\$ 3,350	\$ 11,946	\$ -
Liabilities						
Current Liabilities:						
Cash Deficit	\$ 88,758	\$ 312,087	\$ -	\$ -	\$ 430,245	\$ -
Current Portion of Long Term Debt	409,754	25,386	290,869	45,000	771,009	-
Customer Deposits	93,299	45,531	34,645	-	173,481	-
Total Current Liabilities	591,211	413,010	325,514	45,000	1,374,735	-
Noncurrent Liabilities:						
Long Term Debt (Net of Current)	455,432	34,390	10,523,713	100,000	11,113,535	-
Total Noncurrent Liabilities	455,432	34,390	10,523,713	100,000	11,113,535	-
Total Liabilities	1,046,643	447,400	10,849,227	145,000	12,488,270	-
Net Position						
Net Investment in Capital Assets	2,015,556	631,591	1,612,970	396,024	4,656,141	-
Committed	-	-	-	-	-	366,930
Unreserved	1,323,952	(92,717)	3,371,418	4,023	4,606,676	-
Total Net Position	3,339,508	538,874	4,984,388	400,047	9,262,817	366,930
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 4,386,151	\$ 986,274	\$ 15,833,615	\$ 545,047	\$ 21,751,087	\$ 366,930

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

VILLAGE OF FREEBURG, ILLINOIS

**STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN NET POSITION ARISING
FROM MODIFIED CASH BASIS TRANSACTIONS
PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2024**

	Major Funds			Non-Major Fund	Total	Governmental Activities - Internal Service Fund
	Electric Light and Power	Waterworks	Sewer	Swimming Pool		
Operating Receipts:						
Charges for Services	\$ 4,875,492	\$ 991,596	\$ 1,280,984	\$ 67,943	\$ 7,216,015	\$ 691,530
Connection Fees	14,950	8,050	6,750	-	29,750	-
Supplies Sold	824	23,818	-	27,237	51,879	-
Miscellaneous	79,791	25,794	388	-	105,973	-
Total Operating Receipts	<u>4,971,057</u>	<u>1,049,258</u>	<u>1,288,122</u>	<u>95,180</u>	<u>7,403,617</u>	<u>691,530</u>
Operating Disbursements:						
Personal Services	914,218	431,318	336,045	60,779	1,782,360	667,098
Contractual Services and Other	526,552	105,317	192,331	7,538	836,738	-
Electricity and Water Purchased	3,192,313	426,633	-	-	3,618,946	-
Supplies and Materials	182,310	122,655	68,573	32,565	406,103	-
Heat, Light and Power	9,948	4,908	1,003	-	39,859	-
Depreciation	503,996	134,827	151,259	68,549	838,631	-
Total Operating Disbursements	<u>5,329,337</u>	<u>1,225,658</u>	<u>778,211</u>	<u>189,431</u>	<u>7,522,637</u>	<u>667,098</u>
Operating Income (Loss)	<u>(358,280)</u>	<u>(176,400)</u>	<u>509,911</u>	<u>(94,251)</u>	<u>(119,020)</u>	<u>24,432</u>
Nonoperating Receipts (Disbursements):						
Property Taxes	-	-	-	53,121	53,121	-
Gain (Loss) on Disposal of Assets	-	-	-	(1,162)	(1,162)	-
Interest Income	50,666	3,291	13,159	-	79,116	5,053
Interest Expense	(20,369)	(2,003)	(131,134)	(4,441)	(158,147)	-
Total Nonoperating Receipts (Disbursements)	<u>30,097</u>	<u>13,288</u>	<u>(117,975)</u>	<u>47,518</u>	<u>(27,072)</u>	<u>5,053</u>
Operating Transfers	-	-	-	25,925	25,925	-
Change in Net Position	<u>(328,183)</u>	<u>(163,112)</u>	<u>391,936</u>	<u>(20,808)</u>	<u>(120,167)</u>	<u>29,485</u>
Net Position, Beginning of Year, As Restated	<u>3,667,691</u>	<u>701,986</u>	<u>4,592,452</u>	<u>420,855</u>	<u>9,382,984</u>	<u>337,445</u>
Net Position, End of Year	<u>\$ 3,339,508</u>	<u>\$ 538,874</u>	<u>\$ 4,984,388</u>	<u>\$ 400,047</u>	<u>\$ 9,262,817</u>	<u>\$ 366,930</u>

