CITY OF MARSEILLES, ILLINOIS

ANNUAL FINANCIAL REPORT

Year Ended April 30, 2026

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HOPKINS & ASSOCIATES
Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Commissioners
City of Marseilles, IL

Opinions
We have audited the accompanying financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Marseilles, Illinois, as of and for the year ended April 30, 2026, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the Table of Contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Marseilles, as of April 30, 2026, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements
Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the retirement plan information in Schedules 1 and 2 and budgetary comparison information in Schedules 3 and 4, and Notes to the Budgetary Comparison Schedules be presented to supplement the basic financial statements, as listed as *Required Supplementary Information* in the table of contents. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedules 5-11 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and 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, Schedules 5-11 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We have also issued our report dated June 30, 2026, on the City of Marseilles' compliance with State of Illinois Public Act 85-1142, see page 69. The purpose of that report is to describe the scope of our testing on compliance with Subsection (q) of Illinois Compiled Statutes 65 of (ILCS) 5/11-74.4-3 of the Illinois' Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142).

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2026, on our consideration of the City of Marseilles' 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 City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

Hopkins & Assoc.

Granville, Illinois
June 30, 2026

HOPKINS & ASSOCIATES
Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable Mayor and Commissioners
City of Marseilles, IL

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Marseilles as of and for the year ended April 30, 2026, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 30, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hopkins & Assoc.

Granville, Illinois
June 30, 2026

CITY OF MARSEILLES
GOVERNMENT-WIDE STATEMENT OF NET POSITION
April 30, 2026

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Unit
ASSETS				
Cash and Cash Equivalents (Note 2)	$ 6,298,366	$ 1,787,618	$ 8,085,984	$ 371,902
Receivables (net) :				
Property Tax (Note 1C)	1,722,000	135,000	1,857,000	-
Other (Note 7)	237,375	269,298	506,673	
Prepaid Expenses (Note 16)	143,280	-	143,280	-
Capital Assets: (Note 3)				
Land	316,137	-	316,137	-
Buildings and Improvements	4,351,094	-	4,351,094	-
Streets and Land Improvements	16,232,306	-	16,232,306	-
Machinery, Equipment, and Vehicles	3,678,822	1,666,187	5,345,009	-
Water and Sewer Systems	-	28,617,923	28,617,923	-
Accumulated Depreciation	(12,179,447)	(13,039,996)	(25,219,443)	-
Total Assets	$ 20,799,933	$ 19,436,030	$ 40,235,963	$ 371,902
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflow related to pension	$ 1,833,224	$ -	$ 1,833,224	$ -
Total Assets and Deferred Outflows	$ 22,633,157	$ 19,436,030	$ 42,069,187	$ 371,902
LIABILITIES				
Accounts Payable (Note 7)	$ 19,044	$ 10,727	$ 29,771	$ -
Accrued Wages (Note 7)	75,770	18,670	94,440	-
Payroll Tax Liabilities (Note 7)	83,751	-	83,751	1,100
Current Deposits	-	-	-	-
Long-Term Liabilities: (Note 11)				
Accrued Compensated Absences	150,158	24,796	174,954	-
Due within One Year	590,333	343,215	933,548	-
Due in more than One Year	2,151,348	6,641,967	8,793,315	-
Net Pension Liability (Note 13)	1,334,963	-	1,334,963	-
Total Liabilities	$ 4,405,367	$ 7,039,375	$ 11,444,742	$ 1,100
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows - Property Taxes (Note 1C)	$ 1,722,000	$ 135,000	$ 1,857,000	$ -
Deferred Inflows - Related to Pensions (Note 13)	4,003,340	-	4,003,340	-
Total Deferred Inflows of Resources	$ 5,725,340	$ 135,000	$ 5,860,340	$ -
NET POSITION				
Net Investment in Capital Assets	$ 9,657,231	$ 10,258,932	$ 19,916,163	$ -
Retricted - nonexpendable	143,280	-	143,280	-
Restricted for: (Note 4)				
Capital Projects	-	398,183	398,183	-
Debt Service	9,410	527,868	537,278	-
Economic Development	853,958	-	853,958	-
Road Maintenance	426,982	-	426,982	-
Other Purposes	863,809	-	863,809	115,582
Unrestricted	547,780	1,076,672	1,624,452	255,220
Total Net Position	$ 12,502,450	$ 12,261,655	$ 24,764,105	$ 370,802
Total Liabilities, Deferred Inflows, and Net Position	$ 22,633,157	$ 19,436,030	$ 42,069,187	$ 371,902

See accompanying notes to basic financial statements.

Statement 2

CITY OF MARSEILLES
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
Year Ended April 30, 2026

		Program Revenues			Net (Expense) Revenue and Changes in Net Position			
					Primary Government			
Functions/Programs	**Expenses**	**Fee/Fines Charges for Service**	**Operating Grants and Refunds**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-Type Activities**	**Total**	**Component Unit**
Governmental Activities:								
General Administration	$ 1,419,432	$ 146,918	$ 74,025	$ -	$ (1,198,489)		$ (1,198,489)	$ -
Public Safety	1,988,447	77,134	-	-	(1,911,313)		(1,911,313)	-
Streets and Alleys	1,400,991	-	-	-	(1,400,991)		(1,400,991)	-
Parks, Recreation, and Library	104,807	51,934	-	33,567	(19,306)		(19,306)	-
Municipal Buildings and Grounds	780,212	-	-	-	(780,212)		(780,212)	-
Economic Development	57,483	-	-	-	(57,483)		(57,483)	-
Interest on Long-Term Debt	135,519	-	-	-	(135,519)		(135,519)	-
Total Governmental Activities	$ 5,886,891	$ 275,986	$ 74,025	$ 33,567	$ (5,503,313)		$ (5,503,313)	$ -
Business-Type Activities:								
Water and Sewer	$ 2,280,836	$ 2,573,688	$ -	$ -		$ 292,852	$ 292,852	$ -
Total Business-Type Activities	$ 2,280,836	$ 2,573,688	$ -	$ -		$ 292,852	$ 292,852	$ -
Total Primary Government	$ 8,167,727	$ 2,849,674	$ 74,025	$ 33,567	$ (5,503,313)	$ 292,852	$ (5,210,461)	$ -
Component Unit:								
Marseilles Public Library	$ 231,937	$ 22,653	$ 7,146	$ -	$ -	$ -	$ -	$ (202,138)
General revenues:								
Taxes:								
Property Taxes					$ 1,663,316	$ 135,300	$ 1,798,616	$ 141,521
Income Tax					888,367	-	888,367	-
Sales and Use Taxes					1,110,256	-	1,110,256	-
Utility Tax					340,738	-	340,738	-
Telecommunications Tax					36,589	-	36,589	-
Motor Fuel Tax and Grant Income					222,236	-	222,236	-
Replacement Tax					160,201	-	160,201	13,632
Franchise Tax					31,867	-	31,867	-
Road and Bridge Tax					61,609	-	61,609	-
Video Gaming and Cannabis Tax					159,271	-	159,271	-
Interest Earned					143,530	6,771	150,301	13,274
Other General Revenue					36,589	-	36,589	10,696
Total General Revenues					$ 4,854,569	$ 142,071	$ 4,996,640	$ 179,123
Change in Net Position from Operations					$ (648,744)	$ 434,923	$ (213,821)	$ (23,015)
Change in Net Pension Liability and Deferrals					618,865	-	618,865	-
Annexation Agreement Revenue - Constellation Energy					3,000,000	-	3,000,000	-
Transfer In (Note 6)					146,028	542,784	688,812	-
Transfer (Out) (Note 6)					(79,728)	(609,084)	(688,812)	-
Change in Net Position					$ 3,036,421	$ 368,623	$ 3,405,044	$ (23,015)
Net Position - Beginning					9,466,029	11,893,032	21,359,061	393,817
Net Position - Ending					$ 12,502,450	$ 12,261,655	$ 24,764,105	$ 370,802

See accompanying notes to basic financial statements.

CITY OF MARSEILLES
BALANCE SHEET
ALL GOVERNMENTAL FUNDS
April 30, 2026

	General Fund	Community Improvement Fund	Motor Fuel Tax Fund	Other Govermental Funds	TOTAL
ASSETS					
Cash and Cash Equivalents (Note 2)	$ 4,337,312	$ 295,660	$ 409,097	$ 1,256,297	$ 6,298,366
Accounts Receivable (Note 7)	132,515	-	17,885	86,975	237,375
Property Tax Receivable (Note 1C)	402,000	-	-	1,320,000	1,722,000
Prepaid Expenses (Note 16)	-	-	-	143,280	143,280
Total Assets	$ 4,871,827	$ 295,660	$ 426,982	$ 2,806,552	$ 8,401,021
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE					
Liabilities:					
Accounts Payable (Note 7)	$ 19,044	$ -	$ -	$ -	$ 19,044
Accrued Wages (Note 7)	75,770	-	-	-	75,770
Payroll Tax Liabilities (Note 7)	-	-	-	83,751	83,751
Total Liabilities	$ 94,814	$ -	$ -	$ 83,751	$ 178,565
Deferred Inflows of Resources:					
Deferred Property Taxes (Note 1C)	$ 402,000	$ -	$ -	$ 1,320,000	$ 1,722,000
Total Deferred Inflows of Resources	$ 402,000	$ -	$ -	$ 1,320,000	$ 1,722,000
Fund Balances (Note 1):					
Nonspendable	$ -	$ -	$ -	$ 143,280	$ 143,280
Restricted	96,767	295,660	426,982	1,334,750	2,154,159
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	4,278,246	-	-	(75,229)	4,203,017
Total Fund Balances	$ 4,375,013	$ 295,660	$ 426,982	$ 1,402,801	$ 6,500,456
Total Liabilities and Fund Balances	$ 4,871,827	$ 295,660	$ 426,982	$ 2,806,552	$ 8,401,021

Reconciliation of the Balance Sheet of Governmental Funds to Statement of Net Position

Total Fund Balances - All Governmental Funds	$ 6,500,456
The amount of the book value of capital assets at April 30, 2026. (In governmental fund statements, all capital assets are expensed as purchased. Under GASB No. 34 in the government-wide statements of net position, capital assets are presented at book value.)	12,398,912
The amount of Net Pension Liability at April 30, 2026. (In the government-wide statement of net position, net pension liability is reported as a long-term liability).	(1,334,963)
The amount of Deferred Outflows & Inflows at April 30, 2026 related to the net pension liability (In the government-wide statement of net position, net pension liability is report as a long-term liability).5	(2,170,116)
The amount of the book value of debt at April 30, 2026. (Governmental funds do not report debt on the balance sheet. In the government-wide statement of net position, debt is reported as a long-term liability.)	(2,741,681)
The amount of accrued compensated absences liability at April 30, 2026. (Governmental funds do not report this long-term liability on the balance sheet. In the government-wide statement of net position, accrued compensated absences is reported as a long-term liability.)	(150,158)
Total Net Position of Governmental Activities	$ 12,502,450

See accompanying notes to basic financial statements.

CITY OF MARSEILLES
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUNDS
Year Ended April 30, 2026

REVENUES	General Fund	Community Improvement Fund	Motor Fuel Tax Fund	Other Govermental Funds	TOTAL
Property Tax	$ 342,994	$ -	$ -	$ 1,320,322	$ 1,663,316
Licenses, Fees, and Other Permits	55,796	-	-	-	55,796
Franchise Fees	31,867	-	-	-	31,867
Telecommunications Tax	36,589	-	-	-	36,589
MFPD Annual Payment	13,317	-	-	-	13,317
Ambulance Service (Rent/Utilities)	4,800	-	-	-	4,800
Income Tax	888,367	-	-	-	888,367
Replacement Tax	145,201	-	-	15,000	160,201
Sales and Use Tax	1,110,256	-	-	-	1,110,256
Cannabis Use Tax	7,283	-	-	-	7,283
Video Gaming Tax	151,988	-	-	-	151,988
Road and Bridge Tax	61,609	-	-	-	61,609
Freedom Run	-	-	-	-	-
Fines and Ordinance Violations	33,814	-	-	-	33,814
Administrative Fee	79,992	-	-	-	79,992
ATV and Cell Tower Park	11,130	-	-	-	11,130
Utility Tax and Utilities Reimbursement	340,738	-	-	-	340,738
Drug & DUI Fines, Fees, and Tower Rent	-	-	-	25,203	25,203
Motor Fuel Tax and Grant Income	-	-	222,236	-	222,236
Concessions and Pool Income	-	-	-	51,934	51,934
Grant Revenue	6,632	-	-	-	6,632
Reimbursements	67,393	-	-	-	67,393
Interest Income	107,220	6,045	19,072	11,193	143,530
Donations	33,567	-	-	-	33,567
Other	12,256	1,920	-	22,413	36,589
Total Revenues	$ 3,542,809	$ 7,965	$ 241,308	$ 1,446,065	$ 5,238,147
EXPENDITURES					
Current:					
General Administrative	$ 744,096	$ -	$ -	$ 669,808	$ 1,413,904
Public Safety	1,846,241	-	-	5,177	1,851,418
Streets and Alleys	430,268	-	494,220	124,715	1,049,203
Parks, Recreation, and Library	-	-	-	91,257	91,257
Municipal Buildings and Grounds	635,236	3,380	-	6,975	645,591
Economic Development	-	-	-	57,483	57,483
Debt service:					
Loan Interest	124,997	-	-	10,522	135,519
Loan Principal	134,114	-	-	395,000	529,114
Capital Outlay	873,171	-	-	34,542	907,713
Total Expenditures	$ 4,788,123	$ 3,380	$ 494,220	$ 1,395,479	$ 6,681,202
Excess (Deficiency) of Revenues over Expenditures	$ (1,245,314)	$ 4,585	$ (252,912)	$ 50,586	$ (1,443,055)
Transfer In (Note 6)	$ -	$ 8,022	$ -	$ 138,006	$ 146,028
Transfer (Out) (Note 6)	-	-	-	(79,728)	(79,728)
Constellation Energy - Annexation Agreement	3,000,000	-	-	-	3,000,000
Proceeds from Debt Issuance	514,761	-	-	-	514,761
Net Change in Fund Balances	$ 2,269,447	$ 12,607	$ (252,912)	$ 108,864	$ 2,138,006
Fund Balances - Beginning	2,105,566	283,053	679,894	1,293,937	4,362,450
Fund Balances - Ending	$ 4,375,013	$ 295,660	$ 426,982	$ 1,402,801	$ 6,500,456

See accompanying notes to basic financial statements.

CITY OF MARSEILLES
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended April 30, 2026

Net Change in Fund Balances - Total Governmental Funds	$ 2,138,006
The amount by which capital outlays less disposals exceeded depreciation in the current period. (Governmental Funds report capital outlays as expenditures and do not report depreciation. In the government-wide statement of activities the costs of the purchased capital assets are reported as depreciation expense over the estimated useful lives of the assets.)	261,175
The amount by which debt service exceeded interest paid. (Governmental Funds report debt service interest paid and debt service principal payments as expenditures. In the government-wide statement of activities the cost of the debt service interest paid is reported as Interest on Long-Term Debt as a functional expenditure. Principal paid reduces the long-term liability and, in turn, is not recorded as an expenditure.)	529,114
Proceeds from the Issuance of Debt. (Governmental Funds report loan proceeds as revenue. In the government-wide statement of net positiion the principal received from the loan generates a long-term liability and, in turn, is not recorded as revenue.)	(514,761)
The change in Accrued Compensated Absences. (Governmental Funds do not report expenditures that do not require current use of financial resources.)	4,022
The change in Net Pension Liability and related Deferred Inflows/Outflows. (Governmental Funds do not report expenditures that do not require current use of financial resources.)	618,865
Change in Net Position of Governmental Activities	$ 3,036,421

See accompanying notes to basic financial statements.

CITY OF MARSEILLES
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
April 30, 2026

	Waterworks & Sewerage Fund	Total Proprietary Funds
ASSETS		
Current Assets:		
Cash and Cash Equivalents(Note 2)	$ 1,787,618	$ 1,787,618
Receivables:		
Accounts Receivable (Note 7)	269,298	269,298
Property Tax Receivable (Note 1C)	135,000	135,000
Non-Current Assets:		
Capital Assets: (Note 3)		
Infrastructure	28,617,923	28,617,923
Vehicles and Equipment	1,666,187	1,666,187
Accumulated Depreciation	(13,039,996)	(13,039,996)
Total Assets	$ 19,436,030	$ 19,436,030
DEFERRED OUTFLOWS OF RESOURCES	$ -	$ -
Total Assets and Deferred Outflows	$ 19,436,030	$ 19,436,030
LIABILITIES		
Current Liabilities:		
Accounts Payable (Note 7)	$ 10,727	$ 10,727
Current Deposits	-	-
Accrued Wages (Note 7)	18,670	18,670
Non-Current Liabilities: (Note 11)		
Accrued Compensated Absences	24,796	24,796
Due within One Year	343,215	343,215
Due in more than One Year	6,641,967	6,641,967
Total Liabilities	$ 7,039,375	$ 7,039,375
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows - Property Taxes (Note 1C)	$ 135,000	$ 135,000
Total Deferred Inflows of Resources	$ 135,000	$ 135,000
NET POSITION		
Net Investment in Capital Assets	$ 10,258,932	$ 10,258,932
Restricted-nonexpendable	-	-
Restricted for:		
Capital Projects	398,183	398,183
Debt Service	527,868	527,868
Other Purposes	-	-
Unrestricted	1,076,672	1,076,672
Total Net Position	$ 12,261,655	$ 12,261,655
Total Liabilities, Deferred Inflows, and Net Position	$ 19,436,030	$ 19,436,030

See accompanying notes to basic financial statements.

