

VILLAGE OF WINDSOR

Mercer County, Illinois

ANNUAL FINANCIAL REPORT WITH AN INDEPENDENT AUDITOR'S REPORT (MODIFIED CASH BASIS)

FOR THE YEAR ENDED APRIL 30, 2023

WEST CENTRAL CPA
Audit and Tax Accountants

1021 North Main Street - PO Box 318
Monmouth, Illinois 61462
Office 309-734-2330 | Fax 309-734-2349
www.westcentralcpa.com

VILLAGE OF WINDSOR, ILLINOIS

Year Ended as of April 30, 2023

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Village of Windsor
Windsor, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Windsor, Illinois, as of and for the year ended April 30, 2023, and the related notes to the financial statements, which collectively comprise the Village of Windsor, Illinois, basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, and each major fund of Village of Windsor, Illinois, as of April 30, 2023, and the respective changes in modified cash basis financial position, and where applicable, cash flow thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. 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. Our opinions are not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matters

Supplementary Information

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

Other Reporting Required by Government Auditing Standards

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

West Central CPA, PLLC

West Central CPA, PLLC
Monmouth, Illinois
November 14, 2025

VILLAGE OF WINDSOR, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
MODIFIED CASH BASIS
Year Ended as of April 30, 2023

This discussion and analysis of the Village of Windsor's financial performance provides an overview of the Village's financial activities for the fiscal year ending April 30, 2023.

Financial Highlights

1. Net position increased \$58,624 during the year.
2. Total debt outstanding was \$4,215,000 at year's end.
3. Total revenues for all activities were \$593,490.
4. Total expenditure for all activities was \$587,442.

Using this Report

This Annual report consists of a series of financial statements. The statement of Net Position and the Statement of Activities provides information about the Village's activities as a whole and presents a longer-term view of the Village's finances.

The Statement of Net Position and the Statement of Activities

One of the most important questions asked about the Village's finances are. "Is the Village better off or worse due to the year's activities?" The Statement of Net Position and the Statement of Activities report information about its activities as a whole in a way that helps answer this question. These statements include all assets and liabilities using the modified cash basis of accounting. The current year's revenue and expenses are considered when cash is received or paid.

These two statements report on the net position and changes in it. You can think of the net position, which is the difference between assets (what is owned) and liabilities (what is owed), as one way to measure financial health or financial position. Over time, increases or decreases in the net position are one indicator of whether its financial health is improving or deteriorating. You will, however, need to consider other non-financial factors, such as changes in jurisdiction, continued state and local governmental support, and other relevant factors, to assess the Village's overall health.

VILLAGE OF WINDSOR, ILLINOIS
STATEMENT OF NET POSITION
MODIFIED CASH BASIS
For The Year Ended April 30, 2023

	Primary Government		
	Governmental Activities	Business – Type Activities	Total Primary Government
Assets			
Cash	\$ 315,311	\$ 235,058	\$ 550,369
Investments	94,688		94,688
Due from other funds	3,342		3,342
Total Current Assets	\$ 413,431	\$ 235,058	\$ 648,399
Capital Assets, Not Being Depreciated	31,000	14,680	45,680
Capital Assets, Being Depreciated, Net	118,911	8,217,443	8,336,354
Total Assets	\$ 563,252	\$ 8,467,181	\$ 9,030,433
Liabilities			
Payroll Liabilities	\$ 1,989	\$	\$ 1,989
USDA Revenue Bonds-Current Term		60,000	60,000
USDA Revenue Bonds-Long Term		4,155,000	4,155,000
Total Liabilities	\$ 1,989	\$ 4,218,342	\$ 4,220,331
Net Position			
Net Investment in Capital Assets	\$ 149,911	\$ 4,017,123	\$ 4,167,034
Restricted for:			
Public Safety	2,306		2,306
Tax Levies	11,396		11,396
Street Maintenance	164,167		164,167
Debt Service		12,474	12,474
Unrestricted	233,483	219,242	452,725
Total Net Position	\$ 561,263	\$ 4,248,839	\$ 4,810,102

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
For The Year Ended April 30, 2023