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

VILLAGE OF FREEBURG, ILLINOIS

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2024**

	Major Funds			Non-Major Fund	Total	Governmental Activities - Internal Service Fund
	Electric Light and Power	Waterworks	Sewer	Swimming Pool		
<u>Cash Flows from Operating Activities</u>						
Cash Received from Customers	\$ 4,971,057	\$ 1,049,258	\$ 1,288,122	\$ 95,180	\$ 7,403,617	\$ 691,530
Cash Paid to Suppliers	(4,187,436)	(791,895)	(402,929)	(48,572)	(5,430,832)	(667,098)
Cash Payments to Employees for Services	(639,095)	(299,718)	(243,931)	(72,310)	(1,255,054)	-
Net Cash Provided (Used) By Operating Activities	<u>144,526</u>	<u>(42,355)</u>	<u>641,262</u>	<u>(25,702)</u>	<u>717,731</u>	<u>24,432</u>
<u>Cash Flows from Capital Financing Activities</u>						
Purchase of Fixed Assets	(91,445)	(6,682)	(323,416)	-	(1,923,543)	-
Proceeds from Debt	-	-	879,540	-	1,879,540	-
Principal Paid on Debt	(404,191)	(24,786)	(11,019)	(50,000)	(589,996)	-
Interest Paid on Debt	(14,502)	(2,003)	(31,134)	(3,101)	(150,740)	-
Net Cash Provided (Used) By Capital Financing Activities	<u>(510,138)</u>	<u>(33,471)</u>	<u>(188,029)</u>	<u>(53,101)</u>	<u>(784,739)</u>	<u>-</u>
<u>Cash Flows from Investing Activities</u>						
Net Change in Investments	(47,158)	(5,233)	(481,097)	-	(533,488)	(202,475)
Interest Income	50,666	15,291	13,159	-	79,116	5,053
Net Cash Provided (Used) By Investing Activities	<u>3,508</u>	<u>10,058</u>	<u>(467,938)</u>	<u>-</u>	<u>(454,372)</u>	<u>(197,422)</u>
<u>Cash Flows from Non-Capital Financing Activities</u>						
Property Tax	-	-	-	53,121	53,121	-
Payment from (to) Other Funds	-	-	-	25,925	25,925	-
Customer Deposits	1,251	3,390	3,410	-	8,051	-
Net Cash Provided By Non-Capital Financing Activities	<u>1,251</u>	<u>3,390</u>	<u>3,410</u>	<u>79,046</u>	<u>87,097</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(360,853)	(62,378)	(11,295)	243	(434,283)	(172,990)
Cash and Cash Equivalents, Beginning of Year	<u>272,695</u>	<u>(279,709)</u>	<u>902,384</u>	<u>430</u>	<u>895,800</u>	<u>337,445</u>
Cash and Cash Equivalents, End of Year	<u>\$ (88,158)</u>	<u>\$ (342,087)</u>	<u>\$ 891,089</u>	<u>\$ 673</u>	<u>\$ 461,517</u>	<u>\$ 164,455</u>

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

VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED MARCH 31, 2024

	Major Funds			Non-Major Fund	Total	Governmental Activities - Internal Service Fund
	Electric Light and Power	Waterworks	Sewer	Swimming Pool		
Operating Income (Loss)	\$ (358,280)	\$ (176,400)	\$ 509,911	\$ (94,251)	\$ (119,020)	\$ 24,432
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:						
Depreciation	503,996	134,827	131,259	68,549	838,631	-
Decrease (Increase) in:						
None	-	-	-	-	-	-
Increase (Decrease) in:						
Cash advances	(1,190)	(782)	92	-	(1,880)	-
Net Cash Provided (Used) by Operating Activities	\$ 144,526	\$ (42,355)	\$ 441,262	\$ (25,702)	\$ 717,731	\$ 24,432

Draft

VILLAGE OF FREEBURG, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Freeburg, Illinois have been prepared in conformity with the modified cash basis of accounting as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

(a) Financial reporting entity

The Village's combined financial statements include the accounts of all Village operations. The criteria for including organizations as component units within the Village's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the Village holds the corporate powers of the organization
- the Village appoints a voting majority of the organization's board
- the Village is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the Village
- there is fiscal dependency by the organization on the Village

The Village has determined that no other outside agency meets the above criteria and therefore, no other agency has been included as a component unit in the Village's financial statements. In addition, the Village is not aware of any entity that would exercise such oversight, which would result in the Village being considered a component unit of the entity.