Statement 6

CITY OF MARSEILLES
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year Ended April 30, 2026

	Waterworks & Sewerage Fund	Total Enterprise Funds
OPERATING REVENUES		
Charges for Service:		
Water Fees	$ 1,024,923	$ 1,024,923
Sewer Fees	1,366,731	1,366,731
Penalties	74,264	74,264
Extra Water Meters	102,585	102,585
Storwater Fee	-	-
Other	5,185	5,185
Total Operating Revenues	$ 2,573,688	$ 2,573,688
OPERATING EXPENSES		
Salaries	$ 538,917	$ 538,917
Health Insurance	127,448	127,448
Uniform Allowance	22,000	22,000
Engineering Service and Administrative Consultant	64,593	64,593
Legal Service	3,966	3,966
Other Professional Services	108,494	108,494
Telephone, Cell Phone, Pagers	16,916	16,916
Utilities	217,016	217,016
Repairs and Maintenance	63,348	63,348
Supplies and Small Equipment	114,525	114,525
Auto Fuel/Oil	12,059	12,059
Chemicals	54,848	54,848
Administrative Expense	79,992	79,992
Depreciation	655,093	655,093
Miscellaneous	6,278	6,278
Total Operating Expenses	$ 2,085,493	$ 2,085,493
Net Operating Income (Loss)	$ 488,195	$ 488,195
NON-OPERATING REVENUE (EXPENSES)		
Interest Revenue	$ 6,771	$ 6,771
Property Tax	135,300	135,300
Transfer In (Note 6)	542,784	542,784
Transfer (Out) (Note 6)	(609,084)	(609,084)
Interest Expense	(195,343)	(195,343)
Grant Revenue	-	-
Changes in Net Position - Current Year	$ 368,623	$ 368,623
Total Net Position - Beginning	11,893,032	11,893,032
Total Net Position - Ending	$ 12,261,655	$ 12,261,655

See accompanying notes to basic financial statements.

CITY OF MARSEILLES
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended April 30, 2026

	Waterworks & Sewerage Fund	Total Proprietary Funds
Cash flows from operating activities:		
Cash Received from Customers	$ 2,532,279	$ 2,532,279
Payments to Employees & for Employee Benefits	(659,104)	(659,104)
Payments to Suppliers	(828,308)	(828,308)
Other Operating Revenues (Expenses)	8,056	8,056
Net cash provided by operating activities	$ 1,052,923	$ 1,052,923
Cash flows from non-capital financing activities:		
Transfers In	$ 542,784	$ 542,784
Transfers (Out)	(609,084)	(609,084)
Property Tax Received	135,300	135,300
Net cash provided (used) by non-capital financing activities	$ 69,000	$ 69,000
Cash flows from capital and related financing activities:		
Grant Proceeds	$ -	$ -
Capital Improvements	(481,746)	(481,746)
Interest Expense on Bonds and Loan Agreements	(195,343)	(195,343)
Principal Payments on Loans	(333,215)	(333,215)
Net cash (used) by capital financing activities	$ (1,010,304)	$ (1,010,304)
Cash flows from investing activities:		
Interest Revenue	$ 6,771	$ 6,771
Net cash provided by investing activities	$ 6,771	$ 6,771
Net increase in cash and cash equivalents	$ 118,390	$ 118,390
Cash and equivalents, April 30, 2025	1,669,228	1,669,228
Cash and equivalents, April 30, 2026	$ 1,787,618	$ 1,787,618
Reconciliation of Operating Income (Loss) to Net Cash provided (used) by Operating Activites		
Operating Income (Loss)	$ 488,195	$ 488,195
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation	$ 655,093	$ 655,093
Changes in Assets and Liabilities		
(Increase) Decrease in Other Assets	(84,745)	(84,745)
Increase (Decrease) in Payables	(5,620)	(5,620)
Total Adjustments	$ 564,728	$ 564,728
Net Cash provided by operating activites	$ 1,052,923	$ 1,052,923

See accompanying notes to basic financial statements.

Statement 8

CITY OF MARSEILLES
STATEMENT OF FIDUCIARY NET POSITION
POLICE PENSION FUND
April 30, 2026

		Pension Trust Fund
ASSETS		
Cash & Cash Equivalents	$	167,173
Investments:		
Pooled Investment Accounts		8,031,711
Total Assets	$	8,198,884
LIABILITIES	$	-
NET POSITION		
Net Position Restricted for Pensions	$	8,198,884
Total Net Position	$	8,198,884
Total Liabilites and Net Position	$	8,198,884

Statement 9

CITY OF MARSEILLES
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
POLICE PENSION FUND
Year Ended April 30, 2026

ADDITIONS		
Employer Contributions	$	214,792
Employee Contributions		103,953
Interest and Dividend Income		2,157
Net Appreciation in Fair Value of Investments		1,518,325
Less Investment Expense		(10,275)
Total Additions	$	1,828,952
DEDUCTIONS		
Benefits payments and Refunds of Member Contributions	$	300,313
Administrative Expenses		14,734
Total Deductions	$	315,047
Change in Net Position	$	1,513,905
Net Position, Beginning of the Year		6,684,979
Net Position, End of the Year	$	8,198,884

See accompanying notes to basic financial statements.

Note 1 - Summary of Significant Accounting Policies

A. General

The City of Marseilles, Illinois, is operated under a Commissioners-Mayor form of government. The City's major operations include police protection, parks and recreation, public works, and general administrative services. In addition, the City owns and operates a water and sewer system.

For the year ended April 30, 2026, the financial statements are being presented in compliance with Governmental Accounting Standards Board (GASB) Statement No. 34, as described in more detail in Note 1C.

B. Reporting Entity

The City of Marseilles, Illinois, includes all of the funds and account groups relevant to the operation of the City in the financial statements reported herein.

The criteria of GASB pronouncements have been considered in determining the activities to be included in this report. As required by generally accepted accounting principles, these financial statements present the City (the primary government) and its component units. In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include potential component units in the reporting entity was based upon the significance of their operational or financial relationship with the primary government.

These financial statements present the City (the primary government) and its component unit, The Marseilles Public Library.

The Marseilles Public Library provides educational and recreational services to residents of the City and the surrounding communities. The Library's board is appointed by the Mayor and Commissioners of the City of Marseilles. The Library is included in the reporting entity since it is financially accountable, as ownership lies with the City. Separate audited financial statements of the Library are available by contacting the Marseilles Public Library.

C. Basis of Accounting

The City maintains its accounting records on the cash basis and year-end adjustments are recorded to convert to the accrual basis or modified accrual basis as prescribed by generally accepted accounting principles. In the government-wide financial statements, the accrual basis is used, and revenues are recognized when earned and expenses are recognized when the related liability is incurred. In the governmental funds financial statements, the modified accrual basis is used. Under

Note 1 - Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting (Continued)

the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available, except for the property tax receivable which is discussed below. Available means collectible within 60 days. Expenditures are recognized when the related liability is incurred. All revenue and expense accounts are subject to accrual.

Property tax receivable and a balancing deferred inflow of resources are recorded in the government-wide statement of net position and in the fund financial statements. These amounts are measurable but not available.

D. Basic Financial Statements – Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The City's net position is reported in four parts: net investment in capital assets; restricted-nonspendable; restricted net position; and unrestricted net position. Fiduciary funds are not included in government-wide statements; however, the net pension liability associated with the police pension fund is included on Statement 1 as it is the City's obligation.

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities. The functions are also supported by general government revenues. The Statement of Activities reduces gross expenses by related program revenues and operating and capital grants. Program revenues must be directly associated with the function of the business-type activity. Operating grants include operating-specific and discretionary grants while the capital grants column reflects capital-specific grants.

The City does not allocate indirect costs. The government-wide focus is more on the sustainability of the City as an entity and the change in its net position resulting from the current year's activities.

As a general rule the effect of internal activity has been eliminated from the government-wide financial statements.

Note 1 - Summary of Significant Accounting Policies (Continued)

E. Basic Financial Statements—Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses. The various funds are reported by generic classifications within the financial statements.

1. Governmental Funds:

The focus of the governmental funds' measurement is upon determination of financial position and changes in financial position rather than upon net income. For reporting purposes, the City has elected to treat the General Fund, Community Improvement Fund (Special Revenue Fund), and the Motor Fuel Tax Fund (Special Revenue Fund) as major funds, and has considered all other governmental funds to be non-major funds. In Statements 3 and 4, these non-major funds are reported as "Other Governmental Funds." Details of these funds can be found in Schedules 7 and 8. The following is a description of governmental fund types:

a. General Fund is the general operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.
b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City has fourteen other Special Revenue Funds: the Public Benefit and Comfort Station Funds (combined into one fund for purposes of this report), the Drug & DUI Fund, the Audit Fund, the Liability Insurance Fund, the IMRF Fund, the Social Security Fund, the Community Improvement Fund, the Motor Fuel Tax Fund, the Recreation Fund, the ESDA Fund, TIF Funds #4 and #5, the East Broadway Economic Fund, the Community Development Fund, and the Special Assessment Funds (combined into one fund for purposes of this report).
c. Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt for governmental funds. The City has one debt service fund: the Working Cash Bond Fund.
d. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The City has two Capital Projects Fund (Street/Capital Improvements Fund and Sewer Lining Grant Fund).

Note 1 - Summary of Significant Accounting Policies (Continued)

E. Basic Financial Statements—Fund Financial Statements (Continued)

2. Proprietary Funds:

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed through user charges. The City has one Enterprise Fund: the Waterworks and Sewerage Fund, which accounts for water service and sewage treatment and disposal. Debt service funds, Capital Projects, and Other Small Funds that have been maintained separately in the City's accounting system have been included in the Waterworks and Sewerage Fund for purposes of this report.

3. Fiduciary Funds:

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support City programs. The reporting focus is on net position and changes in net position. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements. The City has one fiduciary type fund, the Police Pension Fund, which is a pension trust fund.

F. Budgets and Budgetary Accounting

Budgetary control is on the total expenditure level for each fund. All budgets are on the cash basis. Budgets are prepared for all funds and all budgets lapse at year-end. The budget was approved by the Board and is used throughout the year for financial comparisons. The Operating Budget is presented in Schedules 3 – 6.

The Mayor and Commissioners, during the first quarter of the new fiscal year, adopt an appropriation ordinance. The appropriation ordinance is the document by which the corporate authorities appropriate such sums of money as are deemed necessary to defray all necessary expenses and liabilities of the City and specify the objects and purposes for which the appropriations are made and the amount appropriated for each object or purpose.

Note 1 - Summary of Significant Accounting Policies (Continued)

G. Capital Assets

Capital assets are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Purchases of capital assets for amounts less than the threshold level are expensed in the year purchased. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets that exceed the threshold level is provided on the straight-line basis over the following estimated useful lives:

Assets	Threshold	Life (years)
General Government:		
Buildings	$ 2,500	50
Improvements	2,500	50
Vehicles and Equipment	2,500	5 - 20
Infrastructure	2,500	50

GASB 34 requires the City to report and depreciate new infrastructure assets as of May 1, 2004. Infrastructure assets, which include streets and alleys, would likely be the largest asset class of the City; however, neither their historical cost nor related depreciation has been reported in the financial statements nor is its re-creation required. The Mayor and Commissioners have elected to report infrastructure only prospectively.

GASB 34 requires the retrospective recognition of capital assets other than infrastructure. The current year's financial statements include that recognition.

The City has considered possible impairments to its capital assets and asserts that there are none known or anticipated.

H. Revenue and Expenses

Program revenues in government-wide financial statements generally include fees, rentals, permits, fines, and other specifically billed revenues. In proprietary funds, operating revenues and expenses are distinguished from non-operating items because they are clearly traceable to the functioning of the specific service provided to the customers.

Note 1 - Summary of Significant Accounting Policies (Continued)

I. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

J. Investments and Cash Equivalents

All investments held by the city are cash or cash equivalents (readily converted to cash). Deposits in banks or savings associations are valued at cost, which is equivalent to fair value. For purposes of the statement of cash flows, the proprietary funds consider short-term highly liquid investments, including time deposits at financial institutions, to be cash equivalents. The fiduciary fund investments were moved to a pooled investment account with police pension funds of other municipalities across the state. These investments are reported at market value as provided by the agents.

K. Restricted and Unrestricted Resources

When an expense is incurred in which both restricted and unrestricted net position/fund balances are available, it is the City's policy to first apply the restricted resources.

L. Compensated Absences and Post-Employment

GASB 101 – Compensated Absences was implemented in the prior fiscal year. The liability for compensated absences has been calculated using the requirements of this standard.

Note 1 - Summary of Significant Accounting Policies (Continued)

M. Fund Balance Classification

In order to comply with GASB 54, the City adheres to the fund balance classification requirements. Fund balances in the fund financial statements will now be classified as follows:

a. Nonspendable – Fund balances should be considered to be nonspendable if funds are not in spendable form, or are legally or contractually required to be maintained intact. The City has a nonspendable fund balance in the Liability Insurance Fund for prepaid insurance $143,280.
b. Restricted – Fund balances should be considered to be restricted when constraints placed on funds are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The City has restricted fund balances in the General Fund, see Note 4. Additionally, all fund balances that are not considered nonspendable in the following funds are restricted: Public Benefit, Comfort Station, Street Capital Improvement, Drug & DUI, Audit, Liability Insurance, IMRF, Social Security, Motor Fuel Tax, Recreation, ESDA, TIF #4, and #5, Community Development, East Broadway Economic, Bond, Capital Projects, Sewer Lining Grant, Community Improvement, and Special Assessments.
c. Committed – Fund balances should be considered to be committed if funds can only be used for specific purposes as a result of constraints imposed by formal action of the City's Board of Trustees. The City does not have any committed fund balances.
d. Assigned – Fund balances should be considered to be assigned if amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. This City does not have any assigned fund balances.
e. Unassigned – Fund balances should be considered to be unassigned if they are a portion of the General fund balances that have not been considered to be restricted, committed, or assigned to specific purposes.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

Note 2 - Cash, Cash Equivalents, and Investments

Primary Government and Component Unit

The City is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30ILCS 235). In general, the City may invest in obligations of the United States of America or its agencies (or guaranteed by the full faith and credit of the same) and certain time deposits and short-term obigations as defined in the Public Fund Investment Act. Cash accounts are maintained at the Marseilles Bank (MB) in Marseilles, Illinois; OSB Community Bank (OSB) in Marseilles, Illinois; and Illinois Funds held at U.S. Bank (IF) in Springfield, Illinois. At year-end, the carrying amount of the City's cash and deposits was $8,457,886 and the bank balances totaled $8,513,084.

Cash and investments are categorized in accordance with risk factors. Deposits are insured by the FDIC to $250,000 for transaction accounts and $250,000 for time deposit accounts per bank. All deposits are either insured or secured with pledged securities.

		Bank Balance	Book Balance
Type 1	Fully insured by FDIC	$ 554,797	$ 554,797
Type 2	Secured by bank letter of credit pledged to City but in the bank's name	5,337,482	5,282,184
Type 3	Uninsured	-	100
		$ 5,892,279	$ 5,837,081
Uncategorized -	Uncategorized Illinois Fund - secured by State of Illinois	2,620,805	2,620,805
		$ 8,513,084	$ 8,457,886

The major divergence between book and bank balances consisted of outstanding checks and deposits in transit at April 30, 2026.

The City maintained a balance in the Illinois Funds as noted in the table above. The State Treasurer maintains the Illinois Treasurer's Investment Pool (Pool) at cost and fair value through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the Pool at less than 25 days. The Pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The Pool maintains a Standard and Poor's AAAm rating. The relationship between the City and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship. All funds deposited in the Pool are classified as cash equivalents as all could be withdrawn on a day's notice. Although not subject to regulatory oversight, the fund is administered in accordance with the provisions of the Illinois Public Funds Investment Act, 30 ILCS 235.

