

**IN ACCORDANCE WITH EXECUTIVE ORDER 2020-07, THE PUBLIC
CAN PARTICIPATE THROUGH THE ZOOM CLOUD MEETING
APPLICATION AND CLICKING ON THE FOLLOWING LINK:**

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

Meeting ID: 447 872 7673

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
Village Hall will be open to the public during this meeting

REGULAR BOARD MEETING AGENDA – SEPTEMBER 21, 2020 - 7:30 P.M.

1. Call to Order
2. Pledge of Allegiance
3. Roll Call
4. Minutes of Previous Meeting
 - 4 – 1. September 8, 2020 – Board Meeting Minutes – **Exhibit A**
5. Finance – None.
6. Treasurer’s Report
7. Attorney’s Report
8. ESDA Report – ESDA Report for September 21, 2020 – **Exhibit B**
9. Public Participation
10. Reports and Correspondence –
 - 10 – 1. Zoning Administrator’s Report for September 21, 2020 – **Exhibit C**
11. Recommendations of Boards and Commissions
12. Contracts, Releases, Agreements and Annexations
13. Bids
14. Resolutions
 - 14 – 1. Resolution #20-11: A Resolution Authorizing the Village to Enter into and the Village President to Accept a Temporary Construction Easement Agreement and Deed of Easement & Right-of-Way for Water System from John and Janet Zimmerman on Behalf of the John and Janet Zimmerman Trust – **Exhibit D**
15. Ordinances
 - 15 – 1. Ordinance #1702: An Ordinance Pertaining to the Local CURE Program – **Exhibit E**
16. Old Business
17. New Business
18. Appointments
19. Committee Meeting Minutes/Recommendations
 - 19 – 1. Electric Committee Meeting – Wednesday, September 16, 2020 – 5:30 p.m. – **Exhibit F**
 - 19-1a. Recommend FY2020 Audit for Approval – **Exhibit G**
 - 19 – 2. Water/Sewer Committee Meeting – Wednesday, September 16, 2020 – 5:45 p.m. – **Exhibit H**
 - 19-2a. Recommend Citizen’s Loan for the Sewer Project be amended to \$1,100,000
 - 19-2b. Recommend TWM Invoice #66861 in the amount of \$381.00 for approval – **Exhibit I**
 - 19 – 3. Streets Committee Meeting – Wednesday, September 16, 2020 – 6:00 p.m. – **Exhibit J**
 - 19-3a. Recommend TWM Invoice #66777 in the amount of \$2,500.003 for approval – **Exhibit K**
20. Upcoming Meetings
 - 20 – 1. Committee as a Whole – Tuesday, September 22, 2020 – 5:30 p.m.
 - 20 – 2. Combined Planning/Zoning Board Meeting – Tuesday, September 29, 2020 – 6:00 p.m.
 - 20 – 3. Finance Committee Meeting – Wednesday, September 30, 2020 – 5:30 p.m.
 - 20 – 4. Legal/Ordinance Committee Meeting – Wednesday, September 30, 2020 – 5:45 p.m.
 - 20 – 5. Personnel/Police Committee Meeting – Wednesday, September 30, 2020 – 6:00 p.m.
 - 20 – 6. Board Meeting – Monday, October 5, 2020 – 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
Mike Blaies
Ray Matchett, Jr.
Lisa Meehling
Denise Albers
Michael Heap
Bob 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 OF FREEBURG, ILLINOIS BOARD MEETING MINUTES TUESDAY, SEPTEMBER 8, 2020 @ 7:30 P.M.

VILLAGE ADMINISTRATOR
Tony Funderburg

PUBLIC WORKS DIRECTOR
John Tolan

POLICE CHIEF
Michael J. Schutzenhofer

ESDA COORDINATOR
Eugene Kramer

ZONING ADMINISTRATOR
Matt Trout

VILLAGE ATTORNEY
Weilmuenster Keck Brown, P.C.

CALL TO ORDER: Mayor Seth Speiser called the Regular Board Meeting to order at 7:30 p.m., on Tuesday, September 8, 2020, presentation of the meeting was 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 Michael (Mike) Heap – here; Trustee Elizabeth (Lisa) Meehling – here; Trustee Denise Albers – here; Trustee James (Mike) Blaies – here; Trustee Ramon Matchett, Jr. – here; Trustee Robert (Bob) Kaiser – 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 from the previous Regular Board Meeting Monday, August 17, 2020 for approval.

Trustee Elizabeth (Lisa) Meehling motioned to accept the minutes from the Regular Board Meeting Monday, August 17, 2020, and Trustee James (Mike) Blaies seconded the motion. All voting aye, the motion carried.

EXHIBIT B:

FINANCE:

Trustee Denise Albers reported on the Finance Committee Meeting held on Wednesday, August 26, 2020 at 5:30 p.m.

- REVISE OF BOARD LISTS:** Trustee Albers said we did reviewed the Board Lists in our Finance Committee meeting. Some of the board members questioned some of the entrance///// that were listed on the Board Lists. Trustee Albers said our police department did received a \$1,500 donation from Country Companies and \$985 in unclaimed property seizure.
- REVIEW OF INVESTMENTS:** Trustee Albers stated no cds are due at this time. Trustee Albers said Treasurer Bryan Vogel is watching rates on reinvesting the expired cd.
- INCOME STATEMENT:** None.

Village of Freeburg Board Meeting Minutes
Tuesday, September 8, 2020
Page 1 of 7

TREASURER'S REPORT: Trustee Albers stated Treasurer Vogel advised the committee he is getting caught up on our monthly report.

OLD BUSINESS:

1. Attorney Invoices: None
2. Newsletter: None.

Trustee Albers said she asked about the easement for the Zimmerman property. Public Works Director John Tolan advised the committee the Zimmermans have the paper work, and have questions about the easements. TWM provided an aerial which shows where water line will be on the property, and also show where the construction and permanent easements will be. Village Administrator Tony Funderburg said he will discuss this issue with them.

Trustee Albers said Village Attorney Fred Keck advised the committee he has a call scheduled tomorrow with Ms. Schaffner and will move forward with the previous instructions by the board.

NEW BUSINESS: Trustee Albers said we discussed Invoices for TWM Invoices for Burns & McDonnell for the sewer plant work; Invoices for purchases for equipment for Edison Estates infrastructures work. We also discussed the Piper /Sandler Agent engagement letter for outstanding bonds with Attorney Keck. He did take issues with a couple of paragraphs in the agreement. He reached out to the bond council and was able to agree on new terms. We are going to proceed issuing new bonds.

Trustee Albers said Village Administrator Tony Funderburg has been approached by several insurance brokers for quotes. Trustee Albers stated she proposed that we stay with are current insurance broker at this time due to the service they have provided us in the past, and to the fact the timing is not right for searching a new broker and the board agreed.

EXHIBIT C: Mayor Speiser stated we have the Recommend Payment of TWM Invoice #66651 in the amount of \$2,698.75.

*Trustee Robert (Bob) Kaiser motioned to recommend to pay TWM Invoice #66651 in the amount of \$2,698.75 and Trustee Elizabeth (Lisa) Meehling seconded the motion. **ROLL CALL:** Trustee Robert (Bob) Kaiser – aye; Trustee Elizabeth (Lisa) Meehling – aye; Trustee James (Mike) Blaies – aye; Trustee Ramon Matchett, Jr. – aye; Trustee Denise Albers – aye; Trustee Michael (Mike) Heap – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, the motion carried.***

EXHIBIT D: Mayor Speiser stated we have the Recommend Payment of Burns & McDonnell Invoice #113084-13 in the amount of \$279,276.16.

Trustee Robert (Bob) Kaiser motioned to recommend to pay Burns & McDonnell Invoice #113084-13 in the amount of \$279,276.16 and Trustee James (Mike) Blaies seconded the motion. **ROLL CALL:** Trustee Robert (Bob) Kaiser – aye; Trustee James (Mike) Blaies – aye; Trustee Denise Albers – aye; Trustee Elizabeth (Lisa) Meehling – aye; Trustee Michael (Mike) Heap – aye; Trustee Ramon Matchett, Jr. – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, the motion carried.**

EXHIBIT E: Mayor Speiser stated we have the Recommend Payment of Burns & McDonnell Invoice #113084-10 in the amount of \$36,972.34.

Trustee Robert (Bob) Kaiser motioned to recommend to pay Burns & McDonnell Invoice #113084-10 in the amount of \$36,972.34 and Trustee Elizabeth (Lisa) Meehling seconded the motion. **ROLL CALL:** Trustee Robert (Bob) Kaiser – aye; Trustee Elizabeth (Lisa) Meehling – aye; Trustee Ramon Matchett, Jr. – aye; Trustee Denise Albers – aye; Trustee Michael (Mike) Heap – aye; Trustee James (Mike) Blaies – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, the motion carried.**

EXHIBIT F: Mayor Speiser stated we have the Recommend Payment of Burns & McDonnell Invoice #113084-11 in the amount of \$29,076.14.

Trustee Robert (Bob) Kaiser motioned to recommend to pay Burns & McDonnell Invoice #113084-11 in the amount of \$29,076.14 and Trustee James (Mike) Blaies seconded the motion. **ROLL CALL:** Trustee Robert (Bob) Kaiser – aye; Trustee James (Mike) Blaies – aye; Trustee Ramon Matchett, Jr. – aye; Trustee Denise Albers – aye; Trustee Michael (Mike) Heap – aye; Trustee Elizabeth (Lisa) Meehling – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, the motion carried.**

EXHIBIT G: Mayor Speiser stated we have the Recommend Project #20-07, to purchase of 20 Transformers at a cost of \$18,405 from Emerald Transformer.

Trustee James (Mike) Blaies motioned to recommend to purchase of 20 Transformers at a cost of \$18,405 for Project #20-07 from Emerald Transformer and Trustee Denise Albers seconded the motion. **ROLL CALL:** Trustee James (Mike) Blaies – aye; Trustee Denise Albers – aye; Trustee Elizabeth (Lisa) Meehling – aye; Trustee Michael (Mike) Heap – aye; Trustee Ramon Matchett, Jr. – aye; Trustee Robert (Bob) Kaiser – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, the motion carried.**

EXHIBIT H: Mayor Speiser stated we have the Recommend Project #20-06, Edison Estates Infrastructure at a cost of \$35,000.

Trustee James (Mike) Blaies motioned to recommend to pay Edison Estates Infrastructure Project #20-06 at a cost of \$35,000 and Trustee Denise Albers seconded the motion. **ROLL CALL:** Trustee James (Mike) Blaies – aye; Trustee Denise Albers – aye; Trustee Michael (Mike) Heap – aye; Trustee Ramon Matchett, Jr. – aye; Trustee Robert (Bob) Kaiser – aye; Trustee Elizabeth (Lisa) Meehling – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, the motion carried.**

TREASURER'S REPORT: None.

ATTORNEY'S REPORT: None

EXHIBIT B:

ESDA REPORT: Mayor Seth Speiser stated ESDA Coordinator Gene Kramer will not be with us tonight. If you have any questions on the ESDA Report please call Gene.

PUBLIC PARTICIPATION: None.

REPORTS AND CORRESPONDENCE:

EXHIBIT J:

ZONING ADMINISTRATOR'S REPORT FOR JULY 20, 2020:

1. Mayor Speiser asked does anyone have any questions for Zoning Administrator Matt Trout. Mayor Speiser said if you look in your board packet you will see on the Zoning Report that Matt and his committee for the Freeburg Police and Public Safety Golf Fundraiser raised \$13,489.00. This was an outstanding job. Please be sure to let them know, what a great job they did. Trustee Blaies said he just wanted to mention they seem to be clean up the Brown property. This is the best he has seen it look in a long time. Zoning Administrator Matt Trout said we sent them another letter about month ago letting them know that there has been a big improvement in their property, but they now need to take it to the next level.

EXHIBIT K:

2. Mayor Speiser stated we have the IDNR Application for Permit #S20200221 Fee of \$2,750.

Trustee Michael (Mike) Heap motioned to pay the IDNR Application for Permit #S20200221 Fee of \$2,750 and Trustee Elizabeth (Lisa) Meehling seconded the motion. **ROLL CALL:** Trustee Robert (Bob) Kaiser – aye; Trustee Elizabeth (Lisa) Meehling – aye; Trustee Michael (Mike) Heap – aye; Trustee Denise Albers – aye; Trustee Ramon Matchett, Jr. – aye; Trustee James (Mike) Blaies – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, the motion carried.**

RECOMMENDATIONS OF BOARDS AND COMMISSIONS: None.

CONTRACTS, RELEASES, AGREEMENTS & ANNEXATIONS: None.

BIDS: None.

EXHIBIT L:

RESOLUTIONS: Mayor Speiser stated we have Resolution #20-10, A Resolution Authorizing the Village to Enter into and the Village Administrator Tony Funderburg to Execute an Engagement Letter Agreement with Piper Sandler for the Series 2020A Refunding General Obligation Bonds, Series 2020B Refunding General Obligation Bonds.

Trustee Denise Albers motioned to adopt Resolution #20-10 by title only and Trustee Elizabeth (Lisa) Meehling seconded the motion. ROLL CALL: Trustee Denise Albers – aye; Trustee Elizabeth (Lisa) Meehling – aye; Trustee Robert (Bob) Kaiser – aye; Trustee James (Mike) Blaies – aye; Trustee Michael (Mike) Heap – aye; Trustee Ramon Matchett Jr. – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, motion carried.**

ORDINANCES: None.

OLD BUSINESS: None.

NEW BUSINESS: None.

APPOINTMENTS: None.

COMMITTEE MEETING REPORTS:

EXHIBIT M:

Legal/Ordinance Committee Meeting:

Trustee Michael (Mike) Heap reported on the Legal/Ordinance Committee Meeting held on Wednesday, August 26, 2020 at 5:49 p.m.

The following item or items were talked about or discussed:

OLD BUSINESS:

1. Zoning Report/Nuisance Properties: Trustee Heap stated Zoning Administrator Matt Trout issued 12 occupancy permits; 7 building permits which include 3 electric, 2 sheds, 1 fence, and 1 patio. Matt also reported the property on West Philips is showing great improvement.
2. Meadow Pines/Edison Estate Subdivisions: Trustee Heap said Meadow Pines are working on the detention pond. Trustee Heap said Edison Estate are finishing up the storm sewer, and they will be starting on the water lines. It was just reported they have finished the water lines. The streets will be next.
3. Code Revisions/Legal Review: Trustee Heap stated the Combined Planning and Zoning Board has been moving forward with the code revisions.

NEW BUSINESS:

EXHIBIT N:

Personnel/Police Committee Meeting:

Trustee Elizabeth (Lisa) Meehling reported on the Personnel/Police Committee Meeting held on Wednesday, August 26, 2020 at 6:06 p.m.

POLICE:

OLD BUSIENSS: None.

NEW BUSINESS:

Committee there was a police officer killed in the line of duty. A foundation has been raising money for 10 years to give back to local police departments. Freeburg and Smithton received approximately \$800-\$900. This Thermal Camera will be used to search homes or wooded areas. Trustee Meehling said Country Companies donate \$1,500, and along with \$950 received from an evidence seizure in 2009. We were able to purchase mics for our officers.

PERSONNEL:

OLD BUSINESS: None.

NEW BUSINESS:

1. Buddy Lannert Probation: Trustee Meehling said Buddy Lannert has reached the end of his probation status.

Trustee Elizabeth (Lisa) Meehling motioned to move Buddy Lannert off of probation status and Trustee Ramon Matchett, Jr. seconded the motion. ROLL CALL: Trustee Elizabeth (Lisa) Meehling – aye; Trustee Ramon Matchett, Jr. – aye; Trustee James (Mike) Blaies – aye; Trustee Robert (Bob) Kaiser – aye; Trustee Denise Albers – aye; Trustee Michael (Mike) Heap – aye; (6 ayes, 0 nays, 0 absent). **All voting aye, the motion carried.**

Trustee Meehling said the committee discussed FFCRA, and how we will decide to handle it with the advice of the Village Attorney Fred Keck.

UPCOMING MEETINGS:

- Combined Planning and Zoning Meeting – Tuesday, September 15, 2020 – 6:00 p.m.
- Electric Committee Meeting – Wednesday, September 16, 2020 – 5:30 p.m.
- Water/Sewer Committee Meeting – Wednesday, September 16, 2020 – 5:45 p.m.
- Streets Committee Meeting – Wednesday, September 16, 2020 – 6:00 p.m.
- Board Meeting – Monday, September 21, 2020 – 7:30 p.m.

VILLAGE MAYOR, VILLAGE CLERK & TRUSTEES’ COMMENTS:

Trustee Denise Albers – Great job with the golf tournament Matt

Trustee Elizabeth (Lisa) Meehling – Excellent job on the golf tournament. We had a lot of support this year. This is probably the best year yet.

Trustee Michael (Mike) Heap – Great job on the golf tournament.

Village Clerk Jerry Menard – Great job Matt.

Trustee James (Mike) Blaies – Great job Matt. Even with the COVID it was a success. For some reason it seems like you had to change the date. All in all it turn out great.

Trustee Ramon Matchett, Jr. – Same thing here.

Trustee Robert (Bob) Kaiser – Great job on the golf tournament and thank you for all of your work.

Mayor Speiser –

STAFF COMMENTS:

Village Administrator Tony Funderburg – No thank you.

Public Works Director John Tolan – No thank you.

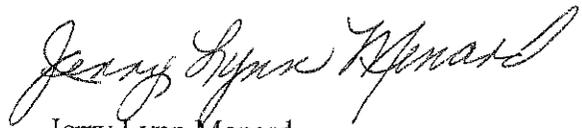
Village Zoning Administrator Matt Trout – He would like to thank everyone who help out.

ESDA Coordinator Gene Kramer –

Police Chief Michael (Mike) Schutzenhofer – Thanks to Matt, without his support the golf tournament would not be a success.

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

Trustee Denise Albers motioned to adjourn the Regular Board meeting of Monday, September 8, 2020 at 7:48 p.m. and Trustee Elizabeth (Lisa) Meehling seconded the motion. All voting aye, the motion carried.



Jerry Lynn Menard

Village Clerk



ESDA OFFICE: [618] 539-9996
VILLAGE HALL: [618] 539-5545

FREEBURG EMERGENCY SERVICES AND DISASTER AGENCY

Freeburg Emergency Management Agency

#14 SOUTHGATE CENTER
FREEBURG, IL 62243



DIRECTOR:
[618] 539-3764
(cell) 818-799-9267

Report to Mayor and Village Board of Trustees

Sept. 21, 2020

1. Monitor "Daily Briefings" from County Health & EMA Department related to COVID 19 virus and zip code accumulated positive tested number of persons. Submit this report to as to any changes within 62243 area.
2. Conduct the County ARES/Aux Com communications net from the Freeburg ESDA office on Sept 8th and 15th via SCARC K9GXU repeater system.
3. Participated in the Communications (radio) operations of SATERN on HF amateur radio frequencies of 14.265 mhz, 14.325 mhz and 7.268 mhz with the National Hurricane interface. Primarily for "back up" Health and Welfare radio traffic from the areas involving Hurricane Sally in preparation for potential cell phone tower disruptions and/or damage in the area.
4. Established work schedules for ESDA volunteers to assist with the Community Face Mask distribution program as part of the Mayor's IGD received PPE. Purpose of these masks were primarily for "back up" masks and possibly those still in need of protective face masks. Worked with Zone Admin. Matt Trout, who composed an excellent "info-pictorial" as part of the information advertisement. ZA Matt T. also set up the canopy and disassembled the same at the start and end of the three day operation. Mayor and First Lady (his wife) also assisted in this operation. ESDA participates included, PJ Gale, Mindy Arbogast, Janet Baechle, Pam Kramer and myself.
5. ESDA is working with the Public Safety Committee to provide the additional Face Masks to other areas within Freeburg.
6. Maintaining contact with IEM personnel with IESMA to continue to track our COVID19 reimbursement - approved- documentation. Awaiting for the FEMA representative(s) for follow up "in person" review of the expenses.
7. Completed webinar for EMA/ESDA Coordinators on Sept. is National Preparedness Month for review of an "All Hazards" understanding for various emergencies that would impact our specific area of the Mid West.