Functions/Programs	Expenses	Program Services			Net (Expense) Revenue and Changes in Net Position Primary Government		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 301,528	\$ 25,142	\$ -0-	\$	\$ (278,720)	\$ -0-	\$ (278,720)
Streets				8,216	8,216		8,216
Total Governmental Activities	<u>\$ 301,528</u>	<u>\$ 25,142</u>	<u>\$ -0-</u>	<u>\$ 8,216</u>	<u>\$ (268,170)</u>	<u>\$ -0-</u>	<u>\$ (268,170)</u>
Business – Type Activities:							
Enterprise	\$ 169,177	\$ 296,701	\$ 52,576	\$ -0-	\$ -0-	\$ 180,100	\$ 180,100
Interest	<u>116,737</u>					<u>(116,737)</u>	<u>(116,737)</u>
Total Business – Type Activities	<u>\$ 285,914</u>	<u>\$ 296,701</u>	<u>\$ 52,576</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 63,363</u>	<u>\$ 63,363</u>
Total Primary Government	<u>\$ 587,442</u>	<u>\$ 321,843</u>	<u>\$ 52,576</u>	<u>\$ 8,216</u>	<u>\$ (268,170)</u>	<u>\$ 63,363</u>	<u>\$ (204,807)</u>
General Revenues:							
Property Taxes					\$ 55,832	\$	\$ 55,832
Telephone Infrastructure Tax					7,954		7,954
State Income Tax					107,935		107,935
Sales Tax					21,198		21,198
Use Tax					27,201		27,201
Cannabis Tax					1,052		1,052
Motor Fuel Tax					28,487		28,487
Replacement Taxes					7,076		7,076
Replacement Taxes - Township					2,220		2,220
State Video Gaming Tax					3,616		3,616
Interest Income					691	122	813
Miscellaneous Income						47	47
Total General Revenue					<u>\$ 263,262</u>	<u>\$ 169</u>	<u>\$ 263,431</u>
Transfers					\$ 130,916	\$ (130,916)	\$ -0-
Change in Net Position					126,008	(67,384)	58,624
Net position – Beginning					<u>435,255</u>	<u>4,316,223</u>	<u>4,751,478</u>
Net position – End Balance					<u>\$ 561,263</u>	<u>\$ 4,248,839</u>	<u>\$ 4,810,102</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
GOVERNMENTAL FUNDS - MODIFIED CASH BASIS
For The Year Ended April 30, 2023

	<u>Special Revenue Fund</u>		<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Motor Fuel Tax Fund</u>	
Assets			
Cash	\$ 243,526	\$ 69,479	\$ 313,005
Restricted Cash	2,306		2,306
Investments		94,688	94,688
Due From Other Funds	<u>3,342</u>		<u>3,342</u>
Total Assets	<u>\$ 249,174</u>	<u>\$ 164,167</u>	<u>\$ 413,341</u>
Liabilities and Fund Balances			
Liabilities			
Payroll Liabilities	<u>\$ 1,989</u>	<u>\$ -0-</u>	<u>\$ 1,989</u>
Total Liabilities	<u>\$ 1,989</u>	<u>\$ -0-</u>	<u>\$ 1,989</u>
Fund Balances			
Restricted	\$ 13,702	\$ 164,167	\$ 177,869
Unassigned	<u>233,483</u>		<u>233,483</u>
Total Fund Balances	<u>\$ 247,185</u>	<u>\$ 164,167</u>	<u>\$ 411,352</u>
Total Liabilities and Fund Balances	<u>\$ 249,174</u>	<u>\$ 164,167</u>	<u>\$ 413,341</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
TO THE STATEMENT OF NET POSITION
MODIFIED CASH BASIS
 For The Year Ended April 30, 2023

	Total Governmental <u>Funds</u>
Total Governmental Fund Balances	\$ 411,352
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	<u>149,911</u>
Net Position of Governmental Activities	<u>\$ 561,263</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS - MODIFIED CASH BASIS

For The Year Ended April 30, 2023

	<u>Special Revenue Fund</u>		
	<u>General</u>	<u>Motor</u>	<u>Total</u>
	<u>Fund</u>	<u>Fuel Tax</u>	<u>Governmental</u>
		<u>Fund</u>	<u>Funds</u>
Revenues Received			
Property Tax	\$ 55,832	\$	\$ 55,832
Telephone Infrastructure Tax	7,954		7,954
State Income Tax	107,935		107,935
Sales Tax	21,198		21,198
Use Tax	27,201		27,201
Cannabis Tax	1,052		1,052
Motor Fuel Tax		28,487	28,487
Replacement Tax	7,076		7,076
Replacement Tax – Village	2,220		2,220
State Gaming Tax	3,616		3,616
Rebuild IL Grant		8,216	8,216
Liquor License	1,950		1,950
Gaming License	75		75
Franchise Fees	2,708		2,708
Permits	138		138
Fines	171		171
Interest Income	355	336	691
Miscellaneous Income	<u>20,100</u>		<u>20,100</u>
Total Revenue	<u>\$ 259,581</u>	<u>\$ 37,039</u>	<u>\$ 296,620</u>
Expenditures Disbursed			
General Government	\$ 276,156	\$ -0-	\$ 276,156
Capital Outlay	<u>18,415</u>		<u>18,415</u>
Total Expenditure Disbursed	<u>\$ 294,571</u>	<u>\$ -0-</u>	<u>\$ 294,571</u>
 Excess Revenues Received Over (Under) Expenditures Disbursed	 <u>\$ (34,990)</u>	 <u>\$ 37,039</u>	 <u>\$ 2,049</u>
 Other Financing Sources (Uses)			
Transfers	<u>\$ 141,081</u>	<u>\$ (10,165)</u>	<u>\$ 130,916</u>
Total Financing	<u>\$ 141,081</u>	<u>\$ (10,165)</u>	<u>\$ 130,916</u>
 Net Change in Fund Balances	 \$ 106,091	 \$ 26,874	 \$ 132,965
 Beginning Fund Balances	 <u>141,094</u>	 <u>137,293</u>	 <u>278,387</u>
 Ending Fund Balances	 <u>\$ 247,185</u>	 <u>\$ 164,167</u>	 <u>\$ 411,352</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES RECEIVED,
EXPENDITURES DISBURSED, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
For The Year Ended April 30, 2023