Note 2 - Cash, Cash Equivalents, and Investments (Continued)

Police Pension Investments

The Police Pension fund has investments in bank checking and savings accountsand a pooled investment account. Investments of the police pension fund are held at OSB Community Bank and Marseilles Bank, Marseilles, Illinois. The pooled investment account is with IPOPIF, which is an investment account that holds investments from police pension plans of municipalities throughout the State of Illinois. A significant portion of the police pension investments of the City of Marseilles Police Pension Fund were moved into this pooled investment account during the fiscal year ended April 30, 2025. The investments have been recorded at market value at April 30, 2026. The investments are allocated as follows:

Account Type	Balance
Checking Account	$ 167,173
Pooled Investment Accounts	8,031,711
Total Cash and Investment Balance	$ 8,198,884

Please note that other risks related to cash, cash equivalents, and investments are discussed in more detail in Note 10.

Note 3 - Capital Assets

The City's Fixed Assets are valued at historical cost or estimated historical cost, if actual cost is not known. A detailed listing is on file with the City Treasurer.

The current year additions to capital assets were $907,713 for governmental activities and $481,746 for business-type activities. There were no deletions or impairments of fixed assets identified during the fiscal year.

COST BASIS

	Beginning of Year	Additions	Deletions	End of Year
General Assets				
Non-Depreciable Assets				
Land	$ 316,137	$ -	$ -	$ 316,137
Depreciable Assets				
Infrastructure	$ 15,828,505	$ 403,801	$ -	$ 16,232,306
Buildings and Improvements	3,993,085	358,009	-	4,351,094
Vehicles and Equipment	3,532,919	145,903	-	3,678,822
Total General Assets	$ 23,670,646	$ 907,713	$ -	$ 24,578,359
Water and Sewer Fund				
Depreciable Assets				
Infrastructure	$ 28,136,177	$ 481,746	$ -	$ 28,617,923
Vehicles and Equipment	1,666,187	-	-	1,666,187
Total Water and Sewer Assets	$ 29,802,364	$ 481,746	$ -	$ 30,284,110
GrandTotal	$ 53,473,010	$ 1,389,459	$ -	$ 54,862,469

ACCUMULATED DEPRECIATION

	Beginning of Year	Additions	Deletions	End of Year
General Assets				
Depreciable Assets				
Infrastructure	$ 7,414,938	$ 324,646	$ -	$ 7,739,584
Buildings and Improvements	1,012,913	134,621	-	1,147,534
Vehicles and Equipment	3,105,058	187,271	-	3,292,329
Total General Assets	$ 11,532,909	$ 646,538	$ -	$ 12,179,447
Water Sewer Fund				
Depreciable Assets				
Infrastructure	$ 10,829,574	$ 570,588	$ -	$ 11,400,162
Vehicles and Equipment	1,555,329	84,505	-	1,639,834
Total Water Sewer Assets	$ 12,384,903	$ 655,093	$ -	$ 13,039,996
GrandTotal	$ 23,917,812	$ 1,301,631	$ -	$ 25,219,443

Depreciation is allocated to the following functions: Streets, $351,788; Buildings, $134,621; Public Safety, $137,029; Recreation, $13,550; Admin, $9,550; Water and Sewer, $655,093.

Note 4 - Restricted Fund Balances and Restricted Net Position

Amounts in the Motor Fuel Tax Fund are classified as restricted in the fund financial statements and in the government-wide financial statements. The amount restricted at April 30, 2026 totals $426,982.

Amounts restricted for debt service total $9,410 in the governmental funds, and $527,868 in the proprietary fund. Amounts restricted for capital projects total $398,183 in the proprietary fund.

Prepaid Insurance of $143,280 is classified as nonspendable fund balance in the liability insurance fund, and as a restricted net asset on the government-wide statement of net assets.

Special levies for police protection, garbage, street lighting, and school crossing guards are deposited in the general fund. All property tax money received for these special levies was expended in the year ended April 30, 2026. No restricted fund balance is necessary for these items. The General Fund maintains bank accounts for Freedom Run, Bicentennial, Police Association, Middle East Conflict Wall, Fall Fest, and Fun Days that hold donations and deposits that are restricted to be used for these purposes. The fund balance in the general fund for these restricted purposes is $96,767.

Restrictions for other special levied taxes and other restricted amounts at April 30, 2026 are as follows:

	Restricted 4/30/2026
Public Benefit and Comfort Station	$ 325,210
Street Capital Improvement	-
Drug and DUI	60,335
Audit	27,900
IMRF	121,456
Social Security	37,220
Recreation	167,379
East Broadway Economic	37,137
ESDA	27,542
Other TIF	244,207
Housing Rehab Grant Fund	-
Community Development	276,954
Community Improvement	295,660
	$ 1,621,000

Note 5 - Property Tax

Property taxes are attached as an enforceable lien on property as of January 1, 2024. Taxes are collectible in two installments on July 1 and September 1. The County Collector distributes these taxes to the various entities and funds within 30 days of collection. The City adopted a Tax Levy Ordinance in December of 2024. The tax assessment for the City for 2024 was $86,753,093. The extension and collections were as follows:

	Rate	Extension	Received	Difference
Corporate	0.25000	$ 216,883	216,673	
Bonds and Interest	0.46744	405,519	405,125	
IMRF	0.15677	136,003	135,870	
Police Protection	0.07500	65,065	65,002	
Garbage	0.02075	18,001	17,984	
Sewerage	0.05000	43,377	43,335	
Audit	0.03228	28,004	27,977	
Liability Insurance	0.34005	295,004	294,717	
Street Lighting	0.05000	43,377	43,335	
Playground	0.09000	78,078	78,002	
Public Benefit	0.04611	40,002	39,963	
ESDA	0.01153	10,003	9,993	
Social Security	0.23054	200,001	199,806	
School Crossing Guard	0.00000	-	-	
Public Comfort Station	0.02306	20,005	19,985	
Waterworks	0.04611	40,002	39,963	
Stormwater	0.06000	52,052	52,002	
	1.94964	$ 1,691,376	$ 1,689,732	$ (1,644)
Road and Bridge*	N/A	N/A	61,609	
	1.94964	$ 1,691,376	$ 1,751,341	$ (1,644)
Police Pension	0.24783	215,000	214,792	(208)
TIF District	N/A	$ 108,983	108,884	$ (99)

*Levied through the township.

Note 6 - Interfund Payables/Receivables and Transfers

There were no interfund payables/receivables at year-end. Interfund transfers during the year were approved to help finance operations of another fund, to help pay for infrastructure improvements made during the year, or to help finance debt obligations during the year. All transfers were properly approved by the board. The Interfund transfers during the year are as follows:

	Transfer In	Transfer Out
Street Capital Improvement	$ 80,000	$ -
Community Improvement	8,022	-
Public Benefit	-	24,000
East Broadway	4,000	-
TIF IV	-	54,006
TIF V	54,006	1,722
Water	41,049	320,004
Sewer	63,739	417,996
Water Improvement I	320,004	20,000
Sewer Improvement I	12,000	-
Sewer Improvement II	425,996	66,300
Extra Meter Fund	-	104,788
Totals	$ 1,008,816	$ 1,008,816

Note 7 - Other Receivables and Payables

At April 30, 2026, the following receivables are recorded:

- Accounts Receivable – Water and sewer billings not yet collected at April 30, including the May 2026 billing. Other receivables identified by the Clerk including income tax due from the State at April 30.
- Accrued Payroll Tax Liabilities – Unpaid wages and the related IMRF, FICA, and Medicare taxes for work performed in the current fiscal year.
- Accounts Payable – Unpaid bills for materials received or services provided at year end.

Note 8 - Insurance Risk Management

The City provides for risk management by securing comprehensive insurance through private carriers. The Mayor reports no major changes in insurance coverage or risk during the current fiscal year. Insurance premiums are paid through the Liability Insurance Fund. Tort levy funds were expended for the following purposes: liability insurance premiums, $279,926.

Note 9 - Leases

There are no leases outstanding at April 30, 2026.

Note 10 - Risk Management

The City faces several types of risk. The following is a discussion of the nature of the risks, the significance to the government, and the policies in place to reduce the risk:

1) Custodial credit risk for deposits is the risk that in the event of bank or broker failure, the deposits may be in peril. The government policy is to either keep deposit amounts below F.D.I.C. insurance levels at a specific institution or to require the institution pledge securities or a letter of credit to insure the deposits in excess of F.D.I.C. levels. The results are disclosed in Note 2. This risk is low.
2) Interest rate risk is the risk that interest rate changes may adversely affect the fair value of investments. Since the government's investments are all cash or cash equivalents, this risk is minimal. The City's long-term debt accrues at fixed interest rates; therefore, interest rate risk related to debt is also minimal. Since the City continually borrows to finance improvements, increases in interest rates could have a negative impact in the future.
3) Concentration of credit risk is the risk of loss attributed to the magnitude of the government's investment in a single issuer. The Police Pension fund has significant investments in government bonds and insurance contracts. These are backed by the U.S. Treasury and other organizations but fluctuate in value. This risk is moderate to low.
4) Risk of loss of fixed assets is the risk that fire, wind, theft, etc. may reduce or eliminate the value of buildings, property, equipment, and other assets. The government has comprehensive insurance coverage to minimize this risk. During the past three years, settlements have been less than coverage. This risk is low.
5) Risk of claims and judgments is the risk that the assets of the government may be impaired due to an employee or officer's actions or failure to act. This risk is minimized by the comprehensive coverage provided by private carriers. This risk is low.

Note 11 - Long-Term Debt

The City's long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

Governmental Activities

As of April 30, 2026, the long-term debt payable from governmental fund resources consisted of the following:

$35,655 Commercial Loan for purchase of police car completed in FY 2022. Note is for a term of 4 years at an interest rate of 2.60%. Note was paid in full during FY 2026.	-
$24,185 Commercial Loan for purchase of police car completed in FY 2022. Note is for a term of 4 years at an interst rate of 2.60%. Note was paid in full during FY 2026.	-
$36,580 Commercial Loan for purchase of police car completed in FY 2023. Note is for a term of 4 years at an interst rate of 3.13%. Note was paid in full during FY 2026.	-
$40,140 Commercial Loan for purchae of police car completed in FY 2024. Note is for a term of 4 years at an interest rate of 4.25%.	20,997
$41,323 Commercial Loan for purchase of police car completed in FY 2024. Note is for a term of 4 years at an interst rate of 4.25%.	31,484
$2,255,000 GO Bonds 2023A issuance completed in FY 2024. Bonds are at an interest rate of 6.0% and a term of 16 years. Annual principal payments will be made.	2,110,000
$29,481 Commercial Loan for purchase of a bucket truck completed in FY 2025. Note is for a term of 5 years at an interest rate of 5.32%. Annual payments will be made.	22,615
$54,523 Commercial Loan for purchase of a dump truck completed in FY 2025. Note is for a term of 5 years at an interest rate of 5.32%. Annual payments will be made.	41,825
$30,571 Commercial Loan for purchase of a Ford F350 truck completed in FY 2026. Note is for a term of 4 years at an interest rate of 5.75%. Annual payments will be made.	30,571
$54,190 Commercial Loan for purchase of a Cheverolet Tahoe completed in FY 2026. Note is for a term of 4 years at an interest rate of 3.65%. Annual payments will be made.	54,189
$430,000 GO Bonds Series 2026 issuance completed in FY 2026. Bonds are at an interest rate of 3.28% and become payable in full on December 1, 2026.	430,000
Total Governmental Activities Debt	$ 2,741,681

Business-Type Activities

As of April 30, 2026, the long-term debt payable from proprietary fund resources consisted of the following:

Note 11 - Long-Term Debt (Continued)

$1,783,315 IEPA loan due in semi-annual istallments of $41,221 through June 20, 2031; interest rate is 0.00%	$ 485,182
$2,175,000 GO Bond Series 2021B issued in March of 2021. Bonds will be paid in full in April of 2041.	$ 2,155,000
$5,445,000 GO Bond Series 2021A issued in March of 2021. Bonds will be paid in full in April of 2041.	$ 4,345,000
Total Long-Term Debt - Business-Type Activities	$ 6,985,182

Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended April 30, 2026:

Type of Debt	Balance May 1, 2025	Additions	Deductions	Balance April 30, 2026
Governmental	$ 2,756,034	$ 514,760	$ (529,113)	$ 2,741,681
Business-Type	7,318,397	-	(333,215)	6,985,182
Total	$ 10,074,431	$ 514,760	$ (862,328)	$ 9,726,863

The annual requirements to amortize long-term debt, including interest payments are as follows:

Note 11 - Long-Term Debt (Continued)

Year Ended April 30,	Governmental Activities Principal	Governmental Activities Interest	Governmental Activities Total	Business-Type Activities Principal	Business-Type Activities Interest	Business-Type Activities Total
2027	590,333	135,826	726,159	343,215	188,152	531,367
2028	153,036	116,622	269,658	358,215	180,665	538,880
2029	155,182	110,922	266,104	378,215	172,808	551,023
2030	133,130	100,154	233,284	393,215	164,580	557,795
2031	125,000	89,650	214,650	413,215	156,021	569,236
2032	140,000	82,150	222,150	439,107	145,725	584,832
2033	150,000	73,750	223,750	450,000	133,050	583,050
2034	165,000	64,750	229,750	465,000	119,325	584,325
2035	180,000	56,500	236,500	485,000	105,075	590,075
2036	190,000	47,500	237,500	500,000	90,300	590,300
2037	205,000	38,000	243,000	510,000	75,150	585,150
2038	220,000	27,750	247,750	530,000	59,550	589,550
2039	240,000	16,750	256,750	550,000	43,350	593,350
2040	95,000	4,750	99,750	575,000	26,475	601,475
2041	-	-	-	595,000	8,925	603,925
Total	$2,741,681	$ 965,074	$3,706,755	$ 6,985,182	$ 1,669,151	$ 8,654,333

Note 12 - Legal Debt Margin

Taxed Assessed Valuation - 2025 Tax Year		$ 101,758,656
Statutory Debt Limitation (8.625%)		$ 8,776,684
Total Debt	$ 10,074,431	
Excludable from Limit:	(6,985,182)	3,089,249
Legal Debt Margin		$ 5,687,435

Note 13 - Retirement Benefits

All employees are covered by Social Security and Medicare. The City has two pension plans covering eligible employees. A summary of each plan follows:

Illinois Municipal Retirement Fund

Plan Description – The employer'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 Employer's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are

Note 13 - Retirement Benefits (Continued)

available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

All three IMRF benefit plans have two tiers. Employees hired ***before*** January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired ***on or after*** January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96.

Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of: 3% of the original pension amount, or ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms – As of December 31, 2025, the following employees were covered by the benefit terms:

Note 13 - Retirement Benefits (Continued)

Membership

Number of	
- Retirees and Beneficiaries	37
- Inactive, Non-Retired Members	5
- Active Members	16
Total	58

Contributions – As set by statute, the Employer's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Employer's annual contribution rate for calendar years 2025 and 2026 were 11.35% and 11.07% respectively. For the fiscal year ended April 30, 2026, the Employer contributed $151,653 to the plan. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability – The Employer's net pension liability was measured as of December 31, 2025. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions - The following are the methods and assumptions used to determine total pension liability at December 31, 2025. The **actuarial cost method** used was Entry Age Normal. The **asset valuation method** used was Market Value of Assets. The **inflation rate** was assumed to be 2.25%. **Salary increases** were expected to be 2.85-13.75%, including inflation. The **investment rate of return** was assumed to be 7.25%. **Projected retirement age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated of the 2023 valuation according to an experience study from years 2020-2022. For **mortality**, for **non-disabled retirees,** the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2021. For **disabled retirees,** the Pub-2021, Amount-Weighted, below-median income, General, and Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For **active members**, the Pub-2021, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation.

Note 13 - Retirement Benefits (Continued)

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Portfolio Target Allocation	Long-Term Expected Real Rate of Return
Equities	32.5%	7.35%
International Equities	18.0%	7.45%
Fixed Income	24.0%	4.75%
Real Estate	10.5%	6.25%
Alternatives	14.0%	8.50%
Cash Equivalents	1.0%	3.00%
Total	100.0%	

Single Discount Rate – A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects: 1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and 2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 4.83%, and the resulting single discount rate is 7.25%.