Respectfully submitted by : Eugene Kramer, Coordinator

FREEBURG VILLAGE BOARD MEETING ZONING REPORT

September 21st, 2020

Matt Trout Zoning Administrator

I continue to send out letters, make phone calls, and follow up on letters sent out to properties that are in violation. We continue to see progress with some and little movement with others.

The Combined Planning and Zoning Board met on September 15 and they will meet again on September 29th. They continue to work on the zoning code revisions. At this meeting they went over a large amount of changes to the sign regulations. If anybody would like to see those changes please feel free to reach out and I will get you a copy. They are not finalized, but a good start. We met in a hybrid style, having some members in person and a couple on zoom. I was able to screen share the document on zoom so the members at home were able to see what we were working on while communicating.

Edison Estates is lime stabilizing on Friday 9/18 and will hopefully start on the roads the week of 9/21-9/25. Once this gets completed, they will have Rhutasel come out and set the pins for lots and we will be onto the Final Plat. We are on the home stretch of this subdivision I would say.

We are working on a small fundraiser through police shirts, hoodies, and window stickers to also help raise funds. I will send more information as it becomes available.

On September 14th through September 16th Free Masks were handed out at Village Hall in a Drive Through manner as we set a tent up in front of Village Hall and advertised through the Tribune and Facebook of this event. We do still have a good deal of masks left. We are working with ESDA and the Mayor as to what we will do with the remaining masks.

September 1st through September 18th

8 -- Occupancy Permit

3 -- Permits

- 1 Driveway
- 1 Room Addition
- 1 Fence

RESOLUTION NO. 20-11

**A Resolution of the Board of Trustees of the Village of Freeburg, Illinois,
Authorizing the Village to Enter into and the Village President to Accept a Temporary
Construction Easement Agreement and Deed of Easement & Right-of-Way for Water
System from John and Janet Zimmerman on behalf of the John and Janet
Zimmerman Trust**

WHEREAS, the Board of Trustees of the Village of Freeburg, Illinois, believes it is in the best interests of the Village to enter into a Temporary Construction Easement and Deed of Easement & Right-of-Way for Water System between the Village of Freeburg and John and Janet Zimmerman, for the purposes of constructing, installing and maintaining a water main owned and operated by the Village of Freeburg.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE VILLAGE OF FREEBURG, ILLINOIS, THAT:

SECTION 1: The recitals set forth above hereby adopted are found to be true and correct and are incorporated by reference as if fully set forth herein.

SECTION 2: The Village President of the Village of Freeburg, Illinois, is hereby authorized to execute the Temporary Construction Easement Agreement between the Village of Freeburg and John and Janet Zimmerman on behalf of the John and Janet Zimmerman Trust, a copy of which is attached hereto and incorporated herein as "Exhibit A."

SECTION 3: The Village President of the Village of Freeburg, Illinois, is hereby authorized to execute the Deed of Easement & Right-of-Way for Water System between the Village of Freeburg and John and Janet Zimmerman on behalf of the John and Janet Zimmerman Trust, a copy of which is attached hereto and incorporated herein as "Exhibit B."

SECTION 4: This Resolution shall be in full force and effect after its passage and approval as provided by law.

ADOPTED BY THE BOARD OF TRUSTEES OF THE VILLAGE OF FREEBURG, ILLINOIS, THIS 21st DAY OF SEPTEMBER, 2020.

Vote Recorded:

AYES: _____

NAYS: _____

ABSENT: _____

RESOLUTION NO. 20-11

Seth E. Speiser
Village President

ATTEST:

Jerry Menard
Village Clerk

Approval as to Legal Form:

Fred W. Keck
Village Attorney

**Temporary
Construction
Easement**

After recording return to:

Village of Freeburg
14 Southgate Center
Freeburg, Illinois 62243

Description No.: 14-18.0-100-012 &
14-18.0-100-013

Project: Old Freeburg Rd. Waterline

THIS BLOCK RESERVED FOR RECORDER'S STAMP

THIS INDENTURE, made this _____ day of _____, 20_____, by and between John & Janet Zimmermann Trust having an address at 3810 Old Freeburg Rd., Freeburg, Illinois 62243, hereinafter referred to collectively as the "**Grantor**", and Village of Freeburg , organized and existing under the laws of the State of Illinois, having an office for the transaction of business at 14 Southgate Center, Freeburg, Illinois 62243, hereinafter referred as the "**Grantee**".

WITNESSETH:

The **Grantor**, in consideration of the covenants and agreements hereinafter recited and the sum of One Dollar(s) (\$1.00),, the receipt and sufficiency of which are hereby acknowledged, hereby represents that they own the fee simple title to and does by these presents grant the right, easement and privilege to enter upon the following described land situated in St. Clair County, Illinois as shown on the Exhibit A & B attached hereto and made a part hereof, for the purpose of installing said utilities.

The right, easement and privilege granted herein shall terminate three (3) years after the contract is awarded or upon completion of the proposed project, whichever is the sooner.

The Grantor, without limiting the interest above granted and conveyed, does hereby acknowledge that upon payment of the agreed consideration, all claims arising out of the above acquisition have been settled, including any diminution in value to any remaining property of the Grantor caused by the opening, improving and using the above described premises for the purpose of Temporary Easement. This acknowledgment does not waive any claim for trespass or negligence against the Grantee or Grantee's agents which may cause damage to the Grantor's remaining property.

IN WITNESS WHEREOF, the **Grantor** has duly executed this **INDENTURE**, all as of the day and year first above written.

GRANTEE:

Signature: _____
Title: _____

GRANTOR:

John Zimmermann
Signature: _____
Title: Trustee

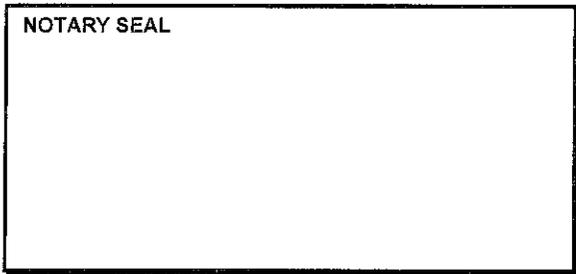
GRANTOR:

Janet Zimmermann
Signature: _____
Title: Trustee

STATE OF ILLINOIS)
) SS
COUNTY OF ST. CLAIR)

I, _____, a Notary Public for the State and County aforesaid, do hereby certify that _____, personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person and acknowledged that he/she signed and delivered the same instrument as the free and voluntary act for the uses and purposes therein set forth.

Given under my hand and notarial seal this _____ day of _____, 20_____.



Notary Public

My Commission Expires: _____



**CONSULTING ENGINEERING
GEOSPATIAL SERVICES**

ILLINOIS | SWANSEA
WATERLOO
EDWARDSVILLE
PEORIA

MISSOURI | ST. CHARLES
ST. LOUIS

TENNESSEE | NASHVILLE

**THOUVENOT, WADE
& MOERCHEN, INC.**

SWANSEA OFFICE
4940 OLD COLLINSVILLE RD.
SWANSEA, ILLINOIS
62226-2025
TEL (618) 624-4488
WWW.TWM-INC.COM

E08-180329

PROJECT:
OLD FREEBURG
WATER MAIN EXTENSION

TITLE:
WATER MAIN
EASEMENT EXHIBIT

EXHIBIT A

EXHIBIT "A"
PART OF THE LOT 7 OF SURVEY 772, CLAIM 569
ST. CLAIR COUNTY, ILLINOIS

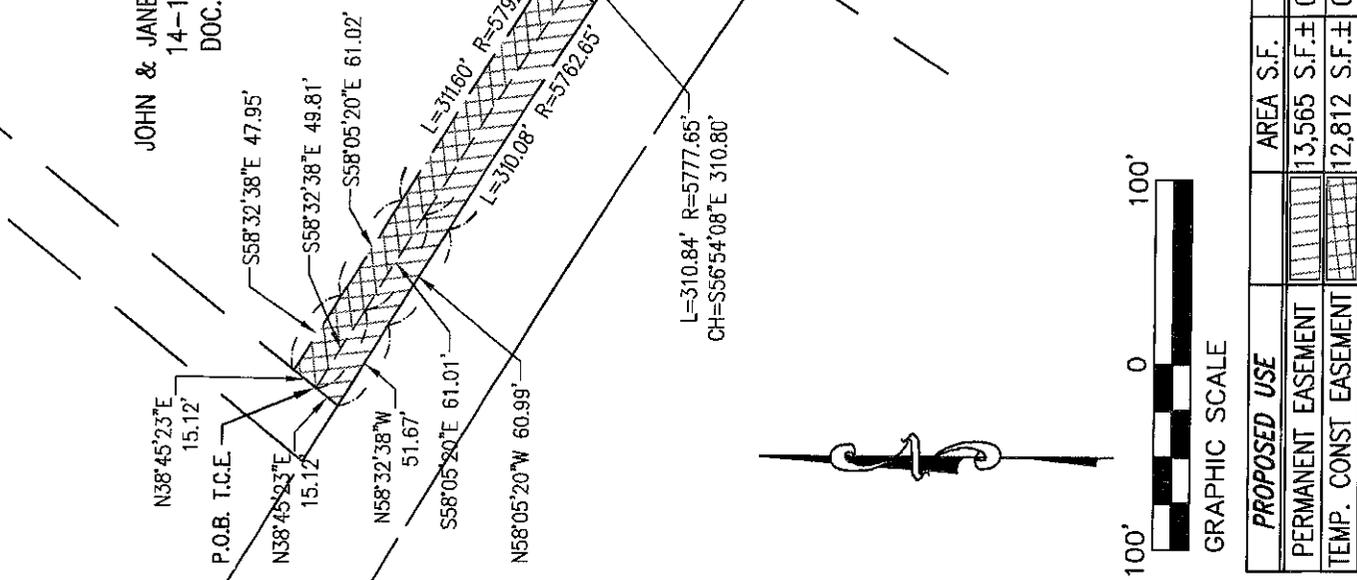
N/F
JOHN & JANET ZIMMERMANN TRUST
14-18.0-100-012
DOC. #A02413458

N/F
JOHN & JANET ZIMMERMANN TRUST
14-18.0-100-013
DOC. #A02413458

**ILLINOIS CENTRAL
RAILROAD**

OLD FREEBURG RD

- NOTES:
1. BEARINGS SHOWN HEREON ARE BASED ON ILLINOIS STATE PLANE, WEST.
 2. THIS EXHIBIT DOES NOT CONTAIN COMPLETE INFORMATION REGARDING OWNERSHIP, EASEMENTS, RESERVATIONS, RESTRICTIONS, RIGHTS OF WAY, BUILDING LINES AND OTHER ENCUMBRANCES.



THIS IS NOT A
PLAT OF SURVEY

| PROPOSED USE | AREA S.F. | AREA AC. |
|-----------------------|--------------|-----------|
| PERMANENT EASEMENT | 13,565 S.F.± | 0.31 AC.± |
| TEMP. CONST. EASEMENT | 12,812 S.F.± | 0.29 AC.± |



CONSULTING ENGINEERING
GEOSPATIAL SERVICES

THOUVENOT, WADE & MOERCHEN, INC.

CORPORATE OFFICE
4940 OLD COLLINSVILLE ROAD
SWANSEA, IL 62226
618.624.4488
TWM-INC.COM

John and Janet Zimmermann Trustees
Parcel Number 14-18.0-100-12 & 14-18.0-100-013
3810 Old Freeburg RD, Belleville, IL 62221

RE: Exhibit B – Temporary Construction Easement Easement-1

A temporary construction easement being part Lot 7 of survey 772, Claim 569, reference being had to of the plat there of in St. Clair County Recorder's Office in Plat Book "C" on Page 313, County of St. Clair, State of Illinois, and being more particularly described as follows:

Commencing at the intersection of the northeasterly right of way line of Old Freeburg Road and the westerly right of way line of Illinois Central Rail Road Company, also being known as the southeasterly corner of a tract of land described in the St. Clair County Recorder's Office in Document No. A02413457; thence on the said northeasterly right of way line the following six (6) courses and distances: 1.) North 55 degrees 21 minutes 39 seconds West, 243.96 feet; 2.) South 34 degrees 38 minutes 21 seconds West, 17.00 feet; 3.) North 55 degrees 21 minutes 39 seconds West, 225.10 feet; 4.) northwesterly 310.08 feet on a curve to the left having a radius of 5762.65 feet, the chord of said curve bears North 56 degrees 54 minutes 09 seconds West, 310.04 feet; 5.) North 58 degrees 05 minutes 20 seconds West, 60.99 feet; 6.) North 58 degrees 32 minutes 38 seconds West, 51.67 feet to the northwesterly line of a tract of land described in the St. Clair County Recorder's Office in Document No. A02413458; thence North 38 degrees 45 minutes 23 seconds East, on said northwesterly line, 15.12 feet to the Point of Beginning.

From said Point of Beginning; thence continuing North 38 degrees 45 minutes 23 seconds East, on said northwesterly line, 15.12 feet; thence on a line 30.00 feet northeasterly of and parallel with said northerly right of way line the following six (6) courses and distances; 1.) South 58 degrees 32 minutes 38 seconds East, 47.95 feet; 2.) South 58 degrees 05 minutes 20 seconds East, 61.02 feet; 3.) southeasterly 311.60 feet on a curve to the right having a radius of 5792.65 feet, the chord of said curve bears South 56 degrees 54 minutes 07 seconds East, 311.56 feet; 4.) South 55 degrees 21 minutes 39 seconds East, 195.10 feet; 5.) North 34 degrees 38 minutes 21 seconds East, 17.00 feet; 6.) South 55 degrees 21 minutes 39 seconds East to the said westerly right of way line, 212.88 feet; thence South 29 degrees 12 minutes 01 seconds East, on said westerly right of way line, 34.02 feet; thence on a line 15.00 feet northeasterly of and parallel with said northeasterly right of way line the following six (6) courses and distances; 1.) North 55 degrees 21 minutes 39 seconds West, 228.42 feet; 2.) South 34 degrees 38 minutes 21 seconds West, 17.00 feet; 3.) North 55 degrees 21 minutes 39 seconds West, 210.10 feet; 4.) northwesterly 310.84 feet on a curve to the left having a radius of 2777.65 feet, the chord of said curve bears North 56 degrees 54 minutes 08 seconds West, 310.80 feet; 5.) North 58 degrees 05 minutes 20 seconds West, 61.01 feet; 6.) North 58 degrees 32 minutes 38 seconds West, 49.81 feet to the Point of Beginning.

Said easement contains 0.29 acres, more or less.

As shown on Exhibit "A" attached hereto and made a part hereof.

Subject to easements, conditions and restrictions of record.

**Deed of Easement
& Right-of-Way
for Water System**

After recording return to:

Village of Freeburg
14 Southgate Center
Freeburg, Illinois 62243

Description No.: 14-18.0-100-012 &
14-18.0-100-013

Project: Old Freeburg Rd. Waterline

THIS INDENTURE, made this _____ day of _____, 20_____, by and between John & Janet Zimmermann Trust having an address at 3810 Old Freeburg Rd., Freeburg, Illinois 62243, hereinafter referred to collectively as the "**Grantor**", and the Village of Freeburg, organized and existing under the laws of the State of Illinois, having an office for the transaction of business at 14 Southgate Center, Freeburg, Illinois 62243, hereinafter referred as the "**Grantee**".

WITNESSETH:

The **Grantor**, in consideration of the covenants and agreements hereinafter recited and the sum of One Dollar(s) (\$1.00), the receipt and sufficiency of which are hereby acknowledged, does hereby give, grant, and convey unto the **Grantee**, its successor and assigns, forever, an easement and a free uninterrupted and unobstructed right of way in, under, across, and over the property of the **Grantor** situated in St. Clair County, Illinois, as shown on the Exhibit A & B attached hereto and made a part hereof, for the purpose of installing, laying, operating, maintaining, inspecting, removing, repairing, replacing, relaying, and adding to, from time to time, water main pipe or pipes, with necessary valves, fire hydrants, fittings, appurtenances, and attached facilities, including service connections for the distribution of water.

Together with the right to the **Grantee**, its successors and assigns, to (i) enter in and upon the premises described above with men and machinery, vehicles and material at any and all times for the purpose of maintaining, repairing, renewing, or adding to the aforesaid water main pipe lines and appurtenances; (ii) remove trees, bushes, undergrowth, and other obstructions interfering with the activities authorized herein; and (iii) for doing anything necessary, useful, or convenient for the enjoyment of the easement herein granted.

The right of the **Grantor** to freely use and enjoy its interest in the premises is reserved to **Grantor**, its successors and assigns insofar as the exercise thereof does not endanger or interfere with the construction, operation, and maintenance of **Grantee's** water mains and attached facilities, except that no building, structure, or similar improvements shall be erected within said easement, nor shall the grade or ground cover over **Grantee's** facilities be substantially altered, without the consent of the **Grantee**. No excavation or blasting shall be carried on which in any way endangers or might endanger the water mains and attached facilities.

The **Grantee** agrees, by acceptance of this **Deed of Easement and Right of Way** that, upon any opening made in connection with any of the purposes of this easement and right of way, said opening shall be backfilled and resurfaced to as nearly as possible the same condition as existed when said opening was made, provided that **Grantee** shall not be obligated to restore landscaping, other than grass which was destroyed upon entry, all such work to be done at the expense of the **Grantee**.

IN WITNESS WHEREOF, the **Grantor** has duly executed this **INDENTURE**, all as of the day and year first above written.

GRANTEE:

Signature: _____
Title: _____

GRANTOR:

John Zimmermann
Signature: _____
Title: Trustee

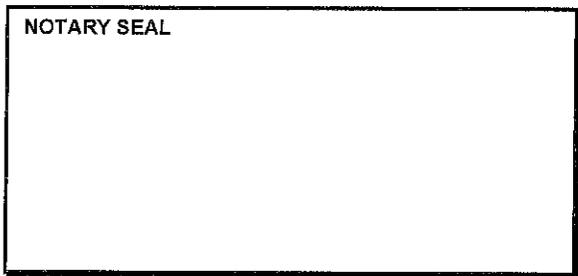
GRANTOR:

Janet Zimmermann
Signature: _____
Title: Trustee

STATE OF ILLINOIS)
) SS
COUNTY OF ST. CLAIR)

I, _____, a Notary Public for the State and County aforesaid, do hereby certify that _____, personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person and acknowledged that he/she signed and delivered the same instrument as the free and voluntary act for the uses and purposes therein set forth.

