

CITY OF ROCK ISLAND, ILLINOIS  
ANNUAL COMPREHENSIVE FINANCIAL REPORT

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ROCK ISLAND  
ILLINOIS

FOR THE FISCAL YEAR ENDED  
DECEMBER 31, 2021

**CITY OF ROCK ISLAND, ILLINOIS**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2021**

Prepared by:  
Finance Department

Linda Barnes  
Finance Director

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## **INTRODUCTORY SECTION**

This section includes miscellaneous data regarding the City including: Letter of Transmittal, Principal Officials, Organizational Chart, and Certificate of Achievement for Excellence in Financial Reporting.

**CITY OF ROCK ISLAND, ILLINOIS**

**Principal Officials**

**December 31, 2021**

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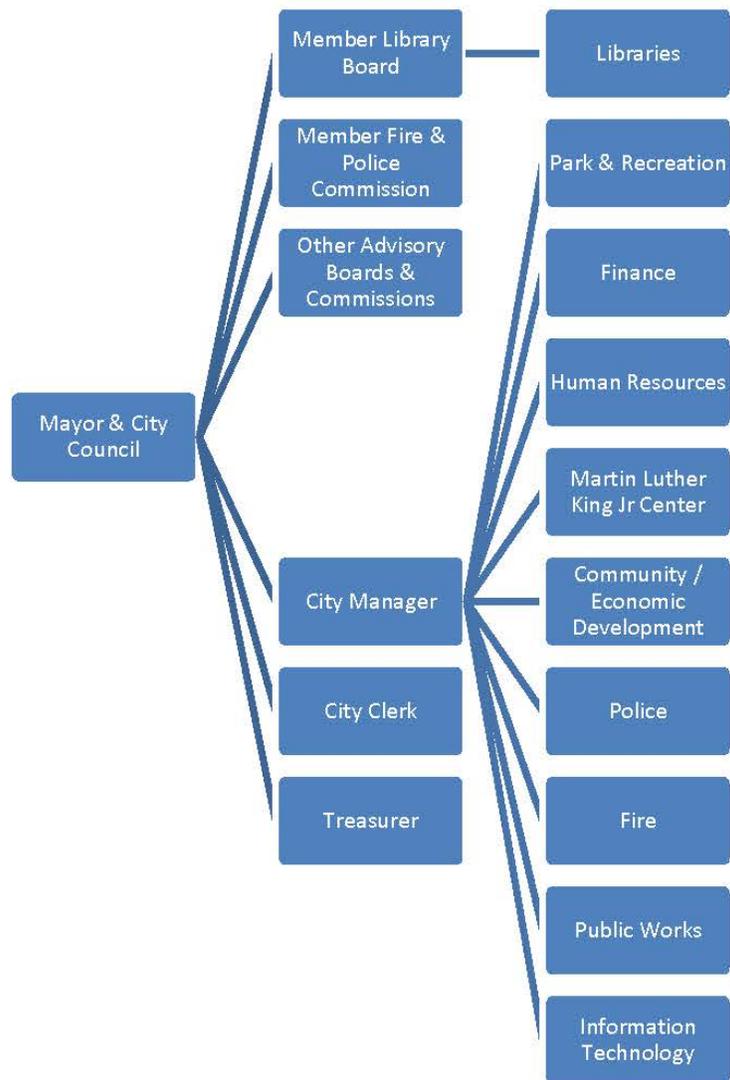
	<u>Term Expiration Date of Elected Officials</u>
Mayor: Mike Thoms	May 1, 2025
City Manager: Randy Tweet	Not Applicable
Council Members:	
Moses Robinson - 1st Ward Alderman	May 1, 2025
Randy Hurt - 2nd Ward Alderman	May 1, 2023
Judith Higgins Gilbert - 3rd Ward Alderwoman	May 1, 2025
Jenni Swanson - 4th Ward Alderwoman	May 1, 2023
Dylan Parker - 5th Ward Alderman	May 1, 2025
Mark Poulos - 6th Ward Alderman	May 1, 2023
David Geenen - 7th Ward Alderman (Resigned November 19, 2021)	May 1, 2025

# CITY OF ROCK ISLAND, ILLINOIS

## Organizational Chart

December 31, 2021

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ROCK ISLAND  
ILLINOIS

June 29, 2022

We are pleased to present the December 31, 2021 Annual Comprehensive Financial Report (ACFR) to the City Council. This report is intended to update the City Council and the residents of Rock Island on the status of the City's financial position and results of operations for the period ending December 31, 2021. State law requires that all local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Consistent with that requirement, we submit the ACFR for the City of Rock Island for the period ended December 31, 2021.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Lauterbach & Amen LLP, Certified Public Accountants, have issued an unmodified ("clean") opinion on the City of Rock Island's financial statements for the period ended December 31, 2021. The independent auditor's report is located at the front of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

### Profile of the City

The City of Rock Island is located in northwestern Illinois, situated between the Mississippi and Rock Rivers approximately 175 miles west of Chicago and 175 miles east of Des Moines. Along with the communities of Moline and East Moline, Illinois, and Davenport and Bettendorf, Iowa, the City of Rock Island is part of the Davenport - Rock Island - Moline Metropolitan Statistical Area (MSA) commonly referred to as the Quad Cities. Rock Island is also the county seat of Rock Island County. In 2020, Rock Island's population was 37,108 in a region of 383,681.

The City of Rock Island is organized under the Council-Manager form of government with legislative authority vested in a City Council made up of a Mayor and seven alderpersons. Council members are elected from wards to staggered four-year terms. The City has unified its administrative functions through the appointment of a City Manager (the position was created by the action of the City Council on July 1, 1952), who is responsible for the day to day operations of the City and its 429 full-time equivalent employees. The City's police department, with 81 sworn police officers, is located at 1212 – 5th Avenue. The fire department currently has four stations housing the department's 57 full-time personnel.

The City negotiates with the following bargaining units: Fraternal Order of Police (62 employees, contract expires December 31, 2024); Police Command (19 employees, contract expires December 31, 2024); Fire Fighters (57 employees, contract expires December 31, 2023); Library (8 full-time employees and 17 part-time employees, UAW contract expires December 31, 2024); Public Works (74 employees, AFSCME A contract expires December 31, 2024), and Office/Professional (63 employees, AFSCME B contract expires December 31, 2023). The City considers its employee relations to be good.

The City of Rock Island maintains budgetary controls to ensure compliance with legal provisions of the annual budget. The legal level of budgetary control is at the fund level, but management control is exercised at the department level. In addition, the City Manager may only make line item adjustments within a department and does not have the authority to change any totals within a fund without approval by City Council. Reported budget amounts represent the adopted budget as adjusted. Due to the City's power as a home rule unit and its ordinance establishing budget policies and procedures, actual budget expenditures and transfers out can exceed budgeted amounts without violating any state laws. Spending and administrative control of expenditures and transfers is monitored through detailed line item department budgets. The City of Rock Island also maintains an encumbrance accounting system. Encumbered amounts lapse at year-end but are generally re-appropriated as part of the following year's budget.

### Factors Affecting Economic Condition

#### **Local Economy**

Downtown Rock Island has become a destination for some 100,000 people who attend major events and weekly music presentations throughout the year. The success of events like Ya Maka My Weekend and the St. Patrick's Day Parade has fostered the establishment of over 30 restaurants, bars, art galleries, and entertainment outlets generating significant private investment. Arts establishments such as the Quad City Arts, Rozz-Tox, CIRCA 21, The Center for the Living Arts, and the Speakeasy offer unique venues for experiencing the visual and performing arts. Dphilms, a commercial video production business, maintains state of the art video production facilities. Navarro Canoe Company produces beautiful, hand-made canoes that help connect patrons with the rivers and lakes of the Midwest. Services for Downtown patrons and residents are varied with unique, local establishments like Soi 2, El Patron, Quad City Pancake House, Rock Island Ale House, and Huckleberry's.

Aside from arts and entertainment, downtown Rock Island continues to benefit from the home office operations of major insurance companies: Modern Woodmen of America, Royal Neighbors of America, and Illinois Casualty Company. Several service and retail businesses have also opened in the downtown including: Discounted Furniture, Coleman Florist, Taste Buds, Ms. BriMani's Hair & Beauty Supply, and Healthy Harvest. In addition to business establishments, MetroLINK completed construction of an indoor Transfer Station on 2nd Avenue in 2014. The station connects transit users to locations throughout the Quad Cities as well as the Moline Multi-Modal Station, which will eventually serve passenger rail to and from Chicago.

In addition to private investment in the downtown, the City of Rock Island has contributed to projects designed to improve the quality of life for residents and downtown employees. The Landing, a transient boat dock located at Schwiebert Riverfront Park supports recreational boat users and provides an alternative means of transportation to reconnect residents and visitors to the Mississippi River and downtown amenities. The City also assisted with the establishment of a Children's Garden at the Quad City Botanical Center. This \$1.2 million project consists of river basin and delta features and an entry plaza. The City assisted Bridges Catering, a premier local caterer, to relocate into the downtown.

## Housing Activity Downtown

Creating new housing opportunities in the downtown has been a major focus of investment in recent years. Rock Island Economic GROWTH Corporation has been instrumental in redeveloping structures for downtown housing which has expanded our resident population. These efforts are advancing the goal of creating a downtown mixed-use neighborhood with office, retail, and recreational amenities integrated with quality public transportation. While GROWTH has led the way, several private developers have followed suit to convert the upper floors of commercial buildings into living space. Downtown housing successes include:

- a. Renaissance, Goldman, and Bowlby Lofts, renovated in 2001, were the first loft developments in the downtown with 54 mixed-income apartments and first floor commercial space. Both the Renaissance and Goldman developments received updates in 2020.
- b. Clipper Condos, completed in 2004, with nine condominium units and first floor commercial space represented the first, new, owner-occupied construction in the downtown in over 50 years.
- c. The Sala Apartments project was completed in 2005 with 33 affordable rental units. This development received the Richard Driehaus Foundation award for Outstanding Rehabilitation; the Sala building is listed on the National Register of Historic Places. A 2022-23 project is planned to perform preventative maintenance and upkeep on the building.
- d. Voss Brothers Lofts was completed in 2006; a former vacant warehouse was transformed into 35 rental apartments.
- e. DuMarche' Market on Third, completed in 2009, offers six, live-work artist studios and retail shops. The McKesson building was renovated in 2009 as a mixed-use, sustainable development. McKesson was the first building in the Illinois Quad Cities to have a 10,000 square foot, environmentally friendly, "green" roof.
- f. Jackson Square, the former Illinois Oil Company building, was redeveloped in 2011. The project featured 30 rental units with nine different floor plans of one, two, and three-bedroom units.
- g. The Goldman Family Block redevelopment project was completed in 2013. This was the final piece of a \$12 million public/private investment for 1700 block on 2nd Avenue.
- h. The Locks, a 36-unit mixed-income apartment building, was completed by Rock Island GROWTH in January 2015. The Locks was developed as a transit-oriented development to support downtown's need for market driven, live-work housing. This project supports the Federal Transit Administration's Livable Communities Initiative, an effort that strengthens the link between transit and communities.
- i. The 137-year old historic Star Block building is slated for rehabilitation to create eight live-work units and approximately 1,600 square feet of commercial space. Accessible, affordable units targeted toward veterans will be created on the ground floor at the rear of the building. \$700,000 of federal funding was utilized for Phase 1 and is open.
- j. Garden District was completed in 2016, bringing seven single-family, new construction homes to downtown Rock Island.

In addition, the following coming attractions are planned for the near future or are currently under construction in downtown Rock Island:

- a. Star Block Phase II will redevelop two additional 130+ year old buildings into multiple apartment units.
- b. Demolition has taken place and construction on a new location for the Federal Courthouse will begin by the end of 2022.
- c. The rehabilitation of a historically significant bank branch was completed by a local financial institution for continued use as a banking facility.
- d. Construction of a new YWCA facility has begun in 2022.

Building on the momentum of these successful projects, the City anticipates an increase in private investment and a continuation of the downtown renaissance. The Downtown Revitalization Plan finalized in 2015, resulted in a planning document that articulates achievable actions to guide and catalyze further investment in the downtown. The plan also calls for the continuation of residential development especially on the upper floors of existing downtown buildings. In 2018, the City held public meetings to discuss and design streetscape guidelines for downtown. A Downtown Manager was hired in 2021 to devote a full-time staff member to work toward achievement of downtown goals. A Downtown Steering Committee comprised of representatives from the public and private sectors meets to discuss plans for moving forward with a sustainable model of investment in the downtown area since the TIF has ended.

### **Economic and Housing Activity in Greater Rock Island**

The City of Rock Island continues to make progress with new developments within the city limits. In 2015, FedEx opened its new 189,000 square foot distribution facility in the City's southwest industrial area. Several other companies in the southwest industrial area have added jobs including Hawk Technology a designer/maker of high-tech manufacturing equipment. Green Thumb Inc. (GTI) completed a 66,000 square foot expansion of their Rock Island facility in 2020. This expansion cost approximately \$12,000,000 and will employ an additional 120 people. In 2019, AgriSolutions (a Canadian company) completed a \$4,000,000 relocation to the former Coca Cola distribution facility in the Southwest Industrial Park. This location will bring an additional 125 jobs to Rock Island. McLaughlin Body Company finalized the acquisition of their Rock Island facility in October 2018 and are investing over \$6,000,000 and bringing an additional 140 jobs to the facility. Hill and Valley Bakery completed a small expansion in 2020 which added an additional line to the facility's production capabilities.

The City has aggressively undertaken the redevelopment of Watchtower Plaza on 11th Street. This old, tired shopping center needed a major redevelopment. To undertake the project, the City acquired the shopping center and a number of adjacent parcels. All companies relocated out of Watchtower Plaza to new locations and the former buildings were demolished. This action directly led to the development of Blackhawk Commons at the corner of Black Hawk Road and 11th Street. Blackhawk Commons is home to two former Watchtower Plaza tenants, Black Hawk College and State Farm Insurance; both were joined by the new corporate headquarters of IMEG Corp. (formerly Missman Incorporated). Hill & Valley Bakery moved to the former Quad City Industrial Center (QCIC) building (i.e. former Farmall facility). The move allowed Hill & Valley to add over 100 jobs and continue to expand their business. These developments total over \$22 Million in new investment. Attraction efforts for the site continue.

From a growth standpoint, the City continues to move steadily forward, avoiding the major development peaks and valleys experienced in other areas of the country. Modest, steady, and sustainable growth has allowed the City to maintain high service levels at very reasonable costs.

The 2021 Strategic Initiatives established four Goals:

#### **GOAL #1: FINANCIAL SUSTAINABILITY**

Achieve financial sustainability through the transformation of the city's budget process, financial analysis and metrics, and resource allocation with a focus on educating, including, and engaging residents and businesses as partners in the process.

#### **GOAL #2: COMMUNICATIONS**

Utilize dynamic and innovative communications as a primary strategy in marketing, promoting, and engaging with both external and internal stakeholders about city issues, projects, services, and opportunities.

#### **GOAL #3: ECONOMIC DEVELOPMENT**

Transform local economy through pro-active business retention, entrepreneurial development, and business attraction strategies in a way that enhances community vitality through the creation of jobs, opportunities and revenue.

**GOAL #4: PLACEMAKING**

Leverage Rock Island’s assets and existing strengths to foster inclusive growth and development in its diverse neighborhoods; use existing systems such as the creative use of planning, zoning and design guidelines to augment public amenities in neighborhoods; and focus on enhancing the quality of life for city residents.

The 2022 budget incorporates the Capital Improvement Program, the Community Development Block Grant Program and other City funds. It allocates resources inasmuch as possible, to enable progress on the priorities established by the Mayor and City Council.

The proposed budget includes the following important features:

The budget includes the first-year funding of the Five-Year Capital Improvement Plan being presented to the City Council. This calendar year includes \$13,344,037 for capital and infrastructure projects/service contracts and a total of \$54,920,194 is planned for the remaining four years. Significant capital and maintenance projects in the 2021 budget include:

11th Street between 25th and 42nd Ave: Water Main Replacement	\$ 1,825,000
RI Parkway & 85th Ave W Ave Improvements	1,027,450
Snow plows (11 @ appx \$70K each)	750,000
Single Axle Dump Trucks (8 trucks @ \$90K Each)	720,000
37th Ave & 46th St Reconstruction	510,000
Tandem Dump Trucks (2 @ 125K Each)	250,000
Maintenance - Mill & Fill	170,000
Maintenance - Street Patching	170,000
Body Worn Cameras and Related Equipment/Service	167,348
31st Ave Resurfacing: RI Parkway to 11th St	100,000
	<hr/>
	5,689,798
	<hr/> <hr/>

The City's proposed property tax rate for 2022 slightly decreased to \$2.748 per \$100 of assessed value. This is an .399% or .0034 decrease from the prior year tax rate. The proposed 2022 budget includes a property tax levy of \$14,443,594. This is an increase of \$896,687 from the 2021 calendar year property tax extensions.

The City’s five-year projection for the General Fund indicates that the cost of providing services is increasing more rapidly than the revenue to support them. The City will continue to monitor spending closely at the same time it seeks to expand the City’s tax base through economic development efforts.

Although the City was impacted by the COVID-19 pandemic, it continued to weather the economic downturn and prepare balanced budgets without significant changes in operations or service quality. This was accomplished through a combination of budget reductions, increase in user fees, use of reserve funds as well as reallocation of revenue and expenses. In recent years there have been modest increases in property values indicating relatively healthy local economic conditions. Economic condition improvement is also seen in the increases of replacement, income and sales taxes but the continued downward trend in telecommunication taxes along with use tax revenue is a concern that will be monitored. Another significant concern is the City’s rising police and fire pension contribution. Before the 2017 levy, the City has historically funded this obligation through the property tax levy without raising the overall rate. The cumulative effect on the general fund has been to reduce revenues available for operations.

It is predicted that the COVID-19 Pandemic will continue to impact revenue through CY 2023. The federal government signed the American Rescue Plan Act of 2021. The Coronavirus State and Local Fiscal Recovery Funds (CSLFRF) delivered \$350 Billion for State, Local, Territorial, and Tribal Governments to respond to the COVID-19 emergency.

The City of Rock Island was eligible for \$27 Million in CSLFRF and received the first tranche in May of 2021 and the second tranche in June of 2022. At this time plans are being made to determine the best use of the funds under the guidelines provided by the U.S. Department of Treasury.

### **Major Initiatives**

The City's 2014 Comprehensive Plan, along with the 2015 Downtown Revitalization Plan, outline specific strategies for continuing development activities. Continued investments in housing and high occupancy rates have created a resurgent downtown atmosphere. This atmosphere has encouraged projects like the QC Pancake House expansion (total project cost approximately \$400,000) and Ms. BriMani's purchase and renovation of a downtown building (total project cost approximately \$800,000). In an effort to further leverage the energy that exists downtown, an historic district nomination to the National Register of Historic Places was submitted to, and approved by, the National Park Service in 2020.

Community partners are also investing in Rock Island. Trinity/Unity Point Hospital completed construction of a \$61 million, 90,000 square foot expansion to the Rock Island campus. The expansion included a modern cardiac care unit, emergency room, and psychiatric patient services. Augustana College recently completed expansion of Hanson Hall of Science and Brodahl Hall, and remodeled the Bruner Theatre. Augustana is currently wrapping up construction of the Knowlton Center for Innovation in Health, Wellness, and Human Performance.

The Engineering Division also completed very detailed grant applications for BUILD, STBG, IEPA, REBUILD Illinois, Illinois Downtown and Safe Routes to Schools. The City was awarded approximately \$3,000,000 in STBG and Safety funds for the 1<sup>st</sup> Avenue (IL920 Reconstruction and 20<sup>th</sup> Avenue SRTS Sidewalk Projects). In addition, grant applications were submitted for the following projects: RI Levee Outlet Valve Rehabilitation and Improvements, IL-92 (15<sup>th</sup>/38<sup>th</sup> Street) Road Diet and Complete Streets, 20<sup>th</sup> Street Resurfacing 20<sup>th</sup> Street Sidewalks, 1<sup>st</sup> Avenue Road Diet, 38<sup>th</sup> St/<sup>th</sup> Ave Intersection, RI Parkway and 11<sup>th</sup> Street (31<sup>st</sup> 44<sup>th</sup> Avenue) Road Diet and Complete Streets.

Two new gas meters were installed to feed the new filtration building and police station. The "Locks" parking lot downtown was converted to LED lighting. The City's two electricians were instrumental in the acquisition and installation of backup generators at the water treatment facilities. Their efforts enabled water treatment to be maintained during the prolonged power outage caused by the Derecho wind storm..

A multi-year rehabilitation project was begun on the Mill Street Waste Water Treatment Plant to complete the mix treatment tanks including replacing all the membranes of the aeration system, making repairs to the aeration system piping and cleaning accumulated sludge from the tanks.

### **Financial policies**

The City's investment policy is updated as necessary to ensure compliance with state law and changes in allowed investments. It is the goal of City management to have 100% of its idle funds invested at all times in interest bearing accounts. This goal ensures that City management is using the available funds to their maximum. Safety of principal is the foremost objective of the investment policy. Except for the pension funds, for which short-term market fluctuations are tolerable, each investment transaction shall seek to first ensure that capital losses are avoided. Investment opportunities are limited by the parameters found in Illinois Statutes 30ILCS235. Market speculation is not appropriate in the investment of funds. Investments are intended to mature when funds are needed. The prudent person standard is used in managing the City's overall portfolio.

City financial policies address cash flow borrowing, general fund cash balance, fund balances for the library fund, health insurance fund, self-insurance fund, enterprise funds and park fund. Financial policies also address the diversification, stabilization and collections of revenue, use of revenue from riverboat gambling, general fund five-year projection, capital and debt management and contingency and reserves.

The city council approves the financial policies to ensure funds are spent and managed in the most cost-effective manner based on the services provided while ensuring the financial records are maintained in accordance with GAAP, Government Auditing Standards and state and federal laws.

### **Awards and Acknowledgments**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Rock Island for its annual comprehensive financial report for the fiscal year ended December 31, 2020. This was the 40<sup>th</sup> consecutive year that the City of Rock Island has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department as well as the staff of our independent auditors, Lauterbach & Amen, LLP. We would like to express our appreciation to all members of the department and audit staff who assisted and contributed to the preparation of this report. We would also like to commend the Mayor and members of the City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Todd Thompson  
City Manager



Linda Barnes  
Finance Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Rock Island  
Illinois**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2020

*Christopher P. Morrill*

Executive Director/CEO

## **FINANCIAL SECTION**

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

## **INDEPENDENT AUDITORS' REPORT**

This section includes the opinion of the City's independent auditing firm.



## **INDEPENDENT AUDITORS' REPORT**

June 29, 2022

The Honorable City Mayor  
Members of the City Council  
City of Rock Island, Illinois

### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Rock Island, Illinois, as of and for the year ended December 31, 2021, 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 units, each major fund, and the aggregate remaining fund information of the City of Rock Island, Illinois, as of December 31, 2021, 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. 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

### **Required Supplementary Information**

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

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Rock Island, Illinois' basic financial statements. The other supplementary information and supplemental schedules 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, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

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

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

*Lauterbach & Amen, LLP*  
LAUTERBACH & AMEN, LLP

# CITY OF ROCK ISLAND, ILLINOIS

## Management's Discussion and Analysis

December 31, 2021

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Our discussion and analysis of the City of Rock Island's (the City) financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2021. Please read it in conjunction with the transmittal letter, located in the introductory section of this report, and the City's financial statements, located in the basic financial statements section of this report.

### FINANCIAL HIGHLIGHTS

- The City's net position decreased as a result of this year's operations. While net position of business-type activities reported a decrease by \$1,079,426, or 1.9 percent, net position of the governmental activities decreased by \$7,049,814, or 8.7 percent.
- During the year, government-wide revenues for the primary government totaled \$85,073,679, while expenses totaled \$93,202,919, resulting in a decrease to net position of \$8,129,240.
- The City's net position totaled (\$32,612,155) on December 31, 2021, which includes \$102,135,876 net investment in capital assets, \$14,007,659 subject to external restrictions, and \$148,755,690 unrestricted (deficit) net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported an increase this year of \$2,154,932, resulting in ending fund balance of \$13,851,574, an increase of 18.4 percent.

### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the City as a whole and present a longer-term view of the City's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

### Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the City's finances, in a matter similar to a private-sector business. The Statement of Net Position reports information on all of the City's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the City's property tax base and the condition of the City's infrastructure, is needed to assess the overall health of the City.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

# CITY OF ROCK ISLAND, ILLINOIS

## Management's Discussion and Analysis

December 31, 2021

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### USING THIS ANNUAL REPORT - Continued

#### Government-Wide Financial Statements - Continued

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, police and fire, electrical maintenance, municipal vehicle parking system, highways and streets, and libraries. The business-type activities of the City include waterworks, wastewater treatment, park and recreation, stormwater, solid waste, sunset marina, housing and community development loan, and hydro-electric plant.

The City includes two separate legal entities in its report. The Martin Luther King Center and Rock Island Public Library Foundation are presented as a discretely presented component units. Although legally separate, these "component units" are important because the City is financially accountable for it. Financial information for the component units are reported separately from the financial information presented for the primary government itself.

#### Fund Financial Statements

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

#### Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The City maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Public Library Fund, Tax Increment Financing District Fund, Riverboat Gaming Fund, Community/Economic Development Fund, ARPA Fund, Debt Service Fund, and Capital Projects Fund, which are considered major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for all of the governmental funds, except the ARPA Fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

# CITY OF ROCK ISLAND, ILLINOIS

## Management's Discussion and Analysis

December 31, 2021

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### USING THIS ANNUAL REPORT - Continued

#### Proprietary Funds

The City maintains two proprietary fund types: enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Rock Island uses enterprise funds to account for water utility, wastewater utility, stormwater utility, solid waste utility, park and recreation, Sunset Marina and housing and economic development loan activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions.

The City uses internal service funds to account for equipment maintenance, engineering, health insurance, liability insurance and hydroelectric plant funds. This service predominantly benefits governmental rather than business-type functions, and therefore, has been included within governmental activities in the government-wide financial statements. The exception is the hydroelectric plant fund which is included within business type activities because it primarily benefits enterprise funds.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks Fund, Wastewater Treatment Fund, and Park and Recreation Fund, which are considered to be a major funds of the City. Conversely, the internal service funds is presented in the proprietary fund financial statements in a single column. Individual fund data for the internal service fund is provided elsewhere in this report.

#### Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

#### Notes to the Financial Statements

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

#### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's other post-employment benefit obligation, IMRF, police, and fire employee pension obligations and budgetary comparison schedules for the General Fund and major special revenue funds. The combining statements referred to earlier in connection with nonmajor governmental funds, enterprise funds and internal service funds are presented immediately following the required supplementary information on pensions.

**CITY OF ROCK ISLAND, ILLINOIS**

**Management's Discussion and Analysis  
December 31, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the City, liabilities/deferred inflows exceeded assets/deferred outflows by \$32,612,155.

	Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	12/31/21	12/31/20	12/31/21	12/31/20	12/31/21	12/31/20
Current and Other Assets	\$ 79,836,250	58,655,937	20,532,033	19,006,150	100,368,283	77,662,087
Capital Assets	92,186,790	91,660,855	135,455,188	137,055,869	227,641,978	228,716,724
Total Assets	172,023,040	150,316,792	155,987,221	156,062,019	328,010,261	306,378,811
Deferred Outflows	31,908,015	40,136,487	22,327,263	19,813,538	54,235,278	59,950,025
Total Assets/ Deferred Outflows	203,931,055	190,453,279	178,314,484	175,875,557	382,245,539	366,328,836
Long-Term Debt	233,009,383	227,662,631	107,575,357	107,490,227	340,584,740	335,152,858
Other Liabilities	24,515,739	11,937,625	8,832,400	7,834,434	33,348,139	19,772,059
Total Liabilities	257,525,122	239,600,256	116,407,757	115,324,661	373,932,879	354,924,917
Deferred Inflows	34,170,267	31,567,543	6,754,548	4,319,291	40,924,815	35,886,834
Total Liabilities/ Deferred Inflows	291,695,389	271,167,799	123,162,305	119,643,952	414,857,694	390,811,751
Net Position						
Net Investment in Capital Assets	47,225,884	42,832,960	54,909,992	51,900,273	102,135,876	94,733,233
Restricted	14,007,659	11,743,273	—	—	14,007,659	11,743,273
Unrestricted (Deficit)	(148,997,877)	(135,290,753)	242,187	4,331,332	(148,755,690)	(130,959,421)
Total Net Position	(87,764,334)	(80,714,520)	55,152,179	56,231,605	(32,612,155)	(24,482,915)

A large portion of the City's net position, \$102,135,876, reflects its investment in capital assets (for example, land, construction in progress, buildings and improvements, , machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$14,007,659, of the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit of \$148,755,690, represents unrestricted net position and if when positive, may be used to meet the government's ongoing obligations to citizens and creditors.

**CITY OF ROCK ISLAND, ILLINOIS**

**Management's Discussion and Analysis  
December 31, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

	Changes in Net Position					
	Governmental		Business-Type		Totals	
	Activities	Activities	Activities	Activities	Activities	Activities
	12/31/21	12/31/20	12/31/21	12/31/20	12/31/21	12/31/20
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 9,570,286	9,639,212	24,968,786	24,981,047	34,539,072	34,620,259
Operating Grants/Contributions	1,771,755	3,384,297	111,604	159,188	1,883,359	3,543,485
Capital Grants/Contributions	3,086,844	1,802,212	110,023	258,255	3,196,867	2,060,467
General Revenues						
Property Taxes	18,231,586	17,605,833	1,949,577	1,920,935	20,181,163	19,526,768
Gaming Taxes	2,792,965	1,492,811	—	—	2,792,965	1,492,811
Municipal Utility Tax	2,599,843	1,720,883	—	—	2,599,843	1,720,883
Gasoline Tax	421,461	428,796	—	—	421,461	428,796
Food Beverage Tax	919,639	801,107	—	—	919,639	801,107
Other Taxes	704,288	1,377,016	—	—	704,288	1,377,016
State Income Tax	5,231,190	4,296,678	—	—	5,231,190	4,296,678
Sales Tax	6,151,692	5,009,059	—	—	6,151,692	5,009,059
Local Use Tax	1,531,891	1,671,346	—	—	1,531,891	1,671,346
Replacement Tax	4,815,453	2,751,070	—	—	4,815,453	2,751,070
Interest	(74,806)	274,312	27,137	109,708	(47,669)	384,020
Miscellaneous	152,465	161,750	—	(59,127)	152,465	102,623
Total Revenues	57,906,552	52,416,382	27,167,127	27,370,006	85,073,679	79,786,388
<b>Expenses</b>						
General Government	8,759,594	11,498,131	—	—	8,759,594	11,498,131
Police and Fire	46,995,046	45,211,042	—	—	46,995,046	45,211,042
Electrical Maintenance	554,776	591,358	—	—	554,776	591,358
Municipal Vehicle Parking System	10,379	12,111	—	—	10,379	12,111
Highways and Streets	5,274,521	4,454,148	—	—	5,274,521	4,454,148
Libraries	2,447,236	2,614,144	—	—	2,447,236	2,614,144
Interest on Long-Term Debt	1,275,180	1,665,036	—	—	1,275,180	1,665,036
Waterworks	—	—	8,366,020	7,915,549	8,366,020	7,915,549
Wastewater Treatment	—	—	8,483,813	9,499,477	8,483,813	9,499,477
Park and Recreation	—	—	5,059,784	4,940,858	5,059,784	4,940,858
Stormwater	—	—	1,609,441	1,452,960	1,609,441	1,452,960
Solid Waste	—	—	1,811,497	2,118,985	1,811,497	2,118,985
Sunset Marina	—	—	698,773	759,203	698,773	759,203
Housing and Community						
Development Loan	—	—	25,726	56,165	25,726	56,165
Hydro-Electric Plant	—	—	1,831,133	199,054	1,831,133	199,054
Total Expenses	65,316,732	66,045,970	27,886,187	26,942,251	93,202,919	92,988,221
Change in Net Position Before Transfers	(7,410,180)	(13,629,588)	(719,060)	427,755	(8,129,240)	(13,201,833)
Transfers	360,366	317,221	(360,366)	(317,221)	—	—
Change in Net Position	(7,049,814)	(13,312,367)	(1,079,426)	110,534	(8,129,240)	(13,201,833)
Net Position-Beginning	(80,714,520)	(67,402,153)	56,231,605	56,121,071	(24,482,915)	(11,281,082)
Net Position-Ending	(87,764,334)	(80,714,520)	55,152,179	56,231,605	(32,612,155)	(24,482,915)

**CITY OF ROCK ISLAND, ILLINOIS**

**Management's Discussion and Analysis**

**December 31, 2021**

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

Net position of the City’s governmental activities decreased by 8.7 percent (\$87,764,334 deficit in 2021 compared to a deficit of \$80,714,520 in 2020). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit of \$148,997,877 at year-end.

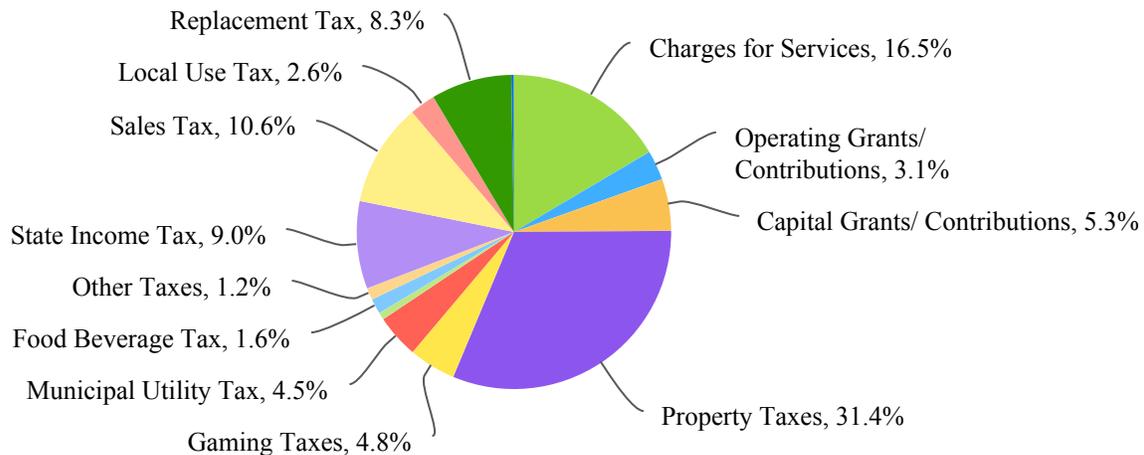
Net position of business-type activities increased by 1.9 percent (\$55,152,179 in 2021 compared to a balance of \$56,231,605 in 2020).