(b) Government-wide and fund financial statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items, properly not included among program revenues, are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

(c) Measurement focus, basis of accounting and financial statement presentation

The Village's financial statements are reported using the current financial resources measurement focus and the modified cash basis of accounting. Accordingly, receipts are recorded when cash is received and disbursements are recorded when checks are written. Only assets representing a right to receive cash arising from a previous payment of cash are recorded as assets of a fund. In the same manner, only liabilities resulting from previous cash transactions are recorded as liabilities of a particular fund. Property taxes are recognized as revenues in the year for which they are received.

The government reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Village reports the following major proprietary funds:

The Water Fund and the Sewer Fund accounts for all activities related to the billing, administration, distribution and collection processes of the water and sewer utilities. The Village operates the water distribution system as well as the sewage treatment plant, sewage pumping stations and collection systems.

The Electric Light and Power Fund accounts for all activities related to the billing, administration and distribution processes of the Village's electric and power operations.

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

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

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

ongoing operations. The principal operating revenues of the Village's enterprise funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds 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.

(d) Assets, liabilities and net assets or equity

Deposits and investments

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposits and short-term investments with original maturities of three months or less. All deposits and investments are reported at fair value.

The Village is authorized by state statute to invest in obligations of the United States of America, insured interest bearing accounts of banks, savings and loan associations or credit unions, certain short-term obligations of corporations organized in the United States, money market mutual funds that invest in obligations of the United States of America or its agencies or are guaranteed by the full faith and credit of the United States of America, the Illinois Funds and repurchase agreements of government securities. Investment income is recognized as earned.

Receivables and payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Capital assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects when constructed.

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Property, plant, and equipment are depreciated using the straight line method over the following estimated useful lives:

<u>Type of Property and Equipment</u>	<u>Estimated Useful Lives</u>
Buildings and Improvements	15 – 40 Years
Infrastructure	40 Years
Swimming Pool	20 Years
Distribution and Collection Systems	15 - 50 Years
Vehicles and Equipment	5 - 10 Years

Compensated absences

Sick leave is accrued for all employees at the rate of 1 day per month. On January 1st of the year an employee celebrates their fifth year employment anniversary, and all years thereafter, employees shall be granted twelve sick days. Sick leave can be carried forward, but not to exceed 65 work days. All full-time employees of the Village who have been employed for at least one (1) full year shall become eligible for vacation as indicated by the following table:

<u>Service</u>	<u>Vacation Allowed</u>
Having Completed 1 Year	5 Working Days
2-8 Years Continuous	10 Working Days
9-17 Years Continuous	15 Working Days
18 or More Years Continuous	20 Working Days
	1 day for each year over 18 years of service

An employee separated from the service of the Village shall be compensated for all unused vacation leave accumulated prior to his/her effective date of separation but not for accumulated sick leave. Any liability at March 31, 2024 is immaterial.

Long-term obligations

In the government-wide financial statements and enterprise fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Debt premiums and discounts are deferred and amortized over the life of the debt using the effective interest method.

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

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Fund balances

In the fund financial statements, the Village classifies the governmental fund balances based upon the following criteria:

Nonspendable -- includes amounts that cannot be spent because they are either 1) not in spendable form, or 2) legally or contractually required to remain intact.

Restricted -- balances with constraints that are either externally imposed by creditors or imposed by law through constitutional provisions or enabling legislation.

Committed -- balances that are to be only used for specific purposes pursuant to constraints imposed by formal action of the Village Board, the highest level of decision-making authority.

Assigned -- balances that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned -- the residual classification of the General Fund balance.