Given under my hand and notarial seal this _____ day of _____, 20_____.



Notary Public
My Commission Expires: _____

Exempt under provision of paragraph E section 4 of II. Real Estate Transfer Tax Act.

Buyer, Seller, or Representative

Date



CONSULTING ENGINEERING
GEOSPATIAL SERVICES

ILLINOIS | SWANSEA
WATERLOO
EDWARDSVILLE
PEORIA

MISSOURI | ST. CHARLES
ST. LOUIS

TENNESSEE | NASHVILLE

**THOUVENOT, WADE
& MOERCHEN, INC.**

SWANSEA OFFICE
4940 OLD COLLINSVILLE RD.
SWANSEA, ILLINOIS
62226-2025
TEL (618) 624-4488
WWW.TWM-INC.COM

E09-180329

PROJECT:

OLD FREEBURG
WATER MAIN EXTENSION

TITLE:

WATER MAIN
EASEMENT EXHIBIT

EXHIBIT A

EXHIBIT "A"
PART OF THE LOT 7 OF SURVEY 772, CLAIM 569
ST. CLAIR COUNTY, ILLINOIS

- NOTES:
1. BEARINGS SHOWN HEREON ARE BASED ON ILLINOIS STATE PLANE, WEST.
 2. THIS EXHIBIT DOES NOT CONTAIN COMPLETE INFORMATION REGARDING OWNERSHIP, EASEMENTS, RESERVATIONS, RESTRICTIONS, RIGHTS OF WAY, BUILDING LINES AND OTHER ENCUMBRANCES.

JOHN & JANET ZIMMERMANN TRUST
14-18.0-100-012
DOC. #A02413458

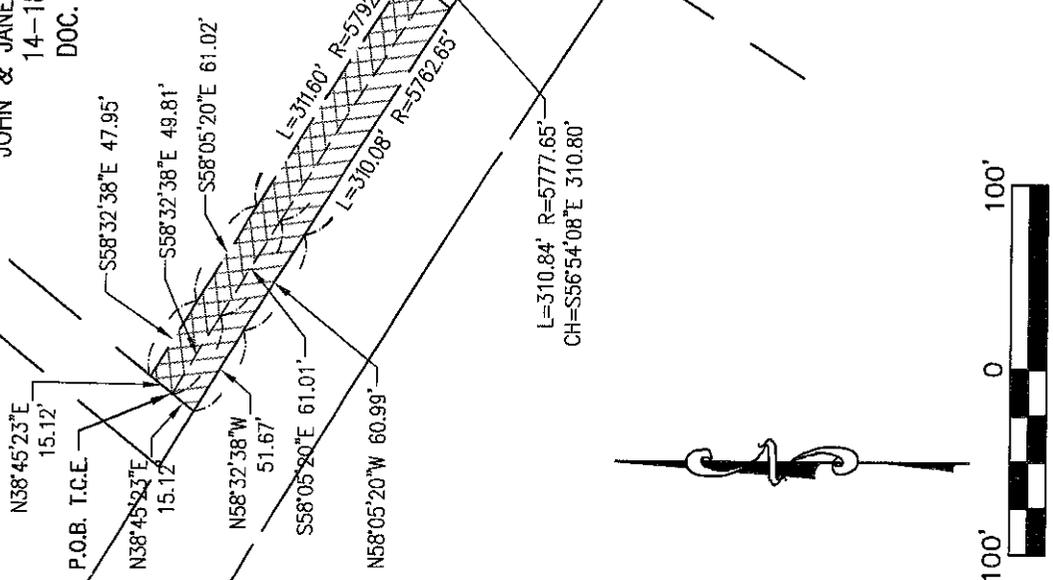
N/F
JOHN & JANET ZIMMERMANN TRUST
14-18.0-100-013
DOC. #A02413458

**ILLINOIS CENTRAL
RAILROAD**

OLD FREEBURG RD

P.O.B. PERM. EASEMENT
P.O.C. TEMP. CONST. EASEMENT

THIS IS NOT A
PLAT OF SURVEY



| PROPOSED USE | AREA S.F. | AREA AC. |
|-----------------------|--------------|-----------|
| PERMANENT EASEMENT | 13,565 S.F.± | 0.31 AC.± |
| TEMP. CONST. EASEMENT | 12,812 S.F.± | 0.29 AC.± |



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John and Janet Zimmermann Trustees
Parcel Number 14-18.0-100.12 & 14-18.0-100-013
3810 Old Freeburg RD, Belleville, IL 62221

RE: Exhibit B – Permanent Water Easement-1

A permanent water easement being part Lot 7 of survey 772, Claim 569, reference being had to of the plat there of in St. Clair County Recorder's Office in Plat Book "C" on Page 313, County of St. Clair, State of Illinois, and being more particularly described as follows:

Beginning at the intersection of the northeasterly right of way line of Old Freeburg Road and the westerly right of way line of Illinois Central Rail Road Company, also being known as the southeasterly corner of a tract of land described in the St. Clair County Recorder's Office in Document A02413457; thence on the said northeasterly right of way line the following six (6) courses and distances: 1.) North 55 degrees 21 minutes 39 seconds West, 243.96 feet; 2.) South 34 degrees 38 minutes 21 seconds West, 17.00 feet; 3.) North 55 degrees 21 minutes 39 seconds West, 225.10 feet; 4.) northwesterly 310.08 feet on a curve to the left having a radius of 5762.65 feet, the chord of said curve bears North 56 degrees 54 minutes 09 seconds West, 310.04 feet; 5.) North 58 degrees 05 minutes 20 seconds West, 60.99 feet; 6.) North 58 degrees 32 minutes 38 seconds West, 51.67 feet to the northwesterly line of a tract of land described in the St. Clair County Recorder's Office in Document No. A02413458; thence North 38 degrees 45 minutes 23 seconds East, on said northwesterly line, 15.12 feet; thence on a line 15.00 feet northeasterly of and parallel with said northeasterly right of way line the following six (6) courses and distances: 1.) South 58 degrees 32 minutes 38 seconds East, 49.81 feet; 2.) South 58 degrees 05 minutes 20 seconds East, 61.01 feet; 3.) southeasterly 310.84 feet on a non-tangential curve to the right having a radius of 5777.65 feet, the chord of said curve bears South 56 degrees 54 minutes 08 seconds East, 310.80 feet; 4.) South 55 degrees 21 minutes 39 seconds East, 210.10 feet; 5.) North 34 degrees 38 minutes 21 seconds East, 17.00 feet; 6.) South 55 degrees 21 minutes 39 seconds East to the said westerly right of way line, 228.42 feet; thence South 29 degrees 12 minutes 01 seconds East, on said westerly right of way line, 34.02 feet to the Point of Beginning.

Said easement contains 0.31 acres, more or less.

As shown on Exhibit "A" attached hereto and made a part hereof.

Subject to easements, conditions and restrictions of record.

VILLAGE OF FREEBURG

ORDINANCE NO. 1702

AN ORDINANCE PERTAINING TO THE LOCAL CURE PROGRAM

SEPTEMBER 21, 2020

RETURN TO:

**JULIE POLSON
VILLAGE OF FREEBURG
14 SOUTHGATE CENTER
FREEBURG, IL 62243**

ORDINANCE NO. 1702

AN ORDINANCE PERTAINING TO THE LOCAL CURE PROGRAM

WHEREAS, the Village of Freeburg, St. Clair County, Illinois (“Village”) is an Illinois municipality, eligible for reimbursement of funds through the Local Coronavirus Urgent Remediation Emergency Support Program (Local CURE Program), 20 ILCS 605/605-1045; and

WHEREAS, the Local CURE Program is funded from financial assistance the State of Illinois received through the U.S. Department of the Treasury’s Coronavirus Relief Fund (CFDA No. 21.019) authorized under section 601(a) of the Social Security Act, as added by section 5001 of the Coronavirus Aid, Relief and Economic Security Act, P.L. 116-136 (“CARES Act”); and

WHEREAS, as a Local Government recipient of financial support through the Local CURE Program, the Village is required to utilize the financial support received from the Illinois Department of Commerce and Economic Opportunity (the “Department”) for the specific purposes and in compliance with the terms and certifications of the Local CURE Program; and

WHEREAS, the corporate authorities of the Village have determined that it is advisable, necessary and in the best interest of the Village to enter into the attached Local CURE Program Financial Support Conditions and Certification in order to participate in and receive the funding pursuant to the Local CURE Program.

NOW THEREFORE BE IT ORDAINED BY THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF FREEBURG, ST. CLAIR COUNTY, ILLINOIS, AS FOLLOWS:

SECTION 1: The foregoing recitals shall be and are hereby incorporated as findings of fact as if said recitals were fully set forth herein.

SECTION 2: The Financial Support Conditions and Certification in substantially the form of the exhibit attached hereto is hereby incorporated herein by reference, authorized and approved.

SECTION 3: The Mayor is hereby authorized to execute and deliver and the Village Clerk is hereby authorized to attest to said execution of said certification in substantially the form of the exhibit appended hereto as so authorized and approved for and on behalf of the Village.

SECTION 4: SEVERABILITY. If any provision of this Ordinance or application thereof to any person or circumstances is ruled unconstitutional or otherwise invalid, such invalidity shall not affect other provisions or applications of this Ordinance that can be

given effect without the invalid application or provision, and each invalid provision or invalid application of this Ordinance is severable.

SECTION 5: REPEAL OF CONFLICTING PROVISIONS. All ordinances and resolutions, or parts thereof, in conflict with the provisions of this Ordinance are, to the extent of the conflict, expressly repealed on the effective date of this Ordinance.

SECTION 6: EFFECTIVE DATE. This Ordinance shall be in full force and effect on the ____ day of September, 2020.

PASSED by the Board of Trustees of the Village of Freeburg, Illinois, this 21st day of September, 2020.

AYES _____ NAYS _____

ABSENT _____ ABSTAIN _____

Approved this 21st day of September, 2020.

Seth E. Speiser
Village President

ATTEST:

Jerry Menard
Village Clerk

Approved as to Legal Form:

Frederick W. Keck
Village Attorney

Certification No. 20-494352

LOCAL CORONAVIRUS URGENT REMEDIATION EMERGENCY SUPPORT PROGRAM
("Local CURE Program")

FINANCIAL SUPPORT CONDITIONS AND CERTIFICATION

Village of Freeburg ("Local Government"), with its principal office at **14 Southgate Ctr, Freeburg, IL 62243**, is eligible to receive an amount not to exceed **\$179,616** ("allotment") as financial support pursuant to the Local CURE Program.

The Local CURE Program is funded from financial assistance the State of Illinois received through the U.S. Department of the Treasury's Coronavirus Relief Fund (CFDA No. 21.019) authorized under section 601(a) of the Social Security Act, as added by section 5001 of the Coronavirus Aid, Relief and Economic Security Act, P.L. 116-136 ("CARES Act").

As a Local Government recipient of financial support through the Local CURE program, the Local Government is required to utilize the financial support received from the Illinois Department of Commerce and Economic Opportunity (the "Department") for the specific purposes as set forth below. To participate in the Local CURE Program, the Local Government must remain in compliance with the terms and certifications stated herein. Please review the items below carefully, as the Local Government and its representative shall warrant that all material facts presented are accurate. If the Local Government is unable to provide this assurance, it is ineligible to receive financial support under the Local CURE Program.

The Department may enter into an agreement with one or more third parties to assist in the administration of the Local CURE Program. The Local Government shall adhere to all instructions or guidance issued by the Department's third party vendors in addition to those of the Department.

The allowable uses of program funds and eligible expenditures set forth in this certification will be modified by the Department, in accordance with the Illinois Administrative Procedure Act, if the CARES Act or the U.S. Department of the Treasury guidance is amended to authorize different categories of eligible uses or eligible expenses.

The Local Government should return this signed Financial Support Conditions and Certification by **October 1, 2020**.

FINANCIAL SUPPORT CONDITIONS

As the authorized representative of the Local Government, I agree and certify that the Local Government:

General Information

1. Provided true and accurate information on the following documents, as applicable: the application and the IRS Form W-9.
2. Will have, by the time Local Government submits its first request for reimbursement, an active registration on the federal System for Award Management (“SAM”) and will maintain an active SAM registration throughout the duration of the Local Government’s participation in the Local CURE Program.
3. Is a “unit of local government” as defined by the Illinois Constitution, Article VII, Section 1 and has the legal authority to apply for and receive financial support under the Local CURE Program.
4. Is not located completely within one or more of the five Illinois counties that received direct allotments from the CARES Act fund (Cook, DuPage, Kane, Lake, or Will).

Local CURE Program Requirements

5. Has incurred or will incur eligible costs, as defined by 14 Ill. Admin. Code Part 700, for which it will seek reimbursement from the Department under the Local CURE Program. Specifically, the costs incurred by the Local Government:
 - a. are necessary expenditures incurred due to the public health emergency with respect to COVID-19;
 - b. are not accounted for in the budget most recently approved as of March 27, 2020 (the date of enactment of the CARES Act) for the unit of local government; and
 - c. were or will be incurred during the period that begins on March 1, 2020 and ends December 30, 2020.
6. Understands that pursuant to the Local CURE Program, the Local Government will only be permitted to seek reimbursement from the Department for costs that have already been expended for services performed or goods received. No advance payments will be permitted.
7. Shall seek reimbursement from one or more of the following five categories of eligible incurred expenses:
 - a. Medical expenses, including but not limited to: expenses of establishing temporary public medical facilities and other measures to increase COVID-19 treatment capacity, costs of providing COVID-19 testing, and emergency medical response expenses;
 - b. Public health expenses, including but not limited to: expenses for communication and enforcement by local governments of public health orders related to COVID-19;
 - c. Payroll expenses for public safety, public health, health care, human services, and similar employees whose services were substantially dedicated to mitigating or responding to COVID-19;
 - d. Expenses for actions taken to facilitate compliance with COVID-19 related public health measures; and
 - e. Any other COVID-19 related expenses reasonably necessary to the function of government, or for other uses approved by the Department, that satisfy the Local CURE Program eligibility criteria. The Local Government must document how expenses are related to COVID-19.

8. Understands that to be eligible for reimbursement, the Local Government must have had services performed or received goods to respond directly to the public health emergency with respect to COVID-19 by December 30, 2020.
9. Understands that it is Local Government's responsibility to communicate with and report to the Department Local Government's needs regarding the allotment on a regular basis, as directed by the Department. This includes the requirement that Local Government report as soon as practicable if it believes that a portion of the allotment will not be utilized by the Local Government, OR if Local Government is in need of additional funds in excess of the allotment, for costs which will be incurred by December 30, 2020 and which will comply with all the Local CURE Program requirements.
10. Understands that on or around **November 1, 2020**, the Department will send a notice to Local Government indicating that it must report in detail: (a) how Local Government intends to spend the remainder of the initial allotment, and (b) any anticipated eligible expenses through December 30, 2020 in excess of the local government's initial allotment. If, by **December 1, 2020**, Local Government does not submit a report to the Department, or the detailed report submitted by Local Government reveals that some or all of the allotment will not be utilized by the Local Government, the Department will redirect, in accordance with 14 Ill. Admin. Code Part 700, the projected unspent balance to other local governments eligible for the Local CURE Program, which have reported a need for funds.
11. Understands that all requests for reimbursement for any Local CURE Program allotment received by Local Government before February 1, 2021 must be received by the Department or its third party administrator by **January 31, 2021**.
12. Understands that if Local Government's allotment has a remaining balance of funds for which Local Government has not sought reimbursement by January 31, 2021, on **February 1, 2021**, the remaining balance will be redirected to one or more local governments eligible for the Local CURE Program, which have a need for funds.
13. Understands that if the Local Government receives an allotment on or after **February 1, 2021**, the Local Government must submit all requests for reimbursement for this allotment to the Department or its third party administrator by **February 28, 2021**.
14. Understands that for any allotment received by Local Government on or after December 1, 2020, to be eligible for reimbursement, the Local Government must have had services performed or received goods to respond directly to the public health emergency with respect to COVID-19 by December 30, 2020.
15. Understands that the Local Government will submit to the Department or its third party administrator requests for reimbursement on forms provided by the Department or its third party administrator, including all required supporting documentation and in the manner requested by the Department or third party administrator, that the third party administrator will review the information received for eligibility, and if approved, the payment(s) will be released by the Department to the Local Government.
16. Understands that funds received through the Local CURE Program may not be used to fill shortfalls in the Local Government's revenue to cover expenditures that would not otherwise qualify under the program unless the Department authorizes such expenditures, in accordance with the Illinois Administrative Procedure Act, after a modification to the CARES Act or subsequent guidance issued by the U.S. Department of the Treasury.

17. Shall not seek reimbursement for incurred expenses under the Local CURE Program for which the Local Government has received or will receive a duplicate benefit through another State or federal funding opportunity.
18. Understands that any funding provided through the Local CURE Program is authorized under section 601(a) of the Social Security Act, as added by section 5001 of the CARES Act. The Local Government shall follow all requirements of the CARES Act, including, but not limited to, all related guidance, including subsequent guidance, issued by the U.S. Department of the Treasury.
19. Shall use the funds received from the Department in accordance with the requirements of the Local CURE Program, including the statute (20 ILCS 605/605-1045), rules (14 Ill. Admin. Code Part 700), including any amendments thereto, and all written guidance and manuals issued by the Department and/or its third party administrator. The Department, as the administrator of the Local CURE Program, has the authority to take any action necessary to bring Local Government into compliance with the program requirements.
20. Understands that the Department reserves the right to seek a refund from the Local Government if the Department, another State agency or the federal government finds that the Local Government: (a) made a false or fraudulent statement to the Department or its third party administrator; (b) made a false or fraudulent claim for funds; or (c) spent the Local CURE Program funds on ineligible expenses or for duplicate costs that were reimbursed through another federal or State program.

Local CURE Program Administrative Requirements

21. Shall provide all necessary forms, documentation and information as required or requested by the Department or its third party administrator(s) to operate the Local CURE Program.
22. Shall submit all required reports and information requested by the Department or the third party administrator including, but not limited to, information demonstrating funds received under the Local CURE Program were deposited in an account held by the Local Government.
23. When requesting a reimbursement, shall submit a report certifying the costs, as required by 2 CFR 200.415, and provide all documentation and information required by 14 Ill. Admin. Code Part 700, and any other information requested by the Department or its third party administrator.
24. Shall include Local CURE funding in the applicable financial statement and/or audit of the Local Government, including a Single Audit pursuant to the Single Audit Act (31 U.S.C. §§7501-7507).
25. Shall not seek reimbursement for costs paid to an entity on the federal or State debarred and suspended list.
26. Shall comply with the following provisions of the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (2 CFR Part 200): 2 CFR 200.303 regarding internal controls; 2 CFR 200.330 through 200.332 regarding subrecipient monitoring and management; subpart E regarding cost eligibility requirements; and subpart F regarding audit requirements.