**Governmental Activities**

Revenues for governmental activities totaled \$57,906,552, while the cost of all governmental functions totaled \$65,316,732. This results in a deficit of \$7,410,180 prior to transfers in of \$360,366. In 2020, expenses of \$66,045,970 exceeded revenues of \$52,416,382, resulting in a deficit of \$13,629,588 prior to transfers in of \$317,221. Although total revenue increased from the prior year and total expenditures decreased, the impact from the COVID-19 pandemic is evident in the net position - beginning balance. Net position - beginning balance decreased 19.7% from the prior year net position - beginning balance.

The following chart graphically depicts the major revenue sources of the City. It portrays very clearly the reliance on property taxes, charges for services, sales tax and gaming taxes to fund governmental activities. It also clearly identifies the less significant percentage the City receives from income taxes.

**Revenue by Source - Governmental Activities**



Note: The above chart does not total 100% due to the exclusion of Investment Loss of \$74,806

**CITY OF ROCK ISLAND, ILLINOIS**

**Management's Discussion and Analysis**

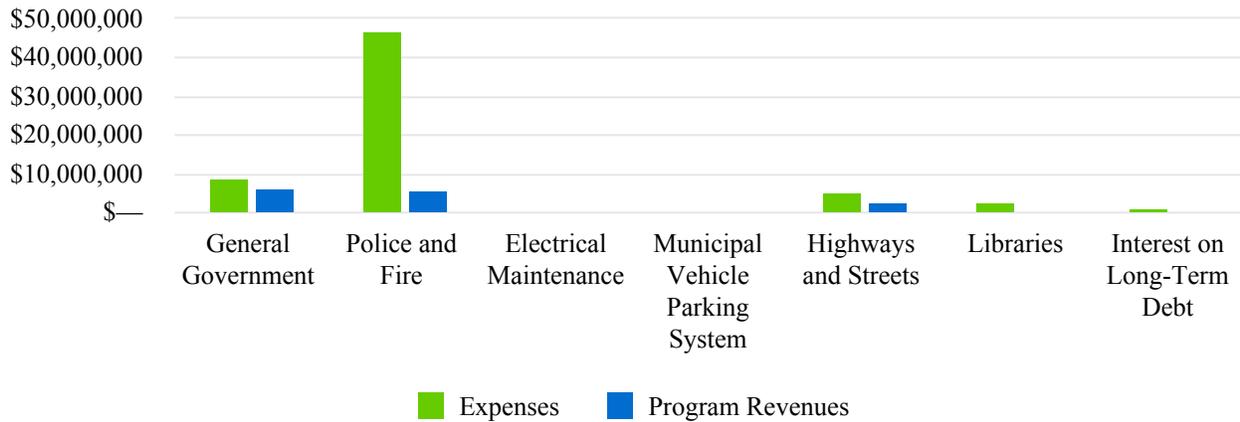
**December 31, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

**Governmental Activities - Continued**

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.

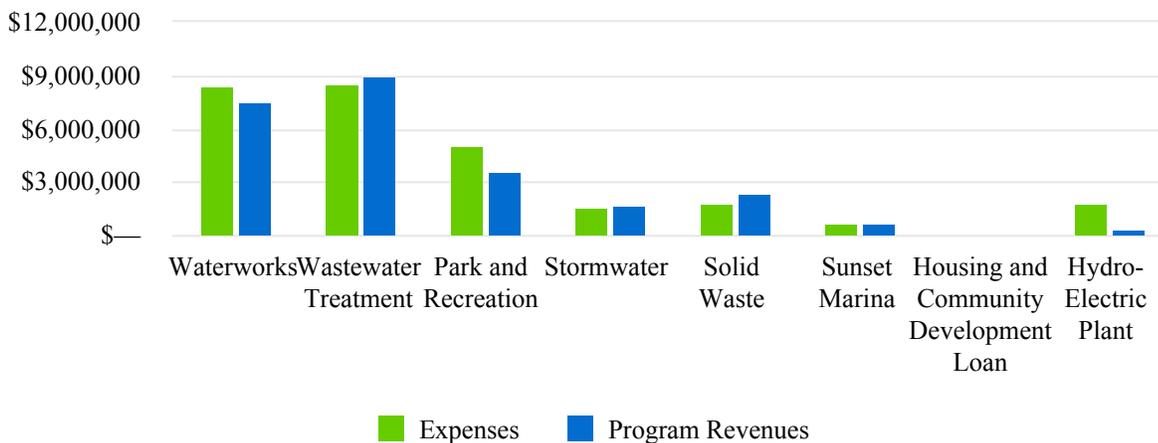
**Expenses and Program Revenues - Governmental Activities**



**Business-Type activities**

Business-Type activities reported total revenues of \$27,167,127, while the cost of all business-type activities totaled \$27,886,187. This results in a decrease of \$719,060 prior to transfers out of \$360,366. In 2020, revenues of \$27,370,006 exceed expenses of \$26,942,251, resulting in a surplus of \$427,755 prior to transfers out of \$317,221. The decrease in change in net position is due mainly to the loss from the sale of assets in the Hydro-Electric Fund after the City terminated the lease agreement. The loss, totaling \$1,625,222 represents the majority of the expense in this fund.

**Expenses and Program Revenues - Business-Type Activities**



# CITY OF ROCK ISLAND, ILLINOIS

## Management's Discussion and Analysis

December 31, 2021

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### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

#### Governmental Funds

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

The City's governmental funds reported combining ending fund balances of \$31,010,071, which is an increase of \$2,981,044, or 10.6 percent, from prior year's total of \$28,029,027. Of the \$31,010,071 total, \$10,794,251, or approximately 34.8 percent, of the fund balance constitutes unassigned fund balance.

The General Fund reported an increase for the year of \$2,154,932, or 18.4 percent. The original budgeted expenditures exceeded budgeted revenues by \$1,472,879. State income tax increased significantly during the year fueled by the rebounding labor market and extraordinary corporate income tax receipts. Replacement tax also saw a significant increase due to higher business income tax payments from C-Corporations and S-Corporations.

The General Fund is the chief operating fund of the City. At December 31, 2021, unassigned fund balance in the General Fund was \$13,540,026, which represents 97.8 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 34.0 percent of total General Fund expenditures.

The Public Library Fund reported a decrease for the year of \$401,625. There were no significant changes in the actual revenue. Expenditures included the Johnson Control Capital Project accounting for 19% of operating expenditures. This project is expected to be completed in 2022.

The Tax Increment Financing District Fund reported an increase for the year of \$2,012,378, which was due largely to unspent contributions and delayed projects in the Downtown TIF.

The Riverboat Gaming Fund reported a decrease of \$888,660. The COVID-19 pandemic continued to impact the Riverboat Gaming Fund during 2021. Total gaming revenue received in 2021 totaled \$2,541,583. This is more than a 50% decrease from the average annual receipt of \$4,438,000 from 2016 -2019.

The Community/Economic Development Fund reported an increase of \$113,333. Two grants were received from the State of Illinois from the Illinois Department of Natural Resources (IDNR) in the amount of \$10,500 and Illinois Housing Development Association (IDHA) in the amount of \$40,000. Additional revenue was received from rebates and miscellaneous for approximately \$44,000.

The ARPA Fund reported a decrease of \$81,886 which was a direct result from recording investment loss for the year.

The Debt Service Fund reported a decrease of \$539,148. The City budgeted for an increase of \$119,278. Costs were related to debt restructuring to reduce future payments.

The Capital Projects Fund reported a decrease of \$405,360. This includes the CIP Fund and the CIP Street Fund (supported by the Gas Tax). Both Funds expected a shortfall. Project cost accruals increased the deficit of revenues over expenditures.

# CITY OF ROCK ISLAND, ILLINOIS

## Management's Discussion and Analysis

December 31, 2021

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### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

#### Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The City reports the Waterworks Fund, Wastewater Treatment Fund, and Park and Recreation Fund as major proprietary funds. These funds account for all of the operations of the water, wastewater and park and recreation operations. The Public Works Department is responsible for operating many of the water and sewer functions and facilities within the City of Rock Island. Water and wastewater service charges for a standard residential meter is \$81.08 per quarter; while usage is charged per 100 cubic feet at \$8.16.

The City intends to run the funds at a breakeven rate. Periodically, there will be an annual surplus or draw down due to timing of capital projects.

The deficit in the Waterworks Fund during the current fiscal year was \$845,272, which exceeds the original budget deficit balance in which revenue was budgeted at \$8,015,084 and expenses were budgeted at \$9,002,254. Unrestricted net position in the Waterworks Fund totaled \$2,838,393 at year-end.

The Wastewater Treatment Fund reported a surplus of \$619,067 due mainly to an increase in charges for services..

The Park and Recreation Fund reported a surplus of \$200,270 due mainly to capital contributions in the amount of \$110,023.

#### GENERAL FUND BUDGETARY HIGHLIGHTS

The City Council did not make any budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$41,359,787, compared to budgeted revenues of \$37,366,372. State income, replacement taxes, local option and sales taxes were significantly higher than the budget by approximately \$4.8 million for 2021.

The General Fund actual expenditures for the year were \$27,299 higher than budgeted (\$39,797,149 actual compared to \$39,769,850 budgeted). Actual expenditures were in-line with budgeted expenditures.

**CITY OF ROCK ISLAND, ILLINOIS**

**Management's Discussion and Analysis**

**December 31, 2021**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The City's investment in capital assets for its governmental and business type activities as of December 31, 2021 was \$227,641,978 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, machinery and equipment, and infrastructure.

	Capital Assets - Net of Depreciation					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	12/31/20	12/31/20	12/31/21	12/31/20	12/31/21	12/31/20
Land	\$ 8,444,605	8,444,605	1,712,026	1,712,026	10,156,631	10,156,631
Construction in Progress	4,395,955	2,726,269	9,697,134	6,347,331	14,093,089	9,073,600
Buildings and Improvements	30,368,305	31,480,889	35,436,995	36,983,699	65,805,300	68,464,588
Machinery and Equipment	5,845,840	5,213,759	663,943	920,603	6,509,783	6,134,362
Infrastructure	43,132,085	43,795,333	87,945,090	91,092,210	131,077,175	134,887,543
<b>Totals</b>	<b>92,186,790</b>	<b>91,660,855</b>	<b>135,455,188</b>	<b>137,055,869</b>	<b>227,641,978</b>	<b>228,716,724</b>

This year's major additions included:

	Governmental	Business-Type
	Activities	Activities
Construction in Progress	\$ 2,626,188	4,069,939
Machinery and Equipment	552,377	—
Infrastructure	956,502	90,233
	<b>4,135,067</b>	<b>4,160,172</b>

Additional information on the City's capital assets can be found in Note 3 of this report.

**CITY OF ROCK ISLAND, ILLINOIS**

**Management's Discussion and Analysis**

**December 31, 2021**

**CAPITAL ASSETS AND DEBT ADMINISTRATION - Continued**

**Debt Administration**

At year-end, the City had total outstanding debt of \$332,814,403 as compared to \$345,300,414 the previous year, a decrease of 3.6 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	12/31/21	12/31/20	12/31/21	12/31/20	12/31/21	12/31/20
Compensated Absences	\$ 2,918,797	3,875,769	506,520	737,872	3,425,317	4,613,641
Net Pension Liability - IMRF	(11,078,414)	(3,081,954)	(6,328,802)	(1,616,170)	(17,407,216)	(4,698,124)
Net Pension Liability - Police	92,597,955	87,368,886	—	—	92,597,955	87,368,886
Net Pension Liability - Firefighters'	76,685,900	72,834,121	—	—	76,685,900	72,834,121
Total OPEB Liability - RBP	17,698,652	18,282,055	4,152,662	4,059,567	21,851,314	22,341,622
Line of Credit	—	—	1,300,000	—	1,300,000	—
Capital Lease Payable	—	—	99,519	146,744	99,519	146,744
General Obligation Bonds	46,964,578	50,831,567	26,254,711	17,387,026	73,219,289	68,218,593
IEPA Loans Payable	—	—	58,770,371	72,202,977	58,770,371	72,202,977
Asset Retirement Obligation	46,950	46,950	22,225,004	22,225,004	22,271,954	22,271,954
<b>Total</b>	<b>225,834,418</b>	<b>230,157,394</b>	<b>106,979,985</b>	<b>115,143,020</b>	<b>332,814,403</b>	<b>345,300,414</b>

The City maintained its rating of A+ from S&P Global for general obligation debt with a stable outlook. Additional information on the City's long-term debt can be found in Note 3 of this report.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

The December 2021 unemployment rate for the City of Rock Island was 4.1 percent. This is a 1.9 percent decrease since December 2020 and is a reflection of rebounds from the COVID-19 pandemic.

The 2021 economy received a boost with assistance from the federal government in the form of economic impact payments to individuals; and grants to state and local government. The City of Rock Island was awarded \$26 million from the Coronavirus State and Local Fiscal Recovery Funds, a part of the American Rescue Plan Act (ARPA). These one-time funds are expected to go towards one-time expenses that are yet to be determined by City Council.

Local government distributive funds continue to benefit from several positive factors: an improving labor market, extraordinary Corporate Income Tax (CIT) receipts and higher estimated tax payments from individuals.

The City of Rock Island's budget for 2022 was prepared anticipating modest increases in revenue. Current trends estimate that actual revenue will exceed budgeted revenue, while actual expenses are expected to be close to budgeted expenses. ARPA funds were not budgeted for calendar year 2022; however, budget adjustments are expected prior to year-end.

**CITY OF ROCK ISLAND, ILLINOIS**

**Management's Discussion and Analysis**

**December 31, 2021**

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**REQUESTS FOR INFORMATION**

The financial report is designed to provide a general overview of the City of Rock Island's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, 1528 Third Avenue, Rock Island, Illinois, 61201. The report is also available via the City's web site at [www.rigov.org](http://www.rigov.org).

## **BASIC FINANCIAL STATEMENTS**

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

Government-Wide Financial Statements

Fund Financial Statements

- Governmental Funds
- Proprietary Funds
- Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Net Position**

**December 31, 2021**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Net Position  
December 31, 2021**

	Primary Government			Component Units	
	Governmental	Business-Type	Totals	Martin Luther	Rock Island
	Activities	Activities		King Center	Public Library Foundation*
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	\$ 39,093,227	5,085,335	44,178,562	318,817	2,787,400
Assets Held for Resale	6,762,099	—	6,762,099	—	—
Receivables - Net of Allowances	22,734,132	6,532,871	29,267,003	5	—
Due from Other Governments	510,004	—	510,004	524,912	—
Internal Balances	(878,329)	878,329	—	—	—
Prepays/Inventories	536,703	37,894	574,597	—	—
Total Current Assets	68,757,836	12,534,429	81,292,265	843,734	2,787,400
Noncurrent Assets					
Capital Assets					
Nondepreciable	12,840,560	11,409,160	24,249,720	—	—
Depreciable	136,726,248	203,187,459	339,913,707	—	1,451
Accumulated Depreciation	(57,380,018)	(79,141,431)	(136,521,449)	—	(1,451)
	92,186,790	135,455,188	227,641,978	—	—
Other Assets					
Long-Term Notes Receivable -					
Net of Allowance	—	1,668,802	1,668,802	—	—
Net Pension Asset - IMRF	11,078,414	6,328,802	17,407,216	693,717	—
Total Noncurrent Assets	103,265,204	143,452,792	246,717,996	693,717	—
Total Assets	172,023,040	155,987,221	328,010,261	1,537,451	2,787,400
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Deferred Items - IMRF	127,071	72,667	199,738	8,092	—
Deferred Items - Police Pension	16,527,849	—	16,527,849	—	—
Deferred Items - Firefighters' Pension	12,741,713	—	12,741,713	—	—
Deferred Items - RBP	2,464,432	578,234	3,042,666	24,575	—
Unamortized Asset Retirement Obligation	46,950	21,669,379	21,716,329	—	—
Unamortized Loss on Refunding	—	6,983	6,983	—	—
Total Deferred Outflows of Resources	31,908,015	22,327,263	54,235,278	32,667	—
Total Assets and Deferred Outflows of Resources	203,931,055	178,314,484	382,245,539	1,570,118	2,787,400

\*As of December 31, 2020

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

	Primary Government			Component Units	
	Governmental	Business-Type	Totals	Martin Luther	Rock Island
	Activities	Activities		King Center	Public Library Foundation*
<b>LIABILITIES</b>					
Current Liabilities					
Accounts Payable	\$ 2,487,459	1,619,651	4,107,110	327,610	—
Accrued Payroll	364,712	92,502	457,214	10,501	—
Retainage Payable	—	9,577	9,577	—	—
Accrued Interest Payable	140,662	354,821	495,483	—	—
Claims Payable	3,140,156	—	3,140,156	—	—
Deposits Payable	15,498	—	15,498	—	—
Other Payables	14,463,803	1,022,419	15,486,222	48,110	—
Current Portion of Long-Term Debt	3,903,449	5,733,430	9,636,879	—	—
Total Current Liabilities	24,515,739	8,832,400	33,348,139	386,221	—
Noncurrent Liabilities					
Compensated Absences Payable	727,315	126,216	853,531	—	—
Net Pension Liability - Police Pension	92,597,955	—	92,597,955	—	—
Net Pension Liability - Firefighters' Pension	76,685,900	—	76,685,900	—	—
Total OPEB Liability - RBP	17,698,652	4,152,662	21,851,314	176,486	—
Line of Credit	—	1,300,000	1,300,000	—	—
Capital Leases Payable	—	50,624	50,624	—	—
General Obligation Bonds Payable - Net	45,252,611	24,540,013	69,792,624	—	—
IEPA Loans Payable	—	55,180,838	55,180,838	—	—
Asset Retirement Obligation	46,950	22,225,004	22,271,954	—	—
Total Noncurrent Liabilities	233,009,383	107,575,357	340,584,740	176,486	—
Total Liabilities	257,525,122	116,407,757	373,932,879	562,707	—
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Property Taxes	14,797,957	—	14,797,957	—	—
Deferred Items - IMRF	10,281,439	5,879,359	16,160,798	654,691	—
Deferred Items - Police Pension	3,103,882	—	3,103,882	—	—
Deferred Items - Firefighters' Pension	2,256,923	—	2,256,923	—	—
Deferred Items - RBP	3,730,066	875,189	4,605,255	37,195	—
Total Deferred Inflows of Resources	34,170,267	6,754,548	40,924,815	691,886	—
Total Liabilities and Deferred Inflows of Resources	291,695,389	123,162,305	414,857,694	1,254,593	—
<b>NET POSITION</b>					
Net Investment in Capital Assets	47,225,884	54,909,992	102,135,876	—	—
Restricted - Police Services	276,219	—	276,219	—	—
Restricted - Public Library	1,771,622	—	1,771,622	—	—
Restricted - Capital Improvements	8,216,849	—	8,216,849	—	—
Restricted - Motor Fuel Taxes	1,515,024	—	1,515,024	—	—
Restricted - Fire Services	145,108	—	145,108	—	—
Restricted - Community Development	1,839,687	—	1,839,687	—	—
Restricted - Drug Prevention	243,150	—	243,150	—	—
Library - Expendable	—	—	—	—	367,483
Library - Nonexpendable	—	—	—	—	2,240,237
Unrestricted (Deficit)	(148,997,877)	242,187	(148,755,690)	315,525	179,680
Total Net Position	(87,764,334)	55,152,179	(32,612,155)	315,525	2,787,400

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Activities  
For the Fiscal Year Ended December 31, 2021**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
<b>Governmental Activities</b>				
General Government	\$ 8,759,594	3,806,798	126,289	2,015,411
Police and Fire	46,995,046	5,482,672	3,251	—
Electrical Maintenance	554,776	—	—	—
Municipal Vehicle Parking System	10,379	—	—	—
Highways and Streets	5,274,521	—	1,559,876	1,071,433
Libraries	2,447,236	280,816	82,339	—
Interest on Long-Term Debt	1,275,180	—	—	—
<b>Total Governmental Activities</b>	<b>65,316,732</b>	<b>9,570,286</b>	<b>1,771,755</b>	<b>3,086,844</b>
<b>Business-Type Activities</b>				
Waterworks	8,366,020	7,502,433	—	—
Wastewater Treatment	8,483,813	9,006,376	—	—
Park and Recreation	5,059,784	3,385,004	76,000	110,023
Stormwater	1,609,441	1,707,153	—	—
Solid Waste	1,811,497	2,363,959	35,604	—
Sunset Marina	698,773	644,424	—	—
Housing and Community Development Loan	25,726	—	—	—
Hydro-Electric Plant	1,831,133	359,437	—	—
<b>Total Business-Type Activities</b>	<b>27,886,187</b>	<b>24,968,786</b>	<b>111,604</b>	<b>110,023</b>
<b>Total Primary Government</b>	<b>93,202,919</b>	<b>34,539,072</b>	<b>1,883,359</b>	<b>3,196,867</b>
<b>Component Units</b>				
Martin Luther King Center	1,084,519	98,105	1,405,355	—
Rock Island Public Library Foundation*	161,490	—	150,128	—
<b>Total Component Units</b>	<b>1,246,009</b>	<b>98,105</b>	<b>1,555,483</b>	<b>—</b>

General Revenues  
Taxes  
Property Tax  
Gaming Tax  
Municipal Utility Tax  
Gasoline Tax  
Food Beverage Tax  
Other Taxes  
Intergovernmental - Unrestricted  
State Income Tax  
Sales Tax  
Local Use Tax  
Replacement Tax  
Investment Income (Loss)  
Miscellaneous  
Transfers - Internal Activity

Change in Net Position  
Net Position - Beginning  
Net Position - Ending

\*As of December 31, 2020

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

Net (Expenses)/Revenues				
Primary Government			Component Units	
Governmental Activities	Business-Type Activities	Totals	Martin Luther King Center	Rock Island Public Library Foundation*
(2,811,096)	—	(2,811,096)	—	—
(41,509,123)	—	(41,509,123)	—	—
(554,776)	—	(554,776)	—	—
(10,379)	—	(10,379)	—	—
(2,643,212)	—	(2,643,212)	—	—
(2,084,081)	—	(2,084,081)	—	—
(1,275,180)	—	(1,275,180)	—	—
(50,887,847)	—	(50,887,847)	—	—
—	(863,587)	(863,587)	—	—
—	522,563	522,563	—	—
—	(1,488,757)	(1,488,757)	—	—
—	97,712	97,712	—	—
—	588,066	588,066	—	—
—	(54,349)	(54,349)	—	—
—	(25,726)	(25,726)	—	—
—	(1,471,696)	(1,471,696)	—	—
—	(2,695,774)	(2,695,774)	—	—
(50,887,847)	(2,695,774)	(53,583,621)	—	—
—	—	—	418,941	—
—	—	—	—	(11,362)
—	—	—	418,941	(11,362)
18,231,586	1,949,577	20,181,163	—	—
2,792,965	—	2,792,965	—	—
2,599,843	—	2,599,843	—	—
421,461	—	421,461	—	—
919,639	—	919,639	—	—
704,288	—	704,288	—	—
5,231,190	—	5,231,190	—	—
6,151,692	—	6,151,692	—	—
1,531,891	—	1,531,891	—	—
4,815,453	—	4,815,453	—	—
(74,806)	27,137	(47,669)	(11)	232,350
152,465	—	152,465	—	—
360,366	(360,366)	—	—	—
43,838,033	1,616,348	45,454,381	(11)	232,350
(7,049,814)	(1,079,426)	(8,129,240)	418,930	220,988
(80,714,520)	56,231,605	(24,482,915)	(103,405)	2,566,412
(87,764,334)	55,152,179	(32,612,155)	315,525	2,787,400

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Balance Sheet - Governmental Funds  
December 31, 2021**

	General	Public Library	Tax Increment Financing District
<b>ASSETS</b>			
Cash and Investments	\$ 8,125,494	1,860,539	7,905,565
Assets Held for Resale	27,204	—	247,740
Receivables - Net of Allowances			
Taxes	13,466,055	2,231,969	3,683,907
Accounts	1,223,030	77,655	—
Accrued Interest	123	22	328
Notes	—	—	274,310
Due from Other Governments	12,078	—	—
Due from Other Funds	3,058,954	—	—
Total Assets	25,912,938	4,170,185	12,111,850
<b>LIABILITIES</b>			
Accounts Payable	504,836	85,781	152,851
Accrued Payroll	303,286	21,884	1,426
Deposits Payable	—	—	—
Due to Other Funds	266,912	—	101,321
Other Payables	1,144,938	—	—
Total Liabilities	2,219,972	107,665	255,598
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	9,841,392	2,290,898	3,639,403
Total Liabilities and Deferred Inflows of Resources	12,061,364	2,398,563	3,895,001
<b>FUND BALANCES</b>			
Nonspendable	27,204	—	—
Restricted	284,344	1,771,622	8,216,849
Committed	—	—	—
Unassigned	13,540,026	—	—
Total Fund Balances	13,851,574	1,771,622	8,216,849
Total Liabilities, Deferred Inflows of Resources and Fund Balances	25,912,938	4,170,185	12,111,850

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

Special Revenue

Riverboat Gaming	Community/ Economic Development	ARPA	Debt Service	Capital Projects	Nonmajor	Totals
—	—	13,171,243	1,143	—	3,376,023	34,440,007
—	6,480,921	—	—	—	—	6,755,865
335,738	—	—	159,993	—	—	19,877,662
—	—	—	64,595	—	1,440	1,366,720
—	1	—	—	411	58	943
—	—	—	—	250,000	—	524,310
—	—	—	—	—	497,926	510,004
—	—	—	—	—	—	3,058,954
<b>335,738</b>	<b>6,480,922</b>	<b>13,171,243</b>	<b>225,731</b>	<b>250,411</b>	<b>3,875,447</b>	<b>66,534,465</b>
—	6,250	—	1,396	642,418	67,910	1,461,442
—	—	—	—	—	6,091	332,687
—	—	—	—	—	15,498	15,498
744,099	293,715	—	379,726	1,131,488	408,605	3,325,866
—	—	13,253,129	65,736	—	—	14,463,803
<b>744,099</b>	<b>299,965</b>	<b>13,253,129</b>	<b>446,858</b>	<b>1,773,906</b>	<b>498,104</b>	<b>19,599,296</b>
—	—	—	153,405	—	—	15,925,098
<b>744,099</b>	<b>299,965</b>	<b>13,253,129</b>	<b>600,263</b>	<b>1,773,906</b>	<b>498,104</b>	<b>35,524,394</b>
—	—	—	—	—	—	27,204
—	—	—	—	—	3,734,844	14,007,659
—	6,180,957	—	—	—	—	6,180,957
(408,361)	—	(81,886)	(374,532)	(1,523,495)	(357,501)	10,794,251
<b>(408,361)</b>	<b>6,180,957</b>	<b>(81,886)</b>	<b>(374,532)</b>	<b>(1,523,495)</b>	<b>3,377,343</b>	<b>31,010,071</b>
<b>335,738</b>	<b>6,480,922</b>	<b>13,171,243</b>	<b>225,731</b>	<b>250,411</b>	<b>3,875,447</b>	<b>66,534,465</b>

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities**

**December 31, 2021**

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<b>Total Governmental Fund Balances</b>	<b>\$ 31,010,071</b>
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	92,186,790
Less: Internal Service Capital Assets	(4,697,785)
Deferred outflows (inflows) of resources related to retirement not reported in the funds.	
Deferred Items - IMRF	(8,326,874)
Deferred Items - Police Pension	13,423,967
Deferred Items - Firefighters' Pension	10,484,790
Deferred Items - RBP	(1,167,767)
Deferred outflows related to unamortized asset retirement obligation.	46,950
Certain revenues that are deferred in the governmental funds are recognized as revenue in the governmental activities	1,127,141
Internal service funds are used by the City to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position	4,555,466
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(2,727,563)
Net Pension Liability - IMRF	9,086,602
Net Pension Liability - Police Pension	(92,597,955)
Net Pension Liability - Firefighters' Pension	(76,685,900)
Total OPEB Liability - RBP	(16,330,077)
General Obligation Bonds Payable	(44,999,419)
Unamortized Bond Premium	(1,965,159)
Asset Retirement Obligation	(46,950)
Accrued Interest Payable	(140,662)
<b>Net Position of Governmental Activities</b>	<b><u>(87,764,334)</u></b>

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended December 31, 2021**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended December 31, 2021**

	General	Public Library	Tax Increment Financing District
<b>Revenues</b>			
Taxes	\$ 14,248,473	2,160,365	6,080,662
Intergovernmental	17,838,297	82,339	—
Licenses and Permits	994,979	—	—
Charges for Services	7,958,330	218,332	—
Fines and Forfeitures	271,669	62,484	—
Investment Income (Loss)	1,043	(206)	1,813
Miscellaneous	46,996	46,018	203
Total Revenues	41,359,787	2,569,332	6,082,678
<b>Expenditures</b>			
General Government	6,188,871	—	2,472,858
Police and Fire	28,925,728	—	—
Electrical Maintenance	554,776	—	—
Municipal Vehicle Parking System	10,379	—	—
Highways and Streets	4,117,395	—	—
Libraries	—	2,884,756	—
Capital Outlay	—	—	63,901
Debt Service			
Principal Retirement	—	—	1,294,550
Interest and Fiscal Charges	—	—	133,870
Total Expenditures	39,797,149	2,884,756	3,965,179
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,562,638	(315,424)	2,117,499
<b>Other Financing Sources (Uses)</b>			
Debt Issuance	—	—	—
Premium on Debt Issuance	—	—	—
Discount on Debt Issuance	—	—	—
Payment to Escrow Agent	—	—	—
Disposal of Capital Assets	790	—	(1,657)
Transfers In	1,848,987	—	—
Transfers Out	(1,257,483)	(86,201)	(103,464)
	592,294	(86,201)	(105,121)
Net Change in Fund Balances	2,154,932	(401,625)	2,012,378
Fund Balances - Beginning	11,696,642	2,173,247	6,204,471
Fund Balances - Ending	13,851,574	1,771,622	8,216,849

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

Special Revenue

Riverboat Gaming	Community/ Economic Development	ARPA	Debt Service	Capital Projects	Nonmajor	Totals
2,541,853	—	—	155,515	—	74,333	25,261,201
—	50,500	—	—	—	4,617,689	22,588,825
—	—	—	—	—	—	994,979
—	—	—	—	—	64,492	8,241,154
—	—	—	—	—	—	334,153
(498)	(39)	(81,886)	1,300	4,599	(101)	(73,975)
—	44,679	—	10,863	—	3,706	152,465
2,541,355	95,140	(81,886)	167,678	4,599	4,760,119	57,498,802
—	617,047	—	16,121	—	2,082,278	11,377,175
—	—	—	—	—	—	28,925,728
—	—	—	—	—	—	554,776
—	—	—	—	—	—	10,379
—	—	—	—	—	98,248	4,215,643
—	—	—	—	—	—	2,884,756
—	—	—	—	1,748,523	20,799	1,833,223
—	—	—	1,840,000	—	—	3,134,550
—	—	—	1,539,689	—	—	1,673,559
—	617,047	—	3,395,810	1,748,523	2,201,325	54,609,789
2,541,355	(521,907)	(81,886)	(3,228,132)	(1,743,924)	2,558,794	2,889,013
—	—	—	6,304,419	—	—	6,304,419
—	—	—	1,104,151	—	—	1,104,151
—	—	—	(107,524)	—	—	(107,524)
—	—	—	(7,626,215)	—	—	(7,626,215)
—	(40)	—	—	—	(2,289)	(3,196)
722,346	973,336	—	3,298,157	1,340,138	211,204	8,394,168
(4,152,361)	(338,056)	—	(284,004)	(1,574)	(1,750,629)	(7,973,772)
(3,430,015)	635,240	—	2,688,984	1,338,564	(1,541,714)	92,031
(888,660)	113,333	(81,886)	(539,148)	(405,360)	1,017,080	2,981,044
480,299	6,067,624	—	164,616	(1,118,135)	2,360,263	28,029,027
(408,361)	6,180,957	(81,886)	(374,532)	(1,523,495)	3,377,343	31,010,071

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the  
Governmental Funds to the Statement of Activities - Governmental Activities  
For the Fiscal Year Ended December 31, 2021**

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**Net Change in Fund Balances - Total Governmental Funds** \$ 2,981,044

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

Governmental funds report capital outlays as expenditures. However, in the  
Statement of Activities the cost of those assets is allocated over their estimated  
useful lives and reported as depreciation expense.

Capital Outlays	2,626,189
Depreciation Expense	(2,900,239)

A deduction to certain revenues recognized as revenue only in the governmental funds. 408,581

The net effect of deferred outflows (inflows) of resources related  
to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(3,413,350)
Change in Deferred Items - Police Pension	(5,762,865)
Change in Deferred Items - Firefighters' Pension	(2,601,108)
Change in Deferred Items - RBP	(327,893)

The issuance of long-term debt provides current financial resources to  
governmental funds, while the repayment of the principal on long-term  
debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	861,364
Change in Net Pension (Asset) - IMRF	6,526,153
Change in Net Pension Liability - Police Pension	(5,229,069)
Change in Net Pension Liability - Firefighters' Pension	(3,851,779)
Change in Total OPEB Liability - RBP	582,173
Issuance of Debt	(6,304,419)
Issuance of Debt Premium	(527,200)
Retirement of Debt	10,554,550
Amortization of Bond Premium	144,058

Internal service funds are used by the City to charge the costs of vehicle and equipment  
management and employee compensated absences to individual funds.