Net change in fund balances - total governmental funds \$ 132,965

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

Governmental funds report capital outlays as Expenditures. However, in the statements 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 depreciation exceeded capital outlays in the current period:

Capital asset purchases capitalized	18,415
Net book value of assets traded	
Depreciation expense	<u>(25,372)</u>
Change in net position of governmental activities	<u>\$ 126,008</u>

VILLAGE OF WINDSOR, ILLINOIS
STATEMENT OF NET POSITION- PROPRIETARY FUNDS
MODIFIED CASH BASIS
For The Year Ended April 30, 2023

	<u>Water</u> <u>Fund</u>	<u>Sewer</u> <u>Fund</u>	<u>Total</u> <u>Enterprise</u> <u>Funds</u>
Assets			
Cash	\$ 97,840	\$ 137,218	\$ 235,058
Total Current Assets	<u>\$ 97,840</u>	<u>\$ 137,218</u>	<u>\$ 235,058</u>
Capital Assets, Not Being Depreciated	\$ 14,680	\$	\$ 14,680
Capital Assets, Being Depreciated, Net	<u>180,725</u>	<u>8,036,718</u>	<u>8,217,443</u>
Total Non-Current Assets	<u>\$ 195,405</u>	<u>\$ 8,036,718</u>	<u>\$ 8,232,123</u>
Total Assets	<u>\$ 293,245</u>	<u>\$ 8,173,936</u>	<u>\$ 8,467,181</u>
Liabilities and Net Position			
Liabilities			
Due to Other Funds	\$ -0-	\$ 3,342	\$ 3,342
USDA Revenue Bonds-Current Portion		60,000	60,000
USDA Revenue Bonds-Long Term	<u> </u>	<u>4,155,000</u>	<u>4,155,000</u>
Total Liabilities	<u>\$ -0-</u>	<u>\$ 4,218,342</u>	<u>\$ 4,218,342</u>
Net Position			
Net Investment in Capital Assets	\$ 195,405	\$ 3,821,718	\$ 4,017,123
Restricted		12,474	12,474
Unrestricted	<u>97,840</u>	<u>121,402</u>	<u>219,242</u>
Total Net Position	<u>\$ 293,245</u>	<u>\$ 3,955,594</u>	<u>\$ 4,248,839</u>
Total Liabilities and Net Position	<u>\$ 293,245</u>	<u>\$ 8,173,936</u>	<u>\$ 8,467,181</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN
FUND NET POSITION – PROPRIETARY FUNDS
MODIFIED CASH BASIS

For The Year Ended April 30, 2023

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total Enterprise Funds</u>
Operating Revenue:			
Water Billings	\$ 131,671	\$	\$ 131,671
Sewer Billings	<u> </u>	<u>165,030</u>	<u>165,030</u>
 Total Operating Revenue	 <u>\$ 131,671</u>	 <u>\$ 165,030</u>	 <u>\$ 296,701</u>
Operating Expenses:			
Current Operating	\$ 64,394	\$ 56,463	\$ 120,857
Depreciation	<u>21,441</u>	<u>26,879</u>	<u>48,320</u>
 Total Operating Expenses	 <u>\$ 85,835</u>	 <u>\$ 83,342</u>	 <u>\$ 169,177</u>
 Operating Income (Loss)	 <u>\$ 45,836</u>	 <u>\$ 81,688</u>	 <u>\$ 127,524</u>
Non-Operating Receipts (Expenses)			
ARPA Grants	\$	\$ 52,576	\$ 52,576
Interest Income	122		122
Interest Expense		(116,737)	(116,737)
Miscellaneous	<u> </u>	<u>47</u>	<u>47</u>
 Total Non-Operating Receipts (Expense)	 <u>\$ 122</u>	 <u>\$ (64,114)</u>	 <u>\$ (63,992)</u>
 Income (Loss) Before Transfers	 <u>\$ 45,958</u>	 <u>\$ 17,574</u>	 <u>\$ 63,532</u>
 Transfers	 <u>(35,626)</u>	 <u>(95,290)</u>	 <u>(130,916)</u>
 Changes in Net Position	 <u>\$ 10,332</u>	 <u>\$ (77,716)</u>	 <u>\$ (67,384)</u>
 Total Net Position, Beginning	 <u>282,913</u>	 <u>4,033,310</u>	 <u>4,316,223</u>
 Total Net Position, Ending	 <u>\$ 293,245</u>	 <u>\$ 3,955,594</u>	 <u>\$ 4,248,839</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
STATEMENT OF CASH FLOW - PROPRIETARY FUND
MODIFIED CASH BASIS
For The Year Ended April 30, 2023