Note 13 - Retirement Benefits (Continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2024	$ 8,016,426	$ 7,109,145	$ 907,281
Changes for the year:			
Service Cost	89,994	-	89,994
Interest on the Total Pension Liability	561,114	-	561,114
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	316,062	-	316,062
Changes of Assumptions	-	-	-
Contributions - Employer	-	143,616	(143,616)
Contributions - Employees	-	53,060	(53,060)
Net Investment Income	-	1,139,275	(1,139,275)
Benefit Payments, including Refunds of Employee Contributions	(643,845)	(643,845)	-
Other (Net Transfer)	-	211,460	(211,460)
Net Changes	323,325	903,566	(580,241)
Balances at December 31, 2025	$ 8,339,751	$ 8,012,711	$ 327,040

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

	1% Lower 6.25%	Current Discount 7.25%	1% Higher 8.25%
Net Pension Liability / (Asset)	$ 1,238,453	$ 327,040	$ (403,375)

Pension Expense, Deferred Outlfows of Resources, and Deferred Inflows of Resources Related to Pensions – For the year ended April 30, 2026, the Employer recognized a pension benefit of $118,210. At April 30, 2026, the Employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Note 13 - Retirement Benefits (Continued)

Deferred Amounts Related to Pensions	Deferred Outlfows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	$ 234,964	$ 5,623
Changes of assumptions	-	1,265
Net difference between projected and actual earnings on pension plan investments	310,976	730,226
Total Deferred Amounts to be recognized in pension expense in future periods	$ 545,940	$ 737,114
Pension Contributions made subsequent to the Measurement Date	46,028	$ -
Total Deferred Amounts Related to Pensions	$ 591,968	$ 737,114

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31,	Net Deferred Outlfows of Resources
2026	$ 275,685
2027	(124,855)
2028	(169,494)
2029	(126,482)
2030	-
Thereafter	-
Total	$ (145,146)

Police Pension Plan

Police Pension Description

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes, 40 ILCS 5/3-101 et. seq., and may be amended only by the Illinois Legislature. The City accounts for the plan as a pension trust fund. The following information was provided by a GASB 67/68 actuarial valuation prepared by Lauterbach & Amen, LLP with a measurement date of April 30, 2026.

Note 13 - Retirement Benefits (Continued)

Police Pension Plan (Continued)

Employees Covered by Benefit Terms – As of April 30, 2026, the following employees were covered by the benefit terms:

Membership	
Number of	
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	5
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	5
Active Plan Members	9
Total	19

Funding Policy – There is no formal funding policy that exists between the Pension Board and the City at this time. The following factors of the informal funding policy are considered and described as follows:

1. The five-year contribution history of the Employer
2. All other known events and conditions
3. Consideration of subsequent events

Five-Year Contribution History of the Employer – Employer contributions (under the informal policy) should be limited to the average over the most recent five years. In determining the basis for the average there were three possibilities to consider: (a) The average dollar contributions; (b) the average percent of pensionable pay; and (c) the average percent of the actuarial determined contribution. Please see the table below for a summary of these values:

Fiscal Year End	Employer Contributions	Most Applicable ADC	% of ADC	Covered Payroll	% of Payroll
4/30/2026	214,792	343,640	63%	844,449	25.44%
4/30/2025	307,114	352,184	87%	883,478	34.76%
4/30/2024	309,357	369,107	84%	815,921	37.92%
4/30/2023	298,979	360,171	83%	790,238	37.83%
4/30/2022	297,822	367,903	81%	744,961	39.98%

Note 13 - Retirement Benefits (Continued)

Police Pension Plan (Continued)

Other Known Events and Conditions – GASB has a provision for consideration of any other known events or conditions in the most recent five-year history in applying judgment for the informal funding policy. There are no events or conditions that have been considered in the development of the informal funding policy.

Consideration of Subsequent Events – GASB has a provision for modification based on consideration of subsequent events in development of the informal funding policy. There are no subsequent events that have been considered in the development of the informal funding policy.

Net Pension Liability – The Employer's net pension liability was measured as of April 30, 2026. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions (Economic)

Discount Rate used for the Total Pension Liability	6.18%
Long-Term Expected Rate of Return on Plan Assets	6.25%
High Quality 20 Year Tax-Exempt G.O. Bond Rate	4.74%
Projected Individual Salary Increases	4.00% - 6.79%
Projected Increase in Total Payroll	3.25%
Consumer Price Index (Urban)	2.50%
Inflation Rate Included	2.50%

Actuarial Assumptions (Demographic)

Mortality Rates – Developed in the PubS-2010(A) Study improved to 2021 using MP-2021 Improvement Rates. These rates are then improved generationally using MP-2021 Improvement Rates.

Retirement Rates – L&A 2024 Illinois Police Retirement Rates Capped at Age 65

Disability Rates – L&A 2024 Illinois Police Disability Rates

Termination Rates – L&A 2024 Illinois Police Termination Rates

Note 13 - Retirement Benefits - Police Pension Plan (Continued)

Expected Rate of Return on Pension Plan Investments

The Long-Term Expected Rate of Return is intended to represent the best estimate of future real rates of return and is shown for each of the major asset classes in the investment policy. The target asset allocations shown below are representative expectations as disclosed in the Illinois Police Officers' Pension Investment Fund Actuarial Experience Study, dated March 14, 2025, for plan funding purposes. The table below illustrates the best estimate of Long-Term Expected Rates of Return developed for each of the major asset classes, adjusted for expected inflation, as disclosed in the Verus 2026 Capital Market Assumptions (30-year return & risk assumptions), dated November 2025 . The rates provided in the table below are based on a geometric average.

Asset Class	Long-Term Expected Rate of Return	Long-Term Inflation Expectations	Long-Term Expected Real Rate of Return	Target Allocation
US Large	5.60%	2.50%	3.10%	23.00%
US Small	6.50%	2.50%	4.00%	5.00%
International Developed	6.70%	2.50%	4.20%	19.00%
International Developed Small	8.10%	2.50%	5.60%	5.00%
Emerging Markets	6.70%	2.50%	4.20%	6.00%
Private Equity (Direct)	8.00%	2.50%	5.50%	7.00%
Bank Loans	7.30%	2.50%	4.80%	3.00%
High Yield Corp. Credit	7.15%	2.50%	4.65%	3.00%
Emerging Markets Debt	6.70%	2.50%	4.20%	3.00%
Private Credit	8.40%	2.50%	5.90%	5.00%
US TIPS	6.20%	2.50%	3.70%	5.00%
Real Estate	8.20%	2.50%	5.70%	3.00%
Infrastructure	3.90%	2.50%	1.40%	1.00%
Cash	4.90%	2.50%	2.40%	3.00%
Short-Term Gov't/Credit	4.70%	2.50%	2.20%	3.00%
US Treasury	4.70%	2.50%	2.20%	3.00%
Core Plus Fixed Income	5.60%	2.50%	3.10%	3.00%

Discount Rate

The discount rate used in the determination of the Total Pension Liability is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate. Cash flow projections were used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments.

Note 13 - Retirement Benefits (Continued)

Police Pension Plan (Continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at May 1, 2025	$ 8,357,956	$ 6,684,979	$ 1,672,977
Changes for the year:			
Service Cost	257,794	-	257,794
Interest on the Total Pension Liability	529,735	-	529,735
Changes of Benefit Terms	-	-	-
Actuarial Experience	463,941	-	463,941
Assumption Changes	(102,306)	-	(102,306)
Contributions - Employer	-	214,792	(214,792)
Contributions - Employees	-	103,953	(103,953)
Contributions - Other	-	-	-
Net Investment Income	-	1,510,207	(1,510,207)
Benefit Payments, including Refunds of Employee Contributions	(300,313)	(300,313)	-
Administrative Expense	-	(14,734)	14,734
Net Changes	848,851	1,513,905	(665,054)
Balances at April 30, 2026	$ 9,206,807	$ 8,198,884	$ 1,007,923

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the plan's net pension liability, calculated using a Single Discount Rate of 6.18% as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower 5.18%	Current Discount 6.18%	1% Higher 7.18%
Net Pension Liability / (Asset)	$ 2,422,672	$ 1,007,923	$ (136,939)

Pension Expense, Deferred Outlfows of Resources, and Deferred Inflows of Resources Related to Pensions – For the year ended April 30, 2026, the Employer recognized a pension benefit of $500,655. At April 30, 2026, the Employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Note 13 - Retirement Benefits (Continued)

Deferred Amounts Related to Pensions	Deferred Outlfows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	$ 643,298	$ (727,000)
Changes of assumptions	562,808	(1,493,753)
Net difference between projected and actual earnings on pension plan investments	35,150	(1,045,473)
Total Deferred Amounts to be recognized in pension expense in future periods	$ 1,241,256	$ (3,266,226)
Pension Contributions made subsequent to the Measurerment Date	-	-
Total Deferred Amounts Related to Pensions	$ 1,241,256	$ (3,266,226)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending April 30,	Net Deferred Outlfows of Resources	Net Deferred Inflows of Resources
2027	$ -	$ 744,076
2028	-	377,534
2029	-	359,222
2030	-	392,867
2031	-	151,271
Thereafter	-	-
Total	$ -	$ 2,024,970

Combined Totals for both pension plans

The combined net pension liability for both pension plans totaled $1,334,963. The combined deferred outflows of resources for both pension plans totaled $1,833,224. The combined deferred inflows of resources for both pension plans totaled $4,003,340. The combined net pension benefit recognized for both pension plans totaled $618,865 for the year-ended April 30, 2026

Note 14 - Other Post Retirement Benefits Other Than Pensions

The City has evaluated its potential other postemployment benefits liability in accordance with GASB No. 75. The City provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance through the City are required to pay 80% of the current premium. However, only one former employee has chosen to stay in the City's health insurance plan in the last several years. Therefore, there has been low utilization and, therefore, no implicit subsidy to

Note 14 - Other Post Retirement Benefits Other Than Pensions

calculate in accordance with GASB Statement No. 75. Additionally, the City has no former employees for which the City was providing an explicit subsidy and no employees with agreements for future explicit subsidies upon retirement. Therefore, the City has not recorded any postemployment benefit liability as of April 30, 2026.

Note 15 - Loans Receivable

Included in accounts receivable of the non-major special revenue funds are loans receivable in the amount of $86,975 are due from various individuals and businesses in the community to whom the City has loaned money for local business development. Each new loan must be approved by the Mayor and Commissioners.

Note 16 - Prepaid Expense

The City had $143,280 of prepaid insurance expense as of April 30, 2026. Insurance premiums are paid annually at the beginning of each covered year. Seven and a half months of premium payments are considered to be prepaid at year-end.

Note 17 - Expenditures in Excess of Appropriated Amounts

The appropriated amounts exceeded actual expenditures for all of the City's Funds.

Note 18 - Tax Abatements

During 2026, $0 in tax abatements were distributed to developers.

Note 19 - Annexation Agreement – Constellation Energy Generation, LLC.

During 2026, the City agreed to an annexation agreement with Constellation Energy Generation, LLC. As part of the agreement the City received a $3,000,000 payment that was deposited into the General Fund. The City will receive additional payments totaling up to $7 million in future years. The full agreement is on file at City Hall.

Note 20 - Elected and Appointed City Officials – April 30, 2026

Mayor - Elected.........................Jim Hollenbeck
Clerk - Appointed ....Lesley Hart
Treasurer - Appointed...............Cheryl Gray
City Attorney - Appointed........Christina Cantlin
City Engineer - Appointed........Mike Etscheid
Commissioners - Elected: ....Bobby Kaminski – Accounts and Finance
...................................Melissa Small – Public Health and Safety
...................................Jim Buckingham – Public Property and Water
...................................Michael Scheib – Streets and Improvements

Schedule 1

CITY OF MARSEILLES
ILLINOIS MUNICIPAL RETIREMENT FUND - REGULAR EMPLOYEES

Schedule of Changes in the Net Pension Liability and Related Ratios

Calendar Year Ending December 31,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability										
Service Cost	$ 89,994	$ 82,911	$ 91,638	$ 78,668	$ 79,285	$ 91,416	$ 87,240	$ 79,304	$ 82,850	$ 82,058
Interest on the Total Pension Liability	561,114	559,007	529,930	511,003	497,805	474,339	457,758	442,793	445,522	426,342
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	-
Difference Between Expected and Actual Experience	-	-	325,338	148,476	45,114	211,320	78,698	83,534	(13,322)	106,643
Changes of Assumptions	316,062	(19,615)	(13,355)	-	-	(29,681)	-	170,051	(190,588)	(34,450)
Benefit Payments, including Refunds of Employee Contributions	(643,845)	(549,727)	(506,521)	(460,616)	(419,097)	(416,217)	(377,946)	(361,357)	(356,810)	(369,984)
Net Change in Total Pension Liability	$ 323,325	$ 72,576	$ 427,030	$ 277,531	$ 203,107	$ 331,177	$ 245,750	$ 414,325	$ (32,348)	$ 210,609
Total Pension Liability - Beginning	8,016,426	7,943,850	7,516,820	7,239,289	7,036,182	6,705,005	6,459,255	6,044,930	6,077,278	5,866,669
Total Pension Liability - Ending (a)	$8,339,751	$8,016,426	$7,943,850	$7,516,820	$7,239,289	$7,036,182	$6,705,005	$6,459,255	$6,044,930	$6,077,278
Plan Fiduciary Net Position										
Contributions - Employer	$ 143,616	$ 106,967	$ 105,567	$ 125,558	$ 130,789	$ 136,471	$ 111,433	$ 126,850	$ 119,406	$ 137,969
Contributions - Employee	53,060	48,918	47,584	44,489	41,128	41,282	52,630	38,753	37,418	35,905
Net Investment Income	1,139,275	700,737	696,379	(1,013,076)	1,169,838	860,569	1,004,597	(345,798)	923,478	325,212
Benefit Payments, including Refunds of Employee	(643,845)	(549,727)	(506,521)	(460,616)	(419,097)	(416,217)	(377,946)	(361,357)	(356,810)	(369,984)
Other (Net Transfer)	211,460	(187,294)	299,176	65,235	(9,118)	122,637	14,892	145,456	(141,263)	60,403
Net Change in Plan Fiduciary Net Position	903,566	119,601	642,185	(1,238,410)	913,540	744,742	805,606	(396,096)	582,229	189,505
Plan Fiduciary Net Position - Beginning	7,109,145	6,989,544	6,347,359	7,585,769	6,672,229	5,927,487	5,121,881	5,517,977	4,935,748	4,746,243
Plan Fiduciary Net Position - Ending (b)	8,012,711	7,109,145	6,989,544	6,347,359	7,585,769	6,672,229	5,927,487	5,121,881	5,517,977	4,935,748
Net Pension Liability / (Asset) - Ending (a)-(b)	327,040	907,281	954,306	1,169,461	(346,480)	363,953	777,518	1,337,374	526,953	1,141,530
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	96.08%	88.68%	87.99%	84.44%	104.79%	94.83%	88.40%	79.30%	91.28%	81.22%
Covered Valuation Payroll	$1,179,120	$1,087,058	$1,042,121	$ 988,636	$ 913,963	$ 917,377	$ 895,046	$ 861,169	$ 831,518	$ 797,899
Net Pension Liability as a Percentage of Covered Valuation Payroll	27.74%	83.46%	91.57%	118.29%	-37.91%	39.67%	86.87%	155.30%	63.37%	143.07%

Schedule of Employer Contributions - Most Recent Calendar Year

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	129,898	137,969	(8,071)	797,899	17.29%
2017	119,406	119,406	-	831,518	14.36%
2018	126,850	126,850	-	861,169	14.73%
2019	111,433	111,433	-	895,046	12.45%
2020	136,230	136,471	(241)	917,377	14.88%
2021	130,788	130,789	(1)	913,963	14.31%
2022	125,557	125,558	(1)	988,636	12.70%
2023	105,567	105,567	-	1,042,121	10.13%
2024	106,967	106,967	-	1,087,058	9.84%
2025	133,830 *	143,616	(9,786)	1,179,120	12.18%

*Estimated based on contribution rate of 11.35% and covered valuation payroll of $1,179,120.

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

See Notes to the Financial Statements for information on all Methods and Assumptions Used to Determine Contribution Rates.