The net revenue of certain activities of internal service funds is  
reported with governmental activities. (807,113)

Changes to accrued interest on long-term debt in the Statement of Activities  
does not require the use of current financial resources and, therefore, are not  
reported as expenditures in the governmental funds. (8,891)

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**Changes in Net Position of Governmental Activities** (7,049,814)

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Net Position - Proprietary Funds  
December 31, 2021**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Net Position - Proprietary Funds  
December 31, 2021**

	Business-Type Activities - Enterprise					Governmental
	Waterworks	Wastewater Treatment	Park and Recreation	Nonmajor	Totals	Internal
						Service
<b>ASSETS</b>						
Current Assets						
Cash and Investments	\$ 2,381,138	71,645	1,040,734	1,591,818	5,085,335	4,653,220
Receivables - Net of Allowances						
Property Taxes	—	—	2,020,030	—	2,020,030	—
Accounts	936,262	1,027,485	84,250	342,744	2,390,741	—
Estimated Unbilled Usage	680,044	871,641	—	426,903	1,978,588	—
Accrued Interest	51	4	15	17,935	18,005	66
Current Portion of Notes Receivable	—	—	—	125,507	125,507	—
Other	—	—	—	—	—	964,431
Due from Other Funds	1,485,037	—	—	—	1,485,037	1,000,000
Prepays - Assets Held for Resale	—	—	—	—	—	6,234
Prepays	—	—	—	1,155	1,155	—
Inventories	—	—	953	35,786	36,739	536,703
Total Current Assets	5,482,532	1,970,775	3,145,982	2,541,848	13,141,137	7,160,654
Noncurrent Assets						
Capital Assets						
Nondepreciable	1,303,788	7,046,924	2,655,382	403,066	11,409,160	17,500
Depreciable	52,939,909	118,914,962	23,722,346	7,610,242	203,187,459	10,650,485
Accumulated Depreciation	(22,545,233)	(37,144,629)	(14,191,267)	(5,260,302)	(79,141,431)	(5,970,200)
	31,698,464	88,817,257	12,186,461	2,753,006	135,455,188	4,697,785
Other Assets						
Long-Term Notes Receivable - Net of Allowance	—	—	—	1,668,802	1,668,802	—
Net Pension Asset - IMRF	2,117,859	1,717,398	1,341,663	1,151,882	6,328,802	1,991,812
Total Noncurrent Assets	33,816,323	90,534,655	13,528,124	5,573,690	143,452,792	6,689,597
Total Assets	39,298,855	92,505,430	16,674,106	8,115,538	156,593,929	13,850,251
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Deferred Items - IMRF	24,317	19,719	15,405	13,226	72,667	22,869
Deferred Items - RBP	186,689	155,491	114,569	121,485	578,234	190,566
Unamortized Asset Retirement Obligation	3,350,533	18,318,846	—	—	21,669,379	—
Loss on Refunding	—	6,983	—	—	6,983	—
Total Deferred Outflows of Resources	3,561,539	18,501,039	129,974	134,711	22,327,263	213,435
Total Assets and Deferred Outflows of Resources	42,860,394	111,006,469	16,804,080	8,250,249	178,921,192	14,063,686

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

	Business-Type Activities - Enterprise					Governmental
	Waterworks	Wastewater	Park and	Nonmajor	Totals	Internal
		Treatment	Recreation			Service
<b>LIABILITIES</b>						
Current Liabilities						
Accounts Payable	\$ 464,438	700,356	135,733	319,016	1,619,543	759,213
Retainage Payable	—	—	—	9,577	9,577	—
Accrued Payroll	30,165	23,473	22,039	16,825	92,502	32,025
Accrued Interest Payable	58,410	289,313	5,484	449	353,656	1,165
Claims Payable	—	—	—	—	—	3,140,156
Due to Other Funds	—	—	—	606,708	606,708	1,878,329
Other Payables	349,057	432,088	200,304	40,970	1,022,419	—
Current Portion of Long-Term Debt	1,301,172	3,810,315	423,809	56,469	5,591,765	285,245
Total Current Liabilities	2,203,242	5,255,545	787,369	1,050,014	9,296,170	6,096,133
Noncurrent Liabilities						
Compensated Absences Payable	31,741	30,306	46,435	17,734	126,216	47,654
Total OPEB Liability - RBP	1,340,730	1,116,682	822,793	872,457	4,152,662	1,368,575
Line of Credit	—	—	1,300,000	—	1,300,000	—
Capital Leases Payable	—	—	50,624	—	50,624	—
General Obligation Bonds Payable - Net	1,599,365	20,352,876	1,651,625	315,501	23,919,367	620,646
IEPA Loans Payable	22,028,394	33,152,444	—	—	55,180,838	—
Asset Retirement Obligation	3,436,444	18,788,560	—	—	22,225,004	—
Total Noncurrent Liabilities	28,436,674	73,440,868	3,871,477	1,205,692	106,954,711	2,036,875
Total Liabilities	30,639,916	78,696,413	4,658,846	2,255,706	116,250,881	8,133,008
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Items - IMRF	1,967,458	1,595,436	1,246,384	1,070,081	5,879,359	1,850,363
Deferred Items - RBP	282,564	235,345	173,407	183,873	875,189	288,433
Total Deferred Inflows of Resources	2,250,022	1,830,781	1,419,791	1,253,954	6,754,548	2,138,796
Total Liabilities and Deferred Inflows of Resources	32,889,938	80,527,194	6,078,637	3,509,660	123,005,429	10,271,804
<b>NET POSITION</b>						
Net Investment in Capital Assets	7,132,063	35,276,678	10,829,090	2,434,472	55,672,303	3,935,474
Unrestricted (Deficit)	2,838,393	(4,797,403)	(103,647)	2,306,117	243,460	(143,592)
Total Net Position	9,970,456	30,479,275	10,725,443	4,740,589	55,915,763	3,791,882
Total Liabilities, Deferred Inflows of Resources, and Net Position	42,860,394	111,006,469	16,804,080	8,250,249	178,921,192	14,063,686

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Reconciliation of Total Enterprise Fund Balance to Net Position - Business-Type Activities  
December 31, 2021**

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<b>Total Enterprise Fund Balances</b>	\$ 55,915,763
Amounts reported for business-type activities in the Statement of Net Position are different because:	
Adjustment to reflect the consolidation of the Hydro-Electric Plant - Internal Service Fund activities which are related solely to business-type activities	<u>(763,584)</u>
<b>Net Position of Business-Type Activities</b>	<u><u>55,152,179</u></u>

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds  
For the Fiscal Year Ended December 31, 2021**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds  
For the Fiscal Year Ended December 31, 2021**

	<u>Waterworks</u>
Operating Revenues	
Charges for Services	\$ 7,247,791
Interfund Services	—
Sales of Merchandise	—
Other	243,826
Total Operating Revenues	<u>7,491,617</u>
Operating Expenses	
Operations	6,882,153
Depreciation and Amortization	1,074,792
Total Operating Expenses	<u>7,956,945</u>
Operating Income (Loss)	<u>(465,328)</u>
Nonoperating Revenues (Expenses)	
Intergovernmental	—
Property Taxes	—
Contributions	—
Investment Income (Loss)	(570)
Other Income	10,816
Interest Expense	(409,075)
Disposal of Capital Assets	—
	<u>(398,829)</u>
Income (Loss) before Grants and Transfers	<u>(864,157)</u>
Capital Contributions	—
Transfers In	18,885
Transfers Out	—
	<u>18,885</u>
Change in Net Position	(845,272)
Net Position - Beginning	<u>10,815,728</u>
Net Position - Ending	<u><u>9,970,456</u></u>

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

Business-Type Activities - Enterprise				Governmental Activities
Wastewater Treatment	Park and Recreation	Nonmajor	Totals	Internal Service
8,933,368	2,555,134	4,657,691	23,393,984	—
—	—	—	—	13,625,228
—	434,246	5,395	439,641	—
28,008	305,006	52,450	629,290	580,204
8,961,376	3,294,386	4,715,536	24,462,915	14,205,432
4,109,083	4,468,620	4,032,880	19,492,736	14,233,776
2,915,513	498,356	101,809	4,590,470	499,243
7,024,596	4,966,976	4,134,689	24,083,206	14,733,019
1,936,780	(1,672,590)	580,847	379,709	(527,587)
—	76,000	35,604	111,604	—
—	1,949,577	—	1,949,577	—
—	38,522	—	38,522	—
(559)	(730)	28,996	27,137	(831)
45,000	52,096	—	107,912	22,132
(1,459,217)	(92,808)	(10,748)	(1,971,848)	(30,260)
—	—	—	—	(1,682,233)
(1,414,776)	2,022,657	53,852	262,904	(1,691,192)
522,004	350,067	634,699	642,613	(2,218,779)
—	110,023	—	110,023	—
103,464	312,645	—	434,994	158,855
(6,401)	(572,465)	(216,494)	(795,360)	(218,885)
97,063	(149,797)	(216,494)	(250,343)	(60,030)
619,067	200,270	418,205	392,270	(2,278,809)
29,860,208	10,525,173	4,322,384	55,523,493	6,070,691
30,479,275	10,725,443	4,740,589	55,915,763	3,791,882

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Reconciliation of the Statement of Revenues, Expenses and Changes in Net Position to the Statement of Activities - Business-Type Activities**

**For the Fiscal Year Ended December 31, 2021**

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<b>Net Change in Net Position - Total Enterprise Funds</b>	\$ 392,270
Amounts reported for business-type activities in the Statement of Activities are different because:	
Adjustment to reflect the consolidation of the Hydro-Electric Plant - Internal Service Fund activities which are related solely to business-type activities	<u>(1,471,696)</u>
<b>Changes in Net Position of Business-Type Activities</b>	<u><u>(1,079,426)</u></u>

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Cash Flows - Proprietary Funds  
For the Fiscal Year Ended December 31, 2021**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Cash Flows - Proprietary Funds  
For the Fiscal Year Ended December 31, 2021**

	<u>Waterworks</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 5,286,850
Interfund Services Provided (Used)	(18,885)
Payments to Suppliers	(4,406,964)
Payments to Employees	(1,330,547)
	<u>(469,546)</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(368,955)
Disposal of Capital Assets	—
Capital Grants	—
Debt Issuance	—
Premium on Debt Issuance	—
Principal Retirement	(450,489)
Interest Expense	(409,075)
	<u>(1,228,519)</u>
Cash Flows from Noncapital Financing Activities	
Transfers In	18,885
Transfers Out	—
	<u>18,885</u>
Cash Flows from Investing Activities	
Investment Income (Loss)	<u>(570)</u>
Net Change in Cash and Cash Equivalents	(1,679,750)
Cash and Cash Equivalents - Beginning	<u>4,060,888</u>
Cash and Cash Equivalents - Ending	<u><u>2,381,138</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income	(465,328)
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:	
Depreciation and Amortization Expense	1,074,792
Other Income (Expense)	10,816
(Increase) Decrease in Current Assets	(2,215,583)
Increase (Decrease) in Current Liabilities	1,125,757
Net Cash Provided by Operating Activities	<u><u>(469,546)</u></u>

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

Business-Type Activities - Enterprise				Governmental Activities
Wastewater Treatment	Park and Recreation	Nonmajor	Totals	Internal Service
7,760,206	4,433,247	3,806,984	21,287,287	602,336
(103,464)	(312,645)	(140,547)	(575,541)	14,057,000
(1,480,721)	(1,559,732)	(2,504,702)	(9,952,119)	(12,080,475)
(1,248,828)	(2,059,189)	(841,935)	(5,480,499)	(1,603,181)
4,927,193	501,681	319,800	5,279,128	975,680
(2,820,000)	(603,468)	(367,749)	(4,160,172)	(1,508,879)
—	—	—	—	152,859
—	—	—	—	—
9,564,512	1,300,000	285,581	11,150,093	—
1,402,286	—	32,950	1,435,236	—
(14,522,079)	(262,225)	(375,000)	(15,609,793)	(141,667)
(1,459,217)	(92,808)	(10,748)	(1,971,848)	(30,260)
(7,834,498)	341,499	(434,966)	(9,156,484)	(1,527,947)
103,464	312,645	—	434,994	158,855
(6,401)	(572,465)	(216,494)	(795,360)	(218,885)
97,063	(259,820)	(216,494)	(360,366)	(60,030)
(559)	(730)	28,996	27,137	(831)
(2,810,801)	692,653	(302,664)	3,675,446	(613,128)
2,882,446	348,081	1,894,482	9,185,897	5,266,348
71,645	1,040,734	1,591,818	12,861,343	4,653,220
1,936,780	(1,672,590)	580,847	379,709	(527,587)
2,915,513	498,356	101,809	4,590,470	499,243
45,000	2,116,195	35,604	2,207,615	22,132
(1,246,170)	(977,334)	(944,156)	(5,383,243)	431,772
1,276,070	537,054	545,696	3,484,577	550,120
4,927,193	501,681	319,800	5,279,128	975,680

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Fiduciary Net Position  
December 31, 2021**

	Pension Trust	Custodial Section 125 Cafeteria Plan
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 5,039,078	33,885
Investments		
U.S. Government Obligations	11,557,473	—
U.S. Agency Obligations	5,121,813	—
Corporate Bonds	9,637,145	—
Mutual Funds	41,582,894	—
Annuities	1,098,275	—
Receivables - Net of Allowance		
Accrued Interest	123,821	—
Due from Other Funds	266,912	—
Prepays	2,964	—
Total Assets	74,430,375	33,885
<b>LIABILITIES</b>		
Accounts Payable	49,303	—
<b>NET POSITION</b>		
Net Position Restricted	74,381,072	33,885

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Statement of Changes in Fiduciary Net Position  
For the Fiscal Year Ended December 31, 2021**

	Pension Trust	Custodial Section 125 Cafeteria Plan
Additions		
Contributions		
Employer	\$ 8,034,651	—
Plan Members	993,045	—
Dependent Care	—	14,987
Medical Reimbursement	—	80,167
Total Contributions	<u>9,027,696</u>	<u>95,154</u>
Investment Earnings		
Interest Earned	7,439,293	(5)
Net Change in Fair Value	930	—
	<u>7,440,223</u>	<u>(5)</u>
Less Investment Expenses	(116,094)	—
Net Investment Income	<u>7,324,129</u>	<u>(5)</u>
Total Additions	<u>16,351,825</u>	<u>95,149</u>
Deductions		
Administration	162,881	—
Benefits and Refunds	10,524,878	—
Services	—	90,993
Total Deductions	<u>10,687,759</u>	<u>90,993</u>
Change in Fiduciary Net Position	5,664,066	4,156
Net Position Restricted for Pensions and Others		
Beginning	<u>68,717,006</u>	<u>29,729</u>
Ending	<u>74,381,072</u>	<u>33,885</u>

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

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Rock Island, Illinois (the City), is a municipal corporation governed by a City Council, which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The City provides public safety (police and fire), streets, cultural-recreation, public improvements, and planning and zoning services. The City also operates municipal water, wastewater, recreation, stormwater, marina, and parking systems facilities.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the City’s accounting policies established in GAAP and used by the City are described below.

**REPORTING ENTITY**

The City’s financial reporting entity comprises the following:

Primary Government:	City of Rock Island
Discretely Presented Component Units:	Martin Luther King Center Rock Island Public Library Foundation

In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 61, “The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34,” and includes all component units that have a significant operational or financial relationship with the City. Based upon the criteria set forth in the GASB Statement No. 61, all component units that have a significant operational or financial relationship with the City have been included.

**Police Pension Employees Retirement System**

The City’s sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City’s Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the City, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City’s police employees. The PPERS is reported as a pension trust fund.

# CITY OF ROCK ISLAND, ILLINOIS

## Notes to the Financial Statements

December 31, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### REPORTING ENTITY - Continued

##### Firefighters' Pension Employees Retirement System

The City's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of those employees and is governed by a five-member pension board, with two members appointed by the City Mayor, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the City, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City's sworn firefighters. The FPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the FPERS.

#### Discretely Presented Component Units

Discretely presented component units are separate legal entities that meet the component unit criteria but do not meet the criteria for blending.

##### Martin Luther King Center (Center)

The City is considered to be financially accountable for the Martin Luther King Center (Center). The Center has a December 31<sup>st</sup> year-end and accounts for revenues and expenditures of various programs including the Department of Alcohol and Substance Abuse Program. The Center meets the component unit criteria because a voting majority of the Center's governing board is appointed by the City, and the Center is fiscally dependent on the City as the City has the authority to determine the Center's budget and approve and modify the budget. The Center is considered a discretely presented component unit as the two Boards are not substantially the same and the services provided by the Center are not entirely for the benefit of the City. Complete financial statements for the component unit may be obtained at the City of Rock Island, 1528 Third Avenue, Rock Island, Illinois 61201.

##### Rock Island Public Library Foundation (Foundation)

The Rock Island Public Library Foundation (Foundation) is a legally separate, tax-exempt component unit of the City. The Foundation acts primarily as a fund-raising organization to supplement the resources that are available to the City in support of its Library. The board of the Foundation is self-perpetuating. Although the City does not control the timing or amount of receipts from the Foundation, the majority of resources or income thereon that the Foundation holds and invests is restricted to the activities of the City's Library by the donors. Because these restricted resources held by the Foundation can only be used by or for the benefit of the City's Library, the Foundation is considered a component unit of the City and is discretely presented in the City's financial statements.

# CITY OF ROCK ISLAND, ILLINOIS

## Notes to the Financial Statements

December 31, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### REPORTING ENTITY - Continued

##### Discretely Presented Component Units - Continued

Rock Island Public Library Foundation (Foundation) - Continued

Separate audited financial statements as of December 31, 2020 are available from the Foundation Office at 401 19<sup>th</sup> Street, Rock Island, Illinois 61201. As of the date of this report, December 31, 2020 is the most recently audited financial statements available. During the year ended December 31, 2020, the Foundation distributed \$125,451 to the City. The Foundation is presented as an enterprise fund type. Complete financial statements for the Foundation can be obtained from the Foundation Office at 401 19th Street, Rock Island, Illinois 61201.

#### BASIS OF PRESENTATION

##### 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. The City's police and fire, electrical maintenance, municipal vehicle parking system, highways and streets, libraries, and general administrative services are classified as governmental activities. The City's waterworks, wastewater treatment, park and recreation, stormwater, solid waste, sunset marina, housing and community development loan, and hydro-electric plant services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The City's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The City utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, police and fire, highways and streets, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

# CITY OF ROCK ISLAND, ILLINOIS

## Notes to the Financial Statements

December 31, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### BASIS OF PRESENTATION - Continued

##### Government-Wide Statements - Continued

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, intergovernmental revenues, fines, permits and charges, etc.).

The City does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

##### 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/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The City electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is a primary operating fund of the City or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the City:

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**BASIS OF PRESENTATION - Continued**

**Governmental Funds**

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the City:

*General Fund* is the general operating fund of the City. It accounts for all revenues and expenditures of the City which are not accounted for in other funds. The General Fund is a major fund.

*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 maintains 14 special revenue funds. The Public Library Fund, a major fund, is used to account for monies from contributions, grants, and a tax levy restricted to services related to the operation of the City Library. The Tax Increment Financing (TIF) District Fund, a major fund, is used to account for monies from the state of Illinois to be applied to specific areas for rehabilitation of property. The Riverboat Gaming Fund, a major fund, is used to account for revenue and expenditures from riverboat gaming. The Community/Economic Development Fund, a major fund, is used to account for contributions and grants which support outside agencies and special economic development activities. The ARPA Fund, also a major fund, is used to account for the funds received by the City from the American Rescue Plan Act of 2021 during the COVID-19 pandemic.

*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. The Debt Service Fund is treated as a major fund and is used to account for monies restricted, committed or assigned to pay for principal and interest payments on the City's debt obligations.

*Capital projects funds* are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Capital Projects Fund is treated as a major fund.

**Proprietary Funds**

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the City:

*Enterprise funds* account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The City maintains seven enterprise funds. The Waterworks Fund, a major fund, is used to account for the revenue and expenses of the department responsible for providing a safe potable water supply and an adequate water supply for fire protection, domestic usage, and industrial usage. The Wastewater Treatment Fund, also a major fund, is used to account for the revenue and expenses of the department responsible for maintaining a dependable system for collecting and treating the wastewater of the City. The Park and Recreation Fund, also a major fund, is used to account for revenue and expenses associated with operating the recreation programs, park programs, fitness center, and golf courses of the City.

# CITY OF ROCK ISLAND, ILLINOIS

## Notes to the Financial Statements

December 31, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### BASIS OF PRESENTATION - Continued

##### Fund Financial Statements - Continued

##### Proprietary Funds - Continued

*Internal service funds* are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the City on a cost-reimbursement basis. The City maintains four internal services funds. The Equipment Maintenance Fund is used to account for the maintenance, repair, and purchase of vehicles used in the operation of City services. Revenue is from rental charges to user departments. Expenses include cost of labor, materials, supplies, and services. Replacement of equipment is part of the rental rate for equipment. The Engineering Fund is used to account for engineering services for all capital and major infrastructure maintenance projects. The Self Insurance Fund is used to account for premium and claim payments for workers' compensation, general liability, and property insurance for most of the City. Stop-loss insurance is also purchased. The Employee Health Benefit Fund is used to account for premium and claim payments for the self-insured group health insurance plan for City employees. Stop-loss insurance is also purchased. The Hydro-Electric Plant Fund is used to account for charges and expenses of the Hydro-Electric Plant to the City's departments.

The City's internal service funds are presented in the proprietary funds' financial statements. Because the principal users of the internal services are the City's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements, except for the Hydro-Electric Plant Fund which services the business-type activities. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, police and fire, highways and streets, etc.).

##### Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support City programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

*Pension trust funds* are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the City's Fire Department.

*Custodial funds* are used to account for assets held by the City in a purely custodial capacity. The City maintains one custodial fund. The Section 125 Cafeteria Plan Fund is used to account employee contributions for medical and dental care, which are then reimbursed to the employee

The City's fiduciary funds are presented in the fiduciary fund financial statements by type (pension trust and custodial). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the City, these funds are not incorporated into the government-wide statements.

Notes to the Financial Statements

December 31, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**BASIS OF PRESENTATION - Continued**

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

**Measurement Focus**

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary and fiduciary funds utilize an “economic resources” measurement focus. The accounting objectives of the “economic resources” measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

**Basis of Accounting**

In the government-wide Statement of Net Position and Statement of Activities, governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. The City recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, utility taxes, hotel/motel taxes, fines, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

# CITY OF ROCK ISLAND, ILLINOIS

## Notes to the Financial Statements

December 31, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

##### Basis of Accounting - Continued

All proprietary funds, pension trust funds and custodial funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds and of the City's internal service funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

##### Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

##### Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report charges for services as their major receivables.

Notes to the Financial Statements

December 31, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued**

**Interfund Receivables, Payables and Activity**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

**Prepays/Inventories - Assets Held for Resale**

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepays in both the government-wide and fund financial statements. The costs of governmental fund-type prepays/inventories are recorded as expenditures when consumed rather than when purchased.

**Capital Assets**

Capital assets purchased or acquired with an original cost of \$25,000 or more (depending on asset class), are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at acquisition value on the date donated.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued**

**Capital Assets - Continued**

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	10 - 40 Years
Improvements Other than Buildings	5 - 40 Years
Machinery and Equipment	3 - 20 Years
Infrastructure (1969 to Present)	50 Years
Infrastructure (Before 1969)	100 Years

**Deferred Outflows/Inflows of Resources**

Deferred outflows represent a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expense) until that future time. Deferred inflows of resources represents an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that future time.

**Compensated Absences**

The City accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Notes to the Financial Statements

December 31, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued**

**Long-Term Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

**Net Position**

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted - All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**BUDGETARY INFORMATION**

The City follows these procedures in establishing the budgetary data reflected in the financial statements. At least 45 days prior to December 31, the City Manager submits to the City Council a proposed operating budget for all funds for the fiscal year commencing January 1, except for the ARPA Fund, Martin Luther King Facility Improvement Fund, the HUD - DelaCerde House Fund, and the Federal Program Fund. The operating budget includes proposed expenditures and transfers to other funds and the means of financing them.

A public hearing is conducted to obtain citizen comments on the proposed budget. Prior to December 31, the budget is legally adopted for the general, special revenue, capital projects, and debt service funds through passage of a budget ordinance by the City Council.

The legal level of budgetary control is at the fund level. In addition, the City Manager may only make line-item adjustments within a department and does not have the authority to change any totals within a fund without approval by City Council. Reported budget amounts represent the adopted budget as adjusted. Due to the City's power as a home rule unit and its ordinance establishing budget policies and procedures, an individual fund's total expenditures and transfers to other funds can exceed the budgeted amount without violating any state laws; however, such budget overages must be approved by the City Manager. Spending and administrative control of expenditures and transfers to other funds is monitored during the year through detailed line items of departmental budgets.

Appropriations lapse at the close of the fiscal year to the extent that they have not been expended. Encumbrances are re-appropriated for the following fiscal year. Budgets are prepared using the same accounting basis and practices used to account for and prepare financial reports for the funds; thus, budgets presented in this report for comparison to actual amounts are presented in accordance with accounting principles generally accepted in the United States of America. During the year, several supplementary appropriations were necessary.

**EXCESS OF ACTUAL EXPENDITURES/EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS**

The following funds had an excess of actual expenditures/expenses, exclusive of depreciation, over budget for the fiscal year:

Fund	Excess
General	\$ 27,299
Public Library	133,597
Community/Economic Development	47,073
Capital Projects	322,023
Housing and Community Development	444,573
Martin Luther King Community Center Operations	5,358
Foreign Fire Insurance	4,513
Self Insurance	634,809
Employee Health Benefit	1,530,402
Police Pension	157,460

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued**

**DEFICIT FUND BALANCE/NET POSITION**

The following funds had deficit fund balance/net position as of the date of this report:

Fund	Deficit
Riverboat Gaming	\$ 408,361
ARPA	81,886
Debt Service	374,532
Capital Projects	1,523,495
Housing and Community Development	106,940
Martin Luther King Community Center Operations	106,575
Federal Programs	9,876
Martin Luther King Facility Improvement	90,498
HUD - Delacreada House	43,612
Solid Waste	161,720
Sunset Marina	87,171
Engineering	2,560,779
Self Insurance	321,330
Hydro-Electric Plan	763,584

**NOTE 3 - DETAIL NOTES ON ALL FUNDS**

**DEPOSITS AND INVESTMENTS**

The City maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the City's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments - Illinois Statutes authorizes the City to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds, Illinois Metropolitan Investment Fund, and Illinois Trust.

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

# CITY OF ROCK ISLAND, ILLINOIS

## Notes to the Financial Statements

December 31, 2021

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### DEPOSITS AND INVESTMENTS - Continued

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

The Illinois Trust was established for the purpose of allowing various public agencies including, but not limited to, counties, townships, cities, towns, villages, school districts, housing authorities and public water supply districts, to jointly invest funds in accordance with the Laws of the State of Illinois. Participation in the Illinois Trust is voluntary. The Illinois Trust is not registered with the SEC as an Investment Company. Investments in the Illinois Trust are valued at the share price, the price for which the investment could be sold.

The deposits and investments of the Pension Funds are held separately from those of other City funds. Illinois Statutes authorizes the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

**City - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk**

*Deposits.* At year-end, the carrying amount of the City's deposits for governmental and business-type totaled \$8,081,519 and the bank balances totaled \$10,399,319.

*Investments.* At year-end, the City has the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Obligations	\$ 4,202,022	4,202,022	—	—	—
Illinois Funds	17,352,044	17,352,044	—	—	—
IMET	8,291,421	8,291,421	—	—	—
Illinois Trust	6,251,556	6,251,556	—	—	—
<b>Totals</b>	<b>36,097,043</b>	<b>36,097,043</b>	<b>—</b>	<b>—</b>	<b>—</b>

The City has the following recurring fair value measurements as of December 31, 2021:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Government Obligations	\$ 4,202,022	4,202,022	—	—
Investments Measured at the Net Asset Value (NAV)				
Illinois Funds	17,352,044			
IMET	8,291,421			
Illinois Trust	6,251,556			
<b>Total Investments at the (NAV)</b>	<b>31,895,021</b>			
<b>Total Investments Measured at Fair Value</b>	<b>36,097,043</b>			

# CITY OF ROCK ISLAND, ILLINOIS

## Notes to the Financial Statements

December 31, 2021

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### DEPOSITS AND INVESTMENTS - Continued

##### City - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses arising from rising interest rates, maturities of investments of all funds shall not exceed five years and the majority of the funds would normally be invested with a life less than three years. The City's investment portfolio shall remain sufficiently liquid to enable the City to meet all operating requirements that may be reasonably anticipated in any City fund. The City's investments in the Illinois Funds, the IMET Fund, and the Illinois Trust have an average maturity of less than one year to three years.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City may invest in any type of security allowed by law as set out in The Public Funds Investment Act of the State of Illinois. In addition, the investment policy states that the City may invest in short-term obligations of corporations (commercial paper) organized in the United States with assets exceeding \$500,000,000 if 1) such obligations are rated at the time of purchase at the highest classification established by at least two standard rating services and which mature no later than 180 days from the date of purchase, 2) no more than 10 percent of City funds are invested in such obligations at any time, and 3) such purchases do not exceed 10 percent of the City's outstanding obligations. At year-end, the City's investment in the Illinois Funds was rated AAAM by Standard & Poor's. The Illinois Metropolitan Investment Trust Convenience Fund is not rated and the Illinois Metropolitan Investment Trust 1-3 Year Fund is rated AAAM by Standard & Poor's. The City's investment in the Illinois Trust was rated AAAM by Standard & Poor's.

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy requires the amount of collateral provided will not be less than 110 percent of the fair market value of the net amount of public funds secured. The ratio of fair market value of collateral to the amount of funds secured will be reviewed quarterly and additional collateral will be requested when the ratio declines below the level required. Pledged collateral will be held by the City of Rock Island or in safekeeping and evidenced by a safekeeping agreement. If collateral is held in safekeeping, it may be held by a third party or by an escrow agent of the pledging institution. Collateral agreements will preclude the release of the pledged assets without an authorized signature from the City of Rock Island. Substitution or exchange of securities held in safekeeping cannot be done without prior approval of the City. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. It is the policy of the City to require that funds on deposit with banks and savings and loans in excess of FDIC or SAIF insurance limits be secured by some form of collateral. The City will accept any of the following assets as collateral: U.S. Government Securities, Obligations of Federal Agencies, Obligations of Federal Instrumentalities, Obligations of the State of Illinois, and Obligations of the City of Rock Island. The City's investments in the Illinois Funds, the IMET Fund and the Illinois Trust are not subject to custodial credit risk.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

**City - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued**

*Concentration Risk.* This is the risk of loss attributed to the magnitude of the City’s investment in a single issuer. The City’s investment policy seeks diversification to reduce overall portfolio risk while attaining market rates of return to enable the City to meet all anticipated cash requirements. In order to reduce the risk of default, the investment portfolio of the City shall not exceed the following diversification limits: No financial institution shall hold more than 20 percent of the City of Rock Island’s investment portfolio, exclusive of U.S. Treasury securities held in safekeeping unless specifically authorized by Council. Commercial paper shall not exceed 10 percent of the City’s investment portfolio. Illinois Public Treasurer’s Investment Pool shall not exceed 25 percent of the investment portfolio. Investments may be purchased with maturities to match future project or liability requirements. However, any investments purchased with a maturity longer than two years must be supported by written documentation explaining the reason for the purchase and must be specifically pre-authorized by the Finance Director. Notwithstanding, no investment in any fund shall have a maturity longer than five years and must be supported by written documentation explaining the reason for the purchase and must be specifically preauthorized by the Finance Director. The City’s investments in the external pools are not subject to concentration of credit risk. The U.S. Government Obligations are explicitly guaranteed by the U.S. Government. At year-end, the City has no investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

**Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk**

*Deposits.* At year-end, the carrying amount of the Fund’s deposits totaled \$1,708,011 and the bank balances totaled \$1,704,011.

*Investments.* The Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Obligations	\$ 5,953,428	564,175	3,445,356	1,350,201	593,696
U.S. Agency Obligations	4,764,562	—	1,547,390	917,552	2,299,620
Corporate Bonds	7,148,599	77,776	2,155,789	3,492,275	1,422,759
Totals	17,866,589	641,951	7,148,535	5,760,028	4,316,075

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

**Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued**

The Fund has the following recurring fair value measurements as of December 31, 2021:

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Level				
Debt Securities				
U.S. Government Obligations	\$ 5,953,428	5,953,428	—	—
U.S. Agency Obligations	4,764,562	—	4,764,562	—
Corporate Bonds	7,148,599	—	7,148,599	—
Equity Securities				
Mutual Funds	26,050,888	26,050,888	—	—
Total Investments Measured at Fair Value	43,917,477	32,004,316	11,913,161	—

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

*Interest Rate Risk.* In accordance with the Fund's investment policy, the liquidity needs of the Fund are to meet the regular cash flow requirements of the Fund.

*Credit Risk.* The Fund's investment policy to comply with all of the provisions of the Illinois Pension code relating to Article 3 Pension Funds. At year-end, the Fund's investments in U.S. Agency obligations were not rated. The Fund's investments in the corporate bonds were rated Baa3 to Aaa and the state and local obligations were rated not rated by Moody's.

*Custodial Credit Risk.* The Fund's investment police requires that all investments be properly collateralized and/or insured or guaranteed, where applicable. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For investments, the Fund's investment policy limits its exposure by requiring that all investments will be in the name of the Fund. Investments of the Fund will be held in a designated custodial account. Safekeeping account receipts, including statements from custodial accounts, will be held by the City's finance department. The money market mutual funds and mutual funds are not subject to custodial credit risk.

CITY OF ROCK ISLAND, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

**Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued**

*Concentration Risk.* The Fund investments policy limits concentration credit risk by ensuring no single security is more than 10% of the portfolio's overall allocation after accounting for price appreciation. In addition to the securities and fair values listed above, the Fund also has \$26,050,888 invested in mutual funds. At year-end, the Fund does not have any investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) in any one organization that represent 5 percent or more of net position available for retirement benefits.

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	49.00%	5.00%
Domestic Equities	39.00%	8.8%
International	9.00%	6.70%
Real Estate	2.00%	8.70%
Money Market	1.00%	2.20%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities to 55% of the Fund's net position with a further 10% allowed to be invested in equities through mutual funds. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in January 2022 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2021 are listed in the table above.

**Rate of Return**

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 11.22%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

**Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk**

*Deposits.* At year-end, the carrying amount of the Fund's deposits totaled \$3,331,067 and the bank balances totaled \$3,335,283.

*Investments.* The Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Obligations	\$ 5,604,045	—	4,072,392	1,531,653	—
U.S. Agency Obligations	357,251	—	4,443	75,574	277,234
Corporate Bonds	2,488,546	80,596	1,206,628	1,181,065	20,257
<b>Totals</b>	<b>8,449,842</b>	<b>80,596</b>	<b>5,283,463</b>	<b>2,788,292</b>	<b>297,491</b>

The Fund has the following recurring fair value measurements as of December 31, 2021:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>Debt Securities</b>				
U.S. Government Obligations	\$ 5,604,045	5,604,045	—	—
U.S. Agency Obligations	357,251	—	357,251	—
Corporate Bonds	2,488,546	—	2,488,546	—
<b>Equity Securities</b>				
Mutual Funds	15,532,006	15,532,006	—	—
Annuities	1,098,275	1,098,275	—	—
<b>Total Investments Measured at Fair Value</b>	<b>25,080,123</b>	<b>22,234,326</b>	<b>2,845,797</b>	<b>—</b>

CITY OF ROCK ISLAND, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

**Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued**

*Investments - Continued.* Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

*Interest Rate Risk.* In accordance with the Fund's investment policy, the liquidity needs of the Fund are to meet the regular cash flow requirements of the Fund.