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total Enterprise Funds</u>
Cash Flows from Operating Activities			
Receipts from Customers and others	\$ 131,671	\$ 165,077	\$ 296,748
Payment to Suppliers	(51,088)	(56,463)	(107,551)
Payment to Employees	(13,306)		(13,306)
Net Cash Flows from Operating Activities	<u>\$ 67,277</u>	<u>\$ 108,614</u>	<u>\$ 175,891</u>
Cash Flow from Non-Capital Financing Activities:			
Interfund Transfers	<u>\$ (35,626)</u>	<u>\$ (95,290)</u>	<u>\$ (130,916)</u>
Net Cash Flows from Non-Capital Financing Activities	<u>\$ (35,626)</u>	<u>\$ (95,290)</u>	<u>\$ (130,916)</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Fixed Assets	\$ (5,393)	\$ (36,646)	\$ (42,039)
Principal Paid		(60,000)	(60,000)
Interest Expense		(116,737)	(116,737)
Grant Income		52,576	52,576
Net Cash Flows from Capital and Related Financing Activities	<u>\$ (5,393)</u>	<u>\$ (160,807)</u>	<u>\$ (166,200)</u>
Cash Flows from Investing Activities			
Interest Income	<u>\$ 122</u>	<u>\$ -0-</u>	<u>\$ 122</u>
Net Cash Flows from Investing Activities	<u>\$ 122</u>	<u>\$ -0-</u>	<u>\$ 122</u>
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 26,380	\$ (147,483)	\$ (121,103)
Cash and Cash Equivalents at Beginning of Year	<u>71,460</u>	<u>284,701</u>	<u>356,161</u>
Cash and Cash Equivalents at End of Year	<u>\$ 97,840</u>	<u>\$ 137,218</u>	<u>\$ 235,058</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
STATEMENT OF CASH FLOW - PROPRIETARY FUND
MODIFIED CASH BASIS
For The Year Ended April 30, 2023

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total Enterprise Funds</u>
Reconciliation of operating income (loss) to net cash provided by Operating Activities:			
Operating Income (Loss)	\$ 45,836	\$ 81,688	\$ 127,524
Adjustments to Reconcile Net Income (Loss) to Net Cash Flows from Operating Activities:			
Depreciation	\$ 21,441	\$ 26,879	\$ 48,320
Total Adjustments	\$ 21,440	\$ 26,879	\$ 48,320
Net Cash Flows from Operating Activities	<u>\$ 67,277</u>	<u>\$ 108,567</u>	<u>\$ 175,844</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS

Year Ended as of April 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Windsor is located in Mercer County, Illinois. It provides its citizens with a wide range of services, including general government activities and water and sewer utilities.

The financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than Generally Accepted Accounting Principles (GAAP) established by the Governmental Accounting Standards Board (GASB). These modified cash basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP, in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the modified cash basis of accounting.

FINANCIAL REPORTING ENTITY

These financial statements present the Village of Windsor, Illinois, as a standalone government. The reporting entity for the Village includes all functions of the government in which the Village's Board of Trustees exercises oversight responsibility. Oversight responsibility is determined by the extent of financial interdependency, control over the selection of governing authority and management, ability to influence operations significantly, and accountability for fiscal matters. Based on these criteria, there are no component units that would require inclusion in the Village's financial statements in accordance with Government Accounting Standards Board Statement 14.

BASIS OF PRESENTATION

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole within the limitations of the modified cash basis of accounting for the governmental activities. Governmental activities are generally financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed, in whole or in part, by fees charged to external parties for goods or services.

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into funds. A fund is an independent accounting entity with a self-balancing set of accounts for recording its assets, liabilities, revenues, expenditures, and fund balance. Funds are organized into two major categories: governmental and proprietary categories. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise funds are at least 10 percent of the corresponding total for all funds of that category, or type, and
- b. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund or enterprise funds are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF PRESENTATION (Continued)

The funds for the reporting entity are described below:

Governmental Funds:

General Fund

The General Fund is the Village’s primary operating fund and is always classified as a major fund. It accounts for all activities except those legally or administratively required to be accounted for in other funds.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of the specific revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the Village. The reporting entity includes the following special revenue funds, which are reported as major funds:

<u>Fund</u>	<u>Brief Description</u>
Motor Fuel Tax Fund	Accounts for revenues received and expenditures paid from Illinois Department of Transportation funds.

Proprietary Fund Type

Enterprise Fund

Enterprise Funds are used to account for business-like activities provided to the general public. These activities are financed primarily through user charges, and the measurement of financial activity focuses on net income measurement. The reporting entity includes the following enterprise funds that are reported as major funds:

<u>Fund</u>	<u>Brief Description</u>
Water Fund	Accounts for the revenues and expenditures of providing water utilities to the public.
Sewer Fund	Accounts for the revenues and expenditures of providing Sewer utilities to the public.

FINANCIAL POSITION

CASH AND CASH EQUIVALENTS

For the purpose of financial reporting, “cash and cash equivalents” includes all checking accounts, savings accounts, and money market deposits.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

FINANCIAL POSITION (Continued)

INVESTMENTS

The Illinois Public Funds Investment Act authorizes the Village to invest in obligations of the U.S. Treasury and U.S. agencies; in interest bearing savings accounts or certificates of deposits or time deposits of any bank as defined by the Illinois Banking Act; in short term obligations of U.S. corporations with assets exceeding \$500,000,000; in money market mutual funds registered under the Investment Company Act of 1940; or in interest bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district of the State of Illinois, or any other state. Investments are carried at cost, which approximates fair market value.