General Administrative Requirements

27. Is complying with all relevant State and federal laws and regulations.
28. And its affiliate(s), is/are not barred from receiving the Local CURE Program funds because the Local Government, or its affiliate(s), is/are delinquent in the payment of any debt to the State, unless the Local Government, or its affiliate(s), has/have entered into a deferred payment plan to pay off the debt, and the Local Government acknowledges the Department may terminate and/or seek a refund of the Local Government's Local CURE Program allotment if this certification is false (30 ILCS 500/50-11).
29. Shall continue to comply, as applicable, with the provisions of the Contract Work Hours and Safety Standards Act (40 U.S.C. 327-333), the Copeland Act (40 U.S.C. 276c and 18 U.S.C. 874), the Davis-Bacon Act (40 U.S.C. 276a-276-1), the Drug-Free Workplace Act of 1988 (44 CFR, Part 17, Subpart F), the Fair Labor Standards Act (29 U.S.C. 201), and the Illinois Prevailing Wage Act (820 ILCS 130/1).
30. Shall comply with all relevant laws and regulations concerning non-discrimination.
31. Shall pay no appropriated funds to any person for influencing or attempting to influence an officer or employee of federal, State or local government, or an employee of a member of any federal, State or local government in connection with the awarding of any State and federal contract, the making of any State and federal grant, the making of any State and federal loan, the entering into any cooperative agreement, and the extension, continuation, renewal, amendment, or modification of any State and federal contract, grant, loan or cooperative agreement.
32. Shall prohibit employees, contractors, and subcontractors from using their positions for a purpose that constitutes or presents an appearance of personal or organizational conflict of interests or personal gain.
33. Has no action, lawsuit or proceeding pending or, to the knowledge of the Local Government, threatened which questions the legality or propriety of the transactions contemplated by the receipt of funds through the Local CURE Program or which will have a material adverse effect on the performance required by the Local Government.
34. Has not received any notice of any investigation conducted or charges, complaints or actions brought by the State of Illinois or any governmental body within the State of Illinois regarding the Local Government or its principals and key personnel that will be involved in the use of the Local CURE Program funds received.
35. Has not received any notice that any of its principals or key personnel that will be involved in the use of the Local CURE Program funds are the subject of any criminal investigations or charges.
36. Understands that neither the Department nor the Local Government shall be liable for actions chargeable to the other party related to the Department's provision of funds to the Local Government including, but not limited to, the negligent acts and omissions of a party's agents, employees or subcontractors in the performance of their duties, unless such liability is imposed by law.
37. Understands that receiving funds pursuant to the Local CURE Program is contingent upon and subject to the availability of sufficient funds. The Department may terminate or suspend the Local Government's allotment, in whole or in part, without penalty or further payment being required, if (i) sufficient funds have not been appropriated or otherwise made available to the Department by the State or the federal funding source, (ii) the Governor or the Department

reserves funds, or (iii) the Governor or the Department determines that funds will not or may not be available for payment. The Department shall provide notice, in writing, to the Local Government of any such funding failure and its election to terminate or suspend Local Government's allotment as soon as practicable. Any suspension or termination pursuant to this paragraph will be effective upon the date of the written notice unless otherwise indicated.

Accessibility of Records and Retention

38. Shall make books, records, related papers, supporting documentation, financial records and personnel relevant to the Local CURE Program available to authorized Department representatives, the Illinois Auditor General, Illinois Attorney General, any Executive Inspector General, federal authorities, and any other person as may be authorized by the Department (including auditors), by the State of Illinois or by federal statute. Local Government shall cooperate fully in any such audit or inquiry. Failure by the Local Government to maintain books, records, financial records and supporting documentation shall establish a presumption in favor of the State for the recovery of any funds paid by the State under the Local CURE Program for which adequate books, records, financial records and supporting documentation are not available to support disbursement.
39. Understands that the Department or its third party administrator will conduct monitoring of the Local CURE Program to ensure funds were spent in accordance with the Local CURE Program statute and the administrative rules.
40. Shall provide to any agent authorized by the Department, upon presentation of credentials, full access to, and the right to examine, any document, papers and records either in hard copy or electronic format, of the Local Government involving transactions related to the Local CURE Program.
41. Shall maintain for five (5) years from the date of submission of the final request for reimbursement, adequate books, all financial records and supporting documents, statistical records and all other records pertinent to the Local CURE Program. If any litigation, claim or audit is started before the expiration of the retention period, the records must be retained until all litigation, claims or audit exceptions involving the records have been resolved and final action taken.

Other Expenditures Prohibited by the CARES Act

42. Shall not seek reimbursement under the Local CURE Program for expenditures prohibited by section 5001(b) of the CARES Act, including, but not limited to:
 - a. advocacy for the legalization of any drug or other substance included in Schedule I of the schedules of controlled substances established under Section 202 of the Controlled Substances Act;
 - b. dissemination of deliberately false or misleading scientific information;
 - c. lobbying; or
 - d. expenses for an elective abortion or on research in which a human embryo is destroyed, discarded, or knowingly subjected to risk of injury or death. The prohibition on payment for abortions does not apply to an abortion if the pregnancy is the result of an act of rape or incest; or in the case where a woman suffers from a physical disorder, physical injury, or physical illness, including a life-endangering physical condition

caused by or arising from the pregnancy itself, that would, as certified by a physician, place the woman in danger of death unless an abortion is performed.

Please Answer the Following Questions:

1. Does the Local Government intend to use the full allotment of funds set forth in the first paragraph, above? Yes No
 - a. If yes, the Local Government agrees that it shall notify the Department as soon as practicable if the Local Government determines that it will not use its full allotment.
 - b. If no, approximately, how much of the allotment does the Local Government plan to use? \$ _____

2. Does the Local Government have or estimate it will have additional Local CURE Program eligible expenses greater than the allotment set forth in the first paragraph, above?
 Yes No
 - a. If yes, please provide an estimate of the additional funds needed and the types of expenses generally. _____

3. Does the Local Government plan to use any of the funds received through the Local CURE program from the Department as a required match component for another State or federal program? Yes No
 - a. If yes, please describe the program(s). _____

CERTIFICATION

The individual below, acting in the capacity to represent the Local Government in completion of this certification, certifies that all information contained herein, is true to the best of his/her knowledge and belief.

I declare under penalty of perjury that the above statements are true and correct.

Authorized Representative

Signature Seth Speiser, Village President
Name & Title

Date

E-mail

37-6001961 033435272
Local Government FEIN Local Government DUNS Number

Primary Local Government Contact for Local CURE Program

Name: _____

Title: _____

Address: _____

Phone: _____

E-mail: _____

VILLAGE PRESIDENT
Seth Speiser

VILLAGE CLERK
Jerry Menard

VILLAGE TRUSTEES
Mike Blaies
Ray Matchett, Jr.
Lisa Meehling
Denise Albers
Michael Heap
Bob 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
Tony Funderburg

PUBLIC WORKS DIRECTOR
John Tolan

POLICE CHIEF
Michael J. Schutzenhofer

ESDA COORDINATOR
Eugene Kramer

ZONING ADMINISTRATOR
Matt Trout

VILLAGE ATTORNEY
Weilmuenster Keck Brown, P.C.

ELECTRIC COMMITTEE MEETING (Blaies/Albers/Heap/Meehling) Wednesday, September 16, 2020 at 5:30 p.m.

The meeting of the Electric Committee was called to order at 5:30 p.m. on Wednesday, September 16, 2020 by Chairperson Mike Blaies via the Zoom application. Committee members present were Chairman Mike Blaies, Trustee Denise Albers, Trustee Mike Heap, Trustee Lisa Meehling, Mayor Seth Speiser, Village Clerk Jerry Menard, Trustee Bob Kaiser, Trustee Ray Matchett, Public Works Director John Tolan, Police Chief Mike Schutzenhofer, Head Lineman Shane Krauss, Water/Sewer Department Leader Gregg Blomenkamp (5:36p.m.), Zoning Administrator Matt Trout, Village Attorney Fred Keck (absent), Village Administrator Tony Funderburg and Office Manager Julie Polson. Guests present via Zoom: Jeff Barnhard from Burns & McDonnell, Janet Baechle and Tom Reaka.

A. OLD BUSINESS:

1. Approval of August 12, 2020 Minutes: *Trustee Denise Albers motioned to approve the August 12, 2020 minutes and Trustee Lisa Meehling seconded the motion.* All voting yea, the motion carried.
2. Customer Issues: Head Lineman Shane Krauss stated we had a transformer hit and knocked off the pad on Jefferson Road on a Sunday, and the homeowner didn't realize it until the next morning. It was a dangerous situation because all the grounds were broken off. The resident has been billed for the time and materials.
3. IMEA Energy Efficiency Grant: Public Works Director John Tolan advised he has not heard back from Eric Trentman. Mike Genin from IMEA visited us last Tuesday on his way to Redbud. Regarding solar, John very emphatically expressed how important it is to hold the line at 2%. John also said the last solar meeting was canceled because we want more of a solar ad hoc meeting rather than a board rate meeting.
4. North Substation CAT Work/PLC Unit #12 Fail Repair/Replacement: Shane advised BHM&G is going to send one of their techs/engineers to see if they can give us a quote for our parts that are obsolete for budgeting purposes. EasyGen is the company BHM&G uses.
5. Unit #6 Circuit Breaker Repair: The generator work is done. Industrial Diesel Service looked at the engine itself. They will be coming back to inspect the rear bearing on Monday. Shane believes we will be in good shape getting that unit back on. Shane commented the letter from IMEA confirms we will save our credits for next year because of our previous run earlier this year. John has had Shane document everything so IMEA knows we are moving forward. John felt we are in a really good position with that.

B. NEW BUSINESS:

1. FY2020 Audit: Village Administrator Tony Funderburg said the draft audit was sent out to everyone to review. Tony noted the TIF fund is now being reported under the governmental fund because of what we have paid.

Trustee Lisa Meehling motioned to recommend to the full Board the FY2020 Audit for approval and Trustee Denise Albers seconded the motion. All voting yea, the motion carried.

Shane advised the Altorfer maintenance contact will be coming up for renewal in May of 2021. He stated it is a 5-6 year contract that costs approximately \$30,000 per year. We don't have to wait until May to renew the contract. He will be working with Tony on the renewal. Chairperson Blaies inquired about the transformers for Edison Estates, and Shane confirmed they have been ordered but does not have a delivery date.

C. GENERAL CONCERNS: None.

D. PUBLIC PARTICIPATION: None

E. ADJOURN: *Trustee Lisa Meehling motioned to adjourn at 5:45 p.m and Trustee Denise Albers seconded the motion. All voting yea, the motion carried.*



Julie Polson
Office Manager

VILLAGE OF FREEBURG, ILLINOIS

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED
MARCH 31, 2020

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:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Freeburg, Illinois as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the governmental funds financial statements in accordance with the modified cash basis of accounting as described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the presentation of the governmental fund financial statements in the circumstances. Management is also responsible for the preparation and fair presentation of the business-type and proprietary fund financial statements in accordance with accounting principles generally accepted in the United States of America. 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 Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities (modified cash basis), the business-type activities (accrual basis), each major fund and the aggregate remaining fund information of the Village of Freeburg, Illinois, as of March 31, 2020, and the respective changes in financial position and, where applicable, cash flows (Governmental activities - modified cash basis, Business-type activities – accrual basis) thereof for the year then ended in conformity with the basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements 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, except for the Village's Proprietary Funds, which have been prepared on the accrual basis of accounting. Our opinion is not modified with respect to that matter.

Other Matters

Required Supplementary Information/Other Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 to 12, the budgetary comparison information on pages 41 and 42, and the schedules of pension funding information on pages 43 and 44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required 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.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Freeburg, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor fund financial statements are 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. Such 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

Certified Public Accountants
Alton, Illinois

September 8, 2020

DRAFT

VILLAGE OF FREEBURG, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Village of Freeburg, Illinois' (Village) annual audit presents a management's discussion and analysis of the Village's financial activity during the fiscal year ended March 31, 2020. The Management's Discussion and Analysis (MD&A) is designed to focus on current activities, resulting changes and currently known facts and should be read in conjunction with the basic financial statements and footnotes. Responsibility for the completeness and fairness of this information rests with the Village.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management's Discussion and Analysis is intended to serve as an introduction to the Village's basic financial statements. There are three components to the basic financial statements:

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

This report also contains required supplementary information/other information in addition to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

The government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, highways and streets, sanitation and development. The business-type activities include water, sewer, electric light and power, and swimming pool.

The statement of net position presents information on all of the Village's assets and liabilities, 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 Village is improving or deteriorating.

The statement of activities presents information showing how the Village's net position changed during the most recent fiscal year. Changes in net position are reported on the modified cash basis of accounting for the governmental activities and the accrual basis of accounting for the business-type activities.

VILLAGE OF FREEBURG, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

FUND FINANCIAL STATEMENTS

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

Governmental Funds. Governmental funds are used to account for essential functions reported as governmental activities in the government-wide financial statements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financial decisions. Both the governmental fund statement of assets, liabilities and fund balances arising from modified cash basis transactions and the governmental fund statement of revenues and expenditures arising from modified cash basis transactions provide a reconciliation to facilitate this comparison between the governmental funds and the government-wide governmental activities.

The Village maintains four individual governmental funds. Information is presented separately in the governmental funds statement of assets, liabilities and fund balances arising from modified cash basis transactions and in the governmental fund statement of revenues and expenditures arising from modified cash basis transactions for two major funds: General Fund and the TIF Fund. Data for the other nonmajor governmental funds are combined in the supplementary information and reported in total in a separate column.

The Village adopts an annual budget for all governmental funds. A budgetary comparison schedule for the General Fund and the TIF Fund has been provided to demonstrate legal compliance with the adopted budget.

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

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

Required supplementary information/Other Information. The Village reports budgetary comparison and retirement funding progress related to IMRF as required supplementary information/other information following the notes to the financial statements.

Other supplementary information. The combining fund statements, referred to earlier in connection with non-major governmental funds, are presented immediately following the required supplementary information.

VILLAGE OF FREEBURG, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

Basis of accounting. The Village presents its financial statements for the governmental funds on the modified cash basis of accounting. The modified cash basis of accounting is a basis of accounting other than generally accepted accounting principles. Basis of accounting is a reference to when financial events are recorded, such as the timing for recognizing revenues, expenses, and their related assets and liabilities. Under the Village's modified cash basis of accounting, revenues and expenses and related assets and liabilities are recorded when they result from cash transactions, except for the recording of depreciation expense related to capital assets in the government-wide financial statements for all activities.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for unbilled or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for good or services received but not yet paid, and accrued expenses and liabilities) are not recorded in the financial statements for the governmental funds. Therefore, when reviewing the financial information and discussion within this annual report, the reader should keep in mind the limitations resulting from the use of the modified cash basis of accounting.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The Village has presented its financial statements under the reporting model pursuant to Governmental Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets exceeded liabilities by \$10,479,710 at the close of the most recent fiscal year.

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

VILLAGE OF FREEBURG, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

The condensed statement of net position is as follows:

| | Governmental Activities | | Business-type Activities | | Total | |
|--------------------------------|-------------------------|---------------------|--------------------------|---------------------|----------------------|----------------------|
| | March 31, 2020 | March 31, 2019 | March 31, 2020 | March 31, 2019 | March 31, 2020 | March 31, 2019 |
| Current and other assets | \$ 938,746 | \$ 1,705,594 | \$ 3,985,162 | \$ 4,274,642 | \$ 4,923,908 | \$ 5,980,236 |
| Capital assets | <u>1,984,826</u> | <u>1,420,076</u> | <u>9,928,283</u> | <u>9,918,718</u> | <u>11,913,109</u> | <u>11,338,794</u> |
| Total assets | <u>2,923,572</u> | <u>3,125,670</u> | <u>13,913,445</u> | <u>14,193,360</u> | <u>16,837,017</u> | <u>17,319,030</u> |
| Deferred Outflows | - | - | 363,523 | 538,328 | 363,523 | 538,328 |
| Long-term liabilities | | | | | | |
| outstanding | 683,324 | 1,231,750 | 4,244,274 | 5,090,116 | 4,927,598 | 6,321,866 |
| Other liabilities | <u>4,996</u> | <u>14,015</u> | <u>1,182,667</u> | <u>565,342</u> | <u>1,187,663</u> | <u>579,357</u> |
| Total liabilities | <u>688,320</u> | <u>1,245,765</u> | <u>5,426,941</u> | <u>5,655,458</u> | <u>6,115,261</u> | <u>6,901,223</u> |
| Deferred Inflows | - | - | 605,569 | 426,103 | 605,569 | 426,103 |
| Net position: | | | | | | |
| Net invested in capital assets | 1,821,502 | 1,363,326 | 5,794,772 | 5,358,768 | 7,616,274 | 6,722,094 |
| Restricted | 277,980 | 933,138 | - | - | 277,980 | 933,138 |
| Unrestricted | <u>135,770</u> | <u>(416,559)</u> | <u>2,449,686</u> | <u>3,291,359</u> | <u>2,585,456</u> | <u>2,874,800</u> |
| Total net position | <u>\$ 2,235,252</u> | <u>\$ 1,879,905</u> | <u>\$ 8,244,458</u> | <u>\$ 8,650,127</u> | <u>\$ 10,479,710</u> | <u>\$ 10,530,032</u> |

Total net position decreased \$50,322 resulting in a balance of \$10,479,710 as of March 31, 2020. Current assets, which include cash, investments and accounts receivable, decreased \$1,056,328. Non-current assets increased \$574,315, due to current year asset additions being in excess of depreciation. Total liabilities decreased \$795,962 resulting in a balance of \$6,115,261 as of March 31, 2020. Outstanding debt, including long-term and short-term portions, decreased \$1,394,268 due to regular debt retirements and a reduction in the net pension liability.

The change in net position is further examined in the Analysis of Net Position section of the MD&A.

ANALYSIS OF NET POSITION

| Analysis of Net Position | 2020 | | 2019 | |
|----------------------------------|---------------|----------------------|---------------|----------------------|
| | Percent | Amount | Percent | Amount |
| Net investment in capital assets | 72.7% | \$ 7,616,274 | 63.8% | \$ 6,722,094 |
| Restricted | 2.7% | 277,980 | 8.9% | 933,138 |
| Unrestricted | 24.7% | <u>2,585,456</u> | 27.3% | <u>2,874,800</u> |
| Total net position | <u>100.0%</u> | <u>\$ 10,479,710</u> | <u>100.0%</u> | <u>\$ 10,530,032</u> |

Total net position balances decreased by \$50,322 in fiscal year 2020 to a total ending balance of \$10,479,710. Capital net position balances increased by \$894,180 in the current year due to capital additions and debt reduction exceeding depreciation. The unrestricted net position balances changed by the net income of the related operating activities.