Schedule 2

CITY OF MARSEILLES
POLICE PENSION FUND

Schedule of Changes in the Net Pension Liability and Related Ratios

Fiscal Years Ending April 30,	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Total Pension Liability										
Service Cost	$ 257,794	$ 312,599	$ 331,243	$ 341,143	$ 401,773	$ 448,667	$ 343,118	$ 351,187	$ 368,906	$ 352,986
Interest on the Total Pension Liability	529,735	464,299	472,060	446,167	386,941	383,519	377,096	354,777	-	256,654
Changes of Benefit Terms	-	-	-	(10,453)	-	-	74,936	-	326,121.00	-
Difference Between Expected and Actual Experience	463,941	(680,768)	197,424	257,286	(810,117)	(701,510)	287,640	(68,246)	(11,658)	(329,721)
Changes of Assumptions	(102,306)	(805,329)	(299,629)	(605,414)	(1,735,775)	(745,104)	2,187,803	219,361	(132,469)	1,340,611
Benefit Payments, including Refunds of Employee Contributions	(300,313)	(296,925)	(557,878)	(201,471)	(154,415)	(126,719)	(158,639)	(70,458)	(68,406)	(92,059)
Net Change in Total Pension Liability	$ 848,851	$ (1,006,124)	$ 143,220	$ 227,258	$ (1,911,593)	$ (741,147)	$ 3,111,954	$ 786,621	$ 482,494	$1,528,471
Total Pension Liability - Beginning	8,357,956	9,364,080	9,220,860	8,993,602	10,905,195	11,646,342	8,534,388	7,747,767	7,265,273	5,736,803
Total Pension Liability - Ending (a)	$ 9,206,807	$ 8,357,956	$ 9,364,080	$ 9,220,860	$ 8,993,602	$ 10,905,195	$11,646,342	$ 8,534,388	$ 7,747,767	$7,265,274
Plan Fiduciary Net Position										
Contributions - Employer	$ 214,792	$ 307,114	$ 309,357	$ 298,979	$ 297,822	$ 262,314	$ 174,841	$ 153,001	$ 128,401	$ 114,018
Contributions - Employee	103,953	87,189	83,890	76,557	75,579	69,081	66,236	66,743	70,128	69,009
Contributions - Other	-	-	-	-	-	-	-	-	-	12,015
Net Investment Income	1,510,207	554,350	519,440	152,573	(408,584)	921,309	50,781	142,542	148,818	213,545
Benefit Payments, including Refunds of Employee Contributions	(300,313)	(296,925)	(557,878)	(201,471)	(154,415)	(126,719)	(158,639)	(70,458)	(68,406)	(92,059)
Other (Net Transfer)	(14,734)	(13,550)	(13,363)	(13,015)	(13,324)	(14,382)	(5,458)	(10,260)	(8,822)	(7,970)
Net Change in Plan Fiduciary Net Position	1,513,905	638,178	341,446	313,623	(202,922)	1,111,603	127,761	281,568	270,119	308,558
Plan Fiduciary Net Position - Beginning	6,684,979	6,046,801	5,705,355	5,391,732	5,594,654	4,483,051	4,355,290	4,073,722	3,803,603	3,495,044
Plan Fiduciary Net Position - Ending (b)	8,198,884	6,684,979	6,046,801	5,705,355	5,391,732	5,594,654	4,483,051	4,355,290	4,073,722	3,803,602
Net Pension Liability / (Asset) - Ending (a)-(b)	1,007,923	1,672,977	3,317,279	3,515,505	3,601,870	5,310,541	7,163,291	4,179,098	3,674,045	3,461,672
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	89.05%	79.98%	64.57%	61.87%	59.95%	51.30%	38.49%	51.03%	52.58%	52.35%
Covered Valuation Payroll	$ 844,449	$ 883,478	$ 815,921	$ 790,238	$ 744,961	$ 690,112	$ 668,389	$ 676,192	$ 718,086	$ 695,483
Net Pension Liability as a Percentage of Covered Valuation Payroll	119.36%	189.36%	406.57%	444.87%	483.50%	769.52%	1071.72%	618.03%	511.64%	546.90%

Schedule of Employer Contributions - Most Recent Fiscal Year

Fiscal Year Ending April 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2026	343,640	214,792	128,848	844,449	25.44%
2025	352,184	307,114	45,070	883,478	34.76%
2024	369,107	309,357	59,750	815,921	37.92%
2023	360,171	298,979	61,192	790,238	37.83%
2022	367,903	297,822	70,081	744,961	39.98%
2021	334,126	262,314	71,812	690,112	38.01%
2020	298,591	174,841	123,750	668,389	26.16%
2019	285,373	153,001	132,372	676,192	22.63%
2018	240,291	128,401	111,890	718,086	17.90%
2017	262,400	114,018	143,382	695,483	16.40%

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended April 30, 2026

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Property Tax	$ 346,200	$ 342,994	$ (3,206)	$ 342,994
Licenses, Fees, and Other Permits	62,000	55,796	(6,204)	55,796
Franchise Fees	43,000	31,867	(11,133)	31,867
Telecommunications Tax	63,000	40,039	(22,961)	36,589
MFPD Annual Payment	25,000	13,317	(11,683)	13,317
Ambulance Service (Rent/Utilities)	4,800	4,800	-	4,800
Income Tax	860,000	888,367	28,367	888,367
Replacement Tax	170,000	142,006	(27,994)	142,006
Township Replacement Tax	4,500	3,195	(1,305)	3,195
Sales Tax	500,000	1,036,521	536,521	1,068,145
Use Tax	100,000	44,495	(55,505)	42,111
Cannabis Use Tax	7,600	7,283	(317)	7,283
Video Gaming Tax	137,000	151,988	14,988	151,988
Road and Bridge Tax	60,000	61,609	1,609	61,609
Fines and Ordinance Violations	40,000	33,814	(6,186)	33,814
Administrative Fee	80,000	79,992	(8)	79,992
Interest Income	125,000	107,220	(17,780)	107,220
ATV and Cell Tower Park	14,500	11,130	(3,370)	11,130
Reimbursement for Utilities - Ameren	59,100	59,100	-	59,100
Utility Tax	260,000	281,638	21,638	281,638
Garbage Stickers	500	1,028	528	1,028
School Resource Officer Reimbursement	67,400	131,577	64,177	67,393
Community Events/Police Assoc/Middle East	65,500	33,567	(31,933)	33,567
Other Grant Revenue	5,000	6,632	1,632	6,632
OSLAD State Grant Revenue	300,000	300,000	-	-
Other Revenues	31,000	11,228	(19,772)	11,228
Total Revenues	$ 3,431,100	$ 3,881,203	$ 450,103	$ 3,542,809
EXPENDITURES				
Department of Public Affairs				
Salary - Mayor	$ 9,000	$ 9,000	$ -	$ 9,000
Salary - Zoning Officer	5,900	6,014	(114)	6,014
Salary - Liquor Commissioner	1,000	1,000	-	1,000
Supplies	2,500	2,429	71	2,429
Engineering Service	5,000	-	5,000	-
Legal Service	45,000	145,841	(100,841)	145,841
Other Professional Serv/Economic Development	47,000	33,527	13,473	33,527
Telephone	750	566	184	566
Dues	5,500	4,368	1,132	4,368
Administrative Consultant	25,000	21,565	3,435	24,014
Marketing Services	36,000	36,000	-	36,000
Website	7,000	1,849	5,151	1,719
Publishing	2,000	1,779	221	1,779
Travel	1,500	323	1,177	323
Training	5,000	325	4,675	325
Memoriams	1,000	583	417	503
Community Relations	4,000	2,060	1,940	2,060
Donations	3,000	726	2,274	726
Community Events/Police Assoc/Middle East	76,500	40,250	36,250	40,250
Reimbursement to Library	-	13,632	(13,632)	13,632
Rebate Real Estate Taxes	2,500	-	2,500	-
Capital Outlay	4,000	2,997	1,003	2,997
Miscellaneous Expenditures	3,500	1,941	1,559	1,941
Total Public Affairs	$ 292,650	$ 326,775	$ (34,125)	$ 329,014

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended April 30, 2026

EXPENDITURES (Continued)	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
Department of Accounts and Finances				
Salary - City Clerk	$ 87,000	$ 99,538	$ (12,538)	$ 99,927
Salary - City Treasurer	74,000	81,561	(7,561)	81,894
Salary - Office Clerk	55,000	63,497	(8,497)	63,705
Salary - Commissioner	5,000	5,000	-	5,000
Salary - Part Time Office	20,000	23,929	(3,929)	25,570
Administrative Consultant	15,000	13,351	1,649	14,662
Health Insurance	45,200	38,175	7,025	38,175
Meetings	3,000	2,625	375	2,700
Uniform Allowances	6,000	6,000	-	6,000
Postage	2,500	2,059	441	2,059
ADSL Internet/Cell Phone	11,500	21,611	(10,111)	21,611
Publishing	1,500	820	680	820
Travel Expenses	4,000	71	3,929	71
Training	2,500	-	2,500	-
Office Supplies	8,000	10,662	(2,662)	10,624
Maintenance Service Equipment	27,500	3,786	23,714	3,786
Legal Services	3,000	3,375	(375)	3,375
Other Professional Services	4,000	27,051	(23,051)	27,051
Dues	1,000	1,150	(150)	1,150
Capital Expenditures - Office Equipment & Furn.	45,000	-	45,000	-
Bond Issuance Costs	-	7,300	(7,300)	7,300
Miscellaneous	2,000	2,599	(599)	2,599
Total Accounts and Finances	$ 422,700	$ 414,160	$ 8,540	$ 418,079

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended April 30, 2026

EXPENDITURES (Continued)	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
Department of Health & Safety				
Salaries - Police	$ 1,000,000	$ 1,066,424	$ (66,424)	$ 1,074,216
Salaries - Overtime	36,000	24,726	11,274	23,043
Salaries - Holiday Premium	7,600	7,640	(40)	7,427
Salaries - Part-Time	100,000	60,705	39,295	59,379
Salaries - Traffic Control - Crossing Guards	-	5,306	(5,306)	5,754
Salaries - Commissioner/Meetings	6,000	5,000	1,000	5,000
Salaries - Police Clerk	55,000	57,717	(2,717)	57,717
Salaries - Cleaning	5,500	7,291	(1,791)	7,419
Salaries - School Resource Officer Salary	67,400	61,221	6,179	61,715
Health Insurance	201,000	232,001	(31,001)	232,001
Uniform Allowance	25,000	23,407	1,593	23,407
Meetings	-	825	(825)	825
Maintenance Service - Vehicles/Equipment	5,000	6,433	(1,433)	6,433
Legal Services/Hearing Officer	26,400	15,991	10,409	15,991
Other Professional Services	37,000	46,704	(9,704)	46,704
Veterinary and K9 Supplies	200	566	(366)	566
Cell Phones, Pagers, JETS, and Internet	59,000	27,674	31,326	27,674
Publishing	1,200	-	1,200	397
Leads System	6,600	6,310	290	6,310
Regis QuickOT	6,500	1,488	5,012	1,488
Dues	3,000	1,710	1,290	1,710
Training	12,000	9,015	2,985	9,015
Travel	5,000	-	5,000	-
Maintenance Supplies - Vehicles/Equipment	12,500	13,228	(728)	13,337
Office Supplies	8,500	7,407	1,093	7,187
Operating Supplies	750	652	98	652
Auto Fuel/Oil	35,000	31,780	3,220	34,026
New Equipment and Building	60,000	34,690	25,310	34,690
Vehicles (New and Rebuilt)	60,000	54,190	5,810	54,190
Loan Principal Payments	-	34,550	(34,550)	34,550
Loan Interest	-	2,203	(2,203)	2,203
REP Grant	5,000	5,141	(141)	5,141
Public Safety Expenditures	3,000	402	2,598	402
Dispatch Contract - E911	150,000	108,805	41,195	108,805
Miscellaneous	4,500	2,500	2,000	2,500
Total Health & Safety	$ 2,004,650	$ 1,963,702	$ 40,948	$ 1,971,874
Department of Public Property				
Salaries	$ 130,000	$ 164,798	$ (34,798)	$ 166,708
Salaries - Part Time	15,000	23,105	(8,105)	24,054
Salaries - Overtime	10,000	12,769	(2,769)	12,656
On-Call Pay (Pager)	4,000	4,170	(170)	4,125
Salaries - Commissioner	5,000	5,000	-	5,000
Health Insurance	32,000	35,149	(3,149)	35,149
Maintenance Service	63,000	46,896	16,104	46,146
Engineering Service	40,000	21,072	18,928	21,072
Administrative Consultant	4,000	2,128	1,872	2,812
Legal Services	1,500	1,770	(270)	1,770
Training	-	1,435	(1,435)	1,435
Publishing	1,000	-	1,000	-
Other Professional Services	8,000	6,907	1,093	6,920
Electricity	62,000	66,599	(4,599)	66,599
Municipal Building Heating	17,000	22,023	(5,023)	22,023
Street Lighting	65,000	70,353	(5,353)	64,042
Bridge Lighting	2,500	4,127	(1,627)	4,127
Holiday Lighting	2,500	5,745	(3,245)	5,745
Garbage Stickers	1,000	1,125	(125)	1,125
Maintenance Supplies - Buildings	5,000	15,542	(10,542)	15,542
Maintenance Supplies - Equipment	20,000	34,569	(14,569)	34,397
Maintenance Supplies - Vehicle	20,000	34,894	(14,894)	35,761
Maintenance Supplies - Other	10,500	26,728	(16,228)	24,285
Operating Supplies	8,000	8,108	(108)	7,765
Janitorial Supplies	10,000	17,168	(7,168)	16,581
Automotive Fuel/Oil	8,000	7,958	42	7,958
Building and Improvements - Capital Outlay	660,000	749,745	(89,745)	749,745
Equipment - Capital Outlay	70,000	-	70,000	-
Loan Principal - Equipment	80,000	86,866	(6,866)	86,866
Loan Interest - Equipment	119,000	119,975	(975)	119,975
Miscellaneous	2,500	1,439	1,061	1,439
Total Public Property	$ 1,476,500	$ 1,598,163	$ (121,663)	$ 1,591,822

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended April 30, 2026

EXPENDITURES (Continued)	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
Street Department				
Salaries	$ 181,000	$ 188,292	$ (7,292)	$ 190,754
Salaries - Part-Time	15,000	23,105	(8,105)	24,133
Salaries - Overtime	11,000	13,616	(2,616)	13,606
Salaries - Commissioner	5,000	5,000	-	5,000
On-Call Pay (Pager)	9,000	5,393	3,607	5,260
Health Insurance	65,000	40,333	24,667	40,333
Maintenance Service - Street	1,000	-	1,000	-
Maintenance Service - Trees	15,000	6,950	8,050	6,950
Maintenance Service - Sidewalk Repairs	10,000	3,106	6,894	3,106
Maintenance Service - Cleanup	-	-	-	-
Engineering Service	10,000	5,799	4,201	5,799
Other Professional Services	30,500	31,461	(961)	35,091
Maintenance Supplies - Utility System	2,500	-	2,500	-
Maintenance Supplies - Equipment	2,500	1,070	1,430	1,070
Maintenance Supplies - Vehicle	1,500	4,557	(3,057)	4,557
Maintenance Supplies - Streets	12,500	56,118	(43,618)	55,612
Maintenance Supplies - Paint	10,000	11,244	(1,244)	11,244
Office Expenditures - Garage	2,500	-	2,500	-
Small Tools	-	100	(100)	100
Auto Fuel/Oil	30,000	25,381	4,619	24,861
Street Signs	4,000	2,225	1,775	2,225
Equipment/Vehicles	25,000	31,549	(6,549)	31,549
Loan Principal Payments	-	12,698	(12,698)	12,698
Loan Interest Expenditures	-	2,819	(2,819)	2,819
Cell Phones and Pagers	2,000	506	1,494	506
Miscellaneous	2,500	61	2,439	61
Total Street Department	$ 447,500	$ 471,383	$ (23,883)	$ 477,334
Total General Fund Expenditures - All Departments	$ 4,644,000	$ 4,774,183	$ (130,183)	$ 4,788,123
Excess (Deficiency) Revenues Over Expenditures	$ (1,212,900)	$ (892,980)	$ 319,920	$ (1,245,314)
Transfers In	-	-	-	-
Transfers (Out)	(29,900)	-	29,900	-
Constellation Energy - Annexation Agreement	-	3,000,000	3,000,000	3,000,000
Proceeds from Debt Issuance and Bond Premiums	400,000	514,761	114,761	514,761
Change in Fund Balance	$ (842,800)	$ 2,621,781	$ 3,464,581	$ 2,269,447
Fund Balance, Beginning of Year				2,105,566
Fund Balance, End of Year				$ 4,375,013

See accompanying note to budgetary comparison schedules.

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL OTHER MAJOR GOVERNMENTAL FUNDS
Year Ended April 30, 2026

COMMUNITY IMPROVEMENT FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Reimbursements	$ -	$ -	$ -	$ -
Proceeds from Land Sale	-	1,000	1,000	1,000
Interest Revenue	5,000	6,045	1,045	6,045
Other Revenue	1,000	920	(80)	920
Total Revenues	$ 6,000	$ 7,965	$ 1,965	$ 7,965
EXPENDITURES				
Engineering Service	$ -	$ -	$ -	$ -
Other Professional Services	5,000	1,606	3,394	1,606
Real Estate Taxes	500	1,774	(1,274)	1,774
Capital Outlay	70,000	-	70,000	-
Miscellaneous	3,500	-	3,500	-
Total Expenditures	$ 79,000	$ 3,380	$ 75,620	$ 3,380
Excess (Deficiency) of Revenues Over Expenditures	$ (73,000)	$ 4,585	$ 77,585	$ 4,585
Transfers In (Out)	8,300	8,022	(278)	8,022
Bond Proceeds	-	-	-	-
Change in Fund Balance	$ (64,700)	$ 12,607	$ 77,307	$ 12,607
Fund Balance, Beginning of Year				283,053
Fund Balance, End of Year				$ 295,660

MOTOR FUEL TAX FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Motor Fuel Tax	$ 215,000	$ 221,863	$ 6,863	$ 222,236
Other Revenue	1,000	-	(1,000)	-
Interest	25,000	19,072	(5,928)	19,072
Total Revenues	$ 241,000	$ 240,935	$ (65)	$ 241,308
EXPENDITURES				
Maintenance Supplies	$ 5,000	$ -	$ 5,000	$ -
Engineering	100,000	58,283	41,717	58,283
Other Professional Services	3,000	3,690	(690)	3,690
Infrastructure Improvements	265,000	-	265,000	-
Street Maintenance	380,000	432,247	(52,247)	432,247
Total Expenditures	$ 753,000	$ 494,220	$ 258,780	$ 494,220
Excess (Deficiency) of Revenues Over Expenditures	$ (512,000)	$ (253,285)	$ 258,715	$ (252,912)
Transfers In	-	-	-	-
Change in Fund Balance	$ (512,000)	$ (253,285)	$ 258,715	$ (252,912)
Fund Balance, Beginning of Year				679,894
Fund Balance, End of Year				$ 426,982

See accompanying note to budgetary comparison schedules.