*Credit Risk.* The Fund's investment policy to comply with all of the provisions of the Illinois Pension code relating to Article 4 Pension Funds. At year-end, the Fund's investments in U.S. Agency obligations were rated not rated by Moody's. The Fund's investments in the corporate bonds were rated Baa3 to Aaa by Moody's and the state and local obligations were not rated.

*Custodial Credit Risk.* The Fund's investment police requires that all investments be properly collateralized and/or insured or guaranteed, where applicable. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For investments, the Fund's investment policy limits its exposure by requiring that all investments will be in the name of the Fund. Investments of the Fund will be held in a designated custodial account. Safekeeping account receipts, including statements from custodial accounts, will be held by the City's finance department. The money market mutual funds and mutual funds are not subject to custodial credit risk.

*Concentration Risk.* The Fund investments policy limits concentration credit risk by ensuring no single security is more than 5% of the portfolio's overall allocation after accounting for price appreciation. In addition to the securities and fair values listed above, the Fund also has \$15,532,006 invested in mutual funds and \$1,098,275 invested in annuities. At year-end, the Fund does not have any investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) in any one organization that represent 5 percent or more of net position available for retirement benefits.

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	31.50%	1.60%
Domestic Equities	30.00%	5.20%
International Equities	25.00%	5.60%
Global Tactical	5.00%	3.70%
Real Estate	5.00%	4.90%
Cash and Cash Equivalents	3.50%	20.00%

CITY OF ROCK ISLAND, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

**Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued**

*Concentration Risk - Continued.* Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in January 2022 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2021 are listed in the table above.

**Rate of Return**

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 11.47%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Rock Island Public Library Foundation**

Management of the Rock Island Public Library Foundation (Foundation) believes the credit risk associated with these stocks, funds, and bonds is minimal. The Foundation maintains its cash at several financial institutions. It maintains its operating cash balances at one bank and the balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. The remaining cash is maintained in money market accounts at various financial institutions and these balances are uninsured. The financial institutions each have a strong credit rating and management believes that credit risk related to cash is minimal. The Foundation's investments at fair value as of December 31, 2020, are as follows:

Investments	
Equity Mutual Funds	\$ 1,389,053
Fixed Income Mutual Funds	1,028,487
Alternative Funds	<u>70,295</u>
	<u>2,487,835</u>

*Deposits.* At year-end, the carrying amount of the Library's deposits totaled \$299,565.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**PROPERTY TAXES**

Property taxes for 2020 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Rock Island County and are payable in two installments, on or about June 1 and August 1 during the following year. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy to reflect actual collection experience.

**NOTES RECEIVABLE**

As of December 31, 2021, the governmental activities and business-type activities had the following notes receivables, net of allowance for uncollectible:

Governmental Funds

Notes issued to businesses with maturities typically at 5 years;  
interest on notes typically at 4% \$ 936,498

Less: Allowance for Uncollectible Amounts (412,188)

Total Governmental Funds 524,310

Enterprise Funds

Notes issued to businesses with maturities typically at 5 years;  
interest on notes typically at 4% 1,665,928

Notes issued to residents with maturities ranging from 1 to 10  
years; interest on notes ranging from 3% to 5%, collateralized  
by first or second mortgages on the borrowers' residences. 230,095

Notes issued to residents with no principal repayment due until  
the property is sold; 0% interest; collateralized by first or  
second mortgages on the borrowers' residences. 615,113

Less: Allowance for Uncollectible Amounts (716,827)

Total Enterprise Funds 1,794,309

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**INTERFUND BALANCES**

The composition of interfund balances as of the date of this report, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Tax Increment Financing	\$ 101,321
General	Riverboat Gaming	744,099
General	Community/Economic Development	293,715
General	Debt Service	379,726
General	Capital Projects	1,131,488
General	Nonmajor Governmental	408,605
Waterworks	Nonmajor Business-Type	606,708
Waterworks	Internal Service	878,329
Internal Service	Internal Service	1,000,000
Police Pension	General	147,883
Firefighters' Pension	General	119,029
		<u>5,810,903</u>

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. Also, interfund balances are advances in anticipation of receipts to cover temporary cash shortages.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**INTERFUND TRANSFERS**

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Riverboat Gaming	\$ 352,194 (1)
General	Nonmajor Governmental	794,127 (1)
General	Wastewater Treatment	6,401 (1)
General	Park and Recreation	479,771 (1)
General	Nonmajor Business-Type	216,494 (1)
Riverboat Gaming	General	71,653 (3)
Riverboat Gaming	Debt Service	284,004 (1)
Riverboat Gaming	Community/Economic Development	338,056 (1)
Riverboat Gaming	Capital Projects	1,574 (1)
Riverboat Gaming	Park and Recreation	27,059 (1)
Community/Economic Development	General	404,229 (3)
Community/Economic Development	Riverboat Gaming	569,107 (1)
Debt Service	Public Library	86,201 (2)
Debt Service	Riverboat Gaming	3,211,956 (2)
Capital Projects	General	383,636 (3)
Capital Projects	Nonmajor Governmental	956,502 (1)
Nonmajor Governmental	General	211,204 (3)
Waterworks	Internal Service	18,885 (1)
Wastewater Treatment	Tax Increment Financing District	103,464 (1)
Park and Recreation	General	93,541 (3)
Park and Recreation	Riverboat Gaming	19,104 (1)
Park and Recreation	Internal Service	200,000 (1)
Internal Service	General	93,220 (1)
Internal Service	Park and Recreation	65,635 (1)
		<u>8,988,017</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Nondepreciable Capital Assets</b>				
Land	\$ 8,444,605	—	—	8,444,605
Construction in Progress	2,726,269	2,626,188	956,502	4,395,955
	<u>11,170,874</u>	<u>2,626,188</u>	<u>956,502</u>	<u>12,840,560</u>
<b>Depreciable Capital Assets</b>				
Buildings and Improvements	47,014,928	—	—	47,014,928
Machinery and Equipment	13,448,420	1,508,879	878,975	14,078,324
Infrastructure	74,676,494	956,502	—	75,632,996
	<u>135,139,842</u>	<u>2,465,381</u>	<u>878,975</u>	<u>136,726,248</u>
<b>Less Accumulated Depreciation</b>				
Buildings and Improvements	15,534,039	1,112,584	—	16,646,623
Machinery and Equipment	8,234,661	673,479	675,656	8,232,484
Infrastructure	30,881,161	1,619,750	—	32,500,911
	<u>54,649,861</u>	<u>3,405,813</u>	<u>675,656</u>	<u>57,380,018</u>
Total Net Depreciable Capital Assets	<u>80,489,981</u>	<u>(940,432)</u>	<u>203,319</u>	<u>79,346,230</u>
Total Net Capital Assets	<u>91,660,855</u>	<u>1,685,756</u>	<u>1,159,821</u>	<u>92,186,790</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 524,317
Police and Fire	603,698
Highways and Streets	1,654,744
Libraries	117,480
Internal Service	<u>505,574</u>
	<u>3,405,813</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**CAPITAL ASSETS - Continued**

**Business-Type Activities**

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Nondepreciable Capital Assets</b>				
Land	\$ 1,712,026	—	—	1,712,026
Construction in Progress	6,347,331	4,069,939	720,136	9,697,134
	<u>8,059,357</u>	<u>4,069,939</u>	<u>720,136</u>	<u>11,409,160</u>
<b>Depreciable Capital Assets</b>				
Buildings and Improvements	47,486,782	720,136	1,651,542	46,555,376
Machinery and Equipment	2,724,552	—	223,385	2,501,167
Infrastructure	154,522,654	90,233	481,971	154,130,916
	<u>204,733,988</u>	<u>810,369</u>	<u>2,356,898</u>	<u>203,187,459</u>
<b>Less Accumulated Depreciation</b>				
Land Improvements	10,503,083	1,124,935	509,637	11,118,381
Machinery and Equipment	1,803,949	101,520	68,245	1,837,224
Infrastructure	63,430,444	2,902,625	147,243	66,185,826
	<u>75,737,476</u>	<u>4,129,080</u>	<u>725,125</u>	<u>79,141,431</u>
Total Net Depreciable Capital Assets	<u>128,996,512</u>	<u>(3,318,711)</u>	<u>1,631,773</u>	<u>124,046,028</u>
Total Net Capital Assets	<u>137,055,869</u>	<u>751,228</u>	<u>2,351,909</u>	<u>135,455,188</u>

Depreciation expense was charged to business-type activities as follows:

Waterworks	\$ 1,004,276
Wastewater Treatment	2,485,978
Stormwater	87,319
Solid Waste	6,719
Sunset Marina	29,505
Parks and Recreation	515,283
	<u>4,129,080</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT**

**General Obligation Bonds**

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$700,000 General Obligation Bonds of 2008C - Due in annual installments of \$46,667 plus interest at 1.025% through December 15, 2022.	Hydro-Electric Plant	\$ 93,332	—	46,667	46,665
\$2,065,000 General Obligation Refunding Bonds of 2011A - Due in annual installments of \$60,000 to \$260,000 plus interest at 2.00% to 3.50% through December 15, 2021.	Debt Service	70,000	—	70,000	—
\$3,890,000 General Obligation Bonds of 2012A - Due in annual installments of \$40,000 to \$145,000 plus interest at 2.00% to 3.00% through December 15, 2032.	Debt Service	1,120,000	—	1,120,000 *	—
	Sunset Marina	375,000	—	375,000 *	—
\$9,625,000 General Obligation Bonds of 2013A - Due in annual installments of \$390,000 to \$640,000 plus interest at 3.00% to 4.75% through December 1, 2033.	Debt Service	6,755,000	—	6,300,000 *	455,000

\*Refunded Debt

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**General Obligation Bonds - Continued**

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$1,000,000 General Obligation Taxable Bonds of 2013B - Due in annual installments of \$90,000 to \$115,000 plus interest at 1.250% to 4.125% through December 1, 2023.	Debt Service	\$ 330,000	—	105,000	225,000
\$9,585,000 General Obligation Bonds of 2014A - Due in annual installments of \$375,000 to \$645,000 plus interest at 3.00% to 4.00% through December 1, 2034.	Debt Service	7,275,000	—	420,000	6,855,000
\$15,865,000 General Obligation Taxable Bonds of 2014B - Due in annual installments of \$475,000 to \$1,145,000 plus interest at 2.19% to 4.25% through December 1, 2034.	Debt Service	10,415,000	—	—	10,415,000
\$6,075,000 General Obligation Bonds of 2015A - Due in annual installments of \$165,000 to \$460,000 plus interest at 2.00% to 4.00% through December 1, 2035.	Debt Service	4,130,000	—	430,000	3,700,000
\$4,175,000 General Obligation Refunding Bonds of 2015B - Due in annual installments of \$230,000 to \$665,000 plus interest at 2.00% to 4.00% through December 1, 2026.	Debt Service Wastewater Treatment	325,000	—	325,000	—
		1,230,000	—	160,000	1,070,000

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**General Obligation Bonds - Continued**

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$3,505,000 General Obligation Taxable Bonds of 2016A - Due in annual installments of \$125,000 to \$245,000 plus interest at 2.00% to 4.00% through December 1, 2036.	Debt Service	\$ 2,990,000	—	135,000	2,855,000
\$1,885,000 General Obligation Taxable Refunding Bonds of 2016C - Due in one installment of \$1,885,000 plus interest at 4.375% through December 1, 2035.	Debt Service	1,885,000	—	—	1,885,000
\$4,840,000 General Obligation Refunding Bonds of 2017A - Due in annual installments of \$150,000 to \$425,000 plus interest at 2.00% to 4.00% through December 1, 2036.	Debt Service	2,350,000	—	110,000	2,240,000
	Park and Recreation	790,000	—	185,000	605,000
	Hydro- Electric Plant	760,000	—	95,000	665,000
\$2,845,000 General Obligation Refunding Bonds of 2017B - Due in annual installments of \$510,000 to \$800,000 plus interest at 2.00% to 3.00% through December 1, 2021.	Debt Service	699,550	—	699,550	—
	Wastewater Treatment	100,450	—	100,450	—
\$4,125,000 General Obligation Refunding Bonds of 2019A - Due in annual installments of \$285,000 to \$450,000 plus interest at 4.00% through December 1, 2030.	Waterworks	1,152,000	—	96,000	1,056,000
	Wastewater Treatment	2,688,000	—	224,000	2,464,000

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**General Obligation Bonds - Continued**

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$1,360,000 General Obligation Refunding Bonds of 2019B - Due in annual installments of \$255,000 to \$285,000 plus interest at 2.10% to 2.35% through December 1, 2024.	Debt Service	\$ 1,105,000	—	270,000	835,000
\$3,845,000 General Obligation Refunding Bonds of 2019C - Due in annual installments of \$1,890,000 to \$1,955,000 plus interest at 3.700% to 3.75% through December 1, 2037.	Debt Service	3,845,000	—	—	3,845,000
\$1,980,000 General Obligation Refunding Bonds of 2019D - Due in annual installments of \$125,000 to \$180,000 plus interest at 2.625% to 4.00% through December 1, 2037.	Debt Service	1,980,000	—	—	1,980,000
	Debt Service	3,975,000	—	115,000	3,860,000
\$12,355,000 General Obligation Bonds of 2020 - Due in annual installments of \$355,000 to \$850,000 plus interest at 4.00% through December 1, 2040.	Waterworks Wastewater Treatment Park and Recreation	505,000	—	15,000	490,000
		6,750,000	—	195,000	6,555,000
		1,125,000	—	30,000	1,095,000

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**General Obligation Bonds - Continued**

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$6,590,000 General Obligation Refunding Bonds of 2021A - Due in annual installments of \$0 to \$605,000 plus interest at 4.00% through December 1, 2040.	Debt Service	\$ —	6,304,419	—	6,304,419
	Sunset Marina	—	285,581	—	285,581
\$8,815,000 General Obligation Refunding Bonds of 2021B - Due in annual installments of \$545,000 to \$905,000 plus interest at 4.00% through December 1, 2033.	Wastewater Treatment	—	8,815,000	—	8,815,000
		64,818,332	15,405,000	12,076,667	68,146,665

**Defeased Debt**

During the current year, the City issued \$6,590,000 par value General Obligation Refunding Bonds, of 2021A to refund \$1,495,000 of the General Obligation Bond of 2012A and \$6,300,000 of the General Obligation Bonds of 2013A. In addition, the City issued \$8,815,000 of par value General Obligation Refunding Bonds of 2021B to refund \$10,004,157 of the IEPA Loan Payable of 2012 - Mill Street Wastewater Treatment Plant Expansion Phase 2. The City defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Through these refundings, the City reduced its total debt service by \$429,987 and obtained an economic gain of \$1,291,647.

In prior years, the City defeased general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payment on the old bonds. Since the requirements which normally satisfy defeasance, have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Defeased bonds of \$1,510,000 remain outstanding as of the date of this report.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**IEPA Loans Payable**

The City has entered into loan agreements with the IEPA to provide low interest financing for waterworks and sewerage improvements. IEPA loans currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$532,456 IEPA Loan Payable of 2011 - Store/Treat Basins Modifications - Due in semi-annual installments of \$11,924, plus interest at 1.25%, through December 6, 2030.	Wastewater Treatment	\$ 224,858	—	21,252	203,606
\$20,000,000 IEPA Loan Payable of 2011 - Mill Street Wastewater Treatment Plant Expansion - Due in semi-annual installments of \$510,765, plus interest at 1.25%, through January 1, 2033.	Wastewater Treatment	11,421,358	—	887,912	10,533,446
\$15,000,000 IEPA Loan Payable of 2012 - Mill Street Wastewater Treatment Plant Expansion Phase 2 - Due in semi-annual installments of \$473,805, plus interest at 2.295%, through July 14, 2033.	Wastewater Treatment	10,720,689	—	10,004,157 * 716,532	—
\$10,034,628 IEPA Loan Payable of 2013 - Mill Street Wastewater Treatment Plant Expansion Phase 3 - Due in semi-annual installments of \$340,796, plus interest at 1.93%, through August 6, 2034.	Wastewater Treatment	8,406,773	—	528,448	7,878,325

\*Refunded Amount

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**IEPA Loans Payable - Continued**

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$10,941,066 IEPA Loan Payable of 2014 - Wastewater Project - Due in semi-annual installments of \$338,288 , plus interest at 1.995%, through July 21, 2035.	Wastewater Treatment	\$ 8,733,402	—	504,845	8,228,557
\$4,506,250 IEPA Loan Payable of 2016 - Farmall Storage Tank Wastewater Project - Due in semi-annual installments of \$135,049, plus interest at 2.21%, through January 1, 2035.	Wastewater Treatment	3,470,353	—	197,473	3,272,880
\$22,198,434 IEPA Loan Payable of 2017 - Drinking Water Project - Due in semi-annual installments, plus interest at 1.64%, through July 28, 2039.	Wastewater Treatment	21,660,647	749,512	948,540	21,461,619
\$8,368,016 IEPA Loan Payable of 2018 - Wastewater Project - Due in semi-annual installments of \$354,953, plus interest at 1.75%, through January 1, 2038.	Wastewater Treatment	7,564,897	—	372,959	7,191,938
		72,202,977	749,512	14,182,118	58,770,371

**Line of Credit**

The City has established a \$1,300,000 revolving line of credit with American Bank and Trust for their Parks and Recreation Clubhouse Project. As of December 31, 2021, the line of credit has not been used.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Capital Leases**

The City has entered into a lease agreement as lessee for financing the acquisition of equipment. Capital assets of \$1,577,771 have been added to machinery and equipment in the Parks and Recreation Fund as a result of this capital lease. These lease agreements qualify as capital leases for accounting purposes and; therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. The capital leases have been recorded as liabilities in the Parks and Recreation Fund.

The future minimum lease payments and the net present value of these minimum lease payments are as follows:

Fiscal Year	Lease Payment
2022	\$ 52,415
2023	52,415
	<u>104,830</u>
Interest Portion	<u>(5,311)</u>
Principal Balance	<u><u>99,519</u></u>

**Asset Retirement Obligation**

The City has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells and demolition of the City’s water towers and stand pipes at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells are 40 years.

**Legal Debt Margin**

Article VII, Section 6(k) of the 1970 Illinois Constitution governs the computation of legal debt margin.

“The General Assembly may limit by law the amount and require referendum approval of debt to the incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.”

To date the Illinois General Assembly has set no limits for home rule municipalities. The City is a home rule municipality.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements  
December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Long-Term Liabilities Activity**

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
<b>Governmental Activities</b>					
Compensated Absences					
General	\$ 3,588,927	861,364	1,722,728	2,727,563	2,047,902
Internal Service	286,842	95,608	191,216	191,234	143,580
Net Pension Liability/(Asset) - IMRF					
General	(2,560,449)	—	6,526,153	(9,086,602)	—
Internal Service	(521,505)	—	1,470,307	(1,991,812)	—
Net Pension Liability - Police Pension	87,368,886	5,229,069	—	92,597,955	—
Net Pension Liability - Firefighters' Pension	72,834,121	3,851,779	—	76,685,900	—
Total OPEB Liability - RBP					
General	16,912,250	—	582,173	16,330,077	—
Internal Service	1,369,805	—	1,230	1,368,575	—
General Obligation Bonds	49,249,550	6,304,419	10,554,550	44,999,419	1,711,967
Plus: Unamortized Premium	1,582,017	527,200	144,058	1,965,159	—
Asset Retirement Obligation	46,950	—	—	46,950	—
	<u>230,157,394</u>	<u>16,869,439</u>	<u>21,192,415</u>	<u>225,834,418</u>	<u>3,903,449</u>
<b>Business-Type Activities</b>					
Compensated Absences	737,872	231,352	462,704	506,520	380,304
Net Pension Liability/(Asset) - IMRF	(1,616,170)	—	4,712,632	(6,328,802)	—
Total OPEB Liability - RBP	4,059,567	93,095	—	4,152,662	—
Line of Credit	—	1,300,000	—	1,300,000	—
Capital Leases Payable	146,744	—	47,225	99,519	48,895
General Obligation Bonds	15,568,782	9,100,581	1,522,117	23,147,246	1,714,698
Plus: Unamortized Premium	1,818,244	1,435,236	146,015	3,107,465	—
IEPA Loans	72,202,977	749,512	14,182,118	58,770,371	3,589,533
Asset Retirement Obligation	22,225,004	—	—	22,225,004	—
	<u>115,143,020</u>	<u>12,909,776</u>	<u>21,072,811</u>	<u>106,979,985</u>	<u>5,733,430</u>

For the governmental activities, payments on the compensated absences, the net pension liabilities and the total OPEB liability are made by the General Fund, Equipment Maintenance Fund or Engineering Fund. Payments on general obligation bonds are being liquidated by the Debt Service Fund. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Long-Term Liability Activity - Continued**

Additionally, for the business-type activities, the compensated absences, the net pension liability, and the total OPEB liability are being liquidated by the Waterworks Fund, the Wastewater Treatment Fund, the Park and Recreation Fund, the Stormwater Fund, the Solid Waste Fund, the Sunset Marina Fund, and the Hydro-Electric Plan Fund. The general obligation bonds are being liquidated by the Waterworks Fund, the Wastewater Treatment Fund, the Park and Recreation Fund, the Sunset Marina Fund, and the Hydro-Electric Plant Fund. The capital leases payable are liquidated by the Park and Recreation Fund. The IEPA Loans Payable are being liquidated by the Wastewater Treatment Fund.

**Debt Service Requirements to Maturity**

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities		Business-Type Activities			
	General Obligation		General Obligation		IEPA	
	Bonds		Bonds		Loans Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 1,711,967	1,753,414	1,714,698	965,078	3,589,533	985,565
2023	1,781,534	1,647,042	1,768,466	850,354	3,650,028	925,071
2024	2,486,316	1,571,122	1,843,684	779,700	3,711,578	863,521
2025	2,325,000	1,494,622	1,680,000	706,044	3,774,197	800,901
2026	2,357,649	1,420,226	1,757,351	638,844	3,837,906	737,192
2027	2,446,999	1,337,254	1,593,001	568,854	3,902,724	672,375
2028	2,531,349	1,249,341	1,648,651	505,452	3,968,671	606,428
2029	2,635,699	1,155,169	1,614,301	439,842	4,035,766	539,333
2030	2,740,049	1,054,303	1,674,951	375,622	4,103,968	471,131
2031	2,844,182	949,557	1,275,818	308,992	4,149,417	401,685
2032	2,963,316	836,601	1,326,684	258,348	4,219,781	331,319
2033	3,077,666	719,389	1,372,334	205,690	3,260,254	262,935
2034	3,206,799	596,593	493,201	151,224	3,319,732	203,457
2035	3,317,666	467,973	507,334	131,944	2,689,493	145,308
2036	3,247,466	330,628	532,534	112,076	1,783,924	101,436
2037	2,906,599	208,784	548,401	91,328	1,813,839	71,521
2038	800,732	98,632	579,268	69,968	1,592,094	41,106
2039	839,649	66,006	595,351	47,394	1,367,466	16,811
2040	778,782	31,796	621,218	24,204	—	—
Totals	44,999,419	16,988,452	23,147,246	7,230,958	58,770,371	8,177,095

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Industrial Revenue Bonds**

The City has issued Industrial Revenue Bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the City, the state, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2021, there was one series of Industrial Revenue Bonds outstanding. The original issue amounts totaled \$8,650,000 includes refinancing of Series 2004 \$4,160,300 and \$4,489,700 for facility improvements. The aggregate principal amount outstanding was \$5,553,266.

**Tax Abatements**

The City of Rock Island through its Tax Incremental Financing (TIF) Districts has entered into tax abatement agreements with developers in the form of tax incremental financing incentive payments to stimulate economic development. The abatements are authorized through the Development or Redevelopment Agreements as authorized by the City Council and executed by the City Manager. The developers are reimbursed for TIF eligible expenditures as outlined by the agreements through one-time payments or are entitled to future incentive payments that directly correlate to the taxes paid after meeting the criteria established in the development agreements. All agreements include recapture provisions through a Default and Remedies clause.

For the year ended December 31, 2021, the City abated \$1,996,731 of property tax under agreements as follows:

Agreement Description	Calculation Method	Developer Commitment	Abatement
2004 - Casino Rock Island	75% of the property tax increment for a 13 year period.	Rock Island Boatworks to develop \$150 million casino complex known as Jumers with casino, hotel, parking structure and conference/meeting/theatre center.	\$ 1,662,515
2018 - McLaughlin Body Co	\$800,000 over a six year period.	Acquisition of property at 350 44th St and construction of visitor's entrance, exterior improvements, installation of three receiving docks, replacement of portions of roof	82,600
2018 - Koffee Break	An amount not to exceed \$140,000 over an eight year period. Paid from TIF funds, TIF increment and Sales Tax.	Renovation and expansion of first floor restaurant seating area and kitchen and improvement of basement storage.	3,152
2013 - Blackhawk Commons	\$700,000 payment for infrastructure work, \$1,752,000 for building construction plus 90% of increment the first five years and 80% thereafter for a period no longer than twenty years to a maximum of \$2 million.	11th Street Development Partners to develop site construction and installation of new buildings, improvements to streets, sanitary sewer and water mains for an approximate total project cost of \$6.8 million.	86,700

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Tax Abatements - Continued**

Agreement Description	Calculation Method	Developer Commitment	Abatement
2012 - The Locks	\$2.1 million payment plus rebate for a 10 year period of 100% of property tax in excess of a base amount that ranges from \$40,000 in Year 1 to \$62,053 in Year 10 payable from increment.	Rock Island Economic Growth Corporation to develop a new multi-unit residential housing development with 34 units at a cost estimated to exceed \$6 million.	88,012
2010 - Jackson Square	\$640,000 payment plus a rebate for a 10 year period of 100% of property tax in excess of a base (ranges from \$27,300 to \$40,334), payable from increment	Rock Island Economic Growth Corporation to redevelop property to create 30 rental dwelling units plus 3,500 square feet of commercial space at a cost in excess of \$8.5 million	10,741
2003 - Voss Brothers Lofts	\$265,000 payment plus a rebate for a 15 year period of 100% of property tax in excess of a base (starting at \$19,712 and increases 4% per year), payable from increment.	Rock Island Economic Growth Corporation to redevelop property to create 35 rental dwelling units at a cost in excess of \$4.7 million.	1,792
2019 - Ms. Brimani's Hair and Beauty Supply Business	\$185,000 (\$100,000 from Special Tax Allocation Fund, \$50,000 municipal sales taxes revenue, \$35,000 Incremental Real Estate Taxes)	Acquisition of property at 1709 2nd Avenue, construct and complete the project on or before March 31, 2020	1,645
2015 - Jesse Mart	The City agrees to rebate 100% of the increase in property taxes over the taxes paid as of the date of the agreement until 2023 (the end date of the North 11th Street TIF).	Redeveloped property at 722 11th Street which included a commercial gas station, convenience store and laundromat. The total cost was estimated at \$800,000.	33,819
2020 - Friendship Manor	The City shall reimburse the Developer \$25,755 upon verification of the Developer's completion of the Project.	The Developer submitted a proposal to repurpose current property in order to demolish the existing structure and undertake an environmental assessment of its condition for a total investment estimated at \$85,000. Project shall be completed on or before March 1, 2020.	25,755
			1,996,731

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**NET POSITION CLASSIFICATIONS**

Net investment in capital assets was comprised of the following as of December 31, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 92,186,790
Plus: Unspent Bond Proceeds	2,003,672
Less Capital Related Debt:	
General Obligation Bonds	(44,999,419)
Unamortized Premium	<u>(1,965,159)</u>
Net Investment in Capital Assets	<u>47,225,884</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	135,455,188
Plus:	
Unamortized Loss on Refunding	6,983
Unspent Bond Proceeds	4,572,422
Less Capital Related Debt:	
Capital Leases Payable	(99,519)
General Obligation Bonds	(23,147,246)
Unamortized Premium	(3,107,465)
IEPA Loans Payable	<u>(58,770,371)</u>
Net Investment in Capital Assets	<u>54,909,992</u>

**FUND BALANCE CLASSIFICATIONS**

In the governmental funds financial statements, the City considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The City first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

*Nonspendable Fund Balance.* Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

*Restricted Fund Balance.* Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance.* Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**FUND BALANCE CLASSIFICATIONS - Continued**

*Assigned Fund Balance.* Consists of amounts that are constrained by the City Council intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by the City Council itself or by a body or official to which the City Council has delegated the authority to assign amounts to be used for specific purposes. The City’s highest level of decision-making authority is the City Council, who is authorized to assign amounts to a specific purpose.

*Unassigned Fund Balance.* Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

*Minimum Fund Balance Policy.* The City’s fund balance policy for the General Fund requires unassigned fund balance to be maintained at a minimum of 25% current year expenditures, effective for the fiscal year 2013 budget, with the minimum increasing 1% annually until the minimum reaches 35%. Any fund balance in the General Fund in excess of the minimum can be assigned for other purposes.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	Special Revenue									Totals
	General	Tax			Community/ Economic Development	ARPA	Debt Service	Capital		
		Public Library	Financing District	Riverboat Gaming				Projects	Nonmajor	
Fund Balances										
Nonspendable										
Prepays										
Assets Held for Resale	\$ 27,204	—	—	—	—	—	—	—	—	27,204
Restricted										
Police Services	276,219	—	—	—	—	—	—	—	—	276,219
Public Library	—	1,771,622	—	—	—	—	—	—	—	1,771,622
Capital Improvements	—	—	8,216,849	—	—	—	—	—	—	8,216,849
Motor Fuel Taxes	—	—	—	—	—	—	—	—	1,515,024	1,515,024
Fire Services	1,912	—	—	—	—	—	—	—	143,196	145,108
Community Development	6,213	—	—	—	—	—	—	—	1,833,474	1,839,687
Drug Prevention	—	—	—	—	—	—	—	—	243,150	243,150
	284,344	1,771,622	8,216,849	—	—	—	—	—	3,734,844	14,007,659
Committed										
Community/Economic Development	—	—	—	—	6,180,957	—	—	—	—	6,180,957
Unassigned	13,540,026	—	—	(408,361)	—	(81,886)	(374,532)	(1,523,495)	(357,501)	10,794,251
<b>Total Fund Balances</b>	<b>13,851,574</b>	<b>1,771,622</b>	<b>8,216,849</b>	<b>(408,361)</b>	<b>6,180,957</b>	<b>(81,886)</b>	<b>(374,532)</b>	<b>(1,523,495)</b>	<b>3,377,343</b>	<b>31,010,071</b>

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION**

**RISK MANAGEMENT**

The City has established two internal service funds for self-insurance to meet potential losses from general liability, workers' compensation, property and casualty claims, and medical and other risks. The City carries stop-loss insurance as well. There have been no significant changes in insurance coverage purchased compared to the prior year. For those exposures covered by insurance policies, settled claims have not exceeded the insurance coverage purchased for each of the past three fiscal periods. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Claims payable include all known claims and an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are estimated by considering the effects of inflation, recent claim settlement trends, including frequency and number of payouts, and other economic and social factors. Changes in the balances of claims payable are as follows:

	Self Insurance		Employee Health Benefit	
	12/31/2021	12/31/2020	12/31/2021	12/31/2020
Claims Payable - Beginning	\$ 1,522,486	1,249,359	288,432	251,425
Incurred Claims	878,402	682,376	6,614,479	5,257,562
Claims Paid	(784,301)	(409,249)	(5,379,342)	(5,220,555)
Claims Payable - Ending	<u>1,616,587</u>	<u>1,522,486</u>	<u>1,523,569</u>	<u>288,432</u>

**CONTINGENT LIABILITIES**

**Litigation**

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

**Grants**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

**Financial Impact from COVID-19**

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the District's operations and financial position cannot be determined.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS**

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is also a single-employer pension plan. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at [www.imrf.org](http://www.imrf.org). The Police and Firefighters' Pension Plans also issue separate reports that may be obtained by writing the City at 1528 Third Avenue, Rock Island, Illinois 61201. The benefits, benefit levels, employee contributions and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amounts recognized by the City for the pension plans are:

	(Revenues)/ Expenses	Net Pension (Asset)/ Liabilities	Deferred Outflows	(Deferred Inflows)
IMRF	\$ (4,332,510)	(17,407,216)	199,738	(16,160,798)
Police Pension	15,233,324	92,597,955	16,527,849	(3,103,882)
Firefighters' Pension	10,246,148	76,685,900	12,741,713	(2,256,923)
	<u>21,146,962</u>	<u>151,876,639</u>	<u>29,469,300</u>	<u>(21,521,603)</u>

**Illinois Municipal Retirement Fund (IMRF)**

**Plan Descriptions**

*Plan Administration.* All employees (other than those covered by the Police and Firefighters' Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

CITY OF ROCK ISLAND, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

*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).

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

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

*Plan Membership.* As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	332
Inactive Plan Members Entitled to but not yet Receiving Benefits	167
Active Plan Members	<u>212</u>
Total	<u><u>711</u></u>

A detailed breakdown of IMRF membership for inactive members for the City and the MLK Center is unavailable. The above numbers include all members.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*Contributions.* As set by statute, the City's Regular Plan Members are required to contribute 4.50% 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. For the year-ended December 31, 2021, the City's and MLK Center's contribution was 11.27% of covered payroll.