VILLAGE OF FREEBURG, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

The revenue and expenditure comparisons that comprise the current year increase are as follows:

GOVERNMENTAL ACTIVITIES

| <u>Revenues/Receipts</u> | <u>2020</u> | <u>2019</u> |
|--------------------------------|---------------------|---------------------|
| Property tax | \$ 811,913 | \$ 775,680 |
| Sales and use tax | 597,957 | 533,657 |
| State income tax | 469,103 | 417,663 |
| Replacement tax | 6,835 | 5,061 |
| Video gaming tax | 63,366 | 47,490 |
| Charges for services | 339,915 | 352,080 |
| Telecommunications tax | 70,780 | 84,657 |
| Motor fuel tax | 151,740 | 111,098 |
| Utility tax | 252,649 | 258,381 |
| Investment income | 13,168 | 14,503 |
| Operating grants/contributions | 37,632 | 29,940 |
| Gain on disposal of assets | - | 20,572 |
| Miscellaneous | 57,686 | 19,125 |
| Total revenues | <u>\$ 2,872,744</u> | <u>\$ 2,669,907</u> |

Total revenues for the governmental activities increased \$202,837 for the year ended March 31, 2020. The increase is mainly due to having operating grants/contributions as well as an increase in property taxes.

| <u>Expenditures by category</u> | <u>2020</u> | | <u>2019</u> | |
|---------------------------------|----------------|---------------------|----------------|---------------------|
| | <u>Percent</u> | <u>Amount</u> | <u>Percent</u> | <u>Amount</u> |
| General government | 13.7% | \$ 344,695 | 13.7% | \$ 318,998 |
| Public safety | 52.5% | 1,320,774 | 51.9% | 1,204,016 |
| Highways and streets | 22.3% | 561,801 | 22.2% | 514,731 |
| Sanitation | 9.8% | 246,365 | 10.6% | 245,143 |
| Interest on long-term debt | 1.7% | 43,762 | 1.6% | 37,557 |
| Total expenditures | <u>100.0%</u> | <u>\$ 2,517,397</u> | <u>100.0%</u> | <u>\$ 2,320,445</u> |

The Village reported an increase in expenses for governmental activities of \$196,952. Public safety had significantly higher expenditures in the current year. Public safety reported the highest expenditure category with 53% of all governmental expenditures.

VILLAGE OF FREEBURG, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

The above expenditure categories include amounts for depreciation expense on assets purchased in the current and prior years. The breakdown by category is as follows:

| | <u>2020</u> | <u>2019</u> |
|----------------------|-------------------|-------------------|
| General government | \$ 32,692 | \$ 32,090 |
| Public safety | 52,963 | 70,252 |
| Highways and streets | 40,784 | 43,742 |
| Sanitation | <u>10,523</u> | <u>10,523</u> |
| Total depreciation | <u>\$ 136,962</u> | <u>\$ 156,607</u> |

Total capital outlay expenditures in the governmental fund financial statements for the current year totaled \$701,712.

BUSINESS-TYPE ACTIVITIES

| <u>Revenues</u> | <u>2020</u> | <u>2019</u> |
|-----------------------------------|---------------------|---------------------|
| Water charges | \$ 873,433 | \$ 881,256 |
| Sewer charges | 690,517 | 685,768 |
| Electric charges | 5,171,442 | 5,249,568 |
| Swimming pool charges | 86,487 | 87,359 |
| Property taxes | 51,018 | 52,053 |
| Grant revenue | - | 90,154 |
| Gain (Loss) on disposal of assets | - | 4,651 |
| Investment income | <u>70,555</u> | <u>71,400</u> |
| Total revenues | <u>\$ 6,943,452</u> | <u>\$ 7,122,209</u> |

Total revenues for the business-type activities decreased \$178,757 for the year ended March 31, 2020. The Village had general decreases in grant revenue in the current year.

| <u>Operating Expenditures</u> | <u>2020</u> | | <u>2019</u> | |
|--------------------------------|----------------|---------------------|----------------|---------------------|
| | <u>Percent</u> | <u>Amount</u> | <u>Percent</u> | <u>Amount</u> |
| Personal services | 19.2% | \$ 1,390,430 | 19.7% | \$ 1,428,063 |
| Contractual services | 11.0% | 795,128 | 10.6% | 772,936 |
| Electricity and water purchase | 51.7% | 3,742,779 | 51.1% | 3,715,331 |
| Supplies and materials | 3.6% | 260,608 | 3.7% | 269,022 |
| Heat, light and power | 0.5% | 35,264 | 0.5% | 38,219 |
| Depreciation | 14.0% | 1,011,818 | 14.3% | 1,041,473 |
| Total expenditures | <u>100.0%</u> | <u>\$ 7,236,027</u> | <u>100.0%</u> | <u>\$ 7,265,044</u> |

Expenses in the business-type activities decreased in total by \$29,017. As in the prior year, the largest categories of operating expense were for electricity and water purchases which increased \$27,448 in the current year. Personal services decreased due to the large increase in the prior year for the IMRF liability that was considerably lower in the current year.

VILLAGE OF FREEBURG, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

FUNDS FINANCIAL ANALYSIS

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

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

As of the end of the 2020, the Village's governmental funds reported combined ending fund balances of \$837,216, a decrease of \$758,455 in comparison with the prior year. A large portion of this balance constitutes unreserved, undesignated fund balance, which is available for spending at the Village's discretion. However, \$181,446 (TIF Fund and Special Revenue Funds) has been restricted for future debt payments and other restricted expenditures.

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, the unreserved fund balance of the General Fund was \$655,770. This balance decreased \$102,671 in the current year.

The TIF Fund decreased \$439,178 in the current year for a fund balance of \$83,910 due to making advance payments on the outstanding TIF Bonds. The Motor Fuel Tax Fund reported a decrease of \$217,066 for an ending balance of \$67,805. The Impact Fees Fund reported an increase of \$460 in the current year for a fund balance of \$29,731.

Proprietary fund. The Village's proprietary funds provide the same information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Waterworks, Sewer, Electric Light and Power, and Swimming Pool funds at the end of the year amounted to \$2,449,686, a decrease of \$841,673 in comparison with prior year. Other factors concerning the finances of this fund have already been addressed in the discussion of the Village's government-wide financial statements.

BUDGETARY HIGHLIGHTS

A comparison of budget and actual expenditures for the General Fund is as follows:

| | <u>Budget</u> | <u>Actual</u> |
|--------------|---------------|---------------|
| General Fund | \$ 2,688,012 | \$ 2,699,947 |

The budget was passed on March 19, 2019 and was not amended.

VILLAGE OF FREEBURG, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

| | Governmental Activities | | Business-type Activities | | Total | |
|-------------------------------------|-------------------------|---------------------|--------------------------|---------------------|----------------------|----------------------|
| | March 31, 2020 | March 31, 2019 | March 31, 2020 | March 31, 2019 | March 31, 2020 | March 31, 2019 |
| Land | \$ 83,840 | \$ 83,840 | \$ 426,700 | \$ 426,700 | \$ 510,540 | \$ 510,540 |
| Buildings and Improvements | 711,766 | 445,881 | 2,820,134 | 2,390,360 | 3,531,900 | 2,836,241 |
| Swimming Pool Infrastructure | - | - | 598,788 | 642,434 | 598,788 | 642,434 |
| Distribution and Collection Systems | 932,518 | 630,589 | - | - | 932,518 | 630,589 |
| Vehicles and Equipment | - | - | 5,183,252 | 5,687,132 | 5,183,252 | 5,687,132 |
| | 256,702 | 259,766 | 899,409 | 772,092 | 1,156,111 | 1,031,858 |
| | <u>\$ 1,984,826</u> | <u>\$ 1,420,076</u> | <u>\$ 9,928,283</u> | <u>\$ 9,918,718</u> | <u>\$ 11,913,109</u> | <u>\$ 11,338,794</u> |

The Village's investment in capital assets for its governmental and business-type activities as of March 31, 2020 amounts to \$11,913,109, net of accumulated depreciation. This investment in capital assets includes land, buildings and improvements, equipment, vehicles and infrastructure. The total outlay for capital assets for the current year was \$1,723,095. The largest additions in the current year were for the Police Department building expansion, a boring machine, engineering for the new sewer plant, and several pieces of equipment. These additions were offset by current year depreciation expense of \$1,148,780, thereby resulting in a net increase in net capital assets for the current year. Additional information related to capital assets can be found in Note 4 of the financial statements.

Long-term Debt

At the end of 2020, the Village had total long-term debt obligations for governmental activities and business-type activities in the amount of \$683,324 and \$4,133,511, respectively, compared to \$1,231,750 and \$4,559,950 at the end of 2019.

| | Governmental Activities | | Business-type Activities | | Total | |
|----------------|-------------------------|---------------------|--------------------------|---------------------|---------------------|---------------------|
| | March 31, 2020 | March 31, 2019 | March 31, 2020 | March 31, 2019 | March 31, 2020 | March 31, 2019 |
| Loans Payable | \$ - | \$ - | \$ 1,412,753 | \$ 1,534,156 | \$ 1,412,753 | \$ 1,534,156 |
| Notes Payable | 157,448 | 44,149 | 183,334 | 98,715 | 340,782 | 142,864 |
| Capital Leases | 5,876 | 12,601 | 12,424 | 27,079 | 18,300 | 39,680 |
| Bonds Payable | 520,000 | 1,175,000 | 2,525,000 | 2,900,000 | 3,045,000 | 4,075,000 |
| Total Debt | <u>\$ 683,324</u> | <u>\$ 1,231,750</u> | <u>\$ 4,133,511</u> | <u>\$ 4,559,950</u> | <u>\$ 4,816,835</u> | <u>\$ 5,791,700</u> |

The governmental activities reported decreases in long-term debt of \$548,426. The business-type activities reported a decrease in long-term debt of \$426,439. Overall, the decrease in debt was \$974,865. Additional information related to long-term debt can be found in Note 8 of the financial statements.

VILLAGE OF FREEBURG, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Freeburg's finances for all those with an interest in the Village's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Village Clerk's Office, 14 Southgate Center, Freeburg, IL 62243.

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VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF NET POSITION
(BUSINESS -TYPE ACTIVITIES - ACCRUAL BASIS)
(GOVERNMENTAL ACTIVITIES - MODIFIED CASH BASIS)
MARCH 31, 2020

| | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> |
|--|------------------------------------|-------------------------------------|----------------------|
| <u>Assets</u> | | | |
| Cash and Cash Equivalents | \$ 746,742 | \$ 1,027,083 | \$ 1,773,825 |
| Investments | 192,004 | 2,211,452 | 2,403,456 |
| Receivables (Net of allowance for uncollectible): | - | 662,765 | 662,765 |
| Prepaid Expenses | - | 83,862 | 83,862 |
| Capital Assets: | | | |
| Land | 83,840 | 426,700 | 510,540 |
| Buildings and Improvements | 1,146,374 | 8,250,941 | 9,397,315 |
| Swimming Pool | | 1,108,016 | 1,108,016 |
| Infrastructure | 1,058,210 | - | 1,058,210 |
| Distribution and Collection Systems | - | 15,461,058 | 15,461,058 |
| Vehicles and Equipment | 1,056,785 | 2,936,580 | 3,993,365 |
| Less: Accumulated Depreciation | (1,360,383) | (18,255,012) | (19,615,395) |
| Net Capital Assets | <u>1,984,826</u> | <u>9,928,283</u> | <u>11,913,109</u> |
| Total Assets | <u>\$ 2,923,572</u> | <u>\$ 13,913,445</u> | <u>\$ 16,837,017</u> |
| <u>Deferred Outflows of Resources</u> | | | |
| Future Pension Expense | <u>\$ -</u> | <u>\$ 363,523</u> | <u>\$ 363,523</u> |
| <u>Liabilities</u> | | | |
| Accounts Payable | \$ 4,996 | \$ 482,149 | \$ 487,145 |
| Accrued Salaries | - | 46,710 | 46,710 |
| Accrued Interest | - | 23,900 | 23,900 |
| Customer Deposits | - | 156,723 | 156,723 |
| Line of Credit | - | 473,185 | 473,185 |
| Noncurrent Liabilities: | | | |
| Due Within One Year | 49,768 | 550,326 | 600,094 |
| Due In More Than One Year | <u>633,556</u> | <u>3,693,948</u> | <u>4,327,504</u> |
| Total Liabilities | <u>688,320</u> | <u>5,426,941</u> | <u>6,115,261</u> |
| <u>Deferred Inflows of Resources</u> | | | |
| Future Pension Expense | <u>\$ -</u> | <u>\$ 605,569</u> | <u>\$ 605,569</u> |
| <u>Net Position</u> | | | |
| Net Investment in Capital Assets | 1,821,502 | 5,794,772 | 7,616,274 |
| Restricted | 277,980 | - | 277,980 |
| Unrestricted | <u>135,770</u> | <u>2,449,686</u> | <u>2,585,456</u> |
| Total Net Position | <u>\$ 2,235,252</u> | <u>\$ 8,244,458</u> | <u>\$ 10,479,710</u> |

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

VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF ACTIVITIES
 (BUSINESS -TYPE ACTIVITIES - ACCRUAL BASIS)
 (GOVERNMENTAL ACTIVITIES - MODIFIED CASH BASIS)
 FOR THE YEAR ENDED MARCH 31, 2020

| Functions/Programs | Program Revenues | | | Net (Expense) Revenue and Changes in Net Assets | | | |
|---|---------------------|----------------------|------------------------------------|---|-------------------------|--------------------------|----------------------|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
| Governmental Activities: | | | | | | | |
| General Government | \$ 344,695 | \$ 72,824 | \$ - | \$ 23,500 | \$ (248,371) | | \$ (248,371) |
| Public Safety: | | | | | | | |
| Police | 1,320,634 | 10,031 | 37,632 | - | (1,272,971) | | (1,272,971) |
| Civil Defense | 140 | - | - | - | (140) | | (140) |
| Highways and Streets | 561,801 | - | - | - | (561,801) | | (561,801) |
| Sanitation | 246,365 | 257,060 | - | - | 10,695 | | 10,695 |
| Interest on Long-Term Debt | 43,762 | - | - | - | (43,762) | | (43,762) |
| Total Governmental Activities | 2,517,397 | 339,915 | 37,632 | 23,500 | (2,116,350) | | (2,116,350) |
| Business-type Activities: | | | | | | | |
| Electric Light and Power | 5,435,125 | 5,171,442 | - | - | \$ (263,683) | | \$ (263,683) |
| Waterworks | 1,107,047 | 873,433 | - | - | (233,614) | | (233,614) |
| Sewer | 619,880 | 690,517 | - | - | 70,637 | | 70,637 |
| Swimming Pool | 187,069 | 86,487 | - | - | (100,582) | | (100,582) |
| Total Business-type Activities | 7,349,121 | 6,821,879 | - | - | (527,242) | | (527,242) |
| Total Government | \$ 9,866,518 | \$ 7,161,794 | \$ 37,632 | \$ 23,500 | (2,116,350) | (527,242) | (2,643,592) |
| General Revenues: | | | | | | | |
| Property Tax, Levied for General Purposes | | | | | 811,913 | 51,018 | 862,931 |
| Sales and Use Tax | | | | | 597,957 | - | 597,957 |
| Replacement Tax | | | | | 6,835 | - | 6,835 |
| State Income Tax | | | | | 469,103 | - | 469,103 |
| Telecommunications Tax | | | | | 70,780 | - | 70,780 |
| Motor Fuel Tax | | | | | 151,740 | - | 151,740 |
| Video Gaming Tax | | | | | 63,366 | - | 63,366 |
| Utility Tax | | | | | 252,649 | - | 252,649 |
| Unrestricted Investment Earnings | | | | | 13,168 | 70,555 | 83,723 |
| Miscellaneous | | | | | 34,186 | - | 34,186 |
| Total General Revenues | | | | | 2,471,697 | 121,573 | 2,593,270 |
| Change in Net Position | | | | | 355,347 | (405,669) | (50,322) |
| Net Position - Beginning | | | | | 1,879,905 | 8,650,127 | 10,530,032 |
| Net Position - Ending | | | | | \$ 2,235,252 | \$ 8,244,458 | \$ 10,479,710 |

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, 2020

| | <u>General</u> | <u>TIF</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---|-------------------|------------------|---|---|
| <u>Assets</u> | | | | |
| Cash and Cash Equivalents | \$ 495,454 | \$ 80,136 | \$ 74,618 | \$ 650,208 |
| Investments | 169,989 | - | 22,015 | 192,004 |
| Due from Other Funds | - | 3,774 | 903 | 4,677 |
| Total Assets | <u>\$ 665,443</u> | <u>\$ 83,910</u> | <u>\$ 97,536</u> | <u>\$ 846,889</u> |
| <u>Liabilities and Fund Balance</u> | | | | |
| Liabilities: | | | | |
| Accounts Payable | \$ 4,996 | \$ - | \$ - | \$ 4,996 |
| Due to Other Funds | 4,677 | - | - | 4,677 |
| Total Liabilities | <u>9,673</u> | <u>-</u> | <u>-</u> | <u>9,673</u> |
| Fund Balance: | | | | |
| Restricted | - | 83,910 | 97,536 | 181,446 |
| Unassigned | 655,770 | - | - | 655,770 |
| Total Fund Balance | <u>655,770</u> | <u>83,910</u> | <u>97,536</u> | <u>837,216</u> |
| Total Liabilities and Fund Balance | <u>\$ 665,443</u> | <u>\$ 83,910</u> | <u>\$ 97,536</u> | <u>\$ 846,889</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, 2020

Amounts reported for governmental fund balances are different because:

| | |
|--|---------------------|
| Fund balances - total governmental funds | \$ 837,216 |
| Capital assets used in governmental activities are not current financial resources and, therefore, are not reported on the balance sheet of the governmental funds. | 1,984,826 |
| Long-term debt (e.g., bonds, leases) is not reported as a liability on the balance sheet of the governmental funds. | (683,324) |
| 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>96,534</u> |
| Net position of governmental activities | <u>\$ 2,235,252</u> |

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

VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF REVENUES AND EXPENDITURES
ARISING FROM MODIFIED CASH BASIS TRANSACTIONS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2020

| | <u>General</u> | <u>TIF</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|-------------------|------------------|---|---|
| Revenues: | | | | |
| Property Tax | \$ 554,825 | \$ 257,088 | \$ - | \$ 811,913 |
| Utility Tax | 252,649 | - | - | 252,649 |
| Intergovernmental: | | | | |
| Replacement Tax | 6,835 | - | - | 6,835 |
| Sales Tax | 451,046 | - | - | 451,046 |
| State Income Tax | 469,103 | - | - | 469,103 |
| Local Use Tax | 146,911 | - | - | 146,911 |
| Telecommunications Tax | 70,780 | - | - | 70,780 |
| Motor Fuel Tax | - | - | 151,740 | 151,740 |
| Video Gaming Tax | 63,366 | - | - | 63,366 |
| Grants | 23,500 | - | - | 23,500 |
| Franchise Fees | 21,988 | - | - | 21,988 |
| Licenses and Permits | 50,836 | - | - | 50,836 |
| Fines and Penalties | 10,031 | - | - | 10,031 |
| Garbage Collection | 257,060 | - | - | 257,060 |
| Investment Earnings | 6,528 | 631 | 5,383 | 12,542 |
| Miscellaneous | 71,818 | - | - | 71,818 |
| Total Revenues | <u>2,457,276</u> | <u>257,719</u> | <u>157,123</u> | <u>2,872,118</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 312,003 | - | - | 312,003 |
| Public Safety: | | | | |
| Police | 1,263,037 | - | - | 1,263,037 |
| Civil Defense | 4,774 | - | - | 4,774 |
| Highways and Streets | 408,999 | - | 112,018 | 521,017 |
| Sanitation | 235,842 | - | - | 235,842 |
| Debt Service: | | | | |
| Principal | 33,426 | 655,000 | - | 688,426 |
| Interest and Charges | 1,865 | 41,897 | - | 43,762 |
| Capital Outlay | 440,001 | - | 261,711 | 701,712 |
| Total Expenditures | <u>2,699,947</u> | <u>696,897</u> | <u>373,729</u> | <u>3,770,573</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>(242,671)</u> | <u>(439,178)</u> | <u>(216,606)</u> | <u>(898,455)</u> |
| Other Financing Sources (Uses): | | | | |
| Proceeds from Debt | 140,000 | - | - | 140,000 |
| Total Other Financing Sources (Uses) | <u>140,000</u> | <u>-</u> | <u>-</u> | <u>140,000</u> |
| Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures | <u>(102,671)</u> | <u>(439,178)</u> | <u>(216,606)</u> | <u>(758,455)</u> |
| Fund Balance, Beginning of Year | <u>758,441</u> | <u>523,088</u> | <u>314,142</u> | <u>1,595,671</u> |
| Fund Balance, End of Year | <u>\$ 655,770</u> | <u>\$ 83,910</u> | <u>\$ 97,536</u> | <u>\$ 837,216</u> |