CITY OF MARSEILLES
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO BUDGETARY COMPARISON SCHEDULES
Year Ended April 30, 2026

Note A - Budget to Actual Reconciliation

An explanation of the difference between budgetary basis revenues and expenditures and revenues and expenditures determined in accordance with generally accepted accounting principles follows:

	General Fund	Other Major Funds
Budgetary basis revenue (inflow)	$ 3,881,203	$ 248,900
Differences - budget to GAAP:		
Change in receivables	(338,394)	373
Total revenue (GAAP basis) as reported on statement of revenues, expenditures, and fund balances - governmental funds (Statement 4)	$ 3,542,809	$ 249,273
Budgetary basis expenditures (outflows)	$ 4,774,183	$ 497,600
Changes in payables and accrued items	13,940	-
Total expenditures (Statement 4)	$ 4,788,123	$ 497,600

Note B - Budgetary Process

The Operating Budget is adopted in the first quarter of the fiscal year. The budget was not amended and all budgeted items and appropriations lapse at year end. More information is available in Note 1 (F) to the financial statements.

Note C - Expenditures in Excess of Appropriations

Expenditures were within appropriation limits in all major funds. Expenditures in excess of appropriations is in violation of state statutes.

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL OTHER GOVERNMENTAL FUNDS
Year Ended April 30, 2026

PUBLIC BENEFIT FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 40,000	$ 39,964	$ (36)	$ 39,964
Total Revenues	$ 40,000	$ 39,964	$ (36)	$ 39,964
EXPENDITURES				
Miscellaneous Expenditures	$ 228,500	$ 27,334	$ 201,166	$ 27,334
Total Expenditures	$ 228,500	$ 27,334	$ 201,166	$ 27,334
Excess (Deficiency) Revenues Over Expenditures	$ (188,500)	$ 12,630	$ 201,130	$ 12,630
Transfers In (Out)	(24,000)	(24,000)	-	(24,000)
Change in Fund Balance	$ (212,500)	$ (11,370)	$ 201,130	$ (11,370)
Fund Balance, Beginning of Year				226,609
Fund Balance, End of Year				$ 215,239

PUBLIC COMFORT STATION FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 20,000	$ 19,985	$ (15)	$ 19,985
Total Revenues	$ 20,000	$ 19,985	$ (15)	$ 19,985
EXPENDITURES				
Maintenance Supplies - Equipment	$ 4,000	$ -	$ 4,000	$ -
Janitorial Supplies	10,000	6,975	3,025	6,975
Building	80,000	-	80,000	-
Miscellaneous Expenditures	-	-	-	-
Total Expenditures	$ 94,000	$ 6,975	$ 87,025	$ 6,975
Change in Fund Balance	$ (74,000)	$ 13,010	$ 87,010	$ 13,010
Fund Balance, Beginning of Year				96,961
Fund Balance, End of Year				$ 109,971

STREET CAPITAL IMPROVEMENT FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Other Revenue	$ -	$ -	$ -	$ 6,155
Total Revenues	$ -	$ -	$ -	$ 6,155
EXPENDITURES				
Engineering Service	$ 10,000	$ 60,006	$ (50,006)	$ 60,006
Sidewalk Construction	4,000	-	4,000	-
Street Resurfacing	64,000	3,155	60,845	3,155
Professional Services	2,000	34,220	(32,220)	34,220
Miscellaneous	-	-	-	-
Total Expenditures	$ 80,000	$ 97,381	$ (17,381)	$ 97,381
Excess (Deficiency) of Revenues Over Expenditures	$ (80,000)	$ (97,381)	$ (17,381)	$ (91,226)
Transfers In	80,000	80,000	-	80,000
Change in Fund Balance	$ -	$ (17,381)	$ (17,381)	$ (11,226)
Fund Balance, Beginning of Year				727
Fund Balance, End of Year				$ (10,499)

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL OTHER GOVERNMENTAL FUNDS
Year Ended April 30, 2026

DRUG & DUI FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Drug & DUI Fines	$ 4,000	$ 3,738	$ (262)	$ 3,738
Impound Fees	15,000	17,520	2,520	17,520
Cell Tower	5,500	3,945	(1,555)	3,945
Interest Revenue	1,200	1,193	(7)	1,193
Total Revenues	$ 25,700	$ 26,396	$ 696	$ 26,396
EXPENDITURES				
Administrative Expenditure	$ -	$ -	$ -	$ -
Police Equipment	49,000	22,477	26,523	22,477
Building - Loan Principal Payment	-	-	-	-
Miscellaneous	1,000	12,500	(11,500)	12,500
Total Expenditures	$ 50,000	$ 34,977	$ 15,023	$ 34,977
Change in Fund Balance	$ (24,300)	$ (8,581)	$ 15,719	(8,581)
Fund Balance, Beginning of Year				68,916
Fund Balance, End of Year				$ 60,335

AUDIT FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 28,000	$ 27,977	$ (23)	$ 27,977
Total Revenues	$ 28,000	$ 27,977	$ (23)	$ 27,977
EXPENDITURES				
Audit	$ 28,000	$ 24,750	$ 3,250	$ 24,750
Total Expenditures	$ 28,000	$ 24,750	$ 3,250	$ 24,750
Change in Fund Balance	$ -	$ 3,227	$ 3,227	$ 3,227
Fund Balance, Beginning of Year				24,673
Fund Balance, End of Year				$ 27,900

LIABILITY INSURANCE FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 295,000	$ 294,717	$ (283)	$ 294,717
Other Revenue	3,000	7,905	4,905	7,905
Total Revenues	$ 298,000	$ 302,622	$ 4,622	$ 302,622
EXPENDITURES				
Insurance Premiums, Bonds, and Other	$ 298,000	$ 290,966	$ 7,034	$ 279,926
Total Expenditures	$ 298,000	$ 290,966	$ 7,034	$ 279,926
Change in Fund Balance	$ -	$ 11,656	$ 11,656	$ 22,696
Fund Balance, Beginning of Year				57,901
Fund Balance, End of Year				$ 80,597

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL OTHER GOVERNMENTAL FUNDS
Year Ended April 30, 2026

IMRF FUND

	1st & Final	Actual	Over/Under Budget	Actual
	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
REVENUES				
Property Tax	$ 136,000	$ 135,870	$ (130)	$ 135,870
Replacement Tax	7,500	7,500	-	7,500
Total Revenues	$ 143,500	$ 143,370	$ (130)	$ 143,370
EXPENDITURES				
IMRF Pension Contribution	$ 153,500	$ 151,653	$ 1,847	$ 151,653
Total Expenditures	$ 153,500	$ 151,653	$ 1,847	$ 151,653
Excess (Deficiency) of Revenues Over Expenditures	$ (10,000)	$ (8,283)	$ 1,717	$ (8,283)
Transfers In	-	-	-	-
Change in Fund Balance	$ (10,000)	$ (8,283)	$ 1,717	$ (8,283)
Fund Balance, Beginning of Year				129,739
Fund Balance, End of Year				$ 121,456

SOCIAL SECURITY FUND

	1st & Final	Actual	Over/Under Budget	Actual
	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
REVENUES				
Property Tax	$ 200,000	$ 199,806	$ (194)	$ 199,806
Replacement Tax	7,500	7,500	-	7,500
Total Revenues	$ 207,500	$ 207,306	$ (194)	$ 207,306
EXPENDITURES				
Social Security	$ 166,000	$ 156,677	$ 9,323	$ 157,645
Medicare	35,000	36,643	(1,643)	36,870
Reimbursement to Library	6,500	6,445	55	6,445
Total Expenditures	$ 207,500	$ 199,765	$ 7,735	$ 200,960
Excess (Deficiency) of Revenues Over Expenditures	$ -	$ 7,541	$ 7,541	$ 6,346
Transfer In (Out)	-	-	-	-
Change in Fund Balance	$ -	$ 7,541	$ 7,541	$ 6,346
Fund Balance, Beginning of Year				30,874
Fund Balance, End of Year				$ 37,220

SEWER LINING AND HOUSING REHAB GRANTS

	1st & Final	Actual	Over/Under Budget	Actual
	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
REVENUES				
Grant Revenue - Federal	$ -	$ -	$ -	$ -
Other Revenue	-	-	-	-
Total Revenues	$ -	$ -	$ -	$ -
EXPENDITURES				
Administrative - Building Rehab	$ -	$ -	$ -	$ -
Building Rehab	-	-	-	-
Miscellaneous	-	19	(19)	19
Total Expenditures	$ -	$ 19	$ (19)	$ 19
Excess (Deficiency) of Revenues Over Expenditures	$ -	$ (19)	$ (19)	$ (19)
Transfers (Out)	-	-	-	-
Change in Fund Balance	$ -	$ (19)	$ (19)	$ (19)
Fund Balance, Beginning of Year				19
Fund Balance, End of Year				$ -

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL OTHER GOVERNMENTAL FUNDS
Year Ended April 30, 2026

RECREATION FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Property Tax	$ 78,750	$ 78,002	$ (748)	$ 78,002
Concessions	10,000	13,467	3,467	13,467
Pool Revenue	21,000	24,220	3,220	24,220
Event and Sports Revenue	31,000	14,247	(16,753)	14,247
Other Revenue	500	-	(500)	-
Total Revenues	$ 141,250	$ 129,936	$ (11,314)	$ 129,936
EXPENDITURES				
Salaries - Pool	$ 45,000	$ 36,521	$ 8,479	$ 36,521
Cell Phones - Pagers	1,500	1,129	371	1,129
Other Professional Services	1,000	-	1,000	-
Publishing	250	-	250	-
Natural Gas	2,500	2,423	77	2,423
Maintenance Service - Building /Park/Pool	11,500	2,688	8,812	2,688
Supplies	56,500	35,425	21,075	35,425
Lifeguard Training	-	859	(859)	859
Pool Chemicals	14,000	10,267	3,733	10,267
Donations	250	-	250	-
Equipment and Capital Outlay	8,000	-	8,000	-
Miscellaneous Expenditures	5,500	1,945	3,555	1,945
Total Expenditures	$ 146,000	$ 91,257	$ 54,743	$ 91,257
Change in Fund Balance	$ (4,750)	$ 38,679	$ 43,429	$ 38,679
Fund Balance, Beginning of Year				128,700
Fund Balance, End of Year				$ 167,379

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL OTHER GOVERNMENTAL FUNDS
Year Ended April 30, 2026

EAST BROADWAY ECONOMIC FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Grant Revenue	$ -	$ -	$ -	$ -
Other Revenue	-	-	-	-
Total Revenues	$ -	$ -	$ -	$ -
EXPENDITURES				
Engineering Service	$ 4,000	$ -	$ 4,000	$ -
Administrative Consultant	1,000	-	1,000	-
Other Professional Services	1,000	-	1,000	-
Infrastructure Projects	6,000	7,000	(1,000)	7,000
Miscellaneous Exp	100	-	100	-
Total Expenditures	$ 12,100	$ 7,000	$ 5,100	$ 7,000
Excess (Deficiency) of Revenues Over Expenditures	$ (12,100)	$ (7,000)	$ 5,100	$ (7,000)
Transfers In (Out)	4,000	4,000	-	4,000
Change in Fund Balance	$ (8,100)	$ (3,000)	$ 5,100	$ (3,000)
Fund Balance, Beginning of Year				40,137
Fund Balance, End of Year				$ 37,137

TIF #4 FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ -	$ 768	$ 768	$ 768
Total Revenues	$ -	$ 768	$ 768	$ 768
EXPENDITURES				
Engineering Service	$ 5,000	$ 2,316	$ 2,684	$ 2,316
Administrative Consultant	9,000	9,521	(521)	9,521
Other Professional Services	4,500	-	4,500	-
Infrastructure	46,000	-	46,000	-
Property Taxes on Building	500	-	500	-
Developer Reimbursements	-	-	-	-
Total Expenditures	$ 65,000	$ 11,837	$ 53,163	$ 11,837
Excess (Deficiency) of Revenue Over Expenditures	$ (65,000)	$ (11,069)	$ 53,931	$ (11,069)
Transfer In (Out)	-	(54,006)		(54,006)
Change in Fund Balance	$ (65,000)	$ (65,075)	$ 53,931	$ (65,075)
Fund Balance, Beginning of Year				65,075
Fund Balance, End of Year				$ -

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL OTHER GOVERNMENTAL FUNDS
Year Ended April 30, 2026

TIF #5 FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 104,000	$ 108,115	$ 4,115	$ 108,115
Total Revenues	$ 104,000	$ 108,115	$ 4,115	$ 108,115
EXPENDITURES				
Engineering	$ 25,000	$ -	$ 25,000	$ -
Legal	1,000	-	1,000	-
Administrative Consultant	10,000	1,050	8,950	1,050
Other Professional Services	3,000	8,350	(5,350)	8,350
Economic Development	32,500	30,000	2,500	30,000
Equipment	1,500	-	1,500	-
Infrastructure	140,000	5,065	134,935	5,065
Other Reimbursements	1,000	3,661	(2,661)	3,661
Miscellaneous	3,000	-	3,000	-
Demolition Services	-	-	-	-
Total Expenditures	$ 217,000	$ 48,126	$ 168,874	$ 48,126
Excess (Deficiency) of Revenues Over Expenditures	$ (113,000)	$ 59,989	$ 172,989	$ 59,989
Transfer In	-	54,006	54,006	54,006
Transfer (Out)	-	(1,722)	(1,722)	(1,722)
Change in Fund Balance	$ (113,000)	$ 112,273	$ 225,273	$ 112,273
Fund Balance, Beginning of Year				131,934
Fund Balance, End of Year				$ 244,207

BOND FUNDS

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 405,522	$ 405,125	$ (397)	$ 405,125
Interest Revenue	-	-	-	-
Total Revenues	$ 405,522	$ 405,125	$ (397)	$ 405,125
EXPENDITURES				
Bond Principal	$ 395,000	$ 395,000	$ -	$ 395,000
Bond Interest	10,523	10,522	1	10,522
Fiscal Agent Fees and Legal Expenditures	500	-	500	-
Total Expenditures	$ 406,023	$ 405,522	$ 501	$ 405,522
Excess (Deficiency) of Revenues Over Expenditures	$ (501)	$ (397)	$ 104	$ (397)
Transfer In	-	-	-	-
Transfer (Out)	-	-	-	-
Change in Fund Balance	$ (501)	$ (397)	$ 104	$ (397)
Fund Balance, Beginning of Year				9,807
Fund Balance, End of Year				$ 9,410

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL OTHER GOVERNMENTAL FUNDS
Year Ended April 30, 2026

SPECIAL ASSESSMENTS

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Principal Received	$ -	$ -	$ -	$ -
Total Revenues	$ -	$ -	$ -	$ -
EXPENDITURES				
Voucher Principal	$ -	$ -	$ -	$ -
Total Expenditures	$ -	$ -	$ -	$ -
Change in Fund Balance	$ -	$ -	$ -	$ -
Fund Balance, Beginning of Year				(2,047)
Fund Balance, End of Year				$ (2,047)

COMMUNITY DEVELOPMENT FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Interest and Other Revenue	$ 121,500	$ 8,353	$ (113,147)	$ 8,353
Total Revenues	$ 121,500	$ 8,353	$ (113,147)	$ 8,353
EXPENDITURES				
Legal Service & Loan Payments	$ 121,500	$ 2,585	$ 118,915	$ 2,585
Total Expenditures	$ 121,500	$ 2,585	$ 118,915	$ 2,585
Change in Fund Balance	$ -	$ 5,768	$ 5,768	$ 5,768
Fund Balance, Beginning of Year				271,186
Fund Balance, End of Year				$ 276,954

ESDA

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 10,000	$ 9,993	$ (7)	$ 9,993
Other Revenue	-	10,000	10,000	10,000
Total Revenues	$ 10,000	$ 19,993	$ 9,993	$ 19,993
EXPENDITURES				
Clothing	$ 500	$ -	$ 500	$ -
Maintenance Service - Vehicle	1,000	237	763	237
Maintenance Supplies - Vehicle	1,500	1,215	285	1,215
Supplies	2,000	1,741	259	1,741
Auto Fuel/oil	750	1,588	(838)	1,588
Miscellaneous	4,250	396	3,854	396
Total Expenditures	$ 10,000	$ 5,177	$ 4,823	$ 5,177
Excess (Deficiency) of Revenues Over Expenditures	$ -	$ 14,816	$ (14,816)	$ 14,816
Transfer In	-	-	-	-
Transfer (Out)	-	-	-	-
Change in Fund Balance	$ -	$ 14,816	$ 14,816	$ 14,816
Fund Balance, Beginning of Year				12,726
Fund Balance, End of Year				$ 27,542