CAPITAL ASSETS

The Village's modified cash basis of accounting reports capital assets resulting from cash transactions and reports depreciation where appropriate. The accounting treatment of property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations, and whether they are reported in the government-wide statements or the fund financial statements.

Government-Wide Statements

In the government-wide financial statements, capital assets arising from cash transactions are accounted for as assets in the Statement of Net Position. Such assets are recorded at their historical cost or, if the actual cost is unavailable, at an estimated historical cost.

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$1,500 and an estimated useful life of more than one year are used to report capital assets. The Village has elected to apply its capitalization requirement prospectively to general infrastructure assets (such as roads and bridges) beginning in fiscal year 2005. The minimum capitalization threshold for infrastructure assets is \$50,000. The range of estimated useful lives by type of asset is as follows:

<u>Type of Asset</u>	<u>Life in Years</u>
Buildings and System	20 - 50
Roadways, Bridges, and Culverts	15 - 50
Traffic Signal and Signage	10 - 20
General Equipment	7 - 10
Vehicles	5
Computer Equipment	5

Fund Financial Statements

In the fund's financial statements, capital assets acquired through cash transactions for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets acquired for use in proprietary fund operations are accounted for in the same manner as in the government-wide statements.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS

Year Ended as of April 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

FINANCIAL POSITION (Continued)

LONG-TERM DEBT

In the government-wide statements, all long-term debt arising from cash-basis transactions to be repaid from governmental and business-type resources is reported as liabilities.

Long-term debt arising from cash-basis transactions of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other "financing sources," and the payment of principal and interest is reported as expenditures. The accounting for proprietary funds is the same in the fund financial statements as the treatment in the government-wide statements.

NET POSITION/FUND BALANCE CLASSIFICATIONS

GOVERNMENT-WIDE STATEMENTS

Net Position is classified and displayed in three components:

Net investment in capital assets - consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvements of those assets, and adjusted for any deferred inflows and outflows of resources attributable to capital assets and related debt.

Restricted—consists of assets reduced by liabilities and deferred inflows or resources related to those assets, with restriction constraints placed on their use either by external groups, such as creditors, grantors, contributors, or laws and regulations of other governments, or by law through constitutional provisions or enabling legislation.

Unrestricted - net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

FUND FINANCIAL STATEMENTS

Government Fund

The difference among assets, deferred outflows, liabilities, and deferred inflows of governmental funds is reported as fund balance and classified as non-spendable, restricted, committed, assigned, and unassigned based on the respective level of constraint. These constraints are defined as follows:

Non-spendable - amounts that cannot be spent because they are either not in spendable form, or are legally or contractually required to be maintained intact.

Restricted - amounts constrained regarding use from restrictions externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or by restrictions imposed by law through constitutional provisions or enabling legislation.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS

Year Ended as of April 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NET POSITION/FUND BALANCE CLASSIFICATIONS (Continued)

FUND FINANCIAL STATEMENT (CONTINUED)

Committed - amounts constrained regarding use for specific purposes pursuant to requirements imposed by formal action of the Village's Board of Trustees

Assigned - amounts constrained by the Village's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the Board of Trustees or by an official to whom that authority has been given.

Unassigned - the residual classification of the General Fund for spendable amounts that have not been restricted, committed, or assigned to specific purposes.

It is the Village's policy to first use restricted fund balances prior to the use of unrestricted fund balances when an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available. It is also the Village's policy first to use committed fund balances before assigned fund balances and assigned fund balances before unassigned amounts when an expenditure is incurred for purposes for which amounts in those classifications are available to be used.

Proprietary Funds

The difference among assets, deferred outflows, liabilities, and deferred inflows of proprietary funds is reported as net position and classified in the same manner as the government-wide financial statements, as previously described.

INTERNAL AND INTERFUND BALANCES AND ACTIVITIES

During the process of aggregating financial information for the government-wide Statement of Net Position and Statement of Activities, certain amounts reported as interfund activities and balances in the fund financial statements have been eliminated or reclassified.

FUND FINANCIAL STATEMENTS

Interfund activity resulting from cash transactions or events, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

- a. Interfund loans. Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
- b. Interfund transfers. Flow of assets from one fund to another when repayment is not expected is reported as transfers in and out.
- c. Interfund reimbursements. Repayments from funds responsible for certain expenditures or expenses to the funds that initially paid for them are not reported as reimbursements, but as Adjustments to expenditures or expenses in the respective funds.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS

Year Ended as of April 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

INTERNAL AND INTERFUND BALANCES AND ACTIVITIES (Continued)

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Interfund activity and balances resulting from cash transactions or events, if any, are eliminated in the government-wide financial statements as follows:

- a. *Internal balances.* Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the "Governmental" and "Business-Type Activities" columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
- b. *Internal activities.* Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities, except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers - Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

REVENUES, EXPENDITURES, AND EXPENSES

PROGRAM REVENUES

In the Statement of Activities, modified cash basis revenues that are derived directly from each activity or from parties outside the Village's taxpayers are reported as program revenues. The Village has the following program revenues in each activity:

General Government

Franchise Fees and Miscellaneous Income

All other government revenues are reported as general revenue, and all taxes are classified as general revenue, even if restricted for a specific purpose.