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

VILLAGE OF FREEBURG, ILLINOIS

RECONCILIATION OF THE STATEMENT OF REVENUES AND
EXPENDITURES ARISING FROM MODIFIED CASH BASIS
TRANSACTIONS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2020

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

Net change in fund balances - total governmental funds \$ (758,455)

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 (\$701,712) exceeded depreciation expense (\$136,962) in the current year 564,750

The issuance of long-term debt (e.g., bonds, leases) 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. 548,426

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. 626

Change in net position of governmental activities \$ 355,347

VILLAGE OF FREEBURG, ILLINOIS

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
MARCH 31, 2020**

| | Major Funds | | | Non-Major Fund | Total | Governmental Activities - Internal Service Fund |
|---|--------------------------|---------------------|---------------------|-------------------|----------------------|---|
| | Electric Light and Power | Waterworks | Sewer | Swimming Pool | | |
| <u>Assets</u> | | | | | | |
| Current Assets: | | | | | | |
| Cash and Cash Equivalents | \$ 645,094 | \$ 170,807 | \$ 229,037 | \$ - | \$ 1,044,938 | \$ 96,534 |
| Investments | 1,737,637 | 334,414 | 139,401 | - | 2,211,452 | - |
| Receivables: | | | | | | |
| Customers | 305,780 | 48,931 | 42,621 | - | 397,332 | - |
| Unbilled Revenue | 196,461 | 37,264 | 30,303 | - | 264,028 | - |
| Other | 1,405 | - | - | - | 1,405 | - |
| Prepaid Insurance | 63,326 | 10,313 | 10,223 | - | 83,862 | - |
| Total Current Assets | <u>2,949,703</u> | <u>601,729</u> | <u>451,585</u> | <u>-</u> | <u>4,003,017</u> | <u>96,534</u> |
| Capital Assets: | | | | | | |
| Land | 211,375 | 50,094 | 158,981 | 6,250 | 426,700 | - |
| Buildings and Improvements | 6,295,299 | - | 1,686,071 | 269,571 | 8,250,941 | - |
| Swimming Pool | - | - | - | 1,108,016 | 1,108,016 | - |
| Distribution and Collection Systems | 8,186,702 | 4,091,627 | 3,182,729 | - | 15,461,058 | - |
| Vehicles and Equipment | 1,562,688 | 749,634 | 500,907 | 123,351 | 2,936,580 | - |
| | 16,256,064 | 4,891,355 | 5,528,688 | 1,507,188 | 28,183,295 | - |
| Less - Accumulated Depreciation | 11,509,610 | 3,968,249 | 2,083,770 | 693,383 | 18,255,012 | - |
| Net Capital Assets | <u>4,746,454</u> | <u>923,106</u> | <u>3,444,918</u> | <u>813,805</u> | <u>9,928,283</u> | <u>-</u> |
| Total Assets | <u>\$ 7,696,157</u> | <u>\$ 1,524,835</u> | <u>\$ 3,896,503</u> | <u>\$ 813,805</u> | <u>\$ 13,931,300</u> | <u>\$ 96,534</u> |
| <u>Deferred Outflows of Resources</u> | | | | | | |
| Future Pension Expense | \$ 201,343 | \$ 90,150 | \$ 72,030 | \$ - | \$ 363,523 | \$ - |
| <u>Liabilities</u> | | | | | | |
| Current Liabilities: | | | | | | |
| Cash Deficit | \$ - | \$ - | \$ - | \$ 17,855 | \$ 17,855 | \$ - |
| Accounts Payable | 315,245 | 67,843 | 99,018 | 43 | 482,149 | - |
| Accrued Salaries | 25,703 | 11,673 | 9,334 | - | 46,710 | - |
| Accrued Interest | 18,900 | - | - | 5,000 | 23,900 | - |
| Line of Credit | - | - | 473,185 | - | 473,185 | - |
| Current Portion of Long Term Debt | 402,287 | 10,051 | 97,988 | 40,000 | 550,326 | - |
| Customer Deposits | 89,238 | 39,219 | 28,266 | - | 156,723 | - |
| Total Current Liabilities | <u>851,373</u> | <u>128,786</u> | <u>707,791</u> | <u>62,898</u> | <u>1,750,848</u> | <u>-</u> |
| Noncurrent Liabilities: | | | | | | |
| Net Pension Liability | 61,348 | 27,468 | 21,947 | - | 110,763 | - |
| Long Term Debt (Net of Current) | 1,961,221 | 32,074 | 1,319,890 | 270,000 | 3,583,185 | - |
| Total Noncurrent Liabilities | <u>2,022,569</u> | <u>59,542</u> | <u>1,341,837</u> | <u>270,000</u> | <u>3,693,948</u> | <u>-</u> |
| Total Liabilities | <u>2,873,942</u> | <u>188,328</u> | <u>2,049,628</u> | <u>332,898</u> | <u>5,444,796</u> | <u>-</u> |
| <u>Deferred Inflows of Resources</u> | | | | | | |
| Future Pension Expense | \$ 335,404 | \$ 150,175 | \$ 119,990 | \$ - | \$ 605,569 | \$ - |
| <u>Net Position</u> | | | | | | |
| Net Investment in Capital Assets | 2,382,946 | 880,981 | 2,027,040 | 503,805 | 5,794,772 | - |
| Committed | - | - | - | - | - | 96,534 |
| Unreserved | 2,305,208 | 395,501 | (228,125) | (22,898) | 2,449,686 | - |
| Total Net Position | <u>4,688,154</u> | <u>1,276,482</u> | <u>1,798,915</u> | <u>480,907</u> | <u>8,244,458</u> | <u>96,534</u> |
| Total Liabilities, Deferred Inflows of Resources and Net Position | <u>\$ 7,897,500</u> | <u>\$ 1,614,985</u> | <u>\$ 3,968,533</u> | <u>\$ 813,805</u> | <u>\$ 14,294,823</u> | <u>\$ 96,534</u> |

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

VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2020

| | Major Funds | | | Non-Major Fund | Total | Governmental Activities - Internal Service Fund |
|--|--------------------------|---------------------|---------------------|-------------------|---------------------|---|
| | Electric Light and Power | Waterworks | Sewer | Swimming Pool | | |
| Operating Revenue: | | | | | | |
| Charges for Services | \$ 5,097,808 | \$ 836,765 | \$ 683,982 | \$ 66,292 | \$ 6,684,847 | \$ - |
| Connection Fees | 8,425 | 6,140 | 5,250 | - | 19,815 | - |
| Supplies Sold | 54,925 | 20,308 | 1,285 | 20,195 | 96,713 | - |
| Miscellaneous | 10,284 | 10,220 | - | - | 20,504 | - |
| Total Operating Revenue | <u>5,171,442</u> | <u>873,433</u> | <u>690,517</u> | <u>86,487</u> | <u>6,821,879</u> | <u>-</u> |
| Operating Expenses: | | | | | | |
| Personal Services | 707,440 | 336,463 | 285,172 | 61,355 | 1,390,430 | - |
| Contractual Services and Other | 541,377 | 128,410 | 119,218 | 6,123 | 795,128 | - |
| Electricity and Water Purchased | 3,345,101 | 397,678 | - | - | 3,742,779 | - |
| Supplies and Materials | 117,513 | 80,028 | 33,687 | 29,380 | 260,608 | - |
| Heat, Light and Power | 10,828 | 5,248 | 19,188 | - | 35,264 | - |
| Depreciation | 648,394 | 158,116 | 131,074 | 74,234 | 1,011,818 | - |
| Total Operating Expenses | <u>5,370,653</u> | <u>1,105,943</u> | <u>588,339</u> | <u>171,092</u> | <u>7,236,027</u> | <u>-</u> |
| Operating Income (Loss) | <u>(199,211)</u> | <u>(232,510)</u> | <u>102,178</u> | <u>(84,605)</u> | <u>(414,148)</u> | <u>-</u> |
| Nonoperating Revenues (Expenses): | | | | | | |
| Property Taxes | - | - | - | 51,018 | 51,018 | - |
| Interest Income | 43,904 | 22,592 | 4,055 | 4 | 70,555 | 626 |
| Interest Expense | (64,472) | (1,104) | (31,541) | (15,977) | (113,094) | - |
| Total Nonoperating Revenues (Expenses) | <u>(20,568)</u> | <u>21,488</u> | <u>(27,486)</u> | <u>35,045</u> | <u>8,479</u> | <u>626</u> |
| Change in Net Position | <u>(219,779)</u> | <u>(211,022)</u> | <u>74,692</u> | <u>(49,560)</u> | <u>(405,669)</u> | <u>626</u> |
| Net Position, Beginning of Year | <u>4,907,933</u> | <u>1,487,504</u> | <u>1,724,223</u> | <u>530,467</u> | <u>8,650,127</u> | <u>95,908</u> |
| Net Position, End of Year | <u>\$ 4,688,154</u> | <u>\$ 1,276,482</u> | <u>\$ 1,798,915</u> | <u>\$ 480,907</u> | <u>\$ 8,244,458</u> | <u>\$ 96,534</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, 2020**

| | 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 | \$ 5,176,013 | \$ 872,452 | \$ 691,442 | \$ 86,487 | \$ 6,826,394 | \$ - |
| Cash Paid to Suppliers | (4,164,950) | (668,679) | (197,887) | (43,351) | (5,074,867) | - |
| Cash Payments to Employees for Services | (558,581) | (261,147) | (214,695) | (53,917) | (1,088,340) | - |
| Net Cash Provided (Used) By Operating Activities | <u>452,482</u> | <u>(57,374)</u> | <u>278,860</u> | <u>(10,781)</u> | <u>663,187</u> | <u>-</u> |
| <u>Cash Flows from Capital Financing Activities</u> | | | | | | |
| Purchase of Fixed Assets | (235,640) | (82,647) | (695,064) | (8,032) | (1,021,383) | - |
| Proceeds from Debt | 111,000 | 37,000 | - | - | 148,000 | - |
| Proceeds from Line of Credit | - | - | 473,185 | - | 473,185 | - |
| Principal Paid on Debt | (377,307) | (25,218) | (136,914) | (35,000) | (574,439) | - |
| Interest Paid on Debt | (66,733) | (1,104) | (31,541) | (16,443) | (115,821) | - |
| Net Cash Provided (Used) By Capital Financing Activities | <u>(568,680)</u> | <u>(71,969)</u> | <u>(390,334)</u> | <u>(59,475)</u> | <u>(1,090,458)</u> | <u>-</u> |
| <u>Cash Flows from Investing Activities</u> | | | | | | |
| Purchase of Investment | (26,711) | (7,928) | (2,381) | - | (37,020) | - |
| Interest Income | 43,904 | 22,592 | 4,055 | 4 | 70,555 | 626 |
| Net Cash Provided By Investing Activities | <u>17,193</u> | <u>14,664</u> | <u>1,674</u> | <u>4</u> | <u>33,535</u> | <u>626</u> |
| <u>Cash Flows from Non-Capital Financing Activities</u> | | | | | | |
| Property Tax | - | - | - | 51,018 | 51,018 | - |
| Customer Deposits | 785 | 1,228 | 360 | - | 2,373 | - |
| Net Cash Provided By Non-Capital Financing Activities | <u>785</u> | <u>1,228</u> | <u>360</u> | <u>51,018</u> | <u>53,391</u> | <u>-</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | (98,220) | (113,451) | (109,440) | (19,234) | (340,345) | 626 |
| Cash and Cash Equivalents, Beginning of Year | <u>743,314</u> | <u>284,258</u> | <u>338,477</u> | <u>1,379</u> | <u>1,367,428</u> | <u>95,908</u> |
| Cash and Cash Equivalents, End of Year | <u>\$ 645,094</u> | <u>\$ 170,807</u> | <u>\$ 229,037</u> | <u>\$ (17,855)</u> | <u>\$ 1,027,083</u> | <u>\$ 96,534</u> |

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

VILLAGE OF FREEBURG, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET
CASH PROVIDED BY OPERATING ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2020

| | Major Funds | | | Non-Major Fund | Total | Governmental Activities - Internal Service Fund |
|--|--------------------------|--------------|------------|----------------|--------------|---|
| | Electric Light and Power | Waterworks | Sewer | Swimming Pool | | |
| Operating Income (Loss) | \$ (199,211) | \$ (232,510) | \$ 102,178 | \$ (84,605) | \$ (414,148) | \$ - |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities: | | | | | | |
| Depreciation | 648,394 | 158,116 | 131,074 | 74,234 | 1,011,818 | - |
| Pension Liability and Deferrals | (38,886) | (14,843) | (11,403) | - | (65,132) | - |
| Decrease (Increase) in: | | | | | | |
| Accounts Receivable | 5,312 | (126) | 250 | - | 5,436 | - |
| Unbilled Revenue | (741) | (855) | 675 | - | (921) | - |
| Prepaid Insurance | (18,306) | (6,077) | (5,977) | - | (30,360) | - |
| Escrow | - | - | 12,000 | - | 12,000 | - |
| Increase (Decrease) in: | | | | | | |
| Accounts Payable | 50,694 | 35,812 | 47,747 | (410) | 133,843 | - |
| Accrued Salaries | 5,226 | 3,109 | 2,316 | - | 10,651 | - |
| Net Cash Provided (Used) by Operating Activities | \$ 452,482 | \$ (57,374) | \$ 278,860 | \$ (10,781) | \$ 663,187 | \$ - |

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

VILLAGE OF FREEBURG, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2020

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 for the Governmental Fund Types and the accrual basis of accounting for the Proprietary Fund Types 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.

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

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 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 proprietary fund 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 when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund 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-wide financial statements are reported using the same basis of accounting as used by the individual funds in the fund financial statements.

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 TIF Fund accounts for the receipts and related development expenses including the debt service payments of the TIF district.

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.

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

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 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."

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

Unbilled electric, water, and sewer utility receivables related to the business-type activities are recorded at year-end. They are determined by taking cycle billings subsequent to March 31 and prorating the applicable number of days to the current fiscal year.

The Village records accounts receivable in the Statement of Net Position for amounts that are due to the Village but have not been received at year-end. Accounts receivable are largely comprised of billed and unbilled amounts for utilities in the business-type activities. These balances are considered fully collectible at year-end.

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 \$500 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. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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 |

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

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, 2020 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.

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.

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

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

| | |
|----------------------------------|-------------------|
| <u>Governmental Funds</u> | |
| Restricted: | |
| Tax Increment Financing District | \$ 83,910 |
| Motor Fuel Tax Fund | 67,805 |
| Impact Fees Fund | <u>29,731</u> |
| Total Restricted | <u>\$ 181,446</u> |
| Committed: | |
| Internal Service Fund | <u>\$ 96,534</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 19, 2019 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.

(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 in accordance with accounting principles generally accepted in the United States of America. 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.

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

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

At March 31, 2020, the carrying amount of the Village's deposits was \$4,105,666 and the bank balance was \$4,120,331. The deposits were comprised of checking, interest checking, money market funds and certificates of deposit.

At March 31, 2020, 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 | \$ 71,000 |
| Petty Cash | | 615 |
| Deposits as reported above | | <u>4,105,666</u> |
| Total deposits and investments | | <u>\$ 4,177,281</u> |
| As Reported in the Statement of Net Position: | | |
| Cash and Cash Equivalents | | \$ 1,773,825 |
| Investments | | <u>2,403,456</u> |
| | | <u>\$ 4,177,281</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, 2020, 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.

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, 2020, 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, 2020, the Village did not have a concentration of credit risk.

Foreign Currency Risk. As of March 31, 2020, the Village has no foreign currency risk.