The following details the description and amount of all constraints recorded by the Village in the fund financial statements:

<u>Governmental Funds</u>	
Restricted:	
Motor Fuel Tax Fund	\$ 642,992
Impact Fees Fund	<u>30,518</u>
Total Restricted	<u>\$ 673,510</u>
Committed:	
Internal Service Fund	<u>\$ 366,930</u>

When expenditures are incurred for which the Village has both restricted and unrestricted funds available, the Village spends any restricted funds before using unrestricted sources. Likewise, the Village uses committed, assigned and then unassigned balances, in that order, when spending amounts for which all three categories are available.

(e) Budgetary Control

Budgets are adopted on a basis consistent with the modified cash basis of accounting. Annual appropriated budgets are adopted for all governmental funds. All annual appropriations lapse at fiscal year-end.

On March 6, 2023 the Village Board approved an ordinance adopting the appropriations which is the budgetary data reflected in these financial statements. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds.

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(f) Risk Management

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

(g) Estimates

The Village uses estimates and assumptions in preparing these financial statements. These estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenditures. Actual results could vary from estimates that were used.

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

At March 31, 2024, the carrying amount of the Village's deposits was \$4,720,563 and the bank balance was \$4,890,108. The deposits were comprised of checking, interest checking, money market funds and certificates of deposit.

At March 31, 2024, the Village had the following deposits and investments:

<u>Investment</u>	<u>Weighted Average Maturity (Days)</u>	<u>Fair Value</u>
The Illinois Funds (external investment pool)	Daily	\$ 2,216,672
Petty Cash		615
Deposits as reported above		<u>4,720,563</u>
Total deposits and investments		<u>\$ 6,937,850</u>
As Reported in the Statement of Net Position:		
Cash and Cash Equivalents		\$ 3,310,673
Certificates of Deposit		<u>3,627,177</u>
		<u>\$ 6,937,850</u>

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. As of March 31, 2024, all cash deposit balances in excess of FDIC insurance were collateralized with investments by the financial institution.

Interest Rate Risk. The Village's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The Village only maintains investments in the Illinois Funds, which is an external investment pool.

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

The Illinois Funds are pooled investments that are operated by the State of Illinois as a not-for-profit common law trust and are not registered with the SEC. The funds are monitored regularly through the State by internal and external audits. The goals of the funds are to provide liquidity and to maintain balances that are equal to the par value of the invested shares with no loss to market fluctuations. The fair value of the Village's position in the pool is the same as the value of the pool shares.

Credit Risk. As of March 31, 2024, the credit rating of the Village's investment was as follows:

<u>Investment</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
The Illinois Funds (external investment pool)	AAAm	--

Concentration of Credit Risk. As of March 31, 2024, the Village did not have a concentration of credit risk.

Foreign Currency Risk. As of March 31, 2024, the Village has no foreign currency risk.

NOTE 3: RETIREMENT FUND COMMITMENTS

(a) Illinois Municipal Retirement Fund

Plan Description. The Village'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 Plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. 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 financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2023 was 4.49 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Covered Employees. The following types of employees comprise the membership of the plan.

Retirees and Beneficiaries	27
Inactive, non-Retired Members	16
Active Members	<u>31</u>
Total	<u>74</u>

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Benefits Provided. The 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 up to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last ten years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are 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 up to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 96 months within the last ten years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of 3% of the original pension, or ½ of the increases in the Consumer Price Increase of the original pension amount.

The Village paid \$97,110 for IMRF, the total required contribution for the current fiscal year.

(b) Social Security

All employees, including those qualifying for coverage under the Illinois Municipal Retirement Fund, are covered under Social Security. The Village paid \$183,743, the required contribution for the current fiscal year.

NOTE 4: LEGAL DEBT MARGIN

The computation of legal debt margin at March 31, 2024 is as follows:

Bonded Debt Limit*	\$ 10,419,025
Bonded Indebtedness	<u>259,389</u>
Legal Debt Margin	<u>\$ 10,159,636</u>

* The bonded indebtedness of the Village is limited by Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes to 8.625% of the assessed valuation of taxable tangible property.

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 5: PROPERTY TAXES

The Village's property tax is levied each year on all taxable real property located in the Village on or before the second Tuesday in December. The Board passed the levy on November 6, 2023. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments. The County had not mailed tax bills as of March 31, 2024. Past mailing practices of the County have been subsequent to March 31 of each year. The Village begins to receive significant distributions of tax receipts in June and July after the bills are mailed by the County. The Village budgets and records property tax revenue in the year the property taxes are received.