OPERATING REVENUE AND EXPENSES

Operating revenues and expenses for proprietary funds result from providing services and producing, as well as delivering, goods and/or services. They also include all revenues and expenses not related to capital and related financing, noncapital financing, or investing activities.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus refers to the transactions or events that are recorded within the various financial statements. The basis of accounting refers to the rules and procedures for recording transactions or events, regardless of the measurement focus applied.

MEASUREMENT FOCUS

In the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus. The governmental activities are presented within the limitations of the modified cash basis of accounting.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

In the fund financial statements of the governmental activities, the current financial resources measurement focuses or the economic resources measurement focus, as applied to the modified cash basis of accounting, is used as appropriate:

All governmental funds utilize the current financial resources measurement focus within the limitations of the modified cash basis of accounting. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The proprietary fund utilizes an economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), net financial position, and cash flows. All assets and liabilities (whether current or noncurrent, financial or nonfinancial) associated with their activities are reported. Proprietary fund equity is classified as net position.

BASIS OF ACCOUNTING

In the Government-Wide Statement of Net Position and Statement of Activities and the fund financial statements, the governmental activities are presented on a modified cash basis of accounting, which is a basis of accounting other than GAAP as established by GASB. This basis of accounting involves modifications to the cash basis of accounting to report in the statements of net position or balance sheets cash transactions or events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transaction or event occurred. Such reported balances include investments, interfund receivables and payables, capital assets and their related depreciation, as well as short-term and long-term liabilities arising from cash transactions or events.

This modified cash basis of accounting differs from GAAP primarily because, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected and other accrued revenue and receivables) and certain liabilities and their related expenses or expenditures (such as accounts payable and expenses for goods or services received but not yet paid, and other accrued expenses and liabilities) are not recorded in these financial statements.

If the Village utilized the accounting basis recognized as generally accepted in the United States, the fund financial statements for governmental funds would use the modified accrual basis of accounting. In contrast, the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financial statements would be presented on an accrual basis of accounting.

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles, and the modified cash basis of accounting used by the Village, requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS

Year Ended as of April 30, 2023

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

By its nature as a local government unit, the Village is subject to various federal, state, and local laws and contractual regulations. The following noncompliance was considered material to the financial statements.

The Sewer Operations Fund exceeded their Authorized budget by \$66,941.

NOTE 3 - DEPOSITS AND INVESTMENTS

DEPOSITS

The Village's deposits at year-end were entirely covered by federal depository insurance or by collateral held by the Village's custodial bank in the Village's name.

INVESTMENTS

As of April 30, 2023, the Village's investments were as follows:

	<u>Fair</u>	<u>Investment Maturity</u>	
<u>Governmental Activities:</u>	<u>Value</u>	<u>Less Than</u>	<u>One to</u>
		<u>One Year</u>	<u>Five Years</u>
Motor Fuel Tax	\$ 94,688	\$ 94,688	\$ -0-
Total Certificates of Deposits	<u>\$ 94,688</u>	<u>\$ 94,688</u>	<u>\$ -0-</u>

The Village's cash and equivalents are subject to several types of risk, which are examined in detail as follows:

Custodial Credit Risk - Custodial risk refers to the possibility that, in the event of a bank failure, the Village will be unable to recover the value of its investment.

Concentration of Credit Risk - Concentration of Credit Risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Village's investment policy places no limit on the amount the Village may invest in any one issuer.

NOTE 4 - INTERFUND LOANS AND TRANSFERS

INTERFUND LOANS

There were no interfund loans during the year ended April 30, 2023.

INTERFUND TRANSFERS

<u>Governmental Funds</u>		<u>Enterprise Funds</u>		<u>Total</u>
General Fund	\$ 141,081			\$ 141,081
Motor Fuel Tax	(10,165)			(10,165)
		Water works	(35,626)	(35,626)
		Sewer works - O	37,670	37,670
		Sewer works - B	(2,044)	(2,044)
		Sewer works - C	10,165	10,165
		Sewer works - G	<u>(141,081)</u>	<u>(141,081)</u>

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

Total \$ 130,916 \$ (130,916) \$ -0-
NOTE 4 - INTERFUND LOANS AND TRANSFERS (Continued)

The amounts transferred were for payroll reimbursements and to meet debt service requirements in the enterprise funds.