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

NOTE 3: 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 4, 2019. 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, 2020. 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:

| | <u>Maximum Levy</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
|------------------------|-------------------------|----------------------|----------------------|----------------------|
| <u>Tax Rates:</u> | | | | |
| General | \$ 0.2500 | \$ 0.2407 | \$ 0.2271 | \$ 0.2097 |
| Bonds and Interest | None | 0.0593 | 0.0577 | 0.0607 |
| IMRF | None | 0.1565 | 0.1930 | 0.1981 |
| Police Protection | 0.0750 | 0.0739 | 0.0682 | 0.0699 |
| Audit | None | 0.0109 | 0.0097 | 0.0100 |
| Civil Defense (ESDA) | 0.0500 | 0.0099 | 0.0091 | 0.0100 |
| Total | | <u>\$ 0.5512</u> | <u>\$ 0.5648</u> | <u>\$ 0.5584</u> |
| Assessed Valuations | | <u>\$ 91,417,649</u> | <u>\$ 88,083,697</u> | <u>\$ 85,854,730</u> |
| <u>Tax Extensions:</u> | | | | |
| General | | \$ 220,042 | \$ 200,038 | \$ 180,037 |
| Bonds and Interest | | 54,211 | 50,824 | 52,114 |
| IMRF | | 143,069 | 170,002 | 170,078 |
| Police Protection | | 67,558 | 60,073 | 60,012 |
| Audit | | 9,965 | 8,544 | 8,586 |
| Civil Defense (ESDA) | | <u>9,050</u> | <u>8,016</u> | <u>8,586</u> |
| Total | | <u>\$ 503,895</u> | <u>\$ 497,497</u> | <u>\$ 479,413</u> |
| Tax Collections | | <u>\$ -</u> | <u>\$ 499,128</u> | <u>\$ 477,754</u> |
| Percent Collected | | <u>0.00%</u> | <u>100.33%</u> | <u>99.65%</u> |

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

NOTE 4: CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2020 was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|------------------------------|-------------------|------------------|---------------------------|
| <u>Governmental activities:</u> | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 83,840 | \$ - | \$ - | \$ 83,840 |
| Capital assets, being depreciated: | | | | |
| Buildings and improvements | 854,915 | 304,043 | 12,584 | 1,146,374 |
| Infrastructure | 728,658 | 329,552 | - | 1,058,210 |
| Vehicles and equipment | 989,348 | 68,117 | 680 | 1,056,785 |
| Total capital assets being depreciated | <u>2,572,921</u> | <u>701,712</u> | <u>13,264</u> | <u>3,261,369</u> |
| Less accumulated depreciation for: | | | | |
| Building and improvements | 409,034 | 38,158 | 12,584 | 434,608 |
| Infrastructure | 98,069 | 27,623 | - | 125,692 |
| Vehicles and equipment | 729,582 | 71,181 | 680 | 800,083 |
| Total accumulated depreciation | <u>1,236,685</u> | <u>136,962</u> | <u>13,264</u> | <u>1,360,383</u> |
| Total capital assets, being depreciated, net | <u>1,336,236</u> | <u>564,750</u> | <u>-</u> | <u>1,900,986</u> |
| Governmental activities capital assets, net | <u>\$ 1,420,076</u> | <u>\$ 564,750</u> | <u>\$ -</u> | <u>\$ 1,984,826</u> |
| <u>Business-type activities:</u> | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 426,700 | \$ - | \$ - | \$ 426,700 |
| Capital assets, being depreciated: | | | | |
| Buildings and improvements | 7,553,451 | 697,490 | - | 8,250,941 |
| Swimming pool | 1,099,984 | 8,032 | - | 1,108,016 |
| Distribution and collection system | 15,445,388 | 15,670 | - | 15,461,058 |
| Vehicles and equipment | 2,679,398 | 300,191 | 43,009 | 2,936,580 |
| Total capital assets, being depreciated | <u>26,778,221</u> | <u>1,021,383</u> | <u>43,009</u> | <u>27,756,595</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | 5,163,091 | 267,716 | - | 5,430,807 |
| Swimming pool | 457,550 | 51,678 | - | 509,228 |
| Distribution and collection system | 9,758,256 | 519,550 | - | 10,277,806 |
| Vehicles and equipment | 1,907,306 | 172,874 | 43,009 | 2,037,171 |
| Total accumulated depreciation | <u>17,286,203</u> | <u>1,011,818</u> | <u>43,009</u> | <u>18,255,012</u> |
| Total capital assets, being depreciated, net | <u>9,492,018</u> | <u>9,565</u> | <u>-</u> | <u>9,501,583</u> |
| Business-type activities capital assets, net | <u>\$ 9,918,718</u> | <u>\$ 9,565</u> | <u>\$ -</u> | <u>\$ 9,928,283</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 | \$ 32,692 |
| Public safety | 52,963 |
| Highways and streets | 40,784 |
| Sanitation | <u>10,523</u> |
| Total depreciation expense - governmental activities | <u>\$ 136,962</u> |
| Business-type activities: | |
| Electric light and power | \$ 648,394 |
| Water | 158,116 |
| Sewer | 131,074 |
| Swimming pool | <u>74,234</u> |
| Total depreciation expense - business-type activities | <u>\$ 1,011,818</u> |

NOTE 5: 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 2019 was 8.06 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 | 23 |
| Inactive, non-Retired Members | 12 |
| Active Members | <u>31</u> |
| Total | <u>66</u> |

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

Discount Rate. GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a "risk-free" rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR 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) 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 this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 2.75%; and the resulting single discount rate is 7.25%.

| | |
|---|----------|
| Actuarial Valuation Date | 12/31/19 |
| Measurement Date of the Net Pension Liability | 12/31/19 |
| Fiscal Year End | 03/31/20 |
| Development of the Single Discount Rate as of December 31, 2019 | |
| Long-Term Expected Rate of Investment Return | 7.25% |
| Long-Term Municipal Bond Rate | 2.75% |
| Last year ending December 31 in the 2020 to 2119 projection period for which projected benefit payments are fully funded | 2118 |
| Resulting Single Discount Rate based on the above development | 7.25% |
| Single Discount Rate calculated using December 31, 2018 Measurement Date | 7.25% |

The Long-Term Municipal Bond Rate is based on the Fidelity Index's "20 Year Municipal GO AA Index" as of December 31, 2019.

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

Actuarial Assumptions. The following are the actuarial assumptions used in the calculation of the net pension liability.

| | |
|-------------------------------|---|
| 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: 24 year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. |
| 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 | 7.50% |
| 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. |

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

Net Pension Liability. The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

| | |
|---|---------------------|
| Total pension liability | |
| Service Cost | \$ 175,047 |
| Interest on the Total Pension Liability | 532,041 |
| Changes of benefit terms | - |
| Difference between expected and actual experience of the Total Pension Liability | (51,203) |
| Changes of assumptions | - |
| Benefit payments, including refunds of employee contributions | <u>(332,557)</u> |
| Net change in total pension liability | \$ 323,328 |
| Total pension liability - beginning | <u>7,417,254</u> |
| Total pension liability - ending | <u>\$ 7,740,582</u> |
| | |
| Plan fiduciary net position | |
| Contributions - employer | \$ 147,694 |
| Contributions - employee | 82,460 |
| Net investment income | 1,179,023 |
| Benefit payments, including refunds of employee contributions | <u>(332,557)</u> |
| Other (Net Transfer) | <u>31,790</u> |
| Net change in plan fiduciary net position | \$ 1,108,410 |
| Plan fiduciary net position - beginning | <u>6,419,317</u> |
| Plan fiduciary net position - ending | <u>\$ 7,527,727</u> |
| | |
| Net pension liability/(asset) | <u>\$ 212,855</u> |
| | |
| Plan fiduciary net position as a percentage of the total pension liability | 97.25% |
| | |
| Covered valuation payroll | \$ 1,832,439 |
| | |
| Net pension liability as a percentage of covered valuation payroll | 11.62% |

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

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

| | 1% Decrease | Current Single Discount Rate Assumption | 1% Increase |
|-------------------------------|---------------------|---|---------------------|
| | <u>6.25%</u> | <u>7.25%</u> | <u>8.25%</u> |
| Total Pension Liability | \$ 8,705,120 | \$ 7,740,582 | \$ 6,943,168 |
| Plan Fiduciary Net Position | <u>7,527,727</u> | <u>7,527,727</u> | <u>7,527,727</u> |
| Net Pension Liability/(Asset) | <u>\$ 1,177,393</u> | <u>\$ 212,855</u> | <u>\$ (584,559)</u> |

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses. The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Net Deferred Outflows of Resources |
|---|--------------------------------------|-------------------------------------|--|
| Difference between expected and actual experience | \$ 5,505 | \$ 231,366 | \$ (225,861) |
| Changes in assumptions | 127,610 | 100,074 | 27,536 |
| Subsequent contributions to plan | 39,065 | - | 39,065 |
| Net difference between projected and actual earnings on pension plan investments | 526,410 | 832,295 | (305,885) |
| Total | <u>\$ 698,590</u> | <u>\$ 1,163,735</u> | <u>\$ (465,145)</u> |

DRAFT

| Year Ending December 31, | Net Deferred Outflows of Resources |
|-----------------------------|--|
| 2020 | \$ (141,341) |
| 2021 | (185,545) |
| 2022 | 8,821 |
| 2023 | (147,080) |
| | <u>\$ (465,145)</u> |

(b) Social Security

All employees, including those qualifying for coverage under the Illinois Municipal Retirement Fund, are covered under Social Security. The Village paid \$157,294, the required contribution for the current fiscal year.

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

NOTE 6: LEGAL DEBT MARGIN

The computation of legal debt margin at March 31, 2020 is as follows:

| | |
|---------------------|---------------------|
| Bonded Debt Limit* | \$ 7,884,772 |
| Bonded Indebtedness | <u>683,324</u> |
| Legal Debt Margin | <u>\$ 7,201,448</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.

NOTE 7: LINE OF CREDIT

The Village has a \$1,000,000 line of credit with a local bank which expires December 12, 2022. Interest is at 2.09%. The highest balance at any time during the current fiscal year was \$473,185. The Village had an outstanding balance of \$473,185 at March 31, 2020.

NOTE 8: LONG-TERM DEBT

The Village has the following long-term debt as of March 31, 2020.

Notes Payable

\$225,618 loan with Citizens Community Bank to be repaid with annual payments of \$36,464 through July 2020, including interest at 3.182%. The loan was used to purchase a Bucket/Pole Truck for the Electric Light and Power Fund. The loan is secured by the truck. The balance outstanding as of March 31, 2020 is \$35,334.

\$67,000 loan with Midland States Bank to be repaid with annual payments of \$17,934 through October 2020, including interest at 2.75%. The loan was used to purchase a Leaf Vacuum for the General Fund. The loan is secured by the related equipment. The balance outstanding as of March 31, 2020 is \$17,448.

\$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, 2020 is \$140,000.

\$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, 2020 is \$148,000.

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

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 |
| 2021 | \$ 43,892 | \$ 4,386 | \$ 55,039 | \$ 4,593 |
| 2022 | 27,189 | 3,154 | 20,166 | 3,002 |
| 2023 | 27,945 | 2,399 | 20,637 | 2,531 |
| 2024 | 28,721 | 1,623 | 21,120 | 2,048 |
| 2025 | 29,701 | 827 | 21,615 | 1,553 |
| 2026-2027 | - | - | 44,757 | 1,578 |
| | <u>\$ 157,448</u> | <u>\$ 12,389</u> | <u>\$ 183,334</u> | <u>\$ 15,305</u> |

Bonds Payable

\$550,000 General Obligation Bonds, Series 2011 dated July 20, 2011, due in annual installments of \$40,000 to \$50,000 through December 1, 2026; interest at 4.25% to 5.25%. The amount of bonds outstanding as of March 31, 2020 is \$310,000. These bonds are being retired by the Swimming Pool Fund.

\$4,780,000 General Obligation Refunding Bonds, Series 2012 dated September 13, 2012, due in annual installments of \$350,000 to \$395,000 through December 1, 2025; interest at 2.20% to 2.85%. The amount of bonds outstanding as of March 31, 2020 is \$2,215,000. These bonds are being retired by the Electric Light and Power Fund. This issue refunded Series 2005 Bonds.

\$1,950,000 General Obligation Refunding Bonds, Series 2014 dated April 29, 2014, due in semi-annual installments of \$155,000 to \$185,000 through November 1, 2025; interest at 3.05% to 3.30%. The amount of bonds outstanding as of March 31, 2020 is \$520,000. These bonds are being retired by the TIF Fund. This issue refunded Series 2005 Tax Increment Revenue Bonds.

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

| Year Ended March 31, | Governmental Activities | | Business-type Activities | |
|-------------------------|----------------------------|------------------|-----------------------------|-------------------|
| | Principal | Interest | Principal | Interest |
| 2021 | \$ - | \$ 16,293 | \$ 390,000 | \$ 71,900 |
| 2022 | - | 16,293 | 395,000 | 62,499 |
| 2023 | - | 16,293 | 405,000 | 52,180 |
| 2024 | 155,000 | 16,293 | 415,000 | 41,154 |
| 2025 | 180,000 | 11,865 | 425,000 | 29,145 |
| 2026-2027 | 185,000 | 6,105 | 495,000 | 19,069 |
| | <u>\$ 520,000</u> | <u>\$ 83,142</u> | <u>\$ 2,525,000</u> | <u>\$ 275,947</u> |

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

EPA Loans

\$479,822 loan with the Illinois Environmental Protection Agency to be repaid with semi-annual installments of \$15,765, including interest at 2.535%. The loan was used to assist in the construction of sanitary sewer lines and an excess flow clarifier at the West Sewage Treatment Plant. The balance outstanding as of March 31, 2020 is \$15,469.

\$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, 2020 is \$417,159.

\$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, 2020 is \$980,125.

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

| Year Ended March 31, | EPA Loans | |
|-------------------------|---------------------|-------------------|
| | Principal | Interest |
| 2021 | \$ 92,863 | \$ 27,613 |
| 2022 | 78,964 | 25,847 |
| 2023 | 80,566 | 24,247 |
| 2024 | 82,199 | 22,613 |
| 2025 | 83,865 | 20,945 |
| 2026-2030 | 445,556 | 78,497 |
| 2031-2035 | 416,793 | 32,669 |
| 2036-2037 | 131,947 | 3,082 |
| | <u>\$ 1,412,753</u> | <u>\$ 235,513</u> |

Capital Leases

\$27,600 capital lease with John Deere to be paid in three annual payments of \$10,065, including interest at 4.50%. The loan was used to purchase three vehicles to be used in the water, sewer, and street departments. The balance outstanding as of March 31, 2020 is \$9,604.

\$24,731 capital lease with De Lage to be paid in monthly payments of \$1,120, including interest at 8.137%. The loan was used to purchase a phone system to be used in the general, water, sewer, and electric departments. The balance outstanding as of March 31, 2020 is \$8,696.

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

Annual debt service requirements to maturity for capital leases are as follows:

| Year Ended March 31, | Governmental Activities | | Business-type Activities | |
|-------------------------|----------------------------|---------------|-----------------------------|---------------|
| | Principal | Interest | Principal | Interest |
| 2021 | \$ 5,876 | \$ 245 | \$ 12,424 | \$ 469 |
| | <u>\$ 5,876</u> | <u>\$ 245</u> | <u>\$ 12,424</u> | <u>\$ 469</u> |

The following is a summary of changes in long-term debt for the year ended March 31, 2020.

| | Beginning Balance | Additions | Reductions | Ending Balance | Amounts Due Within One Year |
|--------------------------------------|----------------------|-------------------|-------------------|---------------------|-----------------------------------|
| <u>Business-type Activities:</u> | | | | | |
| Bonds Payable | \$ 2,900,000 | \$ - | \$ 375,000 | \$ 2,525,000 | \$ 390,000 |
| <u>Notes from Direct Borrowings:</u> | | | | | |
| Capital Leases | 27,079 | - | 14,655 | 12,424 | 12,424 |
| Notes Payable | 98,715 | 148,000 | 63,381 | 183,334 | 55,039 |
| EPA Loans | 1,534,156 | - | 121,403 | 1,412,753 | 92,863 |
| Net Pension Liability | 530,166 | - | 419,403 | 110,763 | - |
| | <u>\$ 5,090,116</u> | <u>\$ 148,000</u> | <u>\$ 993,842</u> | <u>\$ 4,244,274</u> | <u>\$ 550,326</u> |
| <u>Governmental Activities:</u> | | | | | |
| Bonds Payable | \$ 1,175,000 | \$ - | \$ 655,000 | \$ 520,000 | \$ - |
| <u>Notes from Direct Borrowings:</u> | | | | | |
| Capital Leases | 12,601 | - | 6,725 | 5,876 | 5,876 |
| Notes Payable | 44,149 | 140,000 | 26,701 | 157,448 | 43,892 |
| | <u>\$ 1,231,750</u> | <u>\$ 140,000</u> | <u>\$ 688,426</u> | <u>\$ 683,324</u> | <u>\$ 49,768</u> |

NOTE 9: ACTUAL EXPENDITURES IN EXCESS OF BUDGET

The Village had actual expenditures in excess of the budgeted amounts for the General Fund and the TIF Fund for the year ended March 31, 2020.

NOTE 10: INTERFUND RECEIVABLES/PAYABLES

The General Fund has an interfund payable to the TIF Fund of \$3,774 and the Motor Fuel Tax Fund of \$903 as of March 31, 2020.

NOTE 11: SUBSEQUENT EVENTS

The Village has evaluated events occurring after the financial statement date through September 8, 2020 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

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2020

| | Budgeted Amounts | | Actual (Budget Basis) |
|---|------------------|------------------|-----------------------------|
| | Original | Final | |
| Revenues: | | | |
| Property Tax | \$ 544,500 | \$ 544,500 | \$ 554,825 |
| Replacement Tax | 5,800 | 5,800 | 6,835 |
| Sales Tax | 410,000 | 410,000 | 451,046 |
| State Income Tax | 460,000 | 460,000 | 469,103 |
| Local Use Tax | 105,000 | 105,000 | 146,911 |
| Telecommunications Tax | 110,000 | 110,000 | 70,780 |
| Video Gaming Tax | 35,000 | 35,000 | 63,366 |
| Franchise Tax | 25,000 | 25,000 | 21,988 |
| Utility Tax | 245,000 | 245,000 | 252,649 |
| Licenses and Permits | 41,345 | 41,345 | 50,836 |
| Fines and Penalties | 19,000 | 19,000 | 10,031 |
| Garbage Collection | 254,500 | 254,500 | 257,060 |
| Rental/Lease Income | 1,300 | 1,300 | 17,898 |
| Investment Earnings | 5,600 | 5,600 | 6,528 |
| Grants | 25,109 | 25,109 | 23,500 |
| Proceeds From Debt | 140,000 | 140,000 | 140,000 |
| Miscellaneous | 262,010 | 262,010 | 53,920 |
| Total Revenues | <u>2,689,164</u> | <u>2,689,164</u> | <u>2,597,276</u> |
| Expenditures: | | | |
| Current: | | | |
| General Government | 343,456 | 343,456 | 312,003 |
| Public Safety: | | | |
| Police | 1,172,270 | 1,172,270 | 1,263,037 |
| Civil Defense | 5,050 | 5,050 | 4,774 |
| Highways and Streets | 508,826 | 508,826 | 408,999 |
| Sanitation | 232,700 | 232,700 | 235,842 |
| Capital Outlay | 360,310 | 360,310 | 440,001 |
| Debt Service | 26,200 | 26,200 | 35,291 |
| Transfers | 39,200 | 39,200 | - |
| Total Expenditures | <u>2,688,012</u> | <u>2,688,012</u> | <u>2,699,947</u> |
| Net Change in Fund Balances | <u>\$ 1,152</u> | <u>\$ 1,152</u> | (102,671) |
| Change for modified cash basis reporting | | | |
| None | | | - |
| As reported on the Statement of Revenues and Expenditures | | | |
| Arising From Modified Cash Basis Transactions | | | <u>\$ (102,671)</u> |

VILLAGE OF FREEBURG, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
MODIFIED CASH BASIS
TIF FUND
FOR THE YEAR ENDED MARCH 31, 2020

| | <u>Budgeted Amounts</u> | | Actual (Budget Basis) |
|---|-------------------------|------------------|-----------------------------|
| | <u>Original</u> | <u>Final</u> | |
| Revenues: | | | |
| Property Tax | \$ 230,000 | \$ 230,000 | \$ 257,088 |
| Investment Earnings | 500 | 500 | 631 |
| Total Revenues | <u>230,500</u> | <u>230,500</u> | <u>257,719</u> |
| Expenditures: | | | |
| Debt Service | | | |
| Principal | 155,000 | 155,000 | 655,000 |
| Interest and Fees | <u>33,000</u> | <u>33,000</u> | <u>41,897</u> |
| Total Expenditures | <u>188,000</u> | <u>188,000</u> | <u>696,897</u> |
| Net Change in Fund Balances | <u>\$ 42,500</u> | <u>\$ 42,500</u> | (439,178) |
| Change for modified cash basis reporting | | | |
| None | | | - |
| As reported on the Statement of Revenues and Expenditures | | | |
| Arising From Modified Cash Basis Transactions | | | <u>\$ (439,178)</u> |

VILLAGE OF FREEBURG, ILLINOIS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
MARCH 31, 2020