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

	Maximum Levy	2023	2022	2021
<u>Tax Rates:</u>				
General	\$ 0.2500	\$ 0.2037	\$ 0.2057	\$ 0.2257
Bonds and Interest	None	0.0434	0.0474	0.0487
IMRF	None	0.1523	0.1668	0.1703
Police Protection	0.0750	0.0704	0.0668	0.0736
Audit	None	0.0087	0.0094	0.0095
Civil Defense (ESDA)	0.0500	0.0125	0.0107	0.0100
Total		<u>\$ 0.4910</u>	<u>\$ 0.5068</u>	<u>\$ 0.5378</u>
Assessed Valuations		<u>\$ 120,800,293</u>	<u>\$ 112,330,078</u>	<u>\$ 100,576,132</u>
<u>Tax Extensions:</u>				
General		\$ 246,070	\$ 231,063	\$ 227,000
Bonds and Interest		52,427	53,244	48,981
IMRF		184,583	187,367	171,281
Police Protection		85,043	75,036	74,024
Audit		10,510	10,559	9,555
Civil Defense (ESDA)		15,100	12,019	10,058
Total		<u>\$ 593,733</u>	<u>\$ 569,288</u>	<u>\$ 540,899</u>
Tax Collections		<u>\$ -</u>	<u>\$ 567,969</u>	<u>\$ 539,025</u>
Percent Collected		<u>0.00%</u>	<u>99.77%</u>	<u>99.65%</u>

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6: CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<u>Governmental activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 83,840	\$ -	\$ -	\$ 83,840
Capital assets, being depreciated:				
Buildings and improvements	1,119,648	-	-	1,119,648
Infrastructure	1,058,210	-	-	1,058,210
Vehicles and equipment	1,043,678	211,540	108,267	1,146,951
Total capital assets being depreciated	<u>3,221,536</u>	<u>211,540</u>	<u>108,267</u>	<u>3,324,809</u>
Less accumulated depreciation for:				
Building and improvements	330,161	35,001	-	565,162
Infrastructure	216,908	18,406	-	239,314
Vehicles and equipment	845,036	91,066	108,267	827,835
Total accumulated depreciation	<u>1,586,105</u>	<u>154,473</u>	<u>108,267</u>	<u>1,632,311</u>
Total capital assets, being depreciated, net	<u>1,635,431</u>	<u>57,067</u>	<u>-</u>	<u>1,692,498</u>
Governmental activities capital assets, net	<u>\$ 1,719,271</u>	<u>\$ 57,067</u>	<u>\$ -</u>	<u>\$ 1,776,338</u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 426,700	\$ -	\$ -	\$ 426,700
Capital assets, being depreciated:				
Buildings and improvements	17,615,706	1,818,734	-	19,434,440
Swimming pool	1,112,996	-	-	1,112,996
Distribution and collection system	15,874,557	28,378	-	15,902,935
Vehicles and equipment	2,074,281	76,431	29,753	2,120,959
Total capital assets, being depreciated	<u>36,677,540</u>	<u>1,923,543</u>	<u>29,753</u>	<u>38,571,330</u>
Less accumulated depreciation for:				
Buildings and improvements	5,952,980	203,084	-	6,156,064
Swimming pool	665,759	52,177	-	717,936
Distribution and collection system	11,771,612	469,163	-	12,240,775
Vehicles and equipment	1,426,796	114,207	28,591	1,512,412
Total accumulated depreciation	<u>19,817,147</u>	<u>838,631</u>	<u>28,591</u>	<u>20,627,187</u>
Total capital assets, being depreciated, net	<u>16,860,393</u>	<u>1,084,912</u>	<u>1,162</u>	<u>17,944,143</u>
Business-type activities capital assets, net	<u>\$ 17,287,093</u>	<u>\$ 1,084,912</u>	<u>\$ 1,162</u>	<u>\$ 18,370,843</u>

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

Governmental activities:	
General government	\$ 21,666
Public safety	80,197
Highways and streets	44,465
Sanitation	<u>8,145</u>
Total depreciation expense - governmental activities	<u>\$ 154,473</u>
Business-type activities:	
Electric light and power	\$ 503,996
Water	134,827
Sewer	131,259
Swimming pool	<u>68,549</u>
Total depreciation expense - business-type activities	<u>\$ 838,631</u>

NOTE 7: LONG-TERM DEBT

The Village has the following long-term debt as of March 31, 2024:

Notes Payable

\$140,000 loan with Citizens Community Bank to be repaid in five annual payments of \$30,344, including interest at 2.74%. The loan was used to pay for upgrades to the police department building. The loan is unsecured. The balance outstanding as of March 31, 2024 is \$29,793. The loan will be repaid by the General Fund.