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL PROPRIETARY FUNDS
Year Ended April 30, 2026

WATERWORKS FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
OPERATING REVENUES				
Water Sales	$ 870,000	$ 952,283	$ 82,283	$ 956,130
Water Sales - National Guard	25,000	41,437	16,437	41,437
Water Sales - Miscellaneous	4,000	956	(3,044)	956
Water Turn On Fees	8,000	9,300	1,300	9,300
Water Penalties	25,000	36,382	11,382	36,382
Tap-On Fees	22,500	17,100	(5,400)	17,100
Account Activation Fee	3,000	2,125	(875)	2,125
Other Income	4,000	3,060	(940)	3,060
Total Revenues	$ 961,500	$ 1,062,643	$ 101,143	$ 1,066,490
OPERATING EXPENSES				
Salaries	$ 150,000	$ 169,984	$ (19,984)	$ 174,603
Salaries - Part-Time	8,000	14,058	(6,058)	13,497
Salaries - Overtime	7,500	12,277	(4,777)	12,201
Salaries - On Call	5,000	5,398	(398)	5,376
Health Insurance	101,000	70,870	30,130	70,870
Uniform Allowance	15,000	16,000	(1,000)	16,000
Engineering Service	11,700	19,270	(7,570)	19,270
Legal Service	3,500	-	3,500	-
Administrative Consultant	16,000	14,833	1,167	14,833
Other Professional Services	49,000	51,878	(2,878)	52,519
Telephone, Internet, Cell Phones, and Pagers	9,800	12,295	(2,495)	12,295
Electricity and Natural Gas	92,000	99,759	(7,759)	93,619
Repairs and Maintenance	12,000	265	11,735	265
Maintenance Supplies	29,300	40,784	(11,484)	39,774
Office Supplies and Postage	16,000	18,719	(2,719)	21,200
Operating Supplies	6,000	6,095	(95)	6,095
Small Tools	5,000	6,868	(1,868)	6,762
Auto Fuel/Oil	10,000	8,677	1,323	8,677
Chemicals	37,800	40,976	(3,176)	40,976
Pumphouse Equipment Maintenance	10,000	16,897	(6,897)	16,897
Administrative Expense	45,000	45,000	-	45,000
Publishing	-	-	-	-
Training	1,000	-	1,000	-
Equipment & Capital Outlay	54,000	-	54,000	-
Depreciation	-	-	-	118,433
Miscellaneous Expenses	2,000	3,487	(1,487)	3,487
Total Expenses	$ 696,600	$ 674,390	$ 22,210	$ 792,649
Net Operating Revenue (Loss)	$ 264,900	$ 388,253	$ 123,353	$ 273,841
Other Sources (Uses)				
Property Tax Revenue	$ 40,000	$ 39,963	$ (37)	$ 39,963
Transfer In (Out)	(80,000)	(278,955)	(198,955)	(278,955)
Interest on Long Term Debt	(81,618)	-	81,618	-
Principal Payments on Long Term Debt	(110,000)	-	110,000	-
Total Other Sources (Uses)	$ (231,618)	$ (238,992)	$ (7,374)	$ (238,992)
Change in Net Position	$ 33,282	$ 149,261	$ 115,979	$ 34,849
Net Position, Beginning of Year				1,249,019
Net Position, End of Year				$ 1,283,868

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL PROPRIETARY FUNDS
Year Ended April 30, 2026

SEWER FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Sewer Charges	$ 1,146,000	$ 1,190,709	$ 44,709	$ 1,227,649
Sewer Charges - National Guard	34,000	72,950	38,950	72,950
Tap On Fees and Pump Fees	15,000	18,301	3,301	18,301
Sewer Penalties	25,000	32,508	7,508	32,508
Glenwood Income	35,000	47,831	12,831	47,831
Stormwater Fee	-	-	-	-
Other Revenue	1,000	-	(1,000)	-
Total Revenues	$ 1,256,000	$ 1,362,299	$ 106,299	$ 1,399,239
OPERATING EXPENSES				
Salaries - Collection System	$ 55,000	$ 50,413	$ 4,587	$ 50,659
Salaries - Treatment Plant	245,000	261,623	(16,623)	264,711
Salaries - Overtime	11,500	8,803	2,697	8,745
Salaries - On Call	9,425	9,100	325	9,125
Health Insurance	65,350	56,578	8,772	56,578
Uniform Allowance	6,000	6,000	-	6,000
Engineering Service	48,000	20,892	27,108	20,892
Legal Service	1,000	3,000	(2,000)	3,000
Administrative Consultant	16,000	8,515	7,485	9,598
Other Professional Services	27,250	27,505	(255)	25,707
Postage	9,000	9,832	(832)	9,832
Telephone, Internet, Cell Phones, and Pagers	4,600	4,621	(21)	4,621
Training & Mileage	1,500	2,018	(518)	2,018
Electricity	126,000	116,608	9,392	110,920
Natural Gas	7,800	8,289	(489)	8,289
Voyager Landing IL Power	800	794	6	794
Timber Edge Com Ed	700	911	(211)	911
National Guard - Lift Station Com Ed	2,000	1,902	98	1,902
Maintenance Supplies and Service	52,500	43,753	8,747	46,186
Office Expenses and Equipment	10,500	10,784	(284)	10,747
Operating Supplies	15,500	19,921	(4,421)	20,115
Annual NPDES Fee	21,500	21,500	-	21,500
River Front Illinois Power	-	581	(581)	581
Auto Fuel/Oil	3,500	3,382	118	3,382
Chemicals	15,000	15,729	(729)	13,872
Administrative Expense	35,000	34,992	8	34,992
Equipment & Capital Outlay	223,300	211,288	12,012	-
Fiscal Agent Fees	-	-	-	-
Depreciation	-	-	-	144,670
Miscellaneous Expense	2,500	273	2,227	273
Total Expenses	$ 1,016,225	$ 959,607	$ 56,618	$ 890,620
Other Sources (Uses)				
Property Tax	$ 96,250	$ 95,337	$ (913)	$ 95,337
Transfers In	61,000	63,739	2,739	63,739
Transfers (Out)	(418,000)	(417,996)	4	(417,996)
Interest Expense - Long Term Debt	-	-	-	-
Principal Payment - Long Term Debt	-	-	-	-
Total Other Sources (Uses)	$ (260,750)	$ (258,920)	$ 1,830	$ (258,920)
Change in Net Position	$ (20,975)	$ 143,772	$ 164,747	$ 249,699
Net Position, Beginning of Year				2,338,310
Net Position, End of Year				$ 2,588,009

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL PROPRIETARY FUNDS
Year Ended April 30, 2026

WATER SYSTEM IMPROVEMENT FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Radium Removal Fee and Other Revenue	$ -	$ -	$ -	$ -
Total Revenues	$ -	$ -	$ -	$ -
OPERATING EXPENSES				
Engineering Service	$ 50,000	$ 104,119	$ (54,119)	$ -
Capital Outlay - Contractors	131,000	66,985	64,015	-
Other Professional Services	10,000	8,768	1,232	8,768
Depreciation	-	-	-	128,282
Other Expenses	1,000	500	500	500
Total Expenses	$ 192,000	$ 180,372	$ 11,628	$ 137,550
Other Sources (Uses)				
Interest Revenue	$ 3,000	$ 2,987	$ (13)	$ 2,987
Loan Principal Payment - EPA	-	(108,215)	(108,215)	-
Interest Expense	-	(61,618)	(61,618)	(61,618)
Transfer In	120,000	320,004	200,004	320,004
Transfer (Out)	-	(20,000)	(20,000)	(20,000)
Total Other Sources (Uses)	$ 123,000	$ 133,158	$ 10,158	$ 241,373
Change in Net Position	$ (69,000)	$ (47,214)	$ 21,786	$ 103,823
Net Position, Beginning of Year				2,678,022
Net Position, End of Year				$ 2,781,845

SEWER SYSTEM IMPROVEMENT FUND #1

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Interest Revenue	$ -	$ -	$ -	$ -
Total Revenues	$ -	$ -	$ -	$ -
OPERATING EXPENSES				
Capital Outlay	$ 10,000	$ 11,225	$ (1,225)	$ -
Depreciation	-	-	-	3,884
Miscellaneous	2,000	-	2,000	-
Total Expenses	$ 12,000	$ 11,225	$ 775	$ 3,884
Other Sources (Uses)				
Transfers In	$ 12,000	$ 12,000	$ -	$ 12,000
Total Other Sources (Uses)	$ 12,000	$ 12,000	$ -	$ 12,000
Change in Net Position	$ -	$ 775	$ 775	$ 8,116
Net Position, Beginning of Year				199,482
Net Position, End of Year				$ 207,598

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL PROPRIETARY FUNDS
Year Ended April 30, 2026

SEWER SYSTEM IMPROVEMENT FUND #2

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Other Revenue	$ -	$ -	$ -	$ -
Total Revenues	$ -	$ -	$ -	$ -
OPERATING EXPENSES				
Engineering Service	$ 30,000	$ -	$ 30,000	$ -
Capital Outlay	55,000	88,129	(33,129)	-
Legal/Other Professional Services	18,500	966	17,534	966
Depreciation	-	-	-	211,872
Total Expenses	$ 103,500	$ 89,095	$ 14,405	$ 212,838
Other Sources (Uses)				
Interest Income	$ 77,000	$ 3,784	$ (73,216)	$ 3,784
Interest Expense	(133,725)	(133,725)	-	(133,725)
Transfers (Out)	345,700	(66,300)	(412,000)	(66,300)
Bond Principal Payment	(225,000)	(225,000)	-	-
Transfers In	-	425,996	425,996	425,996
Total Other Sources (Uses)	$ 63,975	$ 4,755	$ (59,220)	$ 229,755
Change in Net Position	$ (39,525)	$ (84,340)	$ (44,815)	$ 16,917
Net Position, Beginning of Year				4,243,466
Net Position, End of Year				$ 4,260,383

EXTRA METER CHARGE FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Extra Water Meters	$ 95,000	$ 105,023	$ 10,023	$ 102,585
Penalties	4,000	5,374	1,374	5,374
Grass Cutting	2,000	-	(2,000)	-
Total Revenues	$ 101,000	$ 110,397	$ 9,397	$ 107,959
OPERATING EXPENSES				
New Meters	$ -	$ -	$ -	$ -
Depreciation	-	-	-	8,252
Miscellaneous Expenses	-	-	-	-
Total Expenses	$ -	$ -	$ -	$ 8,252
Other Sources (Uses)				
Transfers (Out)	$ (101,000)	$ (104,788)	$ (3,788)	$ (104,788)
Total Other Sources (Uses)	$ (101,000)	$ (104,788)	$ (3,788)	$ (104,788)
Change in Net Position	$ -	$ 5,609	$ 5,609	$ (5,081)
Net Position, Beginning of Year				35,232
Net Position, End of Year				$ 30,151

CITY OF MARSEILLES
BUDGETARY COMPARISON SCHEDULE
ALL PROPRIETARY FUNDS
Year Ended April 30, 2026

OTHER BOND FUNDS

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditure	Budgetary Basis	Budgetary Basis	GAAP Basis
Other Revenue	$ 8,000	$ -	$ (8,000)	$ -
Total Revenues	$ 8,000	$ -	$ (8,000)	$ -
OPERATING EXPENSES				
Depreciation	$ -	$ -	$ -	$ 39,700
Total Expenses	$ -	$ -	$ -	$ 39,700
Other Sources (Uses)				
Transfer (Out)	$ (81,000)	$ -	$ 81,000	$ -
Total Other Sources (Uses)	$ (81,000)	$ -	$ 81,000	$ -
Change in Net Position	$ (73,000)	$ -	$ 73,000	$ (39,700)
Net Position, Beginning of Year				1,149,501
Net Position, End of Year				$ 1,109,801

Schedule 7

CITY OF MARSEILLES
COMBINING BALANCE SHEET
ALL NON-MAJOR GOVERNMENTAL FUNDS
Year Ended April 30, 2026

ASSETS	Public Benefit and Comfort Station Funds	Street Cap Imp. Fund	Drug & DUI Fund	Audit Fund	Liability Insurance Fund	IMRF Fund	Social Security Fund	Sewer Lining & Housing Rehab Grant Fund	ESDA Fund	Recreation Fund
Cash and Equivalents (Note 2)	$ 325,210	$ -	$ 60,335	$ 27,900	$ -	$ 121,737	$ 45,461	$ -	$ 27,542	$ 167,379
Accounts Receivable (Note 7)	-	-	-	-	-	-	-	-	-	-
Property Tax Receivable (Note 1C)	60,000	-	-	28,000	295,000	136,000	200,000	-	10,000	78,000
Prepaid Expenses (Note 16)	-	-	-	-	143,280	-	-	-	-	-
Total Assets	$ 385,210	$ -	$ 60,335	$ 55,900	$ 438,280	$ 257,737	$ 245,461	$ -	$ 37,542	$ 245,379
LIABILITIES										
Current Liabilities (Note 7)	$ -	$ 10,499	$ -	$ -	$ 62,683	$ 281	$ 8,241	$ -	$ -	$ -
Total Liabilities	$ -	$ 10,499	$ -	$ -	$ 62,683	$ 281	$ 8,241	$ -	$ -	$ -
DEFERRED INFLOWS OF RESOURCES										
Deferred Property Taxes (Note 1C)	$ 60,000	$ -	$ -	$ 28,000	$ 295,000	$ 136,000	$ 200,000	$ -	$ 10,000	$ 78,000
Total Deferred Inflows	$ 60,000	$ -	$ -	$ 28,000	$ 295,000	$ 136,000	$ 200,000	$ -	$ 10,000	$ 78,000
FUND BALANCE										
Fund Balance: (Note 1M)										
Nonspendable	$ -	$ -	$ -	$ -	$ 143,280	$ -	$ -	$ -	$ -	$ -
Restricted	325,210	-	60,335	27,900	-	121,456	37,220	-	27,542	167,379
Unrestricted	-	(10,499)	-	-	(62,683)	-	-	-	-	-
Total Fund Balance	$ 325,210	$ (10,499)	$ 60,335	$ 27,900	$ 80,597	$ 121,456	$ 37,220	$ -	$ 27,542	$ 167,379
Total Liabilities, Deferred Inflows and Fund Balance	$ 385,210	$ -	$ 60,335	$ 55,900	$ 438,280	$ 257,737	$ 245,461	$ -	$ 37,542	$ 245,379

ASSETS	East Broadway Economic Fund	TIF #4 Fund	TIF #5 Fund	Community Development Fund	Other Bond Funds	Special Assessment Funds	Total
Cash and Equivalents (Note 2)	$ 37,137	$ -	$ 244,207	$ 189,979	$ 9,410	$ -	$1,256,297
Accounts Receivable (Note 7)	-	-	-	86,975	-	-	86,975
Property Tax Receivable (Note 1C)	-	-	108,000	-	405,000	-	1,320,000
Prepaid Expenses (Note 16)	-	-	-	-	-	-	143,280
Total Assets	$ 37,137	$ -	$ 352,207	$ 276,954	$ 414,410	$ -	$2,806,552
LIABILITIES							
Current Liabilities (Note 7)	$ -	$ -	$ -	$ -	$ -	$ 2,047	$ 83,751
Total Liabilities	$ -	$ -	$ -	$ -	$ -	$ 2,047	$ 83,751
DEFERRED INFLOWS OF RESOURCES							
Deferred Property Taxes (Note 1C)	$ -	$ -	$ 108,000	$ -	$ 405,000	$ -	$1,320,000
Total Deferred Inflows	$ -	$ -	$ 108,000	$ -	$ 405,000	$ -	$1,320,000
FUND BALANCE							
Fund Balance: (Note 1M)							
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ -	$ 143,280
Restricted	37,137	-	244,207	276,954	9,410	-	1,334,750
Unrestricted	-	-	-	-	-	(2,047)	(75,229)
Total Fund Balance	$ 37,137	$ -	$ 244,207	$ 276,954	$ 9,410	$ (2,047)	$1,402,801
Total Liabilities, Deferred Inflows and Fund Balance	$ 37,137	$ -	$ 352,207	$ 276,954	$ 414,410	$ -	$2,806,552

CITY OF MARSEILLES
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL NON-MAJOR GOVERNMENTAL FUNDS
Year Ended April 30, 2026