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total Pension Liability: | | | | | |
| Service Cost | \$ 175,047 | \$ 159,826 | \$ 179,569 | \$ 177,858 | \$ 166,984 |
| Interest | 532,041 | 516,984 | 525,190 | 501,542 | 466,844 |
| Difference between expected and actual experience | (51,203) | (113,945) | (251,274) | (44,602) | 96,660 |
| Assumption changes | - | 202,420 | (221,760) | (16,734) | 16,488 |
| Benefit payments, including refunds | <u>(332,557)</u> | <u>(322,474)</u> | <u>(340,069)</u> | <u>(302,922)</u> | <u>(240,854)</u> |
| Net change in total pension liability | 323,328 | 442,811 | (108,344) | 315,142 | 506,122 |
| Total pension liability - beginning | <u>7,417,254</u> | <u>6,974,443</u> | <u>7,082,787</u> | <u>6,767,645</u> | <u>6,261,523</u> |
| Total pension liability - ending | <u>\$ 7,740,582</u> | <u>\$ 7,417,254</u> | <u>\$ 6,974,443</u> | <u>\$ 7,082,787</u> | <u>\$ 6,767,645</u> |
| Plan Fiduciary Net Position | | | | | |
| Contributions - employer | 147,694 | 167,746 | 174,004 | 177,706 | 186,321 |
| Contributions - employee | 82,460 | 76,557 | 76,243 | 76,818 | 77,063 |
| Net investment income | 1,179,023 | (354,450) | 1,093,030 | 390,015 | 28,944 |
| Benefit payments, including refunds | <u>(332,557)</u> | <u>(322,474)</u> | <u>(340,069)</u> | <u>(302,922)</u> | <u>(240,854)</u> |
| Other | <u>31,790</u> | <u>49,773</u> | <u>(349,403)</u> | <u>60,649</u> | <u>(83,002)</u> |
| Net change in plan fiduciary net position | 1,108,410 | (382,848) | 653,805 | 402,266 | (31,528) |
| Plan fiduciary net position - beginning | <u>6,419,317</u> | <u>6,802,165</u> | <u>6,148,360</u> | <u>5,746,094</u> | <u>5,777,622</u> |
| Plan fiduciary net position - ending | <u>\$ 7,527,727</u> | <u>\$ 6,419,317</u> | <u>\$ 6,802,165</u> | <u>\$ 6,148,360</u> | <u>\$ 5,746,094</u> |
| Net Pension Liability | <u>\$ 212,855</u> | <u>\$ 997,937</u> | <u>\$ 172,278</u> | <u>\$ 934,427</u> | <u>\$ 1,021,551</u> |
| Plan fiduciary net position as a percentage of the total pension liability | <u>97.25%</u> | <u>86.55%</u> | <u>97.53%</u> | <u>86.81%</u> | <u>84.91%</u> |
| Covered-employee Payroll | <u>\$ 1,832,439</u> | <u>\$ 1,701,273</u> | <u>\$ 1,694,296</u> | <u>\$ 1,707,064</u> | <u>\$ 1,712,505</u> |
| Net position liability as a percentage of covered-employee payroll | <u>11.62%</u> | <u>58.66%</u> | <u>10.17%</u> | <u>54.74%</u> | <u>59.65%</u> |

VILLAGE OF FREEBURG, ILLINOIS

SCHEDULE OF CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
MARCH 31, 2020

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| Actuarial Determined Contribution | \$ 147,695 | \$ 167,746 | \$ 174,004 | \$ 177,705 | \$ 186,321 |
| Contributions in relation to actuarial determined contribution | <u>147,694</u> | <u>167,746</u> | <u>174,004</u> | <u>177,706</u> | <u>186,321</u> |
| Contribution deficiency (excess) | <u>\$ 1</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (1)</u> | <u>\$ -</u> |
| Covered-employee Payroll | <u>1,832,439</u> | <u>1,701,273</u> | <u>1,694,296</u> | <u>1,707,064</u> | <u>1,712,505</u> |
| Contributions as a percentage of covered-employee payroll | <u>8.06%</u> | <u>9.86%</u> | <u>10.27%</u> | <u>10.41%</u> | <u>10.88%</u> |

Actuarial valuation date for above is December 31, 2019.

The actuarial valuations presented are prepared using the following parameters:

| | |
|-----------------------------------|--------------------------------------|
| Actuarial Cost Method: | Aggregate Entry Age Normal |
| Amortization Method: | Level Percentage of Payroll, Closed |
| Remaining Amortization Period: | 24 years |
| Asset Valuation Method: | 5-Year smoothed market; 20% corridor |
| Actuarial Assumptions: | |
| Interest Rate (current and prior) | 7.50% |
| Wage Growth | 3.25% |
| Price Inflation | 2.50% |

VILLAGE OF FREEBURG, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
MARCH 31, 2020

| | <u>Impact Fees</u> | <u>Motor Fuel Tax</u> | <u>Total</u> |
|---------------------------------------|------------------------|-------------------------------|------------------|
| <u>Assets</u> | | | |
| Cash and Cash Equivalents | \$ 7,716 | \$ 66,902 | \$ 74,618 |
| Investments | 22,015 | - | 22,015 |
| Due From Other Funds | - | 903 | 903 |
| Total Assets | <u>\$ 29,731</u> | <u>\$ 67,805</u> | <u>\$ 97,536</u> |
| <u>Liabilities and Fund Balance</u> | | | |
| Liabilities: | | | |
| None | \$ - | \$ - | \$ - |
| Total Liabilities | - | - | - |
| Fund Balance: | | | |
| Restricted | 29,731 | 67,805 | 97,536 |
| Total Fund Balance | <u>29,731</u> | <u>67,805</u> | <u>97,536</u> |
| Total Liabilities and Fund Balance | <u>\$ 29,731</u> | <u>\$ 67,805</u> | <u>\$ 97,536</u> |

VILLAGE OF FREEBURG, ILLINOIS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2020

| | <u>Impact Fees</u> | <u>Motor Fuel Tax</u> | <u>Total</u> |
|--|------------------------|-------------------------------|------------------|
| Revenues: | | | |
| Motor Fuel Tax | \$ - | \$ 151,740 | \$ 151,740 |
| Investment Income | 460 | 4,923 | 5,383 |
| Total Revenues | <u>460</u> | <u>156,663</u> | <u>157,123</u> |
| Expenditures: | | | |
| Current: | | | |
| Highways and Streets | - | 112,018 | 112,018 |
| Capital Outlay | - | 261,711 | 261,711 |
| Total Expenditures | <u>-</u> | <u>373,729</u> | <u>373,729</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>460</u> | <u>(217,066)</u> | <u>(216,606)</u> |
| Fund Balance, Beginning of Year | <u>29,271</u> | <u>284,871</u> | <u>314,142</u> |
| Fund Balance, End of Year | <u>\$ 29,731</u> | <u>\$ 67,805</u> | <u>\$ 97,536</u> |

INDEPENDENT AUDITOR'S REPORT ON
COMPLIANCE WITH TAX INCREMENT FINANCING ACT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the Village of Freeburg, Illinois as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation 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 the financial statements that are free from material misstatement, whether due to error or fraud.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash balances of the Village of Freeburg, Illinois' Tax Increment Financing District, as referred to in the first paragraph, as of March 31, 2020 and the revenues it received and expenditures it paid for the year then ended on the basis of accounting described in Note 1.

Other Matters

The management of the Village of Freeburg, Illinois is responsible for the government's compliance with laws and regulations. In connection with our audit, referred to above, we selected and tested transactions and records to determine the government's compliance with 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act".

The results of our tests indicate that for the items tested, the Village of Freeburg, Illinois, complied with Subsection (q) of 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act". Nothing came to our attention that caused us to believe that, for the items not tested, the Village of Freeburg, Illinois was not in compliance with Subsection (q) of 65 ILCS 5/11-74.4-3, "Tax Increment Allocation Redevelopment Act".

Certified Public Accountants
Alton, Illinois

September 8, 2020

DRAFT

VILLAGE PRESIDENT
Seth Speiser

VILLAGE CLERK
Jerry Menard

VILLAGE TRUSTEES
Mike Blaies
Ray Matchett, Jr.
Lisa Meehling
Denise Albers
Michael Heap
Bob 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

PUBLIC WORKS COMMITTEE MEETING
Trash/Water/Sewer
(Kaiser/Blaies/Heap/Meehling)
Wednesday, September 16, 2020 at 5:45 p.m.

VILLAGE ADMINISTRATOR
Tony Funderburg

PUBLIC WORKS DIRECTOR
John Tolan

POLICE CHIEF
Michael J. Schutzenhofer

ESDA COORDINATOR
Eugene Kramer

ZONING ADMINISTRATOR
Matt Trout

VILLAGE ATTORNEY
Weilmuenster Keck Brown, P.C.

The Public Works Committee Meeting was called to order at 5:46 p.m. on Wednesday, September 16, 2020, by Chairman Bob Kaiser. Members present via Zoom were Chairman Bob Kaiser, Trustee Mike Blaies, Trustee Mike Heap, Trustee Lisa Meehling, Mayor Seth Speiser, Village Clerk Jerry Menard, Trustee Denise Albers, Trustee Ray Matchett, Public Works Director John Tolan, Police Chief Mike Schutzenhofer, Water/Sewer Department Leader Gregg Blomenkamp, Village Attorney Fred Keck (6:16p.m.), Village Administrator Tony Funderburg and Office Manager Julie Polson. Guests present via Zoom: Jeff Barnhard from Burns & McDonnell, Janet Baechle and Tom Reaka.

A. OLD BUSINESS:

1. Approval of August 12, 2020 minutes: Trustee Lisa Meehling motioned to approve the August 12, 2020 minutes and Trustee Mike Blaies seconded the motion. All voting yea, the motion carried.
2. New Sewer Plant/Sewer Loan: Village Administrator Tony Funderburg said since we last met, he has compiled somenumbers and would like to schedule a Committee as a Whole to review them more in depth. The committee agreed to meet on Tuesday, September 22nd at 5:30 p.m. Jeff Barnhard would like to meet with Tony and John prior to that meeting. John reported there were some minor changes with the draft CMOM report. He will bring the final report to committee. We should be submitting the final report to EPA within the next two weeks. Trustee Albers asked Tony to discuss the addition on the sewer loan. Tony advised we are at our limit of \$1,000,000 to be borrowed. At this time, it would be easier to extend our current loan another \$100,000, and Treasurer Vogel got is a contract today for us to do that. The committee was in agreement with the additional \$100,000 added to the existing loan.

Trustee Denise Albers motioned to recommend to the full Board the \$1,000,000 loan with Citizen's Bank for the Sewer Project be amended to \$1,100,000 and Trustee Lisa Meehling seconded the motion. All voting yea, the motion carried.

3. Sewer issues: John said we had a much drier month with no fuel odors or issues.
4. FSH Minutes: He has a meeting next Tuesday. Hydrants are being flushed right now by FSH and us.
5. Old Freeburg Road Water Line: Tony met with the Zimmermans on Monday, and they executed the easement agreements. John emailed TWM to proceed with the bidding. A resolution to accept the easements will be included in Monday's packet.
6. Water System Study: John had nothing new to report.

Trustee Lisa Meehling motioned to recommend to the full Board TWM's Invoice #66861 in the amount of \$381.00 for approval and Trustee Mike Blaies seconded the motion. All voting yea, the motion carried.

7. Repair/Replace Sewer Main East and West Apple: John included a new project plan request form the sanitary sewer replacement in the alley east of S. State behind Jack's Car Wash with a proposal from Gonzalez Companies in the amount of \$14,800. Trustee Meehling stated this has to be done through a request for qualifications, and you cannot discuss engineering fees. Mayor Speiser would like to give the local business a chance. We have every right to hire Rhutasel since we've used them in the past. Trustee Meehling asked if we want to look at Rhutasel to do this project. Matt said whenever he needs anything from a zoning perspective, they have always sent him anything he has asked for. Trustee Kaiser asked John if he has any problem using them, and John said no. He thinks they may have plans on it and knowledge of why the other manhole is there. John has told the EPA we are going to move forward with this. Trustee Meehling wants to see the entire cost of the project on the project request form. John said the estimated cost for this project to be roughly \$165,000. He will put the prices in memo form and send to everyone tomorrow. Tony believes we have \$100,000 in the budget and said this needs to be lined. The trustees were in agreement that this project would be a good trial project with Rhutasel. Tony and John will have a conversation with them.

B. NEW BUSINESS:

1. Project Request #20-08 – Sanitary Sewer Repacement, Alley East of South State behind Jack's Car Wash in the Amount of \$14,800: Discussed above.

Water/Sewer Leader Gregg Blomenkamp said that EPA is coming to inspect the west plant tomorrow. We can't be there due to COVID. John advised several water services were installed in the last two weeks. We have a water main leak across from the Care Ccenter. That will be fixed tomorrow. Gregg did have another inspection on the lagoon last month that went well.

C. GENERAL CONCERNS: None

D. PUBLIC PARTICIPATION: None.

E. ADJOURN: Trustee Lisa Meehling motioned to adjourn the meeting at 6:19 p.m. and Trustee Mike Blaies seconded the motion. All voting yea, the motion carried.



Julie Polson,
Office Manager

| |
|---------|
| Invoice |
|---------|

Thouvenot, Wade, & Moerchen Inc.
 Exceptional Service. **RECEIVED**
 Nothing Less.



SEP 08 2020

John Tolan
 Village of Freeburg, IL
 14 Southgate Center
 Freeburg, IL 62243

August 31, 2020
 Project No: E39190103
 Invoice No: 66861

Project E39190103 Freeburg-Water Tower Study and IEPA Project Plan

For professional services rendered including:
 -Review and updating model

Consulting Services from August 3, 2020 to August 7, 2020

Phase 01 Hydraulic Model/Study

Professional Personnel

| | Hours | Rate | Amount |
|---------------------|-------|--------|---------------|
| Project Engineer II | 3.00 | 127.00 | 381.00 |
| Totals | 3.00 | | 381.00 |
| Total Labor | | | 381.00 |

| Maximum Billable | Current | Prior | To-Date |
|-------------------------|---------|-----------|-----------------|
| Total Billings | 381.00 | 31,525.00 | 31,906.00 |
| Maximum Billable Limit | | | 52,400.00 |
| Maximum Remaining | | | 20,494.00 |
| Total this Phase | | | \$381.00 |

Phase 02 Project Plan

| Maximum Billable | Current | Prior | To-Date |
|---------------------------|---------|----------|-----------------|
| Total Billings | 0.00 | 3,935.00 | 3,935.00 |
| Maximum Billable Limit | | | 38,700.00 |
| Maximum Remaining | | | 34,765.00 |
| Total this Phase | | | 0.00 |
| Total this Invoice | | | \$381.00 |

Please Remit Payment to: Thouvenot, Wade, and Moerchen Inc.- 4940 Old Collinsville Road - Swansea IL 62226 - TWM Reserves the Option to charge 1 1/2% (18% annual) against accounts more than 30 days past due. - Please return a copy of this invoice with payment. - Telephone 618.624.4488 - Fax 618.624.6688

VILLAGE PRESIDENT

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VILLAGE CLERK

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ZONING ADMINISTRATOR

Matt Trout

VILLAGE ATTORNEY

Weilmuenster Keck Brown, P.C.

Public Property Committee Meeting
 Streets/Municipal Center/Pool/Parks & Recreation
 (Matchett/Albers/Heap/Kaiser)
 Wednesday, September 16, 2020 at 6:00 p.m.

The meeting of the Public Property Committee was called to order at 6:20 p.m., on Wednesday, September 16, 2020, by Chairman Ray Matchett. Members present via Zoom were Chairman Ray Matchett, Trustee Denise Albers, Trustee Mike Heap, Trustee Bob Kaiser, Mayor Seth Speiser, Village Clerk Jerry Menard, Trustee Mike Blaies, Trustee Lisa Meehling, Public Works Director John Tolan, Police Chief Mike Schutzenhofer, Zoning Administrator Matt Trout, Village Attorney Fred Keck, Village Administrator Tony Funderburg and Office Manager Julie Polson. Zoom video conferencing was also available. Guests present via Zoom: Janet Baechle.

POOL: A. OLD BUSINESS: None.

B. NEW BUSINESS: Public Works Director John Tolan advised the pool was shut down last week. Jim Knake repaired two ripped umbrellas and the pool cover. We will winterize it soon.

STREETS: A. OLD BUSINESS:

1. Approval of August 12, 2020 Minutes: Trustee Denise Albers motioned to approve the August 12, 2020 minutes and Trustee Bob Kaiser seconded the motion. All voting yea, the motion carried.
2. E. Apple Street Proposed Repair: Nothing new to report.
3. Drainage Problem Areas/Stormwater Run-Off: John advised they have installed a few culvert extensions this week.
4. Customer Issues: None.
5. MFT: The invoice from TWM is for the close out of last year's MFT. This has now been completed. John advised with the oil and chipping, they did oil and chip three residents per their annexation agreements. They have been billed for the oil and rock.

Trustee Denise Albers motioned to recommend to the full Board approval of TWM's Invoice #66777 in the amount of \$2,500.03 for approval and Trustee Bob Kaiser seconded the motion. All voting yea, the motion carried.

B. NEW BUSINESS:

1. Village of Freeburg Meetings – Zoom/In Person Attendance: Mayor Speiser would like to continue Zoom meetings until we return to some kind of normalcy. Tony requested the Committee as a Whole meeting be attended in person.

2. Brad Towers' Request: Tony commented Mr. Towers couldn't make the meeting. Attorney Keck deals with IDOT quite often, and IDOT has control over what Mr. Towers is requesting. Jon Schaller has responded to him. Attorney Keck said if he wants to challenge IDOT, he will have to go to the court of claims in Springfield. Trustee Albers will talk to Mr. Towers to advise him his request was discussed.

Attorney Keck advised he is preparing the purchase agreement for the Railroad St. property.

Tony wanted to comment when we had all the limbs come down from the storm damage, we brought in part-timers to help with them. Tony further stated everyone wants stuff done now. We got to them when we could, and sometimes we don't do it as fast as the residents like. Trustee Albers asked if a timeline was explained to Tom, and John said no. He was going to explain it tonight. Trustee Albers will talk to him.

C. GENERAL CONCERNS: None.

D. PUBLIC PARTICIPATION: None.

E. ADJOURN: *Denise Albers motioned to adjourn the meeting at 6:37 p.m. and Trustee Bob Kaiser seconded the motion. All voting yea, the motion carried.*



Julie Polson
Office Manager

| |
|---------|
| Invoice |
|---------|

Thouvenot, Wade, & Moerchen Inc.
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 Nothing Less.



Tony Funderburg
 Village of Freeburg, IL
 14 Southgate Center
 Freeburg, IL 62243

August 13, 2020
 Project No: T32180733
 Invoice No: 66777

Project T32180733 2019 MFT Program - Freeburg

For professional services rendered including:

- Work on project closeout
- Submit Maintenance Expenditure Statement and supporting documentation to IDOT

Consulting Services through August 4, 2020

Fee

| | | | |
|------------------|-----------|---------------------------|-------------------|
| Total Fee | 27,511.73 | | |
| Percent Complete | 89.0211 | Total Earned | 24,491.24 |
| | | Previous Fee Billing | 21,991.21 |
| | | Current Fee Billing | 2,500.03 |
| | | Total Fee | 2,500.03 |
| | | Total this Invoice | \$2,500.03 |

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