\$87,780 loan with Bank of Belleville to be repaid in three annual payments of \$30,371, including interest at 1.86%. The loan was used to pay for two police vehicles. The loan is unsecured. The balance outstanding as of March 31, 2024 is \$29,447. The loan will be repaid by the General Fund.

\$143,095 loan with Bank of Belleville to be repaid in three annual payments of \$50,011, including interest at 2.37%. The loan was used to purchase two trucks to be split between the General, Sewer, and Water Funds. The loan is unsecured. The balance outstanding as of March 31, 2024 is \$96,522.

\$148,000 loan with Citizens Community Bank to be repaid in seven annual payments of \$23,168, including interest at 2.34%. The loan was used to purchase a boring machine to be split between the Electric Light and Power and Water Funds. The loan is unsecured. The balance outstanding as of March 31, 2024 is \$66,372.

\$119,900 loan with Citizens Community Bank to be repaid in seven annual payments of \$18,740, including interest at 2.30%. The loan was used to purchase equipment to be split between the Electric Light and Power, Water, and Sewer Funds. The loan is unsecured. The balance outstanding as of March 31, 2024 is \$70,816.

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

\$36,130 loan with Citizens Community Bank to be repaid in three annual payments of \$12,626, including interest at 2.40%. The loan was used to purchase a vehicle to be split between the Water, and Sewer Funds. The loan is unsecured. The balance outstanding as of March 31, 2024 is \$12,348.

\$161,540 loan with Citizens Community Bank to be repaid in three annual payments of \$60,189, including interest at 5.78%. The loan was used to purchase four police vehicles. The loan is unsecured. The balance outstanding as of March 31, 2024 is \$161,540.

Upon default with the loans being held by the banks, the lender may declare the full unpaid balance and interest to be due immediately.

Annual debt service requirements to maturity for notes payable are as follows:

Year Ended March 31,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2025	\$ 128,864	\$ 12,209	\$ 79,660	\$ 4,903
2026	73,120	7,073	68,910	3,004
2027	57,405	3,415	40,532	1,415
2028	-	-	18,347	432
	<u>\$ 259,389</u>	<u>\$ 22,697</u>	<u>\$ 207,449</u>	<u>\$ 9,754</u>

Bonds Payable

\$330,000 General Obligation Refunding Bonds, Series 2020A dated November 10, 2020, due in annual installments of \$45,000 to \$50,000 through December 1, 2026; interest at 1.59%. The amount of bonds outstanding as of March 31, 2024 is \$145,000. These bonds are being retired by the Swimming Pool Fund.

\$2,290,000 General Obligation Refunding Bonds, Alternate Revenue Source, Series 2020B dated November 10, 2020, due in annual installments of \$380,000 to \$395,000 through December 1, 2025; interest at 1.03%. The amount of bonds outstanding as of March 31, 2024 is \$780,000. These bonds are being retired by the Electric Light and Power Fund.

Annual debt service requirements to maturity for bonds are as follows:

Year Ended March 31,	Business-type Activities	
	Principal	Interest
2025	\$ 430,000	\$ 10,337
2026	445,000	5,659
2027	50,000	795
	<u>\$ 925,000</u>	<u>\$ 16,791</u>

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

IEPA Loans

\$583,674 loan with the Illinois Environmental Protection Agency to be repaid with semi-annual installments of \$18,648, including interest at 2.925%. The loan was used to assist in the construction of sewer lines on North State Street. The balance outstanding as of March 31, 2024 is \$301,712.