*Net Pension (Asset).* The City's net pension (asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.25%
Inflation	2.25%

For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*Actuarial Assumptions - Continued.*

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	2.00%
Domestic Equities	39.00%	4.50%
International Equities	15.00%	5.75%
Real Estate	10.00%	5.90%
Blended	10.00%	4.30% - 8.10%
Cash and Cash Equivalents	1.00%	1.70%

**Discount Rate**

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

**Discount Rate Sensitivity**

The following is a sensitivity analysis of the net pension (asset) to changes in the discount rate. The table below presents the net pension (asset) of the City calculated using the discount rate as well as what the City’s net pension (asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
City	\$ (5,071,102)	(17,407,216)	(27,348,593)
MLK Center	(205,436)	(693,717)	(1,107,921)
Net Pension (Asset)	(5,276,538)	(18,100,933)	(28,456,514)

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Changes in the Net Pension (Asset)**

	City	MLK Center	Totals
Total Pension Liability			
Service Cost	\$ 1,209,538	49,000	1,258,538
Interest	7,793,900	310,395	8,104,295
Differences Between Expected and Actual Experience	(326,628)	(13,232)	(339,860)
Change of Assumptions	—	—	—
Benefit Payments, Including Refunds of Member Contributions	(6,412,780)	(259,789)	(6,672,569)
Net Change in Total Pension Liability	2,264,030	86,374	2,350,404
Total Pension Liability - Beginning	111,510,274	2,980,114	114,490,388
Total Pension Liability - Ending	<u>113,774,304</u>	<u>3,066,488</u>	<u>116,840,792</u>
Plan Fiduciary Net Position			
Contributions - Employer	1,431,259	57,982	1,489,241
Contributions - Members	573,465	23,232	596,697
Net Investment Income	19,733,993	799,445	20,533,438
Benefit Payments, Including Refunds of Member Contributions	(6,412,780)	(259,789)	(6,672,569)
Other (Net Transfer)	(352,815)	(14,293)	(367,108)
Net Change in Plan Fiduciary Net Position	14,973,122	606,577	15,579,699
Plan Net Position - Beginning	116,208,398	3,153,628	119,362,026
Plan Net Position - Ending	<u>131,181,520</u>	<u>3,760,205</u>	<u>134,941,725</u>
Employer's Net Pension (Asset)	<u>(17,407,216)</u>	<u>(693,717)</u>	<u>(18,100,933)</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended December 31, 2021, the City recognized pension revenue of \$4,332,510, and the MLK Center recognized pension revenue of \$148,594, for a total expense of \$4,481,104. At December 31, 2021, the City and the MLK Center reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	City		MLK Center		Totals
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	
Difference Between Expected and Actual Experience	\$ 199,738	(224,739)	8,092	(9,104)	(26,013)
Change in Assumptions	—	(241,539)	—	(9,785)	(251,324)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(15,694,520)	—	(635,802)	(16,330,322)
Total Deferred Amounts Related to IMRF	<u>199,738</u>	<u>(16,160,798)</u>	<u>8,092</u>	<u>(654,691)</u>	<u>(16,607,659)</u>

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:

Fiscal Year	Net Deferred (Inflows) of Resources		
	City	MLK Center	Totals
2022	\$ (3,570,631)	(144,650)	(3,715,281)
2023	(6,193,111)	(250,890)	(6,444,001)
2024	(3,879,368)	(157,157)	(4,036,525)
2025	(2,317,950)	(93,902)	(2,411,852)
2026	—	—	—
Thereafter	—	—	—
Totals	<u>(15,961,060)</u>	<u>(646,599)</u>	<u>(16,607,659)</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Police Pension Plan**

**Plan Descriptions**

*Plan Administration.* The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the City President, one member is elected by pension beneficiaries and two members are elected by active police employees.

*Plan Membership.* At December 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	112
Inactive Plan Members Entitled to but not yet Receiving Benefits	14
Active Plan Members	<u>67</u>
Total	<u><u>193</u></u>

*Benefits Provided.* The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of  $\frac{1}{2}$  of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of  $\frac{1}{2}$  of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e.,  $\frac{1}{2}$  percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1<sup>st</sup> after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or  $\frac{1}{2}$  of the change in the Consumer Price Index for the preceding calendar year.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued**

**Police Pension Plan - Continued**

**Plan Descriptions - Continued**

*Contributions.* Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2021, the City's contribution was 78.62% of covered payroll.

*Concentrations.* At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	2.75% - 5.00%
Cost of Living Adjustments	1.25% - 3.00%
Inflation	2.50%

Mortality rates are based on the RP-2006 Mortality Table with generational projection from 2013 using the MP-2016 improvement scale.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued**

**Police Pension Plan - Continued**

**Discount Rate**

A Single Discount Rate of 5.11% was used to measure the total pension liability and prior year this discount rate was 5.32%. 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 7.00%, the municipal bond rate is 2.06%, and the resulting single discount rate is 5.11%.

**Discount Rate Sensitivity**

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (4.11%)	Current Discount Rate (5.11%)	1% Increase (6.11%)
Net Pension Liability \$	115,111,506	92,597,955	74,705,176

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - 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 December 31, 2020	\$ 129,425,631	42,056,745	87,368,886
Changes for the Year:			
Service Cost	1,908,120	—	1,908,120
Interest on the Total Pension Liability	6,837,115	—	6,837,115
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	1,768,436	—	1,768,436
Changes of Assumptions	4,097,443	—	4,097,443
Contributions - Employer	—	4,241,390	(4,241,390)
Contributions - Employees	—	564,817	(564,817)
Net Investment Income	—	4,666,273	(4,666,273)
Benefit Payments, Including Refunds of Employee Contributions	(5,624,928)	(5,624,828)	(100)
Other (Net Transfer)	—	(90,535)	90,535
Net Changes	8,986,186	3,757,117	5,229,069
Balances at December 31, 2021	138,411,817	45,813,862	92,597,955

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued**

**Police Pension Plan - Continued**

**Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended December 31, 2021, the City recognized pension expense of \$15,233,324. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 1,738,412	(228,726)	1,509,686
Change in Assumptions	14,789,437	—	14,789,437
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(2,875,156)	(2,875,156)
Total Deferred Amounts Related to Police Pension	<u>16,527,849</u>	<u>(3,103,882)</u>	<u>13,423,967</u>

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:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ 9,815,335
2023	3,305,200
2024	793,333
2025	(489,901)
2026	—
Thereafter	—
Total	<u>13,423,967</u>

CITY OF ROCK ISLAND, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

*Plan Administration.* The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the City President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

*Plan Membership.* At December 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	92
Inactive Plan Members Entitled to but not yet Receiving Benefits	15
Active Plan Members	<u>56</u>
Total	<u><u>163</u></u>

*Benefits Provided.* The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes.

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of  $\frac{1}{2}$  of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

Notes to the Financial Statements

December 31, 2021

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**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued**

**Firefighters' Pension Plan - Continued**

**Plan Descriptions - Continued**

*Benefits Provided - Continued.* Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of  $\frac{1}{2}$  of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e.,  $\frac{1}{2}$  percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1<sup>st</sup> after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or  $\frac{1}{2}$  of the change in the Consumer Price Index for the preceding calendar year.

*Contributions.* Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2021, the City's contribution was 78.42% of covered payroll.

*Concentrations.* At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued**

**Firefighters' Pension Plan - Continued**

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	3.50% - 5.50%
Cost of Living Adjustments	3.00%
Inflation	2.50%

Mortality rates are based on the RP-2006 Blue Collar Mortality Table with generational projection from 2013 using the MP-2016 improvement scale.

**Discount Rate**

A Single Discount Rate of 5.13% was used to measure the total pension liability and prior year this rate was 5.33%. 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 7.00%, the municipal bond rate is 2.12%, and the resulting single discount rate is 5.13%.

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued**

**Firefighters' Pension Plan - Continued**

**Discount Rate Sensitivity**

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (4.13%)	Current Discount Rate (5.13%)	1% Increase (6.13%)
Net Pension Liability	\$ 92,454,821	76,685,900	63,986,969

**Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2020	\$ 99,494,382	26,660,261	72,834,121
Changes for the Year:			
Service Cost	1,683,945	—	1,683,945
Interest on the Total Pension Liability	5,262,227	—	5,262,227
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	953,504	—	953,504
Changes of Assumptions	2,759,102	—	2,759,102
Contributions - Employer	—	3,793,261	(3,793,261)
Contributions - Employees	—	428,228	(428,228)
Net Investment Income	—	2,657,856	(2,657,856)
Benefit Payments, Including Refunds of Employee Contributions	(4,900,050)	(4,900,050)	—
Other (Net Transfer)	—	(72,346)	72,346
Net Changes	5,758,728	1,906,949	3,851,779
Balances at December 31, 2021	105,253,110	28,567,210	76,685,900

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued**

**Firefighters' Pension Plan - Continued**

**Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended December 31, 2021, the City recognized pension expense of \$10,246,148. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 880,538	(312,096)	568,442
Change in Assumptions	11,861,175	—	11,861,175
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(1,944,827)	(1,944,827)
Total Deferred Amounts Related to Firefighters' Pension	<u>12,741,713</u>	<u>(2,256,923)</u>	<u>10,484,790</u>

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:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ 5,513,455
2023	3,597,571
2024	1,623,963
2025	(250,199)
2026	—
Thereafter	—
Total	<u>10,484,790</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**General Information about the OPEB Plan**

*Plan Description.* The City's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the City. RBP is a single-employer defined benefit OPEB plan administered by the City. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the City Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided.* RBP provides healthcare insurance benefits for retirees and their dependents. The benefit terms provide for payment of 100 percent of health insurance premiums for non-Medicare-and Medicare-eligible retirees.

*Plan Membership.* As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	220
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>351</u>
Total	<u><u>571</u></u>

**Total OPEB Liability**

The City's total OPEB liability was measured as of December 31, 2021, and was determined by an actuarial valuation as of December 31, 2020.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Total OPEB Liability - Continued**

*Actuarial Assumptions and Other Inputs - Continued.*

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	2.25%
Healthcare Cost Trend Rates	6.00% for 2018, decreasing 0.125% per year to an ultimate rate of 5.00% for 2028 and later years.
Retirees' Share of Benefit-Related Costs	45% of projected health insurance premiums for retirees.

The discount rate was based on S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2021.

Mortality rates were based on the December 31, 2017 IMRF Actuarial Valuation Report for IMRF employees and retirees. Police and Firefighters' employees and retiree rates were based on the Police and Firefighters' Pension Funds Actuarial Valuation Reports as of January 1, 2018.

**Change in the Total OPEB Liability**

	City	MLK Center	Totals
Balances at December 31, 2020	\$ 22,341,622	162,069	22,503,691
Changes for the Year:			
Service Cost	789,882	6,380	796,262
Interest on the Total OPEB Liability	403,718	21,637	425,355
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience	—	—	—
Changes of Assumptions or Other Inputs	(762,092)	(6,155)	(768,247)
Benefit Payments	(921,816)	(7,445)	(929,261)
Other Changes	—	—	—
Net Changes	(490,308)	14,417	(475,891)
Balances at December 31, 2021	21,851,314	176,486	22,027,800

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The discount rate used to measure the total pension liability was 2.25%, while the prior valuation used 1.93%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.25%)	Current Discount Rate (2.25%)	1% Increase (3.25%)
City	\$ 19,700,680	21,851,314	24,370,212
MLK Center	159,116	176,486	196,830
Total OPEB	19,859,796	22,027,800	24,567,042

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
City	\$ 23,807,145	21,851,314	20,228,408
MLK Center	192,282	176,486	163,378
Total OPEB	23,999,427	22,027,800	20,391,786

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2021, the City recognized OPEB expense of \$884,596, and the MLK Center recognized pension expense of \$26,434, for a total expense of \$911,030. At December 31, 2021, the City and the MLK Center reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	City		MLK Center		Totals
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	
Difference Between Expected and Actual Experience	\$ —	(1,222,327)	—	(9,872)	(1,232,199)
Change in Assumptions	3,042,666	(3,382,928)	24,575	(27,323)	(343,010)
Net Difference Between Projected and Actual Earnings	—	—	—	—	—
Total Deferred Amounts Related to OPEB	<u>3,042,666</u>	<u>(4,605,255)</u>	<u>24,575</u>	<u>(37,195)</u>	<u>(1,575,209)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources		
	City	MLK Center	Totals
2022	\$ (308,099)	(2,488)	(310,587)
2023	(308,099)	(2,488)	(310,587)
2024	(329,429)	(2,661)	(332,090)
2025	(419,359)	(3,387)	(422,746)
2026	(184,964)	(1,494)	(186,458)
Thereafter	(12,639)	(102)	(12,741)
Totals	<u>(1,562,589)</u>	<u>(12,620)</u>	<u>(1,575,209)</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Notes to the Financial Statements**

**December 31, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**SUBSEQUENT EVENT**

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The City has been allocated \$26,506,259 to be received in two installments. On May 20, 2021, the City received their first installment of \$13,253,130. As of the date of these financial statements, the City has not received their second installment.

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule Employer Contributions
  - Illinois Municipal Retirement Fund
  - Police Pension Fund
  - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
  - Illinois Municipal Retirement Fund
  - Police Pension Fund
  - Firefighters' Pension Fund
- Schedule of Investment Returns
  - Police Pension Fund
  - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
  - Retiree Benefit Plan
- Budgetary Comparison Schedules
  - General Fund
  - Public Library - Special Revenue Fund
  - TIF - Special Revenue Fund
  - Riverboat Gaming - Special Revenue Fund
  - Community/Economic Development - Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information - Budgets are adopted on a basis consistent with generally accepted accounting principles.

**CITY OF ROCK ISLAND, ILLINOIS**

**Illinois Municipal Retirement Fund  
Schedule of Employer Contributions  
December 31, 2021**

Fiscal Year		Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/15	Totals	\$ 1,566,015	\$ 1,565,936	\$ (79)	\$ 13,773,220	11.37%
12/31/16	Totals	1,535,820	1,535,820	—	13,315,779	11.53%
12/31/17	Totals	1,493,817	1,493,817	—	13,325,749	11.21%
12/31/18	Totals	1,591,625	2,065,221	473,596	13,375,003	15.44%
12/31/19	Totals	1,208,494	1,213,587	5,093	13,442,643	9.03%
12/31/20	Totals	1,598,210	1,398,795	(199,415)	13,825,347	10.12%
12/31/21	City	1,424,790	1,431,259	6,469	12,698,662	11.27%
	MLK Center	57,720	57,982	262	514,436	11.27%
	Totals	1,482,510	1,489,241	6,731	13,213,098	11.27%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**CITY OF ROCK ISLAND, ILLINOIS**

**Police Pension Fund  
Schedule of Employer Contributions  
December 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/14	\$ 1,815,432	\$ 2,421,323	\$ 605,891	\$ 5,906,654	40.99%
12/31/15	2,687,850	2,687,850	—	6,106,347	44.02%
12/31/16	2,893,079	2,893,929	850	6,225,778	46.48%
12/31/17	3,210,078	3,210,742	664	6,088,056	52.74%
12/31/18	3,384,157	3,384,517	360	6,216,240	54.45%
12/31/19	3,543,398	3,543,398	—	6,234,010	56.84%
12/31/20	3,772,591	3,772,591	—	6,031,945	62.54%
12/31/21	4,241,391	4,241,391	—	5,395,131	78.62%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	2.75% - 5.50%
Investment Rate of Return	7.00%
Retirement Age	50 - 69
Mortality	RP-2006 Blue Collar Mortality Table with Generational Projection from 2013 using the MP-2016 Improvement Scale

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**CITY OF ROCK ISLAND, ILLINOIS**

**Firefighters' Pension Fund  
Schedule of Employer Contributions  
December 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/14	\$ 1,639,307	\$ 2,186,165	\$ 546,858	\$ 4,192,671	52.14%
12/31/15	2,676,324	2,676,324	—	4,338,290	61.69%
12/31/16	2,803,150	2,803,551	401	4,455,246	62.93%
12/31/17	3,059,212	3,059,559	347	4,455,406	68.67%
12/31/18	3,280,309	3,280,309	—	4,540,219	72.25%
12/31/19	3,290,679	3,290,679	—	4,824,068	68.21%
12/31/20	3,443,224	3,443,224	—	4,789,832	71.89%
12/31/21	3,793,261	3,793,261	—	4,836,859	78.42%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.50% - 5.50%
Investment Rate of Return	7.00%
Retirement Age	50 - 69
Mortality	RP-2006 Blue Collar Mortality Table with Generational Projection from 2013 using the MP-2016 Improvement Scale

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**CITY OF ROCK ISLAND, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Schedule of Changes in the Employer's Net Pension Liability/(Asset)**

**December 31, 2021**

	12/31/15	12/31/16	12/31/17
	Totals	Totals	Totals
Total Pension Liability			
Service Cost	\$ 1,446,195	1,444,884	1,360,413
Interest	7,012,972	7,330,485	7,543,312
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	928,010	(494,373)	(1,134,673)
Change of Assumptions	230,551	(232,038)	(3,057,119)
Benefit Payments, Including Refunds of Member Contributions	(4,840,911)	(5,403,551)	(5,457,197)
Net Change in Total Pension Liability	4,776,817	2,645,407	(745,264)
Total Pension Liability - Beginning	95,203,656	99,980,473	102,625,880
Total Pension Liability - Ending	99,980,473	102,625,880	101,880,616
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,565,936	1,529,941	1,493,817
Contributions - Members	659,458	598,667	617,966
Net Investment Income	450,101	6,050,403	16,613,180
Benefit Payments, Including Refunds of Member Contributions	(4,840,911)	(5,403,551)	(5,457,197)
Other (Net Transfer)	215,976	(505,957)	(3,230,575)
Net Change in Plan Fiduciary Net Position	(1,949,440)	2,269,503	10,037,191
Plan Net Position - Beginning	91,328,014	89,378,574	91,648,077
Plan Net Position - Ending	89,378,574	91,648,077	101,685,268
Employer's Net Pension Liability/(Asset)	\$ 10,601,899	10,977,803	195,348
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	89.40%	89.30%	99.81%
Covered Payroll	\$ 13,773,220	13,773,220	13,325,749
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	76.97%	79.70%	1.47%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2015 through 2021. Changes in assumptions related to the demographics were made in 2017.

12/31/18	12/31/19	12/31/20	12/31/21		
Totals	Totals	Totals	City	MLK Center	Totals
1,299,642	1,355,681	1,370,864	1,209,538	49,000	1,258,538
7,469,703	7,665,581	7,924,666	7,793,900	310,395	8,104,295
—	—	—	—	—	—
450,570	705,657	323,524	(326,628)	(13,232)	(339,860)
2,849,299	—	(614,770)	—	—	—
(5,868,784)	(6,053,465)	(6,268,396)	(6,412,780)	(259,789)	(6,672,569)
6,200,430	3,673,454	2,735,888	2,264,030	86,374	2,350,404
101,880,616	108,081,046	111,754,500	111,510,274	2,980,114	114,490,388
108,081,046	111,754,500	114,490,388	113,774,304	3,066,488	116,840,792
2,065,221	1,213,587	1,398,795	1,431,259	57,982	1,489,241
612,684	654,921	622,140	573,465	23,232	596,697
(5,972,516)	18,109,201	15,682,614	19,733,993	799,445	20,533,438
(5,868,784)	(6,053,465)	(6,268,396)	(6,412,780)	(259,789)	(6,672,569)
1,389,138	24,398	67,220	(352,815)	(14,293)	(367,108)
(7,774,257)	13,948,642	11,502,373	14,973,122	606,577	15,579,699
101,685,268	93,911,011	107,859,653	116,208,398	3,153,628	119,362,026
93,911,011	107,859,653	119,362,026	131,181,520	3,760,205	134,941,725
14,170,035	3,894,847	(4,871,638)	(17,407,216)	(693,717)	(18,100,933)
86.89%	96.51%	96.51%	115.30%	122.62%	115.49%
13,375,003	13,442,643	13,825,347	12,698,662	514,436	13,213,098
105.94%	28.97%	(35.24%)	(137.08%)	(134.85%)	(136.99%)

**CITY OF ROCK ISLAND, ILLINOIS**

**Police Pension Fund**

**Schedule of Changes in the Employer's Net Pension Liability**

**December 31, 2021**

	12/31/14	12/31/15
Total Pension Liability		
Service Cost	\$ 844,175	1,178,679
Interest	3,974,594	5,565,928
Changes in Benefit Terms	—	—
Differences Between Expected and Actual Experience	2,003,976	1,340,483
Change of Assumptions	—	—
Benefit Payments, Including Refunds of Member Contributions	(3,238,767)	(3,969,874)
Net Change in Total Pension Liability	3,583,978	4,115,216
Total Pension Liability - Beginning	71,434,656	75,018,634
Total Pension Liability - Ending	75,018,634	79,133,850
Plan Fiduciary Net Position		
Contributions - Employer	\$ 2,421,323	2,687,850
Contributions - Members	419,739	590,127
Net Investment Income	1,323,105	(265,731)
Benefit Payments, Including Refunds of Member Contributions	(3,238,767)	(3,969,874)
Administrative Expenses	(37,119)	(65,821)
Net Change in Plan Fiduciary Net Position	888,281	(1,023,449)
Plan Net Position - Beginning	31,409,496	32,297,777
Plan Net Position - Ending	32,297,777	31,274,328
Employer's Net Pension Liability	\$ 42,720,857	47,859,522
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43.05%	39.52%
Covered Payroll	\$ 5,906,654	6,106,347
Employer's Net Pension Liability as a Percentage of Covered Payroll	723.27%	783.77%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2014 through 2021.

12/31/16	12/31/17	12/31/18	12/31/19	12/31/20	12/31/21
1,206,843	1,213,206	1,011,991	1,210,315	1,646,313	1,908,120
5,871,796	6,084,923	6,081,748	6,592,318	6,811,973	6,837,115
—	—	—	94,788	—	—
(132,394)	(855,387)	(1,080,996)	1,648,346	(25,054)	1,768,436
—	(908,960)	10,461,032	13,403,012	12,546,788	4,097,443
(4,100,163)	(4,121,665)	(4,436,527)	(4,927,269)	(5,005,196)	(5,624,928)
2,846,082	1,412,117	12,037,248	18,021,510	15,974,824	8,986,186
79,133,850	81,979,932	83,392,049	95,429,297	113,450,807	129,425,631
81,979,932	83,392,049	95,429,297	113,450,807	129,425,631	138,411,817
2,893,929	3,210,742	3,384,517	3,543,398	3,772,591	4,241,390
580,374	592,709	585,519	596,362	603,975	564,817
2,918,794	3,805,284	(1,646,130)	5,500,676	3,282,858	4,666,273
(4,100,163)	(4,121,665)	(4,436,527)	(4,927,269)	(5,005,196)	(5,624,828)
(12,357)	(39,446)	(57,653)	(81,855)	(61,050)	(90,535)
2,280,577	3,447,624	(2,170,274)	4,631,312	2,593,178	3,757,117
31,274,328	33,554,905	37,002,529	34,832,255	39,463,567	42,056,745
33,554,905	37,002,529	34,832,255	39,463,567	42,056,745	45,813,862
48,425,027	46,389,520	60,597,042	73,987,240	87,368,886	92,597,955
40.93%	44.37%	36.50%	34.78%	32.49%	33.10%
6,225,778	6,088,056	6,216,240	6,234,010	6,031,945	5,395,131
777.81%	761.98%	974.82%	1186.83%	1448.44%	1716.32%

**CITY OF ROCK ISLAND, ILLINOIS**

**Firefighter's Pension Fund  
Schedule of Changes in the Employer's Net Pension Liability  
December 31, 2021**

	12/31/14	12/31/15
Total Pension Liability		
Service Cost	\$ 713,494	970,425
Interest	3,461,630	4,741,653
Changes in Benefit Terms	—	—
Differences Between Expected and Actual Experience	808,506	615,903
Change of Assumptions	—	—
Benefit Payments, Including Refunds of Member Contributions	(3,187,896)	(3,867,666)
Net Change in Total Pension Liability	1,795,734	2,460,315
Total Pension Liability - Beginning	62,420,544	64,216,278
Total Pension Liability - Ending	64,216,278	66,676,593
Plan Fiduciary Net Position		
Contributions - Employer	\$ 2,186,165	2,676,324
Contributions - Members	288,706	416,580
Net Investment Income	790,678	(107,316)
Benefit Payments, Including Refunds of Member Contributions	(3,187,896)	(3,867,666)
Administrative Expenses	(42,342)	(68,883)
Net Change in Plan Fiduciary Net Position	35,311	(950,961)
Plan Net Position - Beginning	21,830,591	21,865,902
Plan Net Position - Ending	21,865,902	20,914,941
Employer's Net Pension Liability	\$ 42,350,376	45,761,652
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.05%	31.37%
Covered Payroll	\$ 4,192,671	4,338,290
Employer's Net Pension Liability as a Percentage of Covered Payroll	1010.10%	1054.83%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2014 through 2021.

12/31/16	12/31/17	12/31/18	12/31/19	12/31/20	12/31/2021
967,532	966,428	825,555	1,001,745	1,476,851	1,683,945
4,926,474	5,056,265	5,039,828	5,284,117	5,253,244	5,262,227
—	—	—	73,191	—	—
(143,146)	(238,698)	(1,560,472)	371,969	27,705	953,504
—	(643,016)	8,469,150	11,728,123	5,677,951	2,759,102
(3,924,449)	(4,166,966)	(4,393,534)	(4,555,689)	(4,702,369)	(4,900,050)
1,826,411	974,013	8,380,527	13,903,456	7,733,382	5,758,728
66,676,593	68,503,004	69,477,017	77,857,544	91,761,000	99,494,382
68,503,004	69,477,017	77,857,544	91,761,000	99,494,382	105,253,110
2,803,551	3,059,559	3,280,309	3,290,679	3,444,244	3,793,261
429,505	400,288	412,943	415,425	443,300	428,228
1,526,910	2,972,495	(914,907)	3,739,896	2,403,269	2,657,856
(3,924,449)	(4,166,966)	(4,393,534)	(4,555,689)	(4,702,369)	(4,900,050)
(25,951)	(23,649)	(46,062)	(54,882)	(68,595)	(72,346)
809,566	2,241,727	(1,661,251)	2,835,429	1,519,849	1,906,949
20,914,941	21,724,507	23,966,234	22,304,983	25,140,412	26,660,261
21,724,507	23,966,234	22,304,983	25,140,412	26,660,261	28,567,210
46,778,497	45,510,783	55,552,561	66,620,588	72,834,121	76,685,900
31.71%	34.50%	28.65%	27.40%	26.80%	27.14%
4,455,246	4,455,406	4,540,219	4,824,068	4,789,832	4,836,859
1049.96%	1021.47%	1223.57%	1381.00%	1520.60%	1585.45%

**CITY OF ROCK ISLAND, ILLINOIS**

**Police Pension Fund  
Schedule of Investment Returns  
December 31, 2021**

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Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	4.36%
2015	(0.28%)
2016	10.20%
2017	11.45%
2018	(4.14%)
2019	16.00%
2020	8.98%
2021	11.22%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**CITY OF ROCK ISLAND, ILLINOIS**

**Firefighters' Pension Fund  
Schedule of Investment Returns  
December 31, 2021**

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Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	3.53%
2015	(0.55%)
2016	7.70%
2017	14.36%
2018	(4.31%)
2019	16.71%
2020	11.00%
2021	11.47%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**CITY OF ROCK ISLAND, ILLINOIS**

**Retiree Benefit Plan**

**Schedule of Changes in the Employer's Total OPEB Liability**

**December 31, 2021**

	12/31/18	12/31/19	12/31/20
	Totals	Totals	Totals
Total OPEB Liability			
Service Cost	\$ 824,016	895,008	615,287
Interest	712,854	807,836	779,603
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	—	—	(1,824,669)
Change of Assumptions or Other Inputs	(499,227)	950,214	(607,355)
Benefit Payments	(1,002,134)	(917,003)	(935,846)
Other Changes	835,979	(5,690)	94,530
Net Change in Total OPEB Liability	871,488	1,730,365	(1,878,450)
Total OPEB Liability - Beginning	21,780,288	22,651,776	24,382,141
Total OPEB Liability - Ending	22,651,776	24,382,141	22,503,691
Covered-Employee Payroll	20,693,418	20,693,418	21,106,313
Total OPEB Liability as a Percentage of Covered-Employee Payroll	109.46%	117.83%	106.62%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2018 to 2021.

12/31/21		
City	MLK Center	Totals
789,882	6,380	796,262
403,718	21,637	425,355
—	—	—
—	—	—
(762,092)	(6,155)	(768,247)
(921,816)	(7,445)	(929,261)
—	—	—
(490,308)	14,417	(475,891)
22,341,622	162,069	22,503,691
21,851,314	176,486	22,027,800
21,775,100	175,871	21,950,971
100.35%	100.35%	100.35%

**CITY OF ROCK ISLAND, ILLINOIS**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Taxes	\$ 14,151,129	14,151,129	14,248,473	13,434,167
Intergovernmental	13,063,580	13,063,580	17,838,297	15,631,086
Licenses and Permits	1,228,250	1,228,250	994,979	1,046,422
Charges for Services	7,948,963	7,948,963	7,958,330	7,886,828
Fines and Forfeitures	673,600	673,600	271,669	325,766
Investment Income	41,700	41,700	1,043	69,689
Miscellaneous	259,150	259,150	46,996	22,114
Total Revenues	37,366,372	37,366,372	41,359,787	38,416,072
<b>Expenditures</b>				
General Government	6,634,266	6,634,266	6,188,871	6,419,490
Police and Fire	29,601,818	29,601,818	28,925,728	28,660,949
Electrical Maintenance	691,834	691,834	554,776	591,358
Municipal Vehicle Parking System	14,883	14,883	10,379	12,111
Highways and Streets	2,827,049	2,827,049	4,117,395	4,627,633
Debt Service				
Interest and Fiscal Charges	—	—	—	54,361
Total Expenditures	39,769,850	39,769,850	39,797,149	40,365,902
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,403,478)	(2,403,478)	1,562,638	(1,949,830)
<b>Other Financing Sources (Uses)</b>				
Debt Issuance	—	—	—	2,840,000
Premium on Debt Issuance	—	—	—	399,517
Disposal of Capital Assets	3,500	3,500	790	44,829
Transfers In	2,071,483	2,071,483	1,848,987	1,902,881
Transfers Out	(1,144,384)	(1,144,384)	(1,257,483)	(962,618)
	930,599	930,599	592,294	4,224,609
Net Change in Fund Balance	(1,472,879)	(1,472,879)	2,154,932	2,274,779
Fund Balance - Beginning			11,696,642	9,421,863
Fund Balance - Ending			13,851,574	11,696,642

**CITY OF ROCK ISLAND, ILLINOIS**

**Public Library - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Property Taxes	\$ 2,141,545	2,141,545	2,160,365	2,188,062
Intergovernmental	72,037	72,037	82,339	61,448
Charges for Services	268,199	268,199	218,332	276,510
Fines and Forfeitures	32,000	32,000	62,484	14,177
Investment Income (Loss)	12,000	12,000	(206)	11,690
Miscellaneous	70,500	70,500	46,018	36,831
Total Revenues	<u>2,596,281</u>	<u>2,596,281</u>	<u>2,569,332</u>	<u>2,588,718</u>
Expenditures				
Libraries	<u>2,751,159</u>	<u>2,751,159</u>	<u>2,884,756</u>	<u>3,193,568</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(154,878)</u>	<u>(154,878)</u>	<u>(315,424)</u>	<u>(604,850)</u>
Other Financing Sources (Uses)				
Disposal of Capital Assets	—	—	—	210,172
Debt Issuance	—	—	—	1,135,000
Premium on Debt Issuance	—	—	—	161,132
Transfers Out	(80,398)	(80,398)	(86,201)	—
	<u>(80,398)</u>	<u>(80,398)</u>	<u>(86,201)</u>	<u>1,506,304</u>
Net Change in Fund Balance	<u>(235,276)</u>	<u>(235,276)</u>	(401,625)	901,454
Fund Balance - Beginning			<u>2,173,247</u>	<u>1,271,793</u>
Fund Balance - Ending			<u>1,771,622</u>	<u>2,173,247</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Tax Increment Financing District - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Property Taxes	\$ 6,124,045	6,124,045	6,080,662	6,073,902
Investment Income	23,400	23,400	1,813	52,716
Miscellaneous	—	—	203	1,015
Total Revenues	<u>6,147,445</u>	<u>6,147,445</u>	<u>6,082,678</u>	<u>6,127,633</u>
Expenditures				
General Government	5,846,984	5,846,984	2,472,858	2,616,188
Capital Outlay	185,000	185,000	63,901	37,065
Debt Service				
Principal Retirement	1,294,550	1,294,550	1,294,550	1,232,500
Interest and Fiscal Charges	133,868	133,868	133,870	101,001
Total Expenditures	<u>7,460,402</u>	<u>7,460,402</u>	<u>3,965,179</u>	<u>3,986,754</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,312,957)</u>	<u>(1,312,957)</u>	<u>2,117,499</u>	<u>2,140,879</u>
Other Financing Sources (Uses)				
Disposal of Capital Assets	—	—	(1,657)	7,235
Transfers Out	(103,464)	(103,464)	(103,464)	—
	<u>(103,464)</u>	<u>(103,464)</u>	<u>(105,121)</u>	<u>7,235</u>
Net Change in Fund Balance	<u>(1,416,421)</u>	<u>(1,416,421)</u>	2,012,378	2,148,114
Fund Balance - Beginning			<u>6,204,471</u>	<u>4,056,357</u>
Fund Balance - Ending			<u>8,216,849</u>	<u>6,204,471</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Riverboat Gaming - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Gaming Taxes	\$ 3,748,082	3,748,082	2,541,853	1,492,811
Investment Income (Loss)	20,000	20,000	(498)	38,024
Total Revenues	<u>3,768,082</u>	<u>3,768,082</u>	<u>2,541,355</u>	<u>1,530,835</u>
Expenditures				
General Government	—	—	—	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,768,082</u>	<u>3,768,082</u>	<u>2,541,355</u>	<u>1,530,835</u>
Other Financing Sources (Uses)				
Transfers In	—	—	722,346	689,491
Transfers Out	(4,044,693)	(4,044,693)	(4,152,361)	(5,416,828)
	<u>(4,044,693)</u>	<u>(4,044,693)</u>	<u>(3,430,015)</u>	<u>(4,727,337)</u>
Net Change in Fund Balance	<u>(276,611)</u>	<u>(276,611)</u>	(888,660)	(3,196,502)
Fund Balance - Beginning			<u>480,299</u>	<u>3,676,801</u>
Fund Balance - Ending			<u>(408,361)</u>	<u>480,299</u>

CITY OF ROCK ISLAND, ILLINOIS

Community/Economic Development - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Intergovernmental	\$ —	—	50,500	—
Investment Income (Loss)	1,200	1,200	(39)	1,404
Miscellaneous	150	150	44,679	50,100
Total Revenues	1,350	1,350	95,140	51,504
Expenditures				
General Government	569,974	569,974	617,047	652,987
Excess (Deficiency) of Revenues Over (Under) Expenditures	(568,624)	(568,624)	(521,907)	(601,483)
Other Financing Sources (Uses)				
Disposal of Capital Assets	—	—	(40)	(174)
Transfers In	569,974	569,974	973,336	1,043,087
Transfers Out	—	—	(338,056)	(515,946)
	569,974	569,974	635,240	526,967
Net Change in Fund Balance	1,350	1,350	113,333	(74,516)
Fund Balance - Beginning			6,067,624	6,142,140
Fund Balance - Ending			6,180,957	6,067,624

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Major Enterprise Funds
- Combining Statements - Nonmajor Enterprise Funds
- Budgetary Comparison Schedules - Nonmajor Enterprise Funds
- Combining Statements - Internal Service Funds
- Budgetary Comparison Schedules - Internal Service Funds
- Combining Statements - Pension Trust Funds
- Budgetary Comparison Schedules - Pension Trust Funds
- Budgetary Comparison Schedule - Custodial Fund
- Consolidated Year-End Financial Report

## **INDIVIDUAL FUND DESCRIPTIONS**

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### **GENERAL FUND**

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

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### **SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

#### **Public Library Fund**

The Public Library Fund is used to account for monies from contributions, grants, and a tax levy restricted to services related to the operation of the City Library.