NOTE 5 - CAPITAL ASSETS

The following is a summary of changes in capital asset activity, resulting from modified cash basis transactions, for the fiscal year ended:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ <u>31,000</u>	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>31,000</u>
Capital Assets, Being Depreciated:				
Buildings	\$ <u>72,502</u>	\$ <u>3,000</u>	\$ <u>-0-</u>	\$ <u>75,502</u>
Equipment	<u>208,270</u>	<u>15,415</u>	<u> </u>	<u>223,685</u>
Total Capital Assets, Being Depreciated	\$ <u>280,772</u>	\$ <u>18,415</u>	\$ <u>-0-</u>	\$ <u>299,187</u>
Less Accumulated Depreciation				
Buildings	\$ <u>(38,023)</u>	\$ <u>(2,148)</u>	\$ <u>-0-</u>	\$ <u>(40,171)</u>
Equipment	<u>(116,881)</u>	<u>(23,224)</u>	<u> </u>	<u>(140,105)</u>
Total Accumulated Depreciation	\$ <u>(154,904)</u>	\$ <u>(25,372)</u>	\$ <u>-0-</u>	\$ <u>(180,276)</u>
Total Capital Assets, Being Depreciated, Net	\$ <u>125,868</u>	\$ <u>(6,957)</u>	\$ <u>-0-</u>	\$ <u>118,911</u>
Governmental Activities, Capital Assets, Net	\$ <u>156,868</u>	\$ <u>(6,957)</u>	\$ <u>-0-</u>	\$ <u>149,911</u>

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

NOTE 5 - CAPITAL ASSETS (Continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business - Type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 14,680	\$ -0-	\$ -0-	\$ 14,680
Capital Assets, Being Depreciated:				
<u>Water System:</u>				
Water System	\$ 287,382	\$	\$	\$ 287,382
Equipment	196,718	5,393		202,111
<u>Sewer System:</u>				
Construction in Progress	8,026,951	36,646	(8,063,597)	-0-
Sewer System	<u> </u>	<u>8,063,597</u>	<u> </u>	<u>8,063,597</u>
Total Capital Assets, Being Depreciated	<u>\$ 8,511,051</u>	<u>\$ 8,105,636</u>	<u>\$ (8,063,597)</u>	<u>\$ 8,553,090</u>
Less Accumulated Depreciation				
<u>Water System:</u>				
Water System	\$ (259,186)	\$ (1,989)	\$	\$ (261,175)
Equipment	(28,141)	(19,452)		(47,593)
<u>Sewer System:</u>				
Sewer System	<u> </u>	<u>(26,879)</u>	<u> </u>	<u>(26,879)</u>
Total Accumulated Depreciation	<u>\$ (287,327)</u>	<u>\$ (48,320)</u>	<u>\$ -0-</u>	<u>\$ (335,647)</u>
Total Capital Assets, Being Depreciated, Net	<u>\$ 8,223,724</u>	<u>\$ 8,057,316</u>	<u>\$ (8,063,597)</u>	<u>\$ 8,217,443</u>
Business – Type Activities, Capital Assets, Net	<u>\$ 8,238,404</u>	<u>\$ 8,057,316</u>	<u>\$ (8,063,597)</u>	<u>\$ 8,232,123</u>

Depreciation was charged to function as follows in the Statement of Activities:

Primary Government

Governmental Activities:

General Government \$ 25,372

Business-Type Activities: 48,320

Total Depreciation \$ 73,692

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

NOTE 6 - LONG-TERM DEBT

BUSINESS-TYPE ACTIVITIES

A summary of the changes in long-term debt for the proprietary funds for the year ended is as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending</u> <u>Balance</u>
USDA Revenue Bonds – Series A	\$ 3,600,000	\$ -0-	\$ (50,000)	\$ 3,550,000
USDA Revenue Bonds – Series B	<u>675,000</u>	<u> </u>	<u>(10,000)</u>	<u>665,000</u>
	<u>\$ 4,275,000</u>	<u>\$ -0-</u>	<u>\$ (60,000)</u>	<u>\$ 4,215,000</u>

USDA Revenue Bonds – Series A:

The Village entered into a loan agreement with the United States Department of Agriculture Rural Development for \$3,600,000, which provides a long-term loan to be repaid through sewer system revenues. As of April 30, 2023, the outstanding balance of the loan is \$3,550,000. The final repayment is due May 1, 2059. The interest rate is 2.75%. The Village of Windsor's sewer revenue secures the loan.

Total annual debt service requirements to maturity for long-term debt are as follows:

	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
				\$ 3,550,000
2024	146,664	96,664	50,000	3,500,000
2025	155,682	95,682	60,000	3,440,000
2026	153,768	93,768	60,000	3,380,000
2027	152,118	92,118	60,000	3,320,000
2028	155,399	90,399	65,000	3,255,000
2029-2033	765,308	425,308	340,000	2,915,000
2034-2038	769,639	374,639	395,000	2,520,000
2039-2043	766,514	316,514	450,000	2,070,000
2044-2048	760,891	250,891	510,000	1,560,000
2049-2053	765,308	175,308	590,000	970,000
2054-2058	768,242	88,242	680,000	290,000
2059-2060	<u>297,942</u>	<u>7,942</u>	<u>290,000</u>	
	<u>\$ 5,657,475</u>	<u>\$ 2,107,475</u>	<u>\$ 3,550,000</u>	

USDA Revenue Bonds – Series B:

The Village entered into a loan agreement with the United States Department of Agriculture Rural Development for \$675,000, which provides a long-term loan to be repaid through sewer system revenues. As of April 30, 2023, the outstanding balance of the loan is \$665,000. The final repayment is due May 1, 2059. The interest rate is 2.75%. The Village of Windsor's sewer revenue secures the loan.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

NOTE 6 - LONG-TERM DEBT (Continued)

BUSINESS-TYPE ACTIVITIES (Continued)

The long-term debt, currently payable from business-type fund resources:

Total annual debt service requirements to maturity for long-term debt are as follows:

	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
				\$ 665,000
2024	28,099	18,099	10,000	655,000
2025	27,923	17,923	10,000	645,000
2026	27,599	17,599	10,000	635,000
2027	27,324	17,324	10,000	625,000
2028	27,049	17,049	10,000	615,000
2029-2033	145,588	80,588	65,000	550,000
2034-2038	145,499	70,499	75,000	475,000
2039-2043	140,112	60,112	80,000	395,000
2044-2048	147,453	47,453	100,000	295,000
2049-2053	143,437	33,437	110,000	185,000
2054-2058	151,561	16,561	135,000	50,000
2059-2060	<u>51,232</u>	<u>1,232</u>	<u>50,000</u>	
	<u>\$ 1,062,876</u>	<u>\$ 397,876</u>	<u>\$ 665,000</u>	

NOTE 7- RESTRICTED ASSETS

The amounts reported as restricted assets include \$164,167 in state motor fuel taxes, which are to be used for Village street maintenance. In addition, Rebuild Illinois Grant funds are restricted for use on approved projects.

NOTE 8 - RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; and natural disasters, all of which are satisfactorily insured by general liability, property, and workers' compensation insurance. During the year ended, there were no significant reductions in coverage. Also, there have been no significant amounts that have exceeded insurance coverage in the past five years.

The Village is insured under a retrospectively rated policy for workers' compensation coverage, whereas the initial premium may be adjusted based on experience. Adjustments in premiums are recorded when paid or received. During the year ended, there were no significant adjustments in premiums based on actual experience.

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

NOTE 9 - 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 July. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments in June and September. The Village received multiple distributions from the Mercer County Treasurer between July and November 2022. Taxes collected during the year ended April 30, 2023, were from the 2021 tax levy and were recorded as revenue upon receipt by the Village. The board passed the 2023 levy on July 10th, 2022.

A summary of assessed valuations, tax rates, extensions, and collections is as follows:

	<u>2021</u>	<u>2022</u>
Assessed Valuation - Mercer County	\$ 7,696,696	\$ 8,273,582
Tax Rate (Per \$100 Assessed Valuation):		
Corporate	.233800	.250000
Road & Bridge	.000000	.000000
Audit	.194900	.205474
Social Security	.127700	.020343
Chlorination of Sewage	<u>.002000</u>	<u>.000000</u>
Total	<u>.558400</u>	<u>.475817</u>
<u>Tax Extension:</u>		
Corporate	\$ 17,995	\$ 20,684
Road & Bridge	12,546	13,214
Audit	15,001	17,000
Social Security	9,829	1,683
Chlorination of Sewage	<u>154</u>	<u> </u>
Total	<u>\$ 55,525</u>	<u>\$ 52,581</u>
<u>Collections:</u>		
Corporate	\$ 18,115	\$ -0-
Road & Bridge	12,567	
Audit	15,101	
Social Security	9,894	
Chlorination of Sewage	<u>155</u>	
Total	<u>\$ 55,832</u>	<u>\$ -0-</u>

VILLAGE OF WINDSOR, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
Year Ended as of April 30, 2023

NOTE 10- LEGAL DEBT MARGIN

Assessed valuation, 2023 Tax Year	<u>\$ 8,273,582</u>
Statutory Debt Limitation (8.625% of Assessed Valuation)	\$ 713,596
Debt Outstanding	4,215,000
Exempt Debt - EPA	<u>(4,215,000)</u>
Legal Debt Margin	<u>\$ 713,596</u>

NOTE 11 - FUND BALANCES

Fund balances of the Village's governmental funds at April 30, 2023, are classified as follows regarding level of constraint:

Fund Balances:	General Fund	Special Revenue Fund
Restricted for Public Safety	\$ 2,306	\$
Restricted for Tax Levies	11,396	
Restricted for Street Maintenance		164,167
Unassigned	<u>233,483</u>	<u> </u>
Total Fund Balances	<u>\$ 247,185</u>	<u>\$ 164,167</u>

NOTE 12 – PENSION PLAN AND OTHER POST-EMPLOYMENT BENEFITS

Village employees are not covered by the Illinois Municipal Retirement Fund (IMRF) pension plan or any other plan, and the village does not provide any other post-employment benefits for its employees.

NOTE 13 - COMPENSATED ABSENCES

Compensated absences in the form of accrued vacation and sick pay are not significant. The amounts are recorded as expenditures when they are paid.

NOTE 14 - DATE OF MANAGEMENT'S REVIEW

Subsequent events have been evaluated through the date of the Independent Auditors' Report, which is the date the financial statements were available to be issued.