\$1,085,569 loan with the Illinois Environmental Protection Agency to be repaid with semi-annual installments of \$33,757, including interest at 1.86%. The loan was used to assist in the construction of the North Trunk Extension/Deerfield Relief Sewer Project. The balance outstanding as of March 31, 2024 is \$776,450.

\$9,673,933 loan with the Illinois Environmental Protection Agency to be repaid with semi-annual installments, including interest at 1.01%. The loan was used to assist in the construction of the Sewer Plant. Repayment has not begun as the IEPA has not distributed the full loan amount. Interest is accrued until repayment begins. The balance outstanding as of March 31, 2024 is \$9,673,933. The IEPA has forgiven \$1,950,000 of this loan.

Annual debt service requirements to maturity for EPA Loans are as follows:

Year Ended March 31,	EPA Loans	
	Principal	Interest
2025	\$ 67,349	\$ 222,152
2026	68,857	114,645
2027	70,367	110,035
2028	378,143	105,359
2029	382,885	100,617
2030-2034	1,950,418	429,801
2035-2039	1,779,092	316,908
2040-2044	1,664,938	228,518
2045-2049	1,751,140	142,317
2050-2054	1,841,806	51,652
	<u>\$ 10,752,095</u>	<u>\$ 1,822,004</u>

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

The following is a summary of changes in long-term debt for the year ended March 31, 2024.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<u>Governmental Activities:</u>					
Notes from Direct Borrowings:					
Notes Payable	\$ 174,500	\$ 161,540	\$ 76,651	\$ 259,389	\$ 162,173
	<u>\$ 174,500</u>	<u>\$ 161,540</u>	<u>\$ 76,651</u>	<u>\$ 259,389</u>	<u>\$ 162,173</u>
<u>Business-type Activities:</u>					
Bonds Payable	\$ 1,355,000	\$ -	\$ 430,000	\$ 925,000	\$ 430,000
Notes from Direct Borrowings:					
Notes Payable	285,249	-	77,800	207,449	79,660
EPA Loans	8,954,754	1,879,540	82,199	10,752,095	261,349
	<u>\$ 10,595,003</u>	<u>\$ 1,879,540</u>	<u>\$ 589,999</u>	<u>\$ 11,884,544</u>	<u>\$ 771,009</u>

NOTE 8: INTERFUND TRANSFERS

The Village's General Fund made a transfer to the Swimming Pool Fund for \$25,925 to provide cash for operations.

NOTE 9: LEASE LIABILITY

The Village has leased body cameras for a term of five years beginning December 2023 and ending in December 2028, with varying annual payments. The Village made an initial payment upon lease signing of \$33,309 for the year ended March 31, 2024.

Future minimum lease payments as of March 31, 2024, including imputed interest are as follows:

Fiscal Year Ended March 31,	<u>Governmental Activities</u>		
	<u>Lease</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 21,650	\$ 5,650	\$ 27,300
2026	22,954	4,346	27,300
2027	24,320	2,980	27,300
2028	<u>25,767</u>	<u>1,533</u>	<u>27,300</u>
	<u>\$ 94,691</u>	<u>\$ 14,509</u>	<u>\$ 109,200</u>

The leases are being amortized using an interest rate of 5.78% for the body cameras. The related assets are being reported as Leased Assets on the Statement of Net Position.

VILLAGE OF FREEBURG, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 10: LEASED ASSETS

Leased capital asset activity for the year ended March 31, 2024 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<u>Governmental activities:</u>				
Leased capital assets, being amortized:				
Machinery and Equipment	\$ -	\$ 127,373	\$ -	\$ 127,373
Total leased capital assets being amortized	-	127,373	-	127,373
Less accumulated amortization for:				
Machinery and equipment	-	25,475	-	25,475
Total accumulated amortization	-	25,475	-	25,475
Total leased capital assets, being amortized, net	\$ -	\$ 101,898	\$ -	\$ 101,898

NOTE 11: CHANGE IN ACCOUNTING METHOD

In the current year, the Village changed the accounting method for the Business-type Activities and the proprietary funds from the accrual basis of accounting to the modified cash basis of accounting. The change was made to provide consistency of accounting methods throughout the entire audit report. The change decreased the beginning net position of those funds by \$612,173.