	Public Ben. and Comfort Station Funds	Street Cap. Imp. Fund	Drug & DUI Fund	Audit Fund	Liability Insurance Fund	IMRF Fund	Social Security Fund	Sewer Lining & Housing Rehab Grant Fund	ESDA Fund	Recreation Fund
REVENUES										
Property Tax	$ 59,949	$ -	$ -	$ 27,977	$ 294,717	$ 135,870	$ 199,806	$ -	$ 9,993	$ 78,002
Replacement Tax	-	-	-	-	-	7,500	7,500	-	-	-
Drug & DUI Fund Fines, Fees, and Tower Rent	-	-	25,203	-	-	-	-	-	-	-
Motor Fuel Tax and Grant Income	-	-	-	-	-	-	-	-	-	-
Concessions, Baseball, and Pool Income	-	-	-	-	-	-	-	-	-	51,934
Donations	-	-	-	-	-	-	-	-	-	-
Reimbursements	-	-	-	-	-	-	-	-	-	-
Interest Revenue	-	-	1,193	-	-	-	-	-	10,000	-
Bond Proceeds	-	-	-	-	-	-	-	-	-	-
Grant Revenue	-	-	-	-	-	-	-	-	-	-
Proceeds from Land Sale	-	-	-	-	-	-	-	-	-	-
Other	-	6,155	-	-	7,905	-	-	-	-	-
Total Revenues	$ 59,949	$ 6,155	$ 26,396	$ 27,977	$ 302,622	$ 143,370	$ 207,306	$ -	$ 19,993	$ 129,936
EXPENDITURES										
Current:										
General Administrative	$ -	$ -	$ 12,500	$ 24,750	$ 279,926	$ 151,653	$ 200,960	$ 19	$ -	$ -
Public Safety	-	-	-	-	-	-	-	-	5,177	-
Streets and Alleys	27,334	97,381	-	-	-	-	-	-	-	-
Parks and Recreation	-	-	-	-	-	-	-	-	-	91,257
Municipal Buildings	6,975	-	-	-	-	-	-	-	-	-
Economic Development	-	-	-	-	-	-	-	-	-	-
Debt service:										
Loan Interest	-	-	-	-	-	-	-	-	-	-
Loan Principal	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	22,477	-	-	-	-	-	-	-
Total Expenditures	$ 34,309	$ 97,381	$ 34,977	$ 24,750	$ 279,926	$ 151,653	$ 200,960	$ 19	$ 5,177	$ 91,257
Excess (Deficiency) of Revenues over Expenditures	$ 25,640	$ (91,226)	$ (8,581)	$ 3,227	$ 22,696	$ (8,283)	$ 6,346	$ (19)	$ 14,816	$ 38,679
Transfer In	-	80,000	-	-	-	-	-	-	-	-
Transfer (Out)	(24,000)	-	-	-	-	-	-	-	-	-
Net Change in Fund Balances	$ 1,640	$ (11,226)	$ (8,581)	$ 3,227	$ 22,696	$ (8,283)	$ 6,346	$ (19)	$ 14,816	$ 38,679
Fund Balances - Beginning	323,570	727	68,916	24,673	57,901	129,739	30,874	19	12,726	128,700
Fund Balances - Ending	$ 325,210	$ (10,499)	$ 60,335	$ 27,900	$ 80,597	$ 121,456	$ 37,220	$ -	$ 27,542	$ 167,379

CITY OF MARSEILLES
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL NON-MAJOR GOVERNMENTAL FUNDS
Year Ended April 30, 2026

	East Broadway Economic Fund	TIF #4 Fund	TIF #5 Fund	Community Development Fund	Other Bond Funds	Special Assessment Funds	Total All Non-Major Gov't Funds
REVENUES							
Property Tax	$ -	$ 768	$ 108,115	$ -	$ 405,125	$ -	$ 1,320,322
Replacement Tax	-	-	-	-	-	-	15,000
Drug & DUI Fund Fines, Fees, and Tower Rent	-	-	-	-	-	-	25,203
Motor Fuel Tax and Grant Income	-	-	-	-	-	-	-
Concessions and Pool Income	-	-	-	-	-	-	51,934
Donations	-	-	-	-	-	-	-
Reimbursements	-	-	-	-	-	-	-
Interest Revenue	-	-	-	-	-	-	11,193
Bond Proceeds and Premiums	-	-	-	-	-	-	-
Grant Revenue	-	-	-	-	-	-	-
Proceeds from Land Sale	-	-	-	-	-	-	-
Other	-	-	-	8,353	-	-	22,413
Total Revenues	$ -	$ 768	$ 108,115	$ 8,353	$ 405,125	$ -	$ 1,446,065
EXPENDITURES							
Current:							
General Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ 669,808
Public Safety	-	-	-	-	-	-	5,177
Streets and Alleys	-	-	-	-	-	-	124,715
Parks and Recreation	-	-	-	-	-	-	91,257
Municipal Buildings	-	-	-	-	-	-	6,975
Economic Development	-	11,837	43,061	2,585	-	-	57,483
Debt Service:							
Loan Interest	-	-	-	-	10,522	-	10,522
Loan Principal	-	-	-	-	395,000	-	395,000
Capital Outlay	7,000	-	5,065	-	-	-	34,542
Total Expenditures	$ 7,000	$ 11,837	$ 48,126	$ 2,585	$ 405,522	$ -	$ 1,395,479
Excess (Deficiency) of Revenues over Expenditures	$ (7,000)	$ (11,069)	$ 59,989	$ 5,768	$ (397)	$ -	$ 50,586
Transfer In	4,000	-	54,006	-	-	-	138,006
Transfer (Out)	-	(54,006)	(1,722)	-	-	-	(79,728)
Net Change in Fund Balances	$ (3,000)	$ (65,075)	$ 112,273	$ 5,768	$ (397)	$ -	$ 108,864
Fund Balances - Beginning	40,137	65,075	131,934	271,186	9,807	(2,047)	1,293,937
Fund Balances - Ending	$ 37,137	$ -	$ 244,207	$ 276,954	$ 9,410	$ (2,047)	$ 1,402,801

CITY OF MARSEILLES
COMBINING STATEMENT OF FUND NET POSITION
ALL PROPRIETARY FUNDS
Year Ended April 30, 2026

	Waterworks Fund	Sewer Fund	Water System Improvement Fund	Sewer System Improvement Fund #1	Sewer System Improvement Fund #2	Extra Meter Charge Fund	Other Bond Funds	Total Proprietary Funds
ASSETS								
Current Assets:								
Cash and Cash Equivalents	$ 490,546	$ 371,021	$ 284,147	$ 45,647	$ 596,257	$ -	$ -	$ 1,787,618
Receivables:								
Accounts Receivable	113,593	141,606	-	-	-	14,099	-	269,298
Allowance for Doubtful Accounts	-	-	-	-	-	-	-	-
Property Tax Receivable	40,000	95,000	-	-	-	-	-	135,000
Non-Current Assets:								
Infrastructure	3,740,081	5,587,654	6,400,873	203,200	10,593,589	107,526	1,985,000	28,617,923
Vehicles and Equipment	949,107	578,543	38,260	-	-	100,277	-	1,666,187
Accumulated Depreciation	(3,984,690)	(4,061,391)	(1,301,253)	(41,249)	(2,584,463)	(191,751)	(875,199)	(13,039,996)
Total Assets	$ 1,348,637	$ 2,712,433	$ 5,422,027	$ 207,598	$ 8,605,383	$ 30,151	$ 1,109,801	$ 19,436,030
DEFERRED OUTFLOWS OF RESOURCES	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets and Deferred Outflows	$ 1,348,637	$ 2,712,433	$ 5,422,027	$ 207,598	$ 8,605,383	$ 30,151	$ 1,109,801	$ 19,436,030
LIABILITIES								
Current Liabilities:								
Accounts Payable	$ 5,273	$ 5,454	$ -	$ -	$ -	$ -	$ -	$ 10,727
Current Deposits	-	-	-	-	-	-	-	-
Accrued Wages	7,098	11,572	-	-	-	-	-	18,670
Non-Current Liabilities:								
Accrued Compensation Liability	12,398	12,398	-	-	-	-	-	24,796
Notes Payable - Due within One Year	-	-	88,215	-	-	-	-	88,215
Bonds Payable - Due within One Year	-	-	20,000	-	235,000	-	-	255,000
Notes Payable - Due in more than One Year	-	-	396,967	-	-	-	-	396,967
Bonds Payable - Due in more than One Year	-	-	2,135,000	-	4,110,000	-	-	6,245,000
Total Liabilities	$ 24,769	$ 29,424	$ 2,640,182	$ -	$ 4,345,000	$ -	$ -	$ 7,039,375
DEFERRED INFLOWS OF RESOURCES								
Deferred Inflows - Property Taxes (Note 1C)	$ 40,000	$ 95,000	$ -	$ -	$ -	$ -	$ -	$ 135,000
Total Deferred Inlows of Resources	$ 40,000	$ 95,000	$ -	$ -	$ -	$ -	$ -	$ 135,000
NET POSITION								
Net Investment in Capital Assets	$ 704,498	$ 2,104,806	$ 2,497,698	$ 161,951	$ 3,664,126	$ 16,052	$ 1,109,801	$ 10,258,932
Restricted - nonexpendable	-	-	-	-	-	-	-	-
Restricted For:								
Capital Projects	-	-	272,651	45,647	79,885	-	-	398,183
Debt Service	-	-	11,496	-	516,372	-	-	527,868
Unrestricted	579,370	483,203	-	-	-	14,099	-	1,076,672
Total Net Position	$ 1,283,868	$ 2,588,009	$ 2,781,845	$ 207,598	$ 4,260,383	$ 30,151	$ 1,109,801	$ 12,261,655
Total Liabilities, Deferred Inflows, and Net Position	$ 1,348,637	$ 2,712,433	$ 5,422,027	$ 207,598	$ 8,605,383	$ 30,151	$ 1,109,801	$ 19,436,030

CITY OF MARSEILLES
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
ALL PROPRIETARY FUNDS
Year Ended April 30, 2026

	Waterworks Fund	Sewer Fund	Water System Improvement Fund	Sewer System Improvement Fund #1	Sewer System Improvement Fund #2	Extra Meter Charge Fund	Other Bond Funds	Total Proprietary Funds
OPERATING REVENUES								
Water and Sewer Sales	$ 998,523	$ 1,348,430	$ -	$ -	$ -	$ -	$ -	$ 2,346,953
Water and Sewer Turn and Tap On Fees	26,400	18,301	-	-	-	-	-	44,701
Penalties	36,382	32,508	-	-	-	5,374	-	74,264
Radium Removal	-	-	-	-	-	-	-	-
IEPA Test Fee	-	-	-	-	-	-	-	-
NPDES Permit Fee	-	-	-	-	-	-	-	-
Extra Water Meters	-	-	-	-	-	102,585	-	102,585
Stormwater Fee	-	-	-	-	-	-	-	-
Other	5,185	-	-	-	-	-	-	5,185
Total Revenues	$ 1,066,490	$ 1,399,239	$ -	$ -	$ -	$ 107,959	$ -	$ 2,573,688
OPERATING EXPENSES								
Salaries	$ 205,677	$ 333,240	$ -	$ -	$ -	$ -	$ -	$ 538,917
Health Insurance	70,870	56,578	-	-	-	-	-	127,448
Uniform Allowance	16,000	6,000	-	-	-	-	-	22,000
Engineering Service	19,270	20,892	-	-	-	-	-	40,162
Legal Service	-	3,000	-	-	966	-	-	3,966
Administrative Consultant	14,833	9,598	-	-	-	-	-	24,431
Other Professional Service	52,519	47,207	8,768	-	-	-	-	108,494
Telephone, Cell Phone, Pagers	12,295	4,621	-	-	-	-	-	16,916
Utilities	93,619	123,397	-	-	-	-	-	217,016
Repairs and Maintenance	17,162	46,186	-	-	-	-	-	63,348
Supplies, Postage, and Small Equipment	73,831	40,694	-	-	-	-	-	114,525
Auto Fuel/Oil	8,677	3,382	-	-	-	-	-	12,059
Chemicals	40,976	13,872	-	-	-	-	-	54,848
Administrative Expense	45,000	34,992	-	-	-	-	-	79,992
Depreciation	118,433	144,670	128,282	3,884	211,872	8,252	39,700	655,093
Miscellaneous	3,487	2,291	500	-	-	-	-	6,278
Total Expenditures	$ 792,649	$ 890,620	$ 137,550	$ 3,884	$ 212,838	$ 8,252	$ 39,700	$ 2,085,493
Net Operating Revenue (Loss)	$ 273,841	$ 508,619	$ (137,550)	$ (3,884)	$ (212,838)	$ 99,707	$ (39,700)	$ 488,195
Other Sources (Uses)								
Interest Income	$ -	$ -	$ 2,987	$ -	$ 3,784	$ -	$ -	$ 6,771
Property Tax	39,963	95,337	-	-	-	-	-	135,300
Transfer In	(278,955)	63,739	320,004	12,000	425,996	-	-	542,784
Transfer (Out)	-	(417,996)	(20,000)	-	(66,300)	(104,788)	-	(609,084)
Interest Expense	-	-	(61,618)	-	(133,725)	-	-	(195,343)
Grant Revenue	-	-	-	-	-	-	-	-
Total Other Sources (Uses)	$ (238,992)	$ (258,920)	$ 241,373	$ 12,000	$ 229,755	$ (104,788)	$ -	$ (119,572)
Change in Net Position	$ 34,849	$ 249,699	$ 103,823	$ 8,116	$ 16,917	$ (5,081)	$ (39,700)	$ 368,623
Beginning Net Position	1,249,019	2,338,310	2,678,022	199,482	4,243,466	35,232	1,149,501	11,893,032
Net Position, End of Year	$ 1,283,868	$ 2,588,009	$ 2,781,845	$ 207,598	$ 4,260,383	$ 30,151	$ 1,109,801	$ 12,261,655

Schedule 11

CITY OF MARSEILLES
MARSEILLES PUBLIC LIBRARY
COMPONENT UNIT - STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS, OTHER FINANCIING SOURCES (USES), AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
Year Ended April 30, 2026

	1st & Final	Actual	Over/Under Budget
	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis
CASH RECEIPTS			
Property Taxes	$ 145,000	$ 141,521	$ (3,479)
Interest	15,000	13,274	(1,726)
Replacement Taxes	20,000	13,632	(6,368)
Grant From State of Illinois	10,000	7,146	(2,854)
Fees, Fines, Lost and Damaged Books	3,000	2,402	(598)
Gifts, Memorials, Fund Raisers, Other	20,000	15,251	(4,749)
Township Contract	5,000	5,000	-
Other	10,000	4,251	(5,749)
Total Cash Receipts	$ 228,000	$ 202,477	$ (25,523)
CASH DISBURSEMENTS			
Salaries	$ 100,000	$ 94,951	$ 5,049
Books	25,000	21,755	3,245
Periodicals	300	180	120
Newspapers	600	558	42
CD's, Videos	200	45	155
Telephone and Internet	4,000	3,456	544
Utilities	7,000	6,905	95
Water	300	538	(238)
Supplies	3,000	3,326	(326)
Software Fees and Dues	6,000	8,900	(2,900)
Maintenance and Repair - Building	30,000	67,101	(37,101)
Maintenance and Repair - Equipment	10,000	5,830	4,170
Computer/Hardware, Other Equipment	8,000	6,134	1,866
Capital Outlay	15,000	-	15,000
Educational Programs	3,000	1,055	1,945
Payroll Taxes and Retirement Contributions	12,500	9,420	3,080
Miscellaneous Expense	11,100	1,783	9,317
Total Cash Disbursements	$ 236,000	$ 231,937	$ 4,063
Other Sources (Uses)			
Transfer from City of Marseilles	$ 8,000	$ 6,445	$ (1,555)
Total Other Sources (Uses)	$ 8,000	$ 6,445	$ (1,555)
Change in Fund Balance	$ -	$ (23,015)	$ (23,015)
Fund Balance, Beginning of Year		393,817	
Fund Balance, End of Year		$ 370,802	

Note - Used the Library Board's Operating Budget

HOPKINS & ASSOCIATES
Certified Public Accountants

314 S. McCoy St. Box 224
Granville, IL 61326

306 Backbone Road East
Princeton, IL 61356

815-339-6630

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH STATE OF ILLINOIS PUBLIC ACT 85-1142

To the Honorable Mayor
and Commissioners
City of Marseilles, Illinois

We have audited the financial statements of the City of Marseilles, Illinois, for the year ended April 30, 2026, and have issued our report thereon dated June 30, 2026. The financial statements are the responsibility of the City of Marseilles, Illinois' management. Our responsibility is to express an opinion on these financial statements based on our audit.

Our audit was made in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The management of the City of Marseilles, 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 the State of Illinois Public Act 85-1142, "An Act in Relation to Tax Increment Financing."

The results of our tests indicate that for the items tested, the City of Marseilles, Illinois, complied with Subsection (q) of Illinois Compiled Statutes 65 of (ILCS) 5/11-74.4-3 of the Illinois' Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142).

Hopkins & Assoc.

Granville, Illinois
June 30, 2026