#### **Tax Increment Financing District (TIF) Fund**

The TIF Fund is used to account for monies from the State of Illinois to be applied to specific areas for rehabilitation of property.

#### **Riverboat Gaming Fund**

The Riverboat Gaming Fund is used to account for revenue and expenditures from riverboat gaming.

#### **Community/Economic Development Fund**

The Community/Economic Development Fund is used to account for contributions and grants which support outside agencies and special economic development activities.

#### **ARPA Fund**

The ARPA Fund is used to account for the funds received by the City from the American Rescue Plan Act of 2021 during the COVID-19 pandemic.

#### **Motor Fuel Tax Fund**

The Motor Fuel Tax Fund is used to account for expenditures related to approved motor fuel tax projects and revenue from the state gasoline tax as collected and distributed by the State of Illinois.

#### **Housing and Community Development Fund**

The Housing and Community Development Fund is used to account for costs related to the operations of the Community Development Block Grant.

## **INDIVIDUAL FUND DESCRIPTIONS - Continued**

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### **SPECIAL REVENUE FUNDS - Continued**

#### **Martin Luther King Community Center Operations Fund**

The Martin Luther King Community Center Operations Fund is used to account for costs related to the operations of the Martin Luther King Community Center.

#### **Foreign Fire Insurance Fund**

The Foreign Fire Insurance Fund is used to account for foreign fire insurance tax monies expended for Fire Department supplies and equipment approved by the Foreign Fire Insurance Committee.

#### **Federal Programs Fund**

The Federal Programs Fund is used to account for revenue and expenditures from selected federal grant programs.

#### **Drug Prevention Fund**

The Drug Prevention Fund is used to account for revenues and expenditures of funds received under state and federal drug forfeiture laws.

#### **Martin Luther King Facility Improvement Fund**

The Martin Luther King Facility Improvement Fund is used to account for the costs related to the renovation and expansion of the Martin Luther King Community Center.

#### **MFT Rebuild Illinois Grant**

The MFT Rebuild Illinois Grant Fund s used to account for Federal Grants awarded to the City for infrastructure projects.

#### **HUD - DelaCerde House**

The HUD - DelaCerde House Fund s used to account for revenues and expenditures of funds from a federal grant program.

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### **DEBT SERVICE FUND**

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

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## **INDIVIDUAL FUND DESCRIPTIONS - Continued**

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### **CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for all financial resources used for the acquisition or construction of major capital facilities, equipment and capital asset replacement, except those financed by Proprietary Funds.

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### **ENTERPRISE 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 is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

#### **Waterworks Fund**

The Waterworks Fund is used to account for the revenue and expenses of the department responsible for providing a safe potable water supply and an adequate water supply for fire protection, domestic usage, and industrial usage.

#### **Wastewater Treatment Fund**

The Wastewater Treatment Fund is used to account for the revenue and expenses of the department responsible for maintaining a dependable system for collecting and treating the wastewater of the City.

#### **Park and Recreation Fund**

The Park and Recreation Fund is used to account for revenue and expenses associated with operating the recreation programs, park programs, fitness center, and golf courses of the City.

#### **Stormwater Fund**

The Stormwater Fund is used to account for the operating revenue and expenses for maintaining a dependable system for collecting and treating the stormwaters of the City.

#### **Solid Waste Fund**

The Solid Waste Fund is used to account for the revenue and expenses associated with the operation and maintenance of Solid Waste services.

#### **Sunset Marina Fund**

The Sunset Marina Fund is used to account for the revenue and expenses associated with the operation and maintenance of Sunset Marina.

## **INDIVIDUAL FUND DESCRIPTIONS - Continued**

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### **ENTERPRISE FUNDS - Continued**

#### **Housing and Community Development Loan Fund**

The Housing and Community Development Loan Fund is used to account for revenue and expenses associated with the issuance and collection of housing rehabilitation loans to homeowners who fall into an established neighborhood strategy area.

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### **INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies other governmental unit, or to other governmental units, on a cost-reimbursement basis.

#### **Equipment Maintenance Fund**

The Equipment Maintenance Fund is used to account for the maintenance, repair and purchase of vehicles used in the operation of City services. Revenue is from rental charges to user departments. Expenses include cost of labor, materials, supplies, and services. Replacement of equipment is part of the rental rate for equipment.

#### **Engineering Fund**

The Engineering Fund is used to account for the engineering services for all capital and major infrastructure maintenance projects.

#### **Self Insurance Fund**

The Self Insurance Fund is used to account for premiums and claim payments for workers' compensation, general liability, and property insurance for most of the City. Stop-loss insurance is also purchased.

#### **Employee Health Benefit Fund**

The Employee Health Benefit Fund is used to account for premium and claim payments for the self-insured group health insurance plan for City employees. Stop-loss insurance is also purchased.

#### **Hydro-Electric Plant Fund**

The Hydro-Electric Plant Fund is used to account for charges and expenses of the Hydro-Electric Plant to the City's departments.

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## **INDIVIDUAL FUND DESCRIPTIONS - Continued**

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### **TRUST AND CUSTODIAL FUNDS**

#### **PENSION TRUST FUNDS**

##### **Police Pension Fund**

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the City's sworn police personnel. Most rules and regulations of the fund are established by the Pension Division of the Illinois Department of Insurance. Resources are contributed by sworn police personnel at rates fixed by state statutes and by the City through an annual property tax levy.

##### **Firefighter's Pension Fund**

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the City's sworn firefighter/paramedic personnel. Most rules and regulations of the fund are established by the Pension Division of the Illinois Department of Insurance. Resources are contributed by sworn firefighter/paramedic personnel at rates fixed by state statutes and by the City through an annual property tax levy.

#### **CUSTODIAL FUND**

##### **Section 125 Cafeteria Plan Fund**

The Section 125 Cafeteria Plan Fund is used to account employee contributions for medical and dental care, which are then reimbursed to the employee

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**CITY OF ROCK ISLAND, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
<b>Taxes</b>				
Property Tax	\$ 9,344,351	9,344,351	9,426,463	9,168,354
Municipal Utility Tax	2,635,000	2,635,000	2,599,843	2,418,907
Hotel/Motel Tax	261,550	261,550	212,474	140,628
Gasoline Tax	477,500	477,500	421,461	428,796
Franchise Tax	340,000	340,000	298,835	336,007
Food Beverage Tax	859,000	859,000	919,639	801,107
Video Gaming Tax	158,927	158,927	251,112	115,828
Other Taxes	74,801	74,801	118,646	24,540
<b>Total Taxes</b>	<b>14,151,129</b>	<b>14,151,129</b>	<b>14,248,473</b>	<b>13,434,167</b>
<b>Intergovernmental</b>				
State Income Tax	3,900,000	3,900,000	5,231,190	4,296,678
Sales Tax	4,969,180	4,969,180	6,151,692	5,009,059
Local Use Tax	1,638,000	1,638,000	1,531,891	1,671,346
Replacement Tax	2,550,000	2,550,000	4,815,453	2,751,070
Federal Grants	5,900	5,900	90,011	1,702,481
State Grants	500	500	18,060	200,452
<b>Total Intergovernmental</b>	<b>13,063,580</b>	<b>13,063,580</b>	<b>17,838,297</b>	<b>15,631,086</b>
<b>Licenses and Permits</b>	<b>1,228,250</b>	<b>1,228,250</b>	<b>994,979</b>	<b>1,046,422</b>
<b>Charges for Services</b>				
Public Safety	117,233	117,233	41,152	210,604
Public Works	170,500	170,500	162,096	112,642
Ambulance Service	4,790,465	4,790,465	5,113,041	4,733,973
Waterworks Department	999,663	999,663	999,663	993,613
Sunset Marina	75,904	75,904	75,904	75,904
Equipment Maintenance Department	302,732	302,732	302,732	302,732
Engineering Department	216,680	216,680	216,680	216,680
Sewer Department	532,739	532,739	532,739	518,312
Stormwater Department	296,300	296,300	296,300	296,300
Other Departments	446,747	446,747	218,023	426,068
<b>Total Charges for Services</b>	<b>7,948,963</b>	<b>7,948,963</b>	<b>7,958,330</b>	<b>7,886,828</b>

**CITY OF ROCK ISLAND, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual - Continued**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Fines and Forfeitures	\$ 673,600	673,600	271,669	325,766
Investment Income	41,700	41,700	1,043	69,689
Miscellaneous				
Contributions	7,500	7,500	2,702	1,135
Miscellaneous	251,650	251,650	44,294	20,979
Total Miscellaneous	259,150	259,150	46,996	22,114
Total Revenues	37,366,372	37,366,372	41,359,787	38,416,072

**CITY OF ROCK ISLAND, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21		Actual	12/31/20
	Original Budget	Final Budget		Actual
General Government				
Mayor and City Council	\$ 171,753	171,753	188,512	144,309
General Administration	444,214	444,214	428,329	399,963
Personnel	369,178	369,178	446,246	385,242
Legal	257,023	257,023	274,444	273,440
Finance and Accounting	1,359,342	1,359,342	1,113,969	1,232,127
Information Technology	1,146,114	1,146,114	1,148,310	1,173,596
Community Development	240,889	240,889	171,598	224,842
Planning	294,534	294,534	273,226	313,924
Inspection	865,790	865,790	701,260	858,411
Public Works Administration	663,699	663,699	736,409	729,522
Refuse Disposal	110,000	110,000	109,552	99,585
Building	711,730	711,730	597,016	584,529
<b>Total General Government</b>	<b>6,634,266</b>	<b>6,634,266</b>	<b>6,188,871</b>	<b>6,419,490</b>
Police and Fire				
Police	15,625,834	15,625,834	14,633,485	14,906,449
Fire and EMS Services	13,944,774	13,944,774	14,278,921	13,742,085
Police and Fire Commission	31,210	31,210	13,322	12,415
<b>Total Police and Fire</b>	<b>29,601,818</b>	<b>29,601,818</b>	<b>28,925,728</b>	<b>28,660,949</b>
Electrical Maintenance	691,834	691,834	554,776	591,358
Municipal Vehicle Parking System	14,883	14,883	10,379	12,111
Highways and Streets	2,827,049	2,827,049	4,117,395	4,627,633
Debt Service				
Interest and Fiscal Charges	—	—	—	54,361
<b>Total Expenditures</b>	<b>39,769,850</b>	<b>39,769,850</b>	<b>39,797,149</b>	<b>40,365,902</b>

**CITY OF ROCK ISLAND, ILLINOIS**

**Debt Service Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Property Taxes	\$ 153,733	153,733	155,515	154,755
Investment Income	1,200	1,200	1,300	1,162
Miscellaneous	21,000	21,000	10,863	19,315
Total Revenues	<u>175,933</u>	<u>175,933</u>	<u>167,678</u>	<u>175,232</u>
Expenditures				
General Government	50,699	50,699	16,121	18,247
Debt Service				
Principal Retirement	1,975,000	1,975,000	1,840,000	1,815,000
Interest and Fiscal Charges	1,694,606	1,694,606	1,539,689	1,669,664
Total Expenditures	<u>3,720,305</u>	<u>3,720,305</u>	<u>3,395,810</u>	<u>3,502,911</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,544,372)</u>	<u>(3,544,372)</u>	<u>(3,228,132)</u>	<u>(3,327,679)</u>
Other Financing Sources (Uses)				
Debt Issuance	—	—	6,304,419	—
Premium on Debt Issuance	—	—	1,104,151	—
Discount on Debt Issuance	—	—	(107,524)	—
Payment to Escrow Agent	—	—	(7,626,215)	—
Transfers In	3,663,650	3,663,650	3,298,157	3,484,664
Transfers Out	—	—	(284,004)	(5)
	<u>3,663,650</u>	<u>3,663,650</u>	<u>2,688,984</u>	<u>3,484,659</u>
Net Change in Fund Balance	<u>119,278</u>	<u>119,278</u>	(539,148)	156,980
Fund Balance - Beginning			<u>164,616</u>	<u>7,636</u>
Fund Balance - Ending			<u>(374,532)</u>	<u>164,616</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Capital Projects Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Investment Income	\$ —	—	4,599	5,013
Expenditures				
Capital Outlay	1,426,500	1,426,500	1,748,523	917,629
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,426,500)	(1,426,500)	(1,743,924)	(912,616)
Other Financing Sources (Uses)				
Transfers In	1,477,500	1,477,500	1,340,138	428,796
Transfers Out	—	—	(1,574)	(1,781)
	1,477,500	1,477,500	1,338,564	427,015
Net Change in Fund Balance	<u>51,000</u>	<u>51,000</u>	(405,360)	(485,601)
Fund Balance - Beginning			<u>(1,118,135)</u>	<u>(632,534)</u>
Fund Balance - Ending			<u>(1,523,495)</u>	<u>(1,118,135)</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Nonmajor Governmental - Special Revenue Funds  
Combining Balance Sheet  
December 31, 2021**

	Motor Fuel Tax	Housing and Community Development	Martin Luther King Community Center Operations
<b>ASSETS</b>			
Cash and Investments	\$ 1,369,894	—	—
Receivables - Net of Allowances			
Accounts	—	—	1,440
Accrued Interest	35	—	—
Due from Other Governments	145,095	105,420	—
Total Assets	1,515,024	105,420	1,440
<b>LIABILITIES</b>			
Accounts Payable	—	46,670	3,037
Accrued Payroll	—	3,954	2,095
Deposits Payable	—	—	—
Due to Other Funds	—	161,736	102,883
Total Liabilities	—	212,360	108,015
<b>FUND BALANCES</b>			
Restricted	1,515,024	—	—
Unassigned	—	(106,940)	(106,575)
Total Fund Balances	1,515,024	(106,940)	(106,575)
Total Liabilities and Fund Balances	1,515,024	105,420	1,440

Foreign Fire Insurance	Federal Programs	Drug Prevention	Martin Luther King Facility Improvement	MFT Rebuild Illinois Grant	HUD DelaCerde House	Totals
110,246	—	260,531	—	1,635,352	—	3,376,023
—	—	—	—	—	—	1,440
—	—	4	—	19	—	58
33,124	—	—	—	214,287	—	497,926
143,370	—	260,535	—	1,849,658	—	3,875,447
174	—	1,845	—	16,184	—	67,910
—	—	42	—	—	—	6,091
—	—	15,498	—	—	—	15,498
—	9,876	—	90,498	—	43,612	408,605
174	9,876	17,385	90,498	16,184	43,612	498,104
143,196	—	243,150	—	1,833,474	—	3,734,844
—	(9,876)	—	(90,498)	—	(43,612)	(357,501)
143,196	(9,876)	243,150	(90,498)	1,833,474	(43,612)	3,377,343
143,370	—	260,535	—	1,849,658	—	3,875,447

CITY OF ROCK ISLAND, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2021

	Motor Fuel Tax	Housing and Community Development	Martin Luther King Community Center Operations
Revenues			
Taxes	\$ —	—	—
Intergovernmental	1,528,803	2,015,411	2,042
Charges for Services	—	—	7,682
Investment Income (Loss)	(228)	—	—
Miscellaneous	—	2,236	1,470
Total Revenues	1,528,575	2,017,647	11,194
Expenditures			
General Government	—	1,694,273	235,116
Highways and Streets	—	—	—
Capital Outlay	—	—	—
Total Expenditures	—	1,694,273	235,116
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,528,575	323,374	(223,922)
Other Financing Sources (Uses)			
Disposal of Capital Assets	—	(2,289)	—
Transfers In	—	—	211,204
Transfers Out	(1,750,629)	—	—
	(1,750,629)	(2,289)	211,204
Net Change in Fund Balances	(222,054)	321,085	(12,718)
Fund Balances - Beginning	1,737,078	(428,025)	(93,857)
Fund Balances - Ending	1,515,024	(106,940)	(106,575)

Foreign Fire Insurance	Federal Programs	Drug Prevention	Martin Luther King Facility Improvement	MFT Rebuild Illinois Grant	HUD DelaCerde House	Totals
74,333	—	—	—	—	—	74,333
—	—	—	—	1,071,433	—	4,617,689
—	—	56,810	—	—	—	64,492
—	61	(21)	—	87	—	(101)
—	—	—	—	—	—	3,706
74,333	61	56,789	—	1,071,520	—	4,760,119
62,513	—	46,764	—	—	43,612	2,082,278
—	—	—	—	98,248	—	98,248
—	—	20,799	—	—	—	20,799
62,513	—	67,563	—	98,248	43,612	2,201,325
11,820	61	(10,774)	—	973,272	(43,612)	2,558,794
—	—	—	—	—	—	(2,289)
—	—	—	—	—	—	211,204
—	—	—	—	—	—	(1,750,629)
—	—	—	—	—	—	(1,541,714)
11,820	61	(10,774)	—	973,272	(43,612)	1,017,080
131,376	(9,937)	253,924	(90,498)	860,202	—	2,360,263
143,196	(9,876)	243,150	(90,498)	1,833,474	(43,612)	3,377,343

**CITY OF ROCK ISLAND, ILLINOIS**

**Motor Fuel Tax - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Intergovernmental	\$ 1,800,000	1,800,000	1,528,803	1,419,916
Investment Income (Loss)	6,000	6,000	(228)	16,664
Total Revenues	1,806,000	1,806,000	1,528,575	1,436,580
Expenditures				
Highways and Streets	—	—	—	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,806,000	1,806,000	1,528,575	1,436,580
Other Financing (Uses)				
Transfers Out	(2,152,000)	(2,152,000)	(1,750,629)	(587,931)
Net Change in Fund Balance	<u>(346,000)</u>	<u>(346,000)</u>	(222,054)	848,649
Fund Balance - Beginning			<u>1,737,078</u>	<u>888,429</u>
Fund Balance - Ending			<u>1,515,024</u>	<u>1,737,078</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Housing and Development - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Intergovernmental	\$ 1,250,000	1,250,000	2,015,411	923,737
Investment Income (Loss)	—	—	—	(202)
Miscellaneous	—	—	2,236	2,289
Total Revenues	1,250,000	1,250,000	2,017,647	925,824
Expenditures				
General Government	1,249,700	1,249,700	1,694,273	1,359,528
Excess (Deficiency) of Revenues Over (Under) Expenditures	300	300	323,374	(433,704)
Other Financing (Uses)				
Disposal of Capital Assets	—	—	(2,289)	—
Net Change in Fund Balance	300	300	321,085	(433,704)
Fund Balance - Beginning			(428,025)	5,679
Fund Balance - Ending			(106,940)	(428,025)

**CITY OF ROCK ISLAND, ILLINOIS**

**Martin Luther King Community Center Operations - Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended December 31, 2021**  
**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Intergovernmental	\$ —	—	2,042	—
Charges for Services	22,000	22,000	7,682	13,030
Miscellaneous	500	500	1,470	30,086
Total Revenues	22,500	22,500	11,194	43,116
Expenditures				
General Government	229,758	229,758	235,116	200,886
Excess (Deficiency) of Revenues Over (Under) Expenditures	(207,258)	(207,258)	(223,922)	(157,770)
Other Financing Sources				
Transfers In	203,629	203,629	211,204	188,696
Net Change in Fund Balance	<u>(3,629)</u>	<u>(3,629)</u>	(12,718)	30,926
Fund Balance - Beginning			<u>(93,857)</u>	<u>(124,783)</u>
Fund Balance - Ending			<u>(106,575)</u>	<u>(93,857)</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Foreign Fire Insurance - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Other Taxes	\$ 58,000	58,000	74,333	61,989
Expenditures				
General Government	58,000	58,000	62,513	69,725
Net Change in Fund Balance	<u>—</u>	<u>—</u>	11,820	(7,736)
Fund Balance - Beginning			<u>131,376</u>	<u>139,112</u>
Fund Balance - Ending			<u>143,196</u>	<u>131,376</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Drug Prevention - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Charges for Services	\$ 156,000	156,000	56,810	76,479
Investment Income (Loss)	1,900	1,900	(21)	3,258
Total Revenues	157,900	157,900	56,789	79,737
Expenditures				
General Government	147,264	147,264	46,764	64,740
Capital Outlay	50,088	50,088	20,799	16,560
Total Expenditures	197,352	197,352	67,563	81,300
Net Change in Fund Balance	<u>(39,452)</u>	<u>(39,452)</u>	(10,774)	(1,563)
Fund Balance - Beginning			253,924	255,487
Fund Balance - Ending			<u>243,150</u>	<u>253,924</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**MFT Rebuild Illinois Grant - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Revenues				
Intergovernmental	\$ 850,000	850,000	1,071,433	857,147
Investment Income	—	—	87	3,647
Total Revenues	850,000	850,000	1,071,520	860,794
Expenditures				
Highways and Streets	368,600	368,600	98,248	592
Net Change in Fund Balance	<u>481,400</u>	<u>481,400</u>	973,272	860,202
Fund Balance - Beginning			<u>860,202</u>	—
Fund Balance - Ending			<u>1,833,474</u>	<u>860,202</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Waterworks - Enterprise Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Charges for Services	\$ 7,812,784	7,812,784	7,247,791	7,061,766
Other	202,300	202,300	243,826	219,804
Total Operating Revenues	<u>8,015,084</u>	<u>8,015,084</u>	<u>7,491,617</u>	<u>7,281,570</u>
Operating Expenses				
Operations				
Personnel	2,202,883	2,202,883	1,570,137	1,677,519
Supplies	1,144,155	1,144,155	920,781	995,087
Services	2,638,557	2,638,557	3,109,929	2,355,357
Provision for Uncollectible Accounts	35,000	35,000	36,153	21,382
Other	1,968,621	1,968,621	1,245,153	1,300,957
Depreciation and Amortization	1,013,038	1,013,038	1,074,792	1,118,154
Total Operating Expenses	<u>9,002,254</u>	<u>9,002,254</u>	<u>7,956,945</u>	<u>7,468,456</u>
Operating (Loss)	<u>(987,170)</u>	<u>(987,170)</u>	<u>(465,328)</u>	<u>(186,886)</u>
Nonoperating Revenues (Expenses)				
Investment Income (Loss)	25,000	25,000	(570)	55,094
Other Income	7,500	7,500	10,816	111,863
Interest Expense	(396,563)	(396,563)	(409,075)	(447,093)
Disposal of Capital Assets	—	—	—	(59,364)
	<u>(364,063)</u>	<u>(364,063)</u>	<u>(398,829)</u>	<u>(339,500)</u>
(Loss) before Transfers	<u>(1,351,233)</u>	<u>(1,351,233)</u>	<u>(864,157)</u>	<u>(526,386)</u>
Transfers In	—	—	18,885	—
Change in Net Position	<u>(1,351,233)</u>	<u>(1,351,233)</u>	<u>(845,272)</u>	<u>(526,386)</u>
Net Position - Beginning			<u>10,815,728</u>	<u>11,342,114</u>
Net Position - Ending			<u>9,970,456</u>	<u>10,815,728</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Wastewater Treatment - Enterprise Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Charges for Services	\$ 8,985,020	8,985,020	8,933,368	8,754,270
Other	400	400	28,008	1,418,802
Total Operating Revenues	<u>8,985,420</u>	<u>8,985,420</u>	<u>8,961,376</u>	<u>10,173,072</u>
Operating Expenses				
Operations				
Personnel	1,813,280	1,813,280	1,099,631	1,617,410
Supplies	405,710	405,710	157,808	225,708
Services	2,364,798	2,364,798	2,262,969	(2,024,257)
Provision for Uncollectible Accounts	35,000	35,000	32,840	13,904
Other	4,519,842	4,519,842	555,835	4,908,145
Depreciation and Amortization	2,387,355	2,387,355	2,915,513	3,416,246
Total Operating Expenses	<u>11,525,985</u>	<u>11,525,985</u>	<u>7,024,596</u>	<u>8,157,156</u>
Operating Income (Loss)	<u>(2,540,565)</u>	<u>(2,540,565)</u>	<u>1,936,780</u>	<u>2,015,916</u>
Nonoperating Revenues (Expenses)				
Investment Income (Loss)	8,000	8,000	(559)	3,642
Other Income	45,000	45,000	45,000	—
Disposal of Capital Assets	—	—	—	237
Interest Expense	(1,386,992)	(1,386,992)	(1,459,217)	(1,342,321)
	<u>(1,333,992)</u>	<u>(1,333,992)</u>	<u>(1,414,776)</u>	<u>(1,338,442)</u>
Income (Loss) before Transfers	<u>(3,874,557)</u>	<u>(3,874,557)</u>	<u>522,004</u>	<u>677,474</u>
Transfers In	103,464	103,464	103,464	—
Transfers Out	(9,923)	(9,923)	(6,401)	(9,406)
Change in Net Position	<u>(3,781,016)</u>	<u>(3,781,016)</u>	<u>619,067</u>	<u>668,068</u>
Net Position - Beginning			<u>29,860,208</u>	<u>29,192,140</u>
Net Position - Ending			<u>30,479,275</u>	<u>29,860,208</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Park and Recreation - Enterprise Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Charges for Services	\$ 2,884,450	2,884,450	2,555,134	1,819,703
Sales of Merchandise	461,200	461,200	434,246	241,085
Other	23,700	23,700	305,006	261,489
Total Operating Revenues	<u>3,369,350</u>	<u>3,369,350</u>	<u>3,294,386</u>	<u>2,322,277</u>
Operating Expenses				
Operations				
Personnel	2,429,676	2,429,676	1,901,984	1,912,286
Cost of Sales	222,850	222,850	169,470	93,972
Supplies	670,474	670,474	625,987	520,066
Services	1,397,580	1,397,580	797,130	605,012
Other	540,221	540,221	974,049	893,183
Depreciation and Amortization	514,759	514,759	498,356	671,674
Total Operating Expenses	<u>5,775,560</u>	<u>5,775,560</u>	<u>4,966,976</u>	<u>4,696,193</u>
Operating (Loss)	<u>(2,406,210)</u>	<u>(2,406,210)</u>	<u>(1,672,590)</u>	<u>(2,373,916)</u>
Nonoperating Revenues (Expenses)				
Intergovernmental	—	—	76,000	101,627
Property Taxes	1,905,299	1,905,299	1,949,577	1,920,935
Contributions	48,200	48,200	38,522	35,110
Investment Income (Loss)	1,000	1,000	(730)	847
Other Income	26,300	26,300	52,096	213,598
Interest Expense	(85,500)	(85,500)	(92,808)	(244,665)
	<u>1,895,299</u>	<u>1,895,299</u>	<u>2,022,657</u>	<u>2,027,452</u>
Income (Loss) before Contributions and Transfers	(510,911)	(510,911)	350,067	(346,464)
Capital Contributions	—	—	110,023	—
Transfers In	93,541	93,541	312,645	262,053
Transfers Out	(549,613)	(549,613)	(572,465)	(446,527)
Change in Net Position	<u>(966,983)</u>	<u>(966,983)</u>	200,270	(530,938)
Net Position - Beginning			<u>10,525,173</u>	<u>11,056,111</u>
Net Position - Ending			<u>10,725,443</u>	<u>10,525,173</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Nonmajor Enterprise Funds  
Combining Statement of Net Position  
December 31, 2021**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Nonmajor Enterprise Funds  
Combining Statement of Net Position  
December 31, 2021**

	Stormwater	Solid Waste	Sunset Marina	Housing and Community Development Loan	Totals
<b>ASSETS</b>					
Current Assets					
Cash and Investments	\$ 913,989	—	—	677,829	1,591,818
Receivables - Net of Allowances					
Accounts	58,198	269,306	15,240	—	342,744
Estimated Unbilled Usage	189,926	236,977	—	—	426,903
Accrued Interest	11	—	—	17,924	17,935
Current Portion of Notes Receivable	—	—	—	125,507	125,507
Prepays	—	—	1,155	—	1,155
Inventory	—	—	35,786	—	35,786
Total Current Assets	1,162,124	506,283	52,181	821,260	2,541,848
Noncurrent Assets					
Capital Assets					
Nondepreciable	277,516	125,550	—	—	403,066
Depreciable	4,049,674	339,450	3,221,118	—	7,610,242
Accumulated Depreciation	(2,459,320)	(104,287)	(2,696,695)	—	(5,260,302)
Total Capital Assets	1,867,870	360,713	524,423	—	2,753,006
Other Assets					
Long-Term Notes Receivable - Net of Allowance	—	—	—	1,668,802	1,668,802
Net Pension Asset - IMRF	461,936	606,976	82,970	—	1,151,882
Total Noncurrent Assets	2,329,806	967,689	607,393	1,668,802	5,573,690
Total Assets	3,491,930	1,473,972	659,574	2,490,062	8,115,538
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Deferred Items - IMRF	5,304	6,969	953	—	13,226
Deferred Items - RBP	38,063	72,941	10,481	—	121,485
Loss on Refunding	—	—	—	—	—
Total Deferred Outflows of Resources	43,367	79,910	11,434	—	134,711
Total Assets and Deferred Outflows of Resources	3,535,297	1,553,882	671,008	2,490,062	8,250,249

	Stormwater	Solid Waste	Sunset Marina	Housing and Community Development Loan	Totals
<b>LIABILITIES</b>					
Current Liabilities					
Accounts Payable	219,618	84,908	13,078	1,412	319,016
Retainage Payable	9,577	—	—	—	9,577
Accrued Payroll	5,994	9,682	1,149	—	16,825
Accrued Interest Payable	—	—	449	—	449
Due to Other Funds	—	397,465	209,243	—	606,708
Other Payables	—	—	40,970	—	40,970
Current Portion of Long-Term Debt	29,420	19,101	7,948	—	56,469
Total Current Liabilities	264,609	511,156	272,837	1,412	1,050,014
Noncurrent Liabilities					
Compensated Absences Payable	9,764	6,339	1,631	—	17,734
Total OPEB Liability - RBP	273,353	523,835	75,269	—	872,457
General Obligation Bonds - Net	—	—	315,501	—	315,501
Total Noncurrent Liabilities	283,117	530,174	392,401	—	1,205,692
Total Liabilities	547,726	1,041,330	665,238	1,412	2,255,706
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Items - IMRF	429,131	563,872	77,078	—	1,070,081
Deferred Items - RBP	57,610	110,400	15,863	—	183,873
Total Deferred Inflow of Resources	486,741	674,272	92,941	—	1,253,954
Total Liabilities and Deferred Inflow of Resources	1,034,467	1,715,602	758,179	1,412	3,509,660
<b>NET POSITION</b>					
Net Investment in Capital Assets	1,867,870	360,713	205,889	—	2,434,472
Unrestricted (Deficit)	632,960	(522,433)	(293,060)	2,488,650	2,306,117
Total Net Position	2,500,830	(161,720)	(87,171)	2,488,650	4,740,589
Total Liabilities, Deferred Inflows of Resources, and Net Position	3,535,297	1,553,882	671,008	2,490,062	8,250,249

**CITY OF ROCK ISLAND, ILLINOIS**

**Nonmajor Enterprise Funds**

**Combining Statement of Revenues, Expenses and Changes in Net Position**

**For the Fiscal Year Ended December 31, 2021**

	Stormwater	Solid Waste	Sunset Marina	Housing and Community Development Loan	Totals
Operating Revenues					
Charges for Services	\$ 1,707,153	2,363,959	586,579	—	4,657,691
Sales of Merchandise	—	—	5,395	—	5,395
Other	—	—	52,450	—	52,450
Total Operating Revenues	1,707,153	2,363,959	644,424	—	4,715,536
Operating Expenses					
Operations	1,522,122	1,804,778	680,254	25,726	4,032,880
Depreciation and Amortization	87,319	6,719	7,771	—	101,809
Total Operating Expenses	1,609,441	1,811,497	688,025	25,726	4,134,689
Operating Income (Loss)	97,712	552,462	(43,601)	(25,726)	580,847
Nonoperating Revenues (Expenses)					
Intergovernmental	—	35,604	—	—	35,604
Investment Income	(109)	43	—	29,062	28,996
Interest Expense	—	—	(10,748)	—	(10,748)
	(109)	35,647	(10,748)	29,062	53,852
Income (Loss) before Transfers	97,603	588,109	(54,349)	3,336	634,699
Transfers Out	(216,494)	—	—	—	(216,494)
Change in Net Position	(118,891)	588,109	(54,349)	3,336	418,205
Net Position - Beginning	2,619,721	(749,829)	(32,822)	2,485,314	4,322,384
Net Position - Ending	2,500,830	(161,720)	(87,171)	2,488,650	4,740,589

**CITY OF ROCK ISLAND, ILLINOIS**

**Nonmajor Enterprise Funds**

**Combining Statement of Cash Flows**

**For the Fiscal Year Ended December 31, 2021**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Nonmajor Enterprise Funds  
Combining Statement of Cash Flows  
For the Fiscal Year Ended December 31, 2021**

	<u>Stormwater</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 1,270,658
Interfund Services Provided (Used)	—
Payments to Employees	(818,486)
Payments to Suppliers	(325,948)
	<u>126,224</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(367,749)
Debt Issuance	—
Premium on Debt Issuance	—
Principal Retirement	—
Interest Expense	—
	<u>(367,749)</u>
Cash Flows from Noncapital Financing Activities	
Transfers Out	<u>(216,494)</u>
Cash Flows from Investing Activities	
Investment Income (Loss)	<u>(109)</u>
Net Change in Cash and Cash Equivalents	(458,128)
Cash and Cash Equivalents - Beginning	<u>1,372,117</u>
Cash and Cash Equivalents - Ending	<u><u>913,989</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income (Loss)	97,712
Adjustments to Reconcile Operating Income to Net Income to Net Cash	
Provided by (Used in) Operating Activities	
Depreciation and Amortization Expense	87,319
Other Income (Expense)	—
(Increase) Decrease in Current Assets	(436,495)
Increase (Decrease) in Current Liabilities	377,688
Net Cash Provided by Operating Activities	<u><u>126,224</u></u>

Solid Waste	Sunset Marina	Housing and Community Development Loan	Totals
1,804,628	580,165	151,533	3,806,984
—	(140,547)	—	(140,547)
(1,347,086)	(313,999)	(25,131)	(2,504,702)
(457,585)	(58,402)	—	(841,935)
(43)	67,217	126,402	319,800
—	—	—	(367,749)
—	285,581	—	285,581
—	32,950	—	32,950
—	(375,000)	—	(375,000)
—	(10,748)	—	(10,748)
—	(67,217)	—	(434,966)
—	—	—	(216,494)
43	—	29,062	28,996
—	—	155,464	(302,664)
—	—	522,365	1,894,482
—	—	677,829	1,591,818
552,462	(43,601)	(25,726)	580,847
6,719	7,771	—	101,809
35,604	—	—	35,604
(594,935)	(64,259)	151,533	(944,156)
107	167,306	595	545,696
(43)	67,217	126,402	319,800

**CITY OF ROCK ISLAND, ILLINOIS**

**Stormwater - Enterprise Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Charges for Services	\$ 1,829,900	1,829,900	1,707,153	1,711,286
Operating Expenses				
Operations				
Personnel	518,425	518,425	238,093	323,260
Supplies	264,050	264,050	202,602	75,933
Services	1,126,325	1,126,325	718,126	601,040
Programs	—	—	—	—
Provision for Uncollectible Accounts	30,000	30,000	22,001	3,053
Other	391,300	391,300	341,300	356,300
Depreciation	95,954	95,954	87,319	93,374
Total Operating Expenses	2,426,054	2,426,054	1,609,441	1,452,960
Operating Income (Loss)	(596,154)	(596,154)	97,712	258,326
Nonoperating Revenues (Expenses)				
Investment Income (Loss)	8,000	8,000	(109)	16,670
Income (Loss) before Grants and Transfers	(588,154)	(588,154)	97,603	274,996
Capital Grants	—	—	—	258,255
Transfers Out	(130,074)	(130,074)	(216,494)	(123,341)
Change in Net Position	<u>(718,228)</u>	<u>(718,228)</u>	(118,891)	409,910
Net Position - Beginning			<u>2,619,721</u>	<u>2,209,811</u>
Net Position - Ending			<u>2,500,830</u>	<u>2,619,721</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Solid Waste - Enterprise Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Charges for Services	\$ 2,274,954	2,274,954	2,363,959	2,228,715
Operating Expenses				
Operations				
Personnel	826,973	826,973	353,337	501,791
Supplies	68,700	68,700	43,465	122,257
Services	1,210,271	1,210,271	1,215,453	1,334,225
Provision for Uncollectible Accounts	17,000	17,000	34,732	2,252
Other	157,791	157,791	157,791	151,741
Depreciation	6,719	6,719	6,719	6,719
Total Operating Expenses	2,287,454	2,287,454	1,811,497	2,118,985
Operating Income (Loss)	(12,500)	(12,500)	552,462	109,730
Nonoperating Revenues				
Intergovernmental	29,264	29,264	35,604	27,132
Investment Income	—	—	43	29
	29,264	29,264	35,647	27,161
Change in Net Position	16,764	16,764	588,109	136,891
Net Position - Beginning			(749,829)	(886,720)
Net Position - Ending			(161,720)	(749,829)

CITY OF ROCK ISLAND, ILLINOIS

Sunset Marina - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Charges for Services	\$ 515,400	515,400	586,579	573,857
Sales of Merchandise	5,000	5,000	5,395	4,578
Other	10,651	10,651	52,450	50,779
Total Operating Revenues	531,051	531,051	644,424	629,214
Operating Expenses				
Operations				
Personnel	97,167	97,167	55,032	56,634
Cost of Sales	83,200	83,200	94,046	83,331
Supplies	28,858	28,858	12,790	30,261
Services	387,736	387,736	422,032	350,980
Programs	10,000	10,000	9,832	6,669
Provision for Uncollectible Accounts	30,000	30,000	4,367	68,268
Other	130,904	130,904	82,155	115,904
Depreciation and Amortization	37,955	37,955	7,771	36,990
Total Operating Expenses	805,820	805,820	688,025	749,037
Operating (Loss)	(274,769)	(274,769)	(43,601)	(119,823)
Nonoperating Revenues (Expenses)				
Investment Income	1,000	1,000	—	—
Interest Expense	(9,400)	(9,400)	(10,748)	(10,166)
	(8,400)	(8,400)	(10,748)	(10,166)
Change in Net Position	(283,169)	(283,169)	(54,349)	(129,989)
Net Position - Beginning			(32,822)	97,167
Net Position - Ending			(87,171)	(32,822)

**CITY OF ROCK ISLAND, ILLINOIS**

**Housing and Community Development Loan - Enterprise Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21		Actual	12/31/20
	Original Budget	Final Budget		Actual
Operating Revenues				
Other	\$ —	—	—	—
Operating Expenses				
Operations				
Services	366,200	366,200	9,513	40,260
Provision for Uncollectible Accounts	—	—	11,923	11,615
Other	4,290	4,290	4,290	4,290
Depreciation	12,927	12,927	—	—
Total Operating Expenses	383,417	383,417	25,726	56,165
Operating (Loss)	(383,417)	(383,417)	(25,726)	(56,165)
Nonoperating Revenues				
Intergovernmental	—	—	—	30,429
Investment Income	33,000	33,000	29,062	33,426
	33,000	33,000	29,062	63,855
Change in Net Position	<u>(350,417)</u>	<u>(350,417)</u>	3,336	7,690
Net Position - Beginning			2,485,314	2,477,624
Net Position - Ending			<u>2,488,650</u>	<u>2,485,314</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Internal Service Funds  
Combining Statement of Net Position  
December 31, 2021**

<b>ASSETS</b>	<u>Equipment Maintenance</u>
Current Assets	
Cash and Investments	\$ 391,417
Receivables - Net of Allowances	
Accrued Interest	18
Other	56,964
Due from Other Funds	1,000,000
Prepays - Assets Held for Resale	—
Inventories	<u>536,703</u>
Total Current Assets	<u>1,985,102</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	17,500
Depreciable	10,650,485
Accumulated Depreciation	<u>(5,970,200)</u>
Total Noncurrent Assets	4,697,785
Other Assets	
Net Pension Asset - IMRF	<u>1,056,415</u>
Total Assets	<u>7,739,302</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Items - IMRF	12,129
Deferred Items - RBP	<u>109,675</u>
Total Deferred Outflows of Resources	<u>121,804</u>
Total Assets and Deferred Outflows of Resources	<u><u>7,861,106</u></u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	88,080
Accrued Payroll	17,969
Accrued Interest Payable	—
Claims Payable	—
Due to Other Funds	—
Current Portion of Long-Term Debt	<u>42,555</u>
Total Current Liabilities	<u>148,604</u>
Noncurrent Liabilities	
Compensated Absences Payable	14,125
Total OPEB Liability - RBP	787,643
General Obligation Bonds - Net	<u>—</u>
Total Noncurrent Liabilities	<u>801,768</u>
Total Liabilities	<u>950,372</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Items - IMRF	981,394
Deferred Items - RBP	<u>165,999</u>
Total Deferred Inflows of Resources	<u>1,147,393</u>
Total Liabilities and Deferred Inflows of Resources	<u>2,097,765</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	4,697,785
Unrestricted (Deficit)	<u>1,065,556</u>
Total Net Position	<u>5,763,341</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u><u>7,861,106</u></u>

Engineering	Self Insurance	Employee Health Benefit	Hydro-Electric Plant	Totals
200	1,433,802	2,827,801	—	4,653,220
—	17	31	—	66
2,985	—	904,482	—	964,431
—	—	—	—	1,000,000
—	6,234	—	—	6,234
—	—	—	—	536,703
3,185	1,440,053	3,732,314	—	7,160,654
—	—	—	—	17,500
—	—	—	—	10,650,485
—	—	—	—	(5,970,200)
—	—	—	—	4,697,785
935,397	—	—	—	1,991,812
938,582	1,440,053	3,732,314	—	13,850,251
10,740	—	—	—	22,869
80,891	—	—	—	190,566
91,631	—	—	—	213,435
1,030,213	1,440,053	3,732,314	—	14,063,686
2,494	138,978	529,553	108	759,213
12,329	898	829	—	32,025
—	—	—	1,165	1,165
—	1,616,587	1,523,569	—	3,140,156
1,878,329	—	—	—	1,878,329
94,231	3,694	3,100	141,665	285,245
1,987,383	1,760,157	2,057,051	142,938	6,096,133
31,274	1,226	1,029	—	47,654
580,932	—	—	—	1,368,575
—	—	—	620,646	620,646
612,206	1,226	1,029	620,646	2,036,875
2,599,589	1,761,383	2,058,080	763,584	8,133,008
868,969	—	—	—	1,850,363
122,434	—	—	—	288,433
991,403	—	—	—	2,138,796
3,590,992	1,761,383	2,058,080	763,584	10,271,804
—	—	—	(762,311)	3,935,474
(2,560,779)	(321,330)	1,674,234	(1,273)	(143,592)
(2,560,779)	(321,330)	1,674,234	(763,584)	3,791,882
1,030,213	1,440,053	3,732,314	—	14,063,686

**CITY OF ROCK ISLAND, ILLINOIS**

**Internal Service Funds**

**Combining Statement of Revenues, Expenses and Changes in Net Position**

**For the Fiscal Year Ended December 31, 2021**

	<u>Equipment Maintenance</u>
Operating Revenues	
Interfund Services	\$ 4,302,520
Other	8,714
Total Operating Revenues	<u>4,311,234</u>
Operating Expenses	
Operations	3,060,472
Depreciation and Amortization	505,574
Total Operating Expenses	<u>3,566,046</u>
Operating Income (Loss)	<u>745,188</u>
Nonoperating Revenues (Expenses)	
Investment Income (Loss)	(632)
Other Income	—
Interest Expense	—
Disposal of Capital Assets	(57,010)
	<u>(57,642)</u>
Income (Loss) before Transfers	687,546
Transfers In	65,635
Transfers Out	<u>(218,885)</u>
Change in Net Position	534,296
Net Position - Beginning	<u>5,229,045</u>
Net Position - Ending	<u><u>5,763,341</u></u>

Engineering	Self Insurance	Employee Health Benefit	Hydro-Electric Plant	Totals
946,215	1,670,091	6,488,632	217,770	13,625,228
—	—	429,823	141,667	580,204
946,215	1,670,091	6,918,455	359,437	14,205,432
800,026	2,167,373	8,023,924	181,981	14,233,776
—	—	—	(6,331)	499,243
800,026	2,167,373	8,023,924	175,650	14,733,019
146,189	(497,282)	(1,105,469)	183,787	(527,587)
68	(119)	(148)	—	(831)
—	22,132	—	—	22,132
—	—	—	(30,260)	(30,260)
—	—	—	(1,625,223)	(1,682,233)
68	22,013	(148)	(1,655,483)	(1,691,192)
146,257	(475,269)	(1,105,617)	(1,471,696)	(2,218,779)
—	93,220	—	—	158,855
—	—	—	—	(218,885)
146,257	(382,049)	(1,105,617)	(1,471,696)	(2,278,809)
(2,707,036)	60,719	2,779,851	708,112	6,070,691
(2,560,779)	(321,330)	1,674,234	(763,584)	3,791,882

**CITY OF ROCK ISLAND, ILLINOIS**

**Internal Service Funds**

**Combining Statements of Cash Flows**

**For the Fiscal Year Ended December 31, 2021**

	<u>Equipment Maintenance</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 8,714
Interfund Services Provided	4,921,249
Payments to Suppliers	(2,561,301)
Payments to Employees	(831,388)
	<u>1,537,274</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(1,508,879)
Disposal of Capital Assets	146,309
Principal Retirement	—
Interest Expense	—
	<u>(1,362,570)</u>
Cash Flows from Noncapital Financing Activities	
Transfers In	65,635
Transfers Out	(218,885)
	<u>(153,250)</u>
Cash Flows from Investing Activities	
Investment Income (Loss)	(632)
Net Change in Cash and Cash Equivalents	20,822
Cash and Cash Equivalents - Beginning	<u>370,595</u>
Cash and Cash Equivalents - Ending	<u><u>391,417</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income	745,188
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in)	
Operating Activities	
Depreciation and Amortization	505,574
Other Income (Expense)	—
(Increase) Decrease in Current Assets	618,729
Increase (Decrease) in Current Liabilities	(332,217)
Net Cash Provided by Operating Activities	<u><u>1,537,274</u></u>

Engineering	Self Insurance	Employee Health Benefit	Hydro-Electric Plant	Totals
—	22,132	429,823	141,667	602,336
1,012,839	1,703,496	6,201,646	217,770	14,057,000
(336,984)	(1,953,376)	(7,043,878)	(184,936)	(12,080,475)
(675,923)	(35,968)	(50,778)	(9,124)	(1,603,181)
(68)	(263,716)	(463,187)	165,377	975,680
—	—	—	—	(1,508,879)
—	—	—	6,550	152,859
—	—	—	(141,667)	(141,667)
—	—	—	(30,260)	(30,260)
—	—	—	(165,377)	(1,527,947)
—	93,220	—	—	158,855
—	—	—	—	(218,885)
—	93,220	—	—	(60,030)
68	(119)	(148)	—	(831)
—	(170,615)	(463,335)	—	(613,128)
200	1,604,417	3,291,136	—	5,266,348
200	1,433,802	2,827,801	—	4,653,220
146,189	(497,282)	(1,105,469)	183,787	(527,587)
—	—	—	(6,331)	499,243
—	22,132	—	—	22,132
66,624	33,405	(286,986)	—	431,772
(212,881)	178,029	929,268	(12,079)	550,120
(68)	(263,716)	(463,187)	165,377	975,680

**CITY OF ROCK ISLAND, ILLINOIS**

**Equipment Maintenance - Internal Service Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Interfund Services				
Charges for Services	\$ 2,818,195	2,818,195	4,302,520	3,030,424
Other	15,000	15,000	8,714	5,040
Total Operating Revenues	<u>2,833,195</u>	<u>2,833,195</u>	<u>4,311,234</u>	<u>3,035,464</u>
Operating Expenses				
Operations				
Personnel	1,209,805	1,209,805	797,195	801,833
Supplies	1,272,255	1,272,255	1,274,046	1,153,440
Services	933,869	933,869	686,499	224,778
Other	327,732	327,732	302,732	399,547
Depreciation	598,508	598,508	505,574	558,140
Total Operating Expenses	<u>4,342,169</u>	<u>4,342,169</u>	<u>3,566,046</u>	<u>3,137,738</u>
Operating Income (Loss)	<u>(1,508,974)</u>	<u>(1,508,974)</u>	<u>745,188</u>	<u>(102,274)</u>
Nonoperating Revenues (Expenses)				
Investment Income (Loss)	13,400	13,400	(632)	23,266
Disposal of Capital Assets	—	—	(57,010)	(14,032)
	<u>13,400</u>	<u>13,400</u>	<u>(57,642)</u>	<u>9,234</u>
Income (Loss) before Transfers	<u>(1,495,574)</u>	<u>(1,495,574)</u>	<u>687,546</u>	<u>(93,040)</u>
Transfers In	65,823	65,823	65,635	64,715
Transfers Out	—	—	(218,885)	—
Change in Net Position	<u>(1,429,751)</u>	<u>(1,429,751)</u>	<u>534,296</u>	<u>(28,325)</u>
Net Position - Beginning			<u>5,229,045</u>	<u>5,257,370</u>
Net Position - Ending			<u>5,763,341</u>	<u>5,229,045</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Engineering - Internal Service Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Interfund Services				
Charges for Services	\$ 1,061,601	1,061,601	946,215	1,077,116
Operating Expenses				
Operations				
Personnel	941,108	941,108	529,543	753,165
Supplies	7,515	7,515	3,931	3,922
Services	52,814	52,814	49,872	47,079
Other	231,680	231,680	216,680	216,580
Total Operating Expenses	1,233,117	1,233,117	800,026	1,020,746
Operating Income (Loss)	(171,516)	(171,516)	146,189	56,370
Nonoperating Revenues				
Investment Income	300	300	68	461
Change in Net Position	<u>(171,216)</u>	<u>(171,216)</u>	146,257	56,831
Net Position - Beginning			<u>(2,707,036)</u>	<u>(2,763,867)</u>
Net Position - Ending			<u><u>(2,560,779)</u></u>	<u><u>(2,707,036)</u></u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Self Insurance - Internal Service Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21		Actual	12/31/20
	Original Budget	Final Budget		Actual
Operating Revenues				
Interfund Services				
Charges for Services	\$ 1,668,997	1,668,997	1,670,091	1,572,047
Operating Expenses				
Operations				
Personnel	108,616	108,616	106,392	102,561
Services	1,423,948	1,423,948	2,060,981	1,696,876
Total Operating Expenses	1,532,564	1,532,564	2,167,373	1,799,437
Operating Income (Loss)	136,433	136,433	(497,282)	(227,390)
Nonoperating Revenues (Expenses)				
Investment Income (Loss)	7,000	7,000	(119)	13,559
Other Income	65,000	65,000	22,132	132,994
	72,000	72,000	22,013	146,553
Income (Loss) before Transfers	208,433	208,433	(475,269)	(80,837)
Transfers In	—	—	93,220	—
Change in Net Position	208,433	208,433	(382,049)	(80,837)
Net Position - Beginning			60,719	141,556
Net Position - Ending			(321,330)	60,719

**CITY OF ROCK ISLAND, ILLINOIS**

**Employee Health Benefit - Internal Service Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Interfund Services				
Charges for Services	\$ 6,117,965	6,117,965	6,488,632	6,773,053
Other	85,000	85,000	429,823	351,627
Total Operating Revenues	<u>6,202,965</u>	<u>6,202,965</u>	<u>6,918,455</u>	<u>7,124,680</u>
Operating Expenses				
Operations				
Personnel	50,703	50,703	67,466	71,143
Supplies	500	500	440	—
Services	6,435,991	6,435,991	7,949,690	6,486,525
Other	6,328	6,328	6,328	6,328
Total Operating Expenses	<u>6,493,522</u>	<u>6,493,522</u>	<u>8,023,924</u>	<u>6,563,996</u>
Operating Income (Loss)	(290,557)	(290,557)	(1,105,469)	560,684
Nonoperating Revenues (Expenses)				
Investment Income (Loss)	18,000	18,000	(148)	33,961
Change in Net Position	<u>(272,557)</u>	<u>(272,557)</u>	(1,105,617)	594,645
Net Position - Beginning			<u>2,779,851</u>	<u>2,185,206</u>
Net Position - Ending			<u>1,674,234</u>	<u>2,779,851</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Hydro-Electric Plant - Internal Service Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
Operating Revenues				
Interfund Services				
Charges for Services	\$ —	—	217,770	274,342
Other	—	—	141,667	—
Operating Revenues	—	—	359,437	274,342
Operating Expenses				
Operations				
Personnel	859	859	(7,389)	59,882
Supplies	7,100	7,100	189	2,457
Services	54,015	54,015	47,514	50,588
Other	151,667	151,667	141,667	—
Depreciation and Amortization	58,866	58,866	(6,331)	52,535
Total Operating Expenses	272,507	272,507	175,650	165,462
Operating Income (Loss)	(272,507)	(272,507)	183,787	108,880
Nonoperating (Expenses)				
Disposal of Capital Assets	—	—	(1,625,223)	—
Interest Expense	(30,406)	(30,406)	(30,260)	(33,592)
	(30,406)	(30,406)	(1,655,483)	(33,592)
Change in Net Position	(302,913)	(302,913)	(1,471,696)	75,288
Net Position - Beginning			708,112	632,824
Net Position - Ending			(763,584)	708,112

**CITY OF ROCK ISLAND, ILLINOIS**

**Pension Trust Funds**

**Combining Statement of Fiduciary Net Position**

**December 31, 2021**

	Police Pension	Firefighters' Pension	Totals
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,708,011	3,331,067	5,039,078
Investments			
U.S. Government Obligations	5,953,428	5,604,045	11,557,473
U.S. Agency Obligations	4,764,562	357,251	5,121,813
Corporate Bonds	7,148,599	2,488,546	9,637,145
Mutual Funds	26,050,888	15,532,006	41,582,894
Annuities	—	1,098,275	1,098,275
Receivables			
Accrued Interest	74,877	48,944	123,821
Due from Other Funds	147,883	119,029	266,912
Prepays	1,389	1,575	2,964
Total Assets	45,849,637	28,580,738	74,430,375
<b>LIABILITIES</b>			
Accounts Payable	35,775	13,528	49,303
<b>NET POSITION</b>			
Net Position Restricted for Pensions	45,813,862	28,567,210	74,381,072

**CITY OF ROCK ISLAND, ILLINOIS**

**Pension Trust Funds**

**Combining Statement of Changes in Fiduciary Net Position**

**For the Fiscal Year Ended December 31, 2021**

	Police Pension	Firefighters' Pension	Totals
<b>Additions</b>			
Contributions - Employer	\$ 4,241,390	3,793,261	8,034,651
Contributions - Plan Members	564,817	428,228	993,045
Total Contributions	<u>4,806,207</u>	<u>4,221,489</u>	<u>9,027,696</u>
<b>Investment Income</b>			
Interest Earned	4,732,137	2,707,156	7,439,293
Net Change in Fair Value	624	306	930
	<u>4,732,761</u>	<u>2,707,462</u>	<u>7,440,223</u>
Less Investment Expenses	(66,488)	(49,606)	(116,094)
Net Investment Income	<u>4,666,273</u>	<u>2,657,856</u>	<u>7,324,129</u>
Total Additions	<u>9,472,480</u>	<u>6,879,345</u>	<u>16,351,825</u>
<b>Deductions</b>			
Administration	90,535	72,346	162,881
Benefits and Refunds	5,624,828	4,900,050	10,524,878
Total Deductions	<u>5,715,363</u>	<u>4,972,396</u>	<u>10,687,759</u>
Change in Fiduciary Net Position	3,757,117	1,906,949	5,664,066
<b>Net Position Restricted for Pensions</b>			
Beginning	<u>42,056,745</u>	<u>26,660,261</u>	<u>68,717,006</u>
Ending	<u>45,813,862</u>	<u>28,567,210</u>	<u>74,381,072</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Police Pension - Pension Trust Fund**

**Schedule of Changes in the Fiduciary Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21		Actual	12/31/20
	Original Budget	Final Budget		Actual
<b>Additions</b>				
Contributions - Employer	\$ 4,241,391	4,241,391	4,241,390	3,772,591
Contributions - Plan Members	637,000	637,000	564,817	603,975
Total Contributions	<u>4,878,391</u>	<u>4,878,391</u>	<u>4,806,207</u>	<u>4,376,566</u>
<b>Investment Income</b>				
Interest Earned	700,000	700,000	4,732,137	3,349,923
Net Change in Fair Value	700,000	700,000	624	2,583
	<u>1,400,000</u>	<u>1,400,000</u>	<u>4,732,761</u>	<u>3,352,506</u>
Less Investment Expenses	—	—	(66,488)	(67,483)
Net Investment Income	<u>1,400,000</u>	<u>1,400,000</u>	<u>4,666,273</u>	<u>3,285,023</u>
Total Additions	<u>6,278,391</u>	<u>6,278,391</u>	<u>9,472,480</u>	<u>7,661,589</u>
<b>Deductions</b>				
Administration	316,750	316,750	90,535	63,214
Benefits and Refunds	5,241,153	5,241,153	5,624,828	5,005,197
Total Deductions	<u>5,557,903</u>	<u>5,557,903</u>	<u>5,715,363</u>	<u>5,068,411</u>
Change in Fiduciary Net Position	<u>720,488</u>	<u>720,488</u>	3,757,117	2,593,178
<b>Net Position Restricted for Pensions</b>				
Beginning			<u>42,056,745</u>	<u>39,463,567</u>
Ending			<u>45,813,862</u>	<u>42,056,745</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Firefighters' Pension - Pension Trust Fund**

**Schedule of Changes in the Fiduciary Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
<b>Additions</b>				
Contributions - Employer	\$ 3,791,669	3,791,669	3,793,261	3,444,244
Contributions - Plan Members	444,016	444,016	428,228	443,300
Total Contributions	4,235,685	4,235,685	4,221,489	3,887,544
<b>Investment Income</b>				
Interest Earned	9,000	9,000	2,707,156	1,800,214
Net Change in Fair Value	—	—	306	652,658
	9,000	9,000	2,707,462	2,452,872
Less Investment Expenses	(84,000)	(84,000)	(49,606)	(46,457)
Net Investment Income	(75,000)	(75,000)	2,657,856	2,406,415
Total Additions	4,160,685	4,160,685	6,879,345	6,293,959
<b>Deductions</b>				
Administration	114,850	114,850	72,346	71,744
Benefits and Refunds	4,881,280	4,881,280	4,900,050	4,702,369
Total Deductions	4,996,130	4,996,130	4,972,396	4,774,113
Change in Fiduciary Net Position	<u>(835,445)</u>	<u>(835,445)</u>	1,906,949	1,519,846
<b>Net Position Restricted for Pensions</b>				
Beginning			26,660,261	25,140,415
Ending			<u>28,567,210</u>	<u>26,660,261</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Section 125 Cafeteria Plan - Custodial Fund**

**Schedule of Changes in the Fiduciary Net Position - Budget and Actual**

**For the Fiscal Year Ended December 31, 2021**

**(with Comparative Actual Amounts for the Fiscal Year Ended December 31, 2020)**

	12/31/21			12/31/20
	Original Budget	Final Budget	Actual	Actual
<b>Additions</b>				
Contributions - Dependent Care	\$ 10,500	10,500	14,987	12,985
Contributions - Medical Reimbursement	99,240	99,240	80,167	90,066
Total Contributions	109,740	109,740	95,154	103,051
<b>Investment Income</b>				
Interest Earned	—	—	(5)	255
Total Additions	109,740	109,740	95,149	103,306
<b>Deductions</b>				
Services	109,740	109,740	90,993	92,473
Change in Fiduciary Net Position	—	—	4,156	10,833
<b>Net Position Restricted for Others</b>				
Beginning			29,729	18,896
Ending			33,885	29,729

**CITY OF ROCK ISLAND, ILLINOIS**

**Consolidated Year-End Financial Report  
December 31, 2021**

CSFA #	Program Name	State	Federal	Other	Total
350-00-0015	Grants to States	\$ —	1,074	—	1,074
418-00-1315	Family Advocacy Centers	—	220,855	—	220,855
420-00-1982	Restoration of a Firehouse, including Restoration of Sidewalks, HVAC and Windows	47,056	—	—	47,056
444-26-1552	Substance Use Prevention Services	—	178,398	—	178,398
444-80-0687	Teen Pregnancy Prevention Program- Personal Responsibility Education Program	—	41,153	—	41,153
444-80-1411	Teen REACH (Responsibility, Education, Achievement, Caring and Hope)	—	285,336	—	285,336
494-00-1488	Motor Fuel Tax Program	1,750,629	—	—	1,750,629
494-00-2356	REBUILD ILLINOIS Local Bond Program	98,248	—	—	98,248
494-10-0343	State and Community Highway Safety/ National Priority Safety Program	—	49,371	—	49,371
532-30-2080	Wastewater Treatment Plant Energy Efficiency	—	45,000	—	45,000
546-00-2378	Restore, Reinvest, and Renew	31,871	—	—	31,871
	Other Grant Programs and Activities	—	2,073,034	—	2,073,034
	All Other Costs Not Allocated	—	—	89,626,903	89,626,903
	Totals	1,927,804	2,894,221	89,626,903	94,448,928



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS**

June 29, 2022

The Honorable City Mayor  
Members of the City Council  
City of Rock Island, Illinois

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, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Rock Island, Illinois, as of and for the year ended December 31, 2021, 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 29, 2022.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. According, 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City'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 City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Lauterbach & Amen, LLP*

LAUTERBACH & AMEN, LLP

## **SUPPLEMENTAL SCHEDULES**

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Taxable Bonds of 2008C  
December 31, 2021**

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Date of Issue	July 29, 2008
Date of Maturity	December 15, 2022
Authorized Issue	\$700,000
Denomination of Bonds	\$5,000
Interest Rate	1.025%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Banc of America Leasing & Capital, LLC

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 15	Amount	Dec 15	Amount
2022	<u>\$ 46,665</u>	<u>478</u>	<u>47,143</u>	2022	<u>239</u>	2022	<u>239</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Taxable Bonds of 2013B  
December 31, 2021**

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Date of Issue	December 18, 2013
Date of Maturity	December 1, 2023
Authorized Issue	\$1,000,000
Denomination of Bonds	\$5,000
Interest Rates	1.250% - 4.125%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank, N.A.

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 110,000	8,978	118,978	2022	4,489	2022	4,489
2023	115,000	4,744	119,744	2023	2,372	2023	2,372
	<u>225,000</u>	<u>13,722</u>	<u>238,722</u>		<u>6,861</u>		<u>6,861</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Bonds of 2014A  
December 31, 2021**

Date of Issue	December 23, 2014
Date of Maturity	December 1, 2034
Authorized Issue	\$9,585,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% - 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank, N.A.

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 435,000	234,062	669,062	2022	117,031	2022	117,031
2023	450,000	221,012	671,012	2023	110,506	2023	110,506
2024	460,000	207,512	667,512	2024	103,756	2024	103,756
2025	475,000	193,712	668,712	2025	96,856	2025	96,856
2026	490,000	179,462	669,462	2026	89,731	2026	89,731
2027	505,000	164,762	669,762	2027	82,381	2027	82,381
2028	520,000	149,612	669,612	2028	74,806	2028	74,806
2029	535,000	134,012	669,012	2029	67,006	2029	67,006
2030	555,000	116,626	671,626	2030	58,313	2030	58,313
2031	570,000	97,200	667,200	2031	48,600	2031	48,600
2032	595,000	74,400	669,400	2032	37,200	2032	37,200
2033	620,000	50,600	670,600	2033	25,300	2033	25,300
2034	645,000	25,800	670,800	2034	12,900	2034	12,900
	<u>6,855,000</u>	<u>1,848,772</u>	<u>8,703,772</u>		<u>924,386</u>		<u>924,386</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Taxable Bonds of 2014B  
December 31, 2021**

Date of Issue	December 23, 2014
Date of Maturity	December 1, 2034
Authorized Issue	\$15,865,000
Denomination of Bonds	\$5,000
Interest Rates	2.19% - 4.25%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank, N.A.

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ —	450,164	450,164	2022	225,082	2022	225,082
2023	—	428,930	428,930	2023	214,465	2023	214,465
2024	785,000	406,440	1,191,440	2024	203,220	2024	203,220
2025	815,000	382,106	1,197,106	2025	191,053	2025	191,053
2026	840,000	355,210	1,195,210	2026	177,605	2026	177,605
2027	870,000	325,810	1,195,810	2027	162,905	2027	162,905
2028	895,000	293,620	1,188,620	2028	146,810	2028	146,810
2029	935,000	259,162	1,194,162	2029	129,581	2029	129,581
2030	970,000	221,762	1,191,762	2030	110,881	2030	110,881
2031	1,010,000	182,962	1,192,962	2031	91,481	2031	91,481
2032	1,055,000	140,038	1,195,038	2032	70,019	2032	70,019
2033	1,095,000	95,200	1,190,200	2033	47,600	2033	47,600
2034	1,145,000	48,662	1,193,662	2034	24,331	2034	24,331
	<u>10,415,000</u>	<u>3,590,066</u>	<u>14,005,066</u>		<u>1,795,033</u>		<u>1,795,033</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Bonds of 2015A  
December 31, 2021**

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Date of Issue	September 10, 2015
Date of Maturity	December 1, 2035
Authorized Issue	\$6,075,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank, N.A.

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 430,000	109,812	539,812	2022	54,906	2022	54,906
2023	440,000	101,212	541,212	2023	50,606	2023	50,606
2024	445,000	92,412	537,412	2024	46,206	2024	46,206
2025	460,000	81,288	541,288	2025	40,644	2025	40,644
2026	165,000	69,788	234,788	2026	34,894	2026	34,894
2027	170,000	64,426	234,426	2027	32,213	2027	32,213
2028	175,000	58,900	233,900	2028	29,450	2028	29,450
2029	180,000	52,776	232,776	2029	26,388	2029	26,388
2030	190,000	46,476	236,476	2030	23,238	2030	23,238
2031	195,000	39,826	234,826	2031	19,913	2031	19,913
2032	200,000	33,000	233,000	2032	16,500	2032	16,500
2033	210,000	26,000	236,000	2033	13,000	2033	13,000
2034	215,000	17,600	232,600	2034	8,800	2034	8,800
2035	225,000	9,000	234,000	2035	4,500	2035	4,500
	<u>3,700,000</u>	<u>802,516</u>	<u>4,502,516</u>		<u>401,258</u>		<u>401,258</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Refunding Bonds of 2015B  
December 31, 2021**

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Date of Issue	October 20, 2015
Date of Maturity	December 1, 2026
Authorized Issue	\$4,175,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 200,000	42,800	242,800	2022	21,400	2022	21,400
2023	205,000	34,800	239,800	2023	17,400	2023	17,400
2024	215,000	26,600	241,600	2024	13,300	2024	13,300
2025	220,000	18,000	238,000	2025	9,000	2025	9,000
2026	230,000	9,200	239,200	2026	4,600	2026	4,600
	<u>1,070,000</u>	<u>131,400</u>	<u>1,201,400</u>		<u>65,700</u>		<u>65,700</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Taxable Bonds of 2016A  
December 31, 2021**

Date of Issue	November 29, 2016
Date of Maturity	December 1, 2036
Authorized Issue	\$3,505,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 140,000	114,200	254,200	2022	57,100	2022	57,100
2023	150,000	108,600	258,600	2023	54,300	2023	54,300
2024	155,000	102,600	257,600	2024	51,300	2024	51,300
2025	160,000	96,400	256,400	2025	48,200	2025	48,200
2026	165,000	90,000	255,000	2026	45,000	2026	45,000
2027	175,000	83,400	258,400	2027	41,700	2027	41,700
2028	180,000	76,400	256,400	2028	38,200	2028	38,200
2029	190,000	69,200	259,200	2029	34,600	2029	34,600
2030	195,000	61,600	256,600	2030	30,800	2030	30,800
2031	205,000	53,800	258,800	2031	26,900	2031	26,900
2032	210,000	45,600	255,600	2032	22,800	2032	22,800
2033	220,000	37,200	257,200	2033	18,600	2033	18,600
2034	230,000	28,400	258,400	2034	14,200	2034	14,200
2035	235,000	19,200	254,200	2035	9,600	2035	9,600
2036	245,000	9,800	254,800	2036	4,900	2036	4,900
	<u>2,855,000</u>	<u>996,400</u>	<u>3,851,400</u>		<u>498,200</u>		<u>498,200</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Taxable Refunding Bonds of 2016C**

**December 31, 2021**

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Date of Issue	November 29, 2016
Date of Maturity	December 1, 2035
Authorized Issue	\$1,885,000
Denomination of Bonds	\$5,000
Interest Rate	4.375%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ —	82,469	82,469	2022	41,234	2022	41,235
2023	—	82,469	82,469	2023	41,234	2023	41,235
2024	—	82,469	82,469	2024	41,234	2024	41,235
2025	—	82,469	82,469	2025	41,234	2025	41,235
2026	—	82,469	82,469	2026	41,234	2026	41,235
2027	—	82,469	82,469	2027	41,234	2027	41,235
2028	—	82,469	82,469	2028	41,234	2028	41,235
2029	—	82,469	82,469	2029	41,234	2029	41,235
2030	—	82,469	82,469	2030	41,234	2030	41,235
2031	—	82,469	82,469	2031	41,234	2031	41,235
2032	—	82,469	82,469	2032	41,234	2032	41,235
2033	—	82,469	82,469	2033	41,234	2033	41,235
2034	—	82,469	82,469	2034	41,234	2034	41,235
2035	1,885,000	82,469	1,967,469	2035	41,234	2035	41,235
	<u>1,885,000</u>	<u>1,154,566</u>	<u>3,039,566</u>		<u>577,276</u>		<u>577,290</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Refunding Bonds of 2017A  
December 31, 2021**

Date of Issue	September 20, 2017
Date of Maturity	December 1, 2036
Authorized Issue	\$4,840,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 405,000	133,031	538,031	2022	66,516	2022	66,515
2023	415,000	116,831	531,831	2023	58,416	2023	58,415
2024	425,000	100,231	525,231	2024	50,116	2024	50,115
2025	220,000	83,231	303,231	2025	41,616	2025	41,615
2026	225,000	74,431	299,431	2026	37,216	2026	37,215
2027	230,000	65,431	295,431	2027	32,716	2027	32,715
2028	240,000	56,232	296,232	2028	28,116	2028	28,116
2029	150,000	46,632	196,632	2029	23,316	2029	23,316
2030	155,000	40,632	195,632	2030	20,316	2030	20,316
2031	160,000	34,432	194,432	2031	17,216	2031	17,216
2032	165,000	29,232	194,232	2032	14,616	2032	14,616
2033	170,000	23,868	193,868	2033	11,934	2033	11,934
2034	175,000	18,344	193,344	2034	9,172	2034	9,172
2035	185,000	12,656	197,656	2035	6,328	2035	6,328
2036	190,000	6,412	196,412	2036	3,206	2036	3,206
	<u>3,510,000</u>	<u>841,626</u>	<u>4,351,626</u>		<u>420,816</u>		<u>420,810</u>
	2,240,000	Debt Service					
	605,000	Parks and Recreation					
	<u>665,000</u>	Hydro-Electrict Plant					
	<u>3,510,000</u>						

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Refunding Bonds of 2019A  
December 31, 2021**

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Date of Issue	October 8, 2019
Date of Maturity	December 1, 2030
Authorized Issue	\$4,125,000
Denomination of Bonds	\$5,000
Interest Rates	4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 335,000	140,800	475,800	2022	70,400	2022	70,400
2023	345,000	127,400	472,400	2023	63,700	2023	63,700
2024	360,000	113,600	473,600	2024	56,800	2024	56,800
2025	370,000	99,200	469,200	2025	49,600	2025	49,600
2026	385,000	84,400	469,400	2026	42,200	2026	42,200
2027	410,000	69,000	479,000	2027	34,500	2027	34,500
2028	425,000	52,600	477,600	2028	26,300	2028	26,300
2029	440,000	35,600	475,600	2029	17,800	2029	17,800
2030	450,000	18,000	468,000	2030	9,000	2030	9,000
	<u>3,520,000</u>	<u>740,600</u>	<u>4,260,600</u>		<u>370,300</u>		<u>370,300</u>
	1,056,000	Waterworks					
	<u>2,464,000</u>	Wastewater Treatment					
	<u>3,520,000</u>						

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Taxable Bonds of 2019B  
December 31, 2021**

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Date of Issue	October 8, 2019
Date of Maturity	December 1, 2024
Authorized Issue	\$1,360,000
Denomination of Bonds	\$5,000
Interest Rates	2.10% - 2.35%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 270,000	19,078	289,078	2022	9,539	2022	9,539
2023	280,000	13,138	293,138	2023	6,569	2023	6,569
2024	285,000	6,698	291,698	2024	3,349	2024	3,349
	<u>835,000</u>	<u>38,914</u>	<u>873,914</u>		<u>19,457</u>		<u>19,457</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Refunding Bonds of 2019C  
December 31, 2021**

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Date of Issue	October 8, 2019
Date of Maturity	December 1, 2037
Authorized Issue	\$3,845,000
Denomination of Bonds	\$5,000
Interest Rates	3.70% - 3.75%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ —	143,242	143,242	2022	71,621	2022	71,621
2023	—	143,242	143,242	2023	71,621	2023	71,621
2024	—	143,242	143,242	2024	71,621	2024	71,621
2025	—	143,242	143,242	2025	71,621	2025	71,621
2026	—	143,242	143,242	2026	71,621	2026	71,621
2027	—	143,242	143,242	2027	71,621	2027	71,621
2028	—	143,242	143,242	2028	71,621	2028	71,621
2029	—	143,242	143,242	2029	71,621	2029	71,621
2030	—	143,242	143,242	2030	71,621	2030	71,621
2031	—	143,242	143,242	2031	71,621	2031	71,621
2032	—	143,242	143,242	2032	71,621	2032	71,621
2033	—	143,242	143,242	2033	71,621	2033	71,621
2034	—	143,242	143,242	2034	71,621	2034	71,621
2035	—	143,242	143,242	2035	71,621	2035	71,621
2036	1,890,000	143,242	2,033,242	2036	71,621	2036	71,621
2037	1,955,000	73,312	2,028,312	2037	36,656	2037	36,656
	<u>3,845,000</u>	<u>2,221,942</u>	<u>6,066,942</u>		<u>1,110,971</u>		<u>1,110,971</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Bonds of 2019D  
December 31, 2021**

Date of Issue	October 8, 2019
Date of Maturity	December 1, 2037
Authorized Issue	\$1,980,000
Denomination of Bonds	\$5,000
Interest Rates	2.625% - 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ —	61,018	61,018	2022	30,509	2022	30,509
2023	—	61,018	61,018	2023	30,509	2023	30,509
2024	—	61,018	61,018	2024	30,509	2024	30,509
2025	125,000	61,018	186,018	2025	30,509	2025	30,509
2026	130,000	57,268	187,268	2026	28,634	2026	28,634
2027	135,000	53,368	188,368	2027	26,684	2027	26,684
2028	135,000	49,318	184,318	2028	24,659	2028	24,659
2029	145,000	43,918	188,918	2029	21,959	2029	21,959
2030	150,000	38,118	188,118	2030	19,059	2030	19,059
2031	155,000	33,618	188,618	2031	16,809	2031	16,809
2032	155,000	28,968	183,968	2032	14,484	2032	14,484
2033	160,000	24,900	184,900	2033	12,450	2033	12,450
2034	165,000	20,700	185,700	2034	10,350	2034	10,350
2035	170,000	15,750	185,750	2035	7,875	2035	7,875
2036	175,000	10,650	185,650	2036	5,325	2036	5,325
2037	180,000	5,400	185,400	2037	2,700	2037	2,700
	<u>1,980,000</u>	<u>626,048</u>	<u>2,606,048</u>		<u>313,024</u>		<u>313,024</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Bonds of 2020  
December 31, 2021**

Date of Issue	October 15, 2020
Date of Maturity	December 1, 2040
Authorized Issue	\$12,355,000
Denomination of Bonds	\$5,000
Interest Rate	4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 440,000	480,000	920,000	2022	240,000	2022	240,000
2023	455,000	462,400	917,400	2023	231,200	2023	231,200
2024	475,000	444,200	919,200	2024	222,100	2024	222,100
2025	495,000	425,200	920,200	2025	212,600	2025	212,600
2026	510,000	405,400	915,400	2026	202,700	2026	202,700
2027	530,000	385,000	915,000	2027	192,500	2027	192,500
2028	550,000	363,800	913,800	2028	181,900	2028	181,900
2029	570,000	341,800	911,800	2029	170,900	2029	170,900
2030	600,000	319,000	919,000	2030	159,500	2030	159,500
2031	620,000	295,000	915,000	2031	147,500	2031	147,500
2032	650,000	270,200	920,200	2032	135,100	2032	135,100
2033	670,000	244,200	914,200	2033	122,100	2033	122,100
2034	705,000	217,400	922,400	2034	108,700	2034	108,700
2035	725,000	189,200	914,200	2035	94,600	2035	94,600
2036	760,000	160,200	920,200	2036	80,100	2036	80,100
2037	780,000	129,800	909,800	2037	64,900	2037	64,900
2038	820,000	98,600	918,600	2038	49,300	2038	49,300
2039	850,000	65,800	915,800	2039	32,900	2039	32,900
2040	795,000	31,800	826,800	2040	15,900	2040	15,900
	<u>12,000,000</u>	<u>5,329,000</u>	<u>17,329,000</u>		<u>2,664,500</u>		<u>2,664,500</u>
	3,860,000	Debt Service					
	490,000	Waterworks					
	6,555,000	Wastewater Treatment					
	<u>1,095,000</u>	Park and Recreation					
	<u>12,000,000</u>						

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Refunding Bonds of 2021A  
December 31, 2021**

Date of Issue	October 13, 2021
Date of Maturity	December 1, 2040
Authorized Issue	\$6,590,000
Denomination of Bonds	\$5,000
Interest Rates	4.000%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 15	Amount	Dec 15	Amount
2022	\$ 70,000	298,747	368,747	2022	166,947	2022	131,800
2023	80,000	260,800	340,800	2023	130,400	2023	130,400
2024	85,000	257,600	342,600	2024	128,800	2024	128,800
2025	—	254,200	254,200	2025	127,100	2025	127,100
2026	285,000	254,200	539,200	2026	127,100	2026	127,100
2027	300,000	242,800	542,800	2027	121,400	2027	121,400
2028	315,000	230,800	545,800	2028	115,400	2028	115,400
2029	330,000	218,200	548,200	2029	109,100	2029	109,100
2030	345,000	205,000	550,000	2030	102,500	2030	102,500
2031	365,000	191,200	556,200	2031	95,600	2031	95,600
2032	385,000	176,600	561,600	2032	88,300	2032	88,300
2033	400,000	161,200	561,200	2033	80,600	2033	80,600
2034	420,000	145,200	565,200	2034	72,600	2034	72,600
2035	400,000	128,400	528,400	2035	64,200	2035	64,200
2036	520,000	112,400	632,400	2036	56,200	2036	56,200
2037	540,000	91,600	631,600	2037	45,800	2037	45,800
2038	560,000	70,000	630,000	2038	35,000	2038	35,000
2039	585,000	47,600	632,600	2039	23,800	2039	23,800
2040	605,000	24,200	629,200	2040	12,100	2040	12,100
	<u>6,590,000</u>	<u>3,370,747</u>	<u>9,960,747</u>		<u>1,702,947</u>		<u>1,667,800</u>
	6,304,419	Debt Service					
	<u>285,581</u>	Sunset Marina					
	<u>6,590,000</u>						

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Refunding Bonds of 2021B  
December 31, 2021**

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Date of Issue	October 13, 2021
Date of Maturity	December 1, 2033
Authorized Issue	\$8,815,000
Denomination of Bonds	\$5,000
Interest Rates	4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun 1	Amount	Dec 1	Amount
2022	\$ 545,000	399,613	944,613	2022	223,313	2022	176,300
2023	615,000	330,800	945,800	2023	165,400	2023	165,400
2024	640,000	306,200	946,200	2024	153,100	2024	153,100
2025	665,000	280,600	945,600	2025	140,300	2025	140,300
2026	690,000	254,000	944,000	2026	127,000	2026	127,000
2027	715,000	226,400	941,400	2027	113,200	2027	113,200
2028	745,000	197,800	942,800	2028	98,900	2028	98,900
2029	775,000	168,000	943,000	2029	84,000	2029	84,000
2030	805,000	137,000	942,000	2030	68,500	2030	68,500
2031	840,000	104,800	944,800	2031	52,400	2031	52,400
2032	875,000	71,200	946,200	2032	35,600	2032	35,600
2033	905,000	36,200	941,200	2033	18,100	2033	18,100
	<u>8,815,000</u>	<u>2,512,613</u>	<u>11,327,613</u>		<u>1,279,813</u>		<u>1,232,800</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan Payable of 2011 - Store/Treat Basins Modification**

**December 31, 2021**

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Date of Issue	October 24, 2011
Date of Maturity	December 6, 2030
Authorized Issue	\$532,456
Interest Rate	1.25%
Interest Dates	June 6 and December 6
Payable at	June 6 and December 6
Loan Number	Illinois Environmental Protection Agency

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 21,519	2,478	23,997
2023	21,788	2,209	23,997
2024	22,061	1,936	23,997
2025	22,338	1,659	23,997
2026	22,618	1,379	23,997
2027	22,902	1,095	23,997
2028	23,189	808	23,997
2029	23,479	518	23,997
2030	23,712	285	23,997
	203,606	12,367	215,973

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan Payable of 2011 - Mill Street Wastewater Treatment Plant Expansion**

**December 31, 2021**

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Date of Issue	July 25, 2011
Date of Maturity	January 1, 2033
Authorized Issue	\$20,000,000
Interest Rate	1.25%
Interest Dates	January 1 and July 1
Payable at	January 1 and July 1
Loan Number	Illinois Environmental Protection Agency

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 899,045	128,868	1,027,913
2023	910,318	117,595	1,027,913
2024	921,733	106,180	1,027,913
2025	933,291	94,622	1,027,913
2026	944,994	82,919	1,027,913
2027	956,843	71,070	1,027,913
2028	968,841	59,072	1,027,913
2029	980,990	46,923	1,027,913
2030	993,290	34,623	1,027,913
2031	1,005,745	22,168	1,027,913
2032	1,018,356	9,557	1,027,913
	10,533,446	773,597	11,307,043

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan Payable of 2013 - Mill Street Wastewater Treatment Plant Expansion Phase 3**

**December 31, 2021**

Date of Issue	September 30, 2013
Date of Maturity	August 6, 2034
Authorized Issue	\$10,034,628
Interest Rate	1.93%
Interest Dates	February 6 and August 6
Payable at	February 6 and August 6
Loan Number	Illinois Environmental Protection Agency

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 538,696	149,473	688,169
2023	549,143	139,026	688,169
2024	559,792	128,377	688,169
2025	570,648	117,521	688,169
2026	581,715	106,454	688,169
2027	592,997	95,172	688,169
2028	604,497	83,672	688,169
2029	616,219	71,950	688,169
2030	628,170	59,999	688,169
2031	640,353	47,816	688,169
2032	652,771	35,398	688,169
2033	665,430	22,739	688,169
2034	677,894	10,275	688,169
	<u>7,878,325</u>	<u>1,067,872</u>	<u>8,946,197</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan Payable of 2014 - Wastewater Project**

**December 31, 2021**

Date of Issue	September 30, 2014
Date of Maturity	July 21, 2035
Authorized Issue	\$10,941,066
Interest Rate	1.995%
Interest Dates	January 21 and July 21
Payable at	January 21 and July 21
Loan Number	Illinois Environmental Protection Agency

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 514,967	161,609	676,576
2023	525,292	151,284	676,576
2024	535,824	140,752	676,576
2025	546,567	130,009	676,576
2026	557,525	119,051	676,576
2027	568,703	107,873	676,576
2028	580,105	96,471	676,576
2029	591,736	84,840	676,576
2030	603,600	72,976	676,576
2031	615,702	60,874	676,576
2032	628,047	48,529	676,576
2033	640,639	35,937	676,576
2034	653,483	23,093	676,576
2035	666,367	9,990	676,357
	<u>8,228,557</u>	<u>1,243,288</u>	<u>9,471,845</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan Payable of 2016 - Farmall Storage Tank Wastewater Project**

**December 31, 2021**

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Date of Issue	October 6, 2016
Date of Maturity	January 1, 2035
Authorized Issue	\$4,506,250
Interest Rate	2.21%
Interest Dates	January 1 and July 1
Payable at	January 1 and July 1
Loan Number	Illinois Environmental Protection Agency

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 201,862	71,222	273,084
2023	206,348	66,736	273,084
2024	210,933	62,151	273,084
2025	215,621	57,463	273,084
2026	220,413	52,671	273,084
2027	225,310	47,774	273,084
2028	230,317	42,767	273,084
2029	235,435	37,649	273,084
2030	240,667	32,417	273,084
2031	246,015	27,069	273,084
2032	251,482	21,602	273,084
2033	257,071	16,013	273,084
2034	262,784	10,300	273,084
2035	268,622	4,462	273,084
	<u>3,272,880</u>	<u>550,296</u>	<u>3,823,176</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan Payable of 2017 - Drinking Water Project**

**December 31, 2021**

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Date of Issue	August 1, 2017
Date of Maturity	August 2, 2039
Authorized Issue	\$22,423,199
Interest Rate	1.64%
Interest Dates	February 2 and August 2
Payable at	February 2 and August 2
Loan Number	Illinois Environmental Protection Agency

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 1,033,929	347,710	1,381,639
2023	1,050,955	330,685	1,381,640
2024	1,068,262	313,378	1,381,640
2025	1,085,852	295,787	1,381,639
2026	1,103,733	277,906	1,381,639
2027	1,121,909	259,731	1,381,640
2028	1,140,384	241,256	1,381,640
2029	1,159,163	222,477	1,381,640
2030	1,178,251	203,389	1,381,640
2031	1,197,654	183,986	1,381,640
2032	1,217,375	164,263	1,381,638
2033	1,237,423	144,217	1,381,640
2034	1,257,800	123,840	1,381,640
2035	1,278,512	103,128	1,381,640
2036	1,299,566	82,074	1,381,640
2037	1,320,966	60,674	1,381,640
2038	1,342,419	38,921	1,381,340
2039	1,367,466	16,811	1,384,277
	<u>21,461,619</u>	<u>3,410,233</u>	<u>24,871,852</u>

**CITY OF ROCK ISLAND, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan Payable of 2018 - Wastewater Project**

**December 31, 2021**

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Date of Issue	June 15, 2018
Date of Maturity	June 15, 2038
Authorized Issue	\$8,368,016
Interest Rate	1.75%
Interest Dates	June 15 and December 15
Payable at	June 15 and December 15
Loan Number	Illinois Environmental Protection Agency

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 379,515	124,205	503,720
2023	386,184	117,536	503,720
2024	392,973	110,747	503,720
2025	399,880	103,840	503,720
2026	406,908	96,812	503,720
2027	414,060	89,660	503,720
2028	421,338	82,382	503,720
2029	428,744	74,976	503,720
2030	436,278	67,442	503,720
2031	443,948	59,772	503,720
2032	451,750	51,970	503,720
2033	459,691	44,029	503,720
2034	467,771	35,949	503,720
2035	475,992	27,728	503,720
2036	484,358	19,362	503,720
2037	492,873	10,847	503,720
2038	249,675	2,185	251,860
	<u>7,191,938</u>	<u>1,119,442</u>	<u>8,311,380</u>

## **STATISTICAL SECTION (Unaudited)**

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

### Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

### Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue sources.

### Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the government's ability to issue additional debt in the future.

### Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

### Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

**CITY OF ROCK ISLAND, ILLINOIS**

**Net Position by Component - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Net Position by Component - Last Ten Fiscal Years\***  
**December 31, 2021 (Unaudited)**

	3/31/2013	3/31/2014	12/31/2014**
<b>Governmental Activities</b>			
Net Investment in Capital Assets	\$ 52,918,208	57,092,829	44,250,721
Restricted	6,913,550	3,981,884	5,767,261
Unrestricted	27,309,246	19,444,812	21,823,839
Total Governmental Activities Net Position	<u>87,141,004</u>	<u>80,519,525</u>	<u>71,841,821</u>
<b>Business-Type Activities</b>			
Net Investment in Capital Assets	38,472,481	35,448,346	39,741,555
Unrestricted	8,674,173	13,832,655	10,078,816
Total Business-Type Activities Net Position	<u>47,146,654</u>	<u>49,281,001</u>	<u>49,820,371</u>
<b>Primary Government</b>			
Net Investment in Capital Assets	91,390,689	92,541,175	83,992,276
Restricted	6,913,550	3,981,884	5,767,261
Unrestricted	35,983,419	33,277,467	31,902,655
Total Primary Government Net Position	<u>134,287,658</u>	<u>129,800,526</u>	<u>121,662,192</u>

Data Source: City Records

\* Accrual Basis of Accounting

\*\*For the nine months ended December 31, 2014

\*\*\*Beginning in the 2015 audit, unrestricted net position now includes the net pension liability due to GASB 68.

12/31/2015***	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
46,596,870	37,724,801	41,446,830	40,933,326	44,660,706	42,832,960	47,225,884
4,486,649	4,023,727	5,191,493	4,937,844	6,942,286	11,743,273	14,007,659
(69,598,723)	(71,036,833)	(86,193,701)	(104,175,193)	(119,005,145)	(136,790,682)	(148,997,877)
(18,515,204)	(29,288,305)	(39,555,378)	(58,304,023)	(67,402,153)	(82,214,449)	(87,764,334)
45,773,478	45,438,646	47,931,549	52,569,874	51,966,905	51,900,273	54,909,992
7,395,445	9,219,438	8,152,119	549,984	4,154,166	4,331,332	242,187
53,168,923	54,658,084	56,083,668	53,119,858	56,121,071	56,231,605	55,152,179
92,370,348	83,163,447	89,378,379	93,503,200	96,627,611	94,733,233	102,135,876
4,486,649	4,023,727	5,191,493	4,937,844	6,942,286	11,743,273	14,007,659
(62,203,278)	(61,817,395)	(78,041,582)	(103,625,209)	(114,850,979)	(132,459,350)	(148,755,690)
34,653,719	25,369,779	16,528,290	(5,184,165)	(11,281,082)	(25,982,844)	(32,612,155)

**CITY OF ROCK ISLAND, ILLINOIS**

**Changes in Net Position - Last Ten Fiscal Years\*  
December 31, 2021 (Unaudited)**

	3/31/2013	3/31/2014	12/31/2014**	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
<b>Expenses</b>										
<b>Governmental Activities</b>										
General Government	\$ 13,943,857	24,861,534	8,735,475	11,687,280	14,808,912	15,390,262	13,440,977	14,152,421	13,023,865	8,759,594
Police and Fire	20,847,960	21,771,346	18,078,614	25,541,117	28,616,235	28,915,352	33,842,945	42,147,938	29,285,674	46,995,046
Electrical Maintenance	595,066	613,300	406,529	610,131	620,045	606,440	617,287	641,991	591,358	554,776
Municipal Vehicle Parking System	274,917	265,338	180,795	102,961	21,146	16,407	16,188	11,773	12,111	10,379
Highways and Streets	8,585,805	5,601,354	3,656,603	10,288,905	8,955,820	5,669,073	4,866,750	4,979,420	4,454,148	5,274,521
Refuse Disposal	1,440,900	1,581,240	1,364,209	1,923,146	—	—	—	—	—	—
Libraries	2,400,381	2,516,131	1,961,467	2,087,051	2,821,006	2,626,515	2,590,184	2,651,951	2,614,144	2,447,236
Interest on Long-Term Debt	557,361	822,915	1,068,080	1,578,506	1,956,622	2,008,587	1,728,807	1,967,070	1,665,036	1,275,180
Total Governmental Activities Expenses	48,646,247	58,033,158	35,451,772	53,819,097	57,799,786	55,232,636	57,103,138	66,552,564	51,646,336	65,316,732
<b>Business-Type Activities</b>										
Waterworks	6,232,948	5,636,469	4,359,962	6,392,711	6,281,090	6,104,700	5,655,945	7,112,784	7,915,549	8,366,020
Wastewater	4,732,170	6,763,891	4,029,394	5,665,557	6,499,963	7,602,343	8,052,147	8,318,782	9,499,477	8,483,813
Park and Recreation	6,294,865	5,778,743	4,884,791	5,869,086	5,748,258	5,909,527	6,652,213	3,740,727	4,940,858	5,059,784
Stormwater	1,409,651	1,643,294	1,106,523	1,468,921	1,754,785	2,002,444	1,768,428	1,754,831	1,452,960	1,609,441
Solid Waste	—	—	—	—	2,739,113	2,356,160	2,132,343	2,391,937	2,118,985	1,811,497
Sunset Marina	757,879	709,573	600,408	639,037	635,920	630,093	649,978	671,175	759,203	698,773
Housing/Community Development Loans	235,295	19,238	174,677	1,613	94,566	229,822	213,615	(354,270)	56,165	25,726
Hydro-Electric Plant	—	—	—	—	—	234,911	265,987	214,891	199,054	1,831,133
Total Business-Type Activities Expenses	19,662,808	20,551,208	15,155,755	20,036,925	23,753,695	25,070,000	25,390,656	23,850,857	26,942,251	27,886,187
Total Primary Government Expenses	68,309,055	78,584,366	50,607,527	73,856,022	81,553,481	80,302,636	82,493,794	90,403,421	78,588,587	93,202,919
<b>Program Revenues</b>										
<b>Governmental Activities</b>										
<b>Charges for Services</b>										
General Government	3,634,169	3,940,813	2,731,745	3,553,328	3,508,018	3,922,176	3,985,979	4,111,384	4,001,703	3,806,798
Police and Fire	4,025,783	4,029,954	3,142,297	4,352,267	4,266,155	4,365,384	5,770,676	6,163,656	5,346,822	5,482,672
Electrical Maintenance	17,597	18,331	16,797	21,739	14,121	—	—	—	—	—
Municipal Vehicle Parking System	169,272	141,122	147,837	143,545	84,137	—	—	—	—	—
Highways and Streets	211,332	178,801	151,484	132,028	140,010	167,892	—	—	—	—
Refuse Disposal	781,637	885,723	651,207	1,274,572	—	—	—	—	—	—
Libraries	222,090	222,087	201,926	232,007	254,387	274,701	280,872	281,691	290,687	280,816
<b>Operating Grants/Contributions</b>										
General Government	2,399,271	2,977,297	1,415,454	779,715	1,038,181	—	36,100	17,713	—	126,289
Police and Fire	99,192	155,522	47,565	30,121	67,499	44,988	7,325	152	255,537	3,251
Highways and Streets	43,850	114,714	—	—	—	970,115	1,057,021	1,586,647	3,067,312	1,559,876
Libraries	179,626	132,009	152,698	121,332	77,767	40	98,970	61,348	61,448	82,339
<b>Capital Grants/Contributions - General Government</b>										
General Government	507,112	7,000	407,000	—	—	1,655,750	1,088,191	1,213,339	945,065	2,015,411
Highways and Streets	—	—	—	—	—	—	—	3,970,333	857,147	1,071,433
Total Governmental Activities Program Revenues	12,290,931	12,803,373	9,066,010	10,640,654	9,450,275	11,401,046	12,325,134	17,406,263	14,825,721	14,428,885

	3/31/2013	3/31/2014	12/31/2014**	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
<b>Business-Type Activities</b>										
<b>Charges for Services</b>										
Waterworks	\$ 6,362,762	6,271,366	4,482,630	6,268,181	6,592,252	6,949,455	7,106,764	7,331,317	7,393,433	7,502,433
Wastewater	7,834,599	7,833,530	5,910,695	8,141,460	8,028,082	8,225,529	8,489,034	8,907,006	10,173,072	9,006,376
Park and Recreation	3,492,199	3,249,990	2,765,565	3,193,190	3,157,753	3,222,589	3,142,900	3,517,646	2,570,985	3,385,004
Stormwater	1,539,720	1,619,310	1,212,238	1,688,477	1,678,363	1,688,428	1,689,701	1,697,936	1,711,286	1,707,153
Solid Waste	—	—	—	—	1,697,287	2,674,988	2,283,752	2,284,997	2,228,715	2,363,959
Sunset Marina	712,057	669,717	636,754	662,263	666,454	663,401	646,862	618,379	629,214	644,424
Housing/Community Development Loans	49,871	100,721	32,611	69,373	67,465	—	—	—	—	—
Hydro-Electric Plant	—	—	—	—	—	278,482	325,429	303,729	274,342	359,437
<b>Operating Grants and Contributions</b>										
Park and Recreation	281,233	445,164	61,816	53,345	95,490	2,000	—	260,273	101,627	76,000
Stormwater	—	34,880	—	—	—	—	—	—	—	—
Solid Waste	—	—	—	—	29,264	29,263	29,264	29,264	27,132	35,604
Sunset Marina	—	2,237	—	—	—	—	—	—	—	—
Housing/Community Development Loans	11,859	—	—	—	100,000	214,070	20,576	(320)	30,429	—
Wastewater Treatment	48,883	268,877	192,571	213,098	—	—	—	—	—	—
<b>Capital Grants/Contributions</b>										
Wastewater	—	—	—	—	354,281	—	—	180,202	—	—
Parks and Recreation	—	—	—	—	—	—	—	—	258,255	110,023
<b>Total Business-Type Activities Program Revenues</b>	<b>20,333,183</b>	<b>20,495,792</b>	<b>15,294,880</b>	<b>20,289,387</b>	<b>22,466,691</b>	<b>23,948,205</b>	<b>23,734,282</b>	<b>25,130,429</b>	<b>25,398,490</b>	<b>25,190,413</b>
<b>Total Primary Government Program Revenues</b>	<b>32,624,114</b>	<b>33,299,165</b>	<b>24,360,890</b>	<b>30,930,041</b>	<b>31,916,966</b>	<b>35,349,251</b>	<b>36,059,416</b>	<b>42,536,692</b>	<b>40,224,211</b>	<b>39,619,298</b>
<b>Net (Expense) Revenue</b>										
Governmental Activities	(36,355,316)	(45,229,785)	(26,385,762)	(43,178,443)	(48,349,511)	(43,831,590)	(44,778,004)	(49,146,301)	(36,820,615)	(50,887,847)
Business-Type Activities	670,375	(55,416)	139,125	252,462	(1,287,004)	(1,121,795)	(1,656,374)	1,279,572	(1,543,761)	(2,695,774)
<b>Total Primary Government Net (Expense) Revenue</b>	<b>(35,684,941)</b>	<b>(45,285,201)</b>	<b>(26,246,637)</b>	<b>(42,925,981)</b>	<b>(49,636,515)</b>	<b>(44,953,385)</b>	<b>(46,434,378)</b>	<b>(47,866,729)</b>	<b>(38,364,376)</b>	<b>(53,583,621)</b>

\* Accrual Basis of Accounting

\*\*For the nine months ended December 31, 2014

**CITY OF ROCK ISLAND, ILLINOIS**

**Changes in Net Position - Last Ten Fiscal Years\* - Continued**  
**December 31, 2021 (Unaudited)**

	3/31/2013	3/31/2014	12/31/2014**	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	\$ 14,138,304	13,870,933	128,534	13,528,878	14,425,385	14,753,208	15,654,951	16,353,606	17,605,833	18,231,586
Gaming	5,576,018	5,115,322	3,738,747	4,872,918	4,803,366	4,474,535	4,310,910	4,164,535	1,492,811	2,792,965
Sales	5,008,704	—	—	—	—	5,032,374	5,190,415	5,216,340	5,009,059	6,151,692
Utility	2,089,790	2,244,178	1,427,556	1,872,737	1,770,537	1,769,384	1,920,433	1,793,966	1,720,883	2,599,843
Income	3,516,323	—	—	—	—	3,583,771	4,449,798	3,796,910	4,296,678	5,231,190
Other	7,657,440	8,407,329	5,727,344	7,474,643	7,678,787	3,011,293	3,142,158	3,177,073	2,606,919	2,045,388
Intergovernmental	—	8,843,026	6,699,854	9,501,573	9,191,190	3,922,384	3,609,072	4,369,334	4,422,416	6,347,344
Interest	121,958	94,752	100,644	244,380	234,197	245,759	305,474	465,882	274,312	(74,806)
Miscellaneous	129,781	418,279	265,720	60,364	389,146	189,038	258,080	239,099	161,750	152,465
Transfers	(285,529)	(385,513)	(379,341)	(602,304)	(916,198)	(437,975)	119,207	471,425	317,221	360,366
Total Governmental Activities General Revenues	37,952,789	38,608,306	17,709,058	36,953,189	37,576,410	36,543,771	38,960,498	40,048,170	37,907,882	43,838,033
Business-Type Activities										
Property Taxes	1,752,884	1,753,400	8,767	1,753,644	1,820,598	1,920,041	1,815,310	2,037,052	1,920,935	1,949,577
Interest	27,985	50,850	12,125	24,395	39,369	107,960	149,271	155,964	109,708	27,137
Miscellaneous	—	—	12	142,228	—	34,535	52,467	50	(59,127)	—
Transfers	285,529	385,513	379,341	602,304	916,198	437,975	(119,207)	(471,425)	(317,221)	(360,366)
Total Business-Type Activities General Revenues	2,066,398	2,189,763	400,245	2,522,571	2,776,165	2,500,511	1,897,841	1,721,641	1,654,295	1,616,348
Total Primary Government General Revenues	40,019,187	40,798,069	18,109,303	39,475,760	40,352,575	39,044,282	40,858,339	41,769,811	39,562,177	45,454,381
Changes in Net Position										
Governmental Activities	1,597,473	(6,621,479)	(8,676,704)	(6,225,254)	(10,773,101)	(7,287,819)	(5,817,506)	(9,098,131)	1,087,267	(7,049,814)
Business-Type Activities	2,736,773	2,134,347	539,370	2,775,033	1,489,161	1,378,716	241,467	3,001,213	110,534	(1,079,426)
Total Primary Government Changes in Net Position	4,334,246	(4,487,132)	(8,137,334)	(3,450,221)	(9,283,940)	(5,909,103)	(5,576,039)	(6,096,918)	1,197,801	(8,129,240)

Data Source: City Records

\* Accrual Basis of Accounting

\*\*For the nine months ended December 31, 2014

**CITY OF ROCK ISLAND, ILLINOIS**

**Program Revenue by Function/Program - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Program Revenue by Function/Program - Last Ten Fiscal Years\***  
**December 31, 2021 (Unaudited)**

	3/31/2013	3/31/2014	12/31/2014*
<b>Governmental Activities:</b>			
General Government	\$ 6,540,552	6,925,110	4,554,199
Police and Fire	4,124,975	4,185,476	3,189,862
Electrical Maintenance	17,597	18,331	16,797
Municipal Vehicle Parking System	169,272	141,122	147,837
Highways and Streets	255,182	293,515	151,484
Refuse Disposal	781,637	885,723	651,207
Libraries	401,716	354,096	354,624
Total Governmental Activities	<