NOTE 12: SUBSEQUENT EVENTS

The Village has evaluated events occurring after the financial statement date through August 26, 2024 in order to determine their potential for recognition or disclosure in the financial statements. The latter date is the same date the financial statements were available to be issued.

VILLAGE OF FREEBURG, ILLINOIS

COMBINING STATEMENT OF ASSETS, LIABILITIES AND
 FUND BALANCE ARISING FROM MODIFIED CASH BASIS TRANSACTIONS -
 NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
 MARCH 31, 2024

	<u>Impact Fees</u>	<u>Motor Fuel Tax</u>	<u>Total</u>
<u>Assets</u>			
Cash and Cash Equivalents	\$ 30,518	\$ 642,992	\$ 673,510
Total Assets	<u>\$ 30,518</u>	<u>\$ 642,992</u>	<u>\$ 673,510</u>
<u>Liabilities and Fund Balance</u>			
Liabilities:			
None	\$ -	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:			
Restricted	30,518	642,992	673,510
Total Fund Balance	<u>30,518</u>	<u>642,992</u>	<u>673,510</u>
Total Liabilities and Fund Balance	<u>\$ 30,518</u>	<u>\$ 642,992</u>	<u>\$ 673,510</u>

VILLAGE OF FREEBURG, ILLINOIS

COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS
AND CHANGES IN FUND BALANCE ARISING FROM
MODIFIED CASH BASIS TRANSACTIONS -
NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2024

	<u>Impact Fees</u>	<u>Motor Fuel Tax</u>	<u>Total</u>
Receipts:			
Motor Fuel Tax	\$ -	\$ 200,317	\$ 200,317
Investment Income	272	30,531	30,803
Total Receipts	<u>272</u>	<u>230,848</u>	<u>231,120</u>
Disbursements:			
Current:			
Highways and Streets		<u>115,952</u>	<u>115,952</u>
Total Disbursements		<u>115,952</u>	<u>115,952</u>
Excess of Receipts Over Disbursements	<u>272</u>	<u>114,896</u>	<u>115,168</u>
Fund Balance, Beginning of Year	<u>30,246</u>	<u>528,096</u>	<u>558,342</u>
Fund Balance, End of Year	<u>\$ 30,518</u>	<u>\$ 642,992</u>	<u>\$ 673,510</u>

VILLAGE OF FREEBURG, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2024

	Budgeted Amounts		Actual (Budget Basis)
	Original	Final	
Receipts:			
Property Tax	\$ 655,500	\$ 655,500	\$ 636,000
Replacement Tax	15,000	15,000	15,725
Sales Tax	500,000	500,000	707,428
State Income Tax	525,000	525,000	743,453
Local Use Tax	230,000	230,000	178,354
Excise Tax	55,000	55,000	39,442
Video Gaming Tax	90,000	90,000	135,107
Cannabis Tax	6,000	6,000	7,078
Franchise Tax	25,000	25,000	29,208
Utility Tax	251,000	251,000	241,689
Licenses and Permits	76,250	76,250	78,449
Fines and Penalties	12,400	12,400	7,232
Garbage Collection	327,605	327,605	285,391
Rental/Lease Income	6,750	6,750	6,850
Investment Earnings	19,000	19,000	96,599
Grants	19,498	19,498	19,498
Reimbursements	110,000	110,000	110,689
Donations	500	500	1,950
Miscellaneous	33,500	33,500	55,483
Total Receipts	<u>2,958,003</u>	<u>2,958,003</u>	<u>3,395,625</u>
Disbursements:			
Current:			
General Government	425,665	425,665	375,430
Public Safety:			
Police	1,428,070	1,428,070	1,540,468
Civil Defense	9,750	9,750	4,175
Highways and Streets	552,885	552,885	475,986
Sanitation	317,000	317,000	285,949
Capital Outlay	138,809	138,809	50,000
Debt Service	30,400	30,400	113,396
Transfers	31,900	31,900	25,925
Total Disbursements	<u>2,934,479</u>	<u>2,934,479</u>	<u>2,871,329</u>
Net Change in Fund Balances	\$ <u>23,524</u>	\$ <u>23,524</u>	524,296
Change for modified cash basis reporting			
None			
As reported on the Statement of Receipts and Disbursements			
Arising From Modified Cash Basis Transactions			<u>\$ 524,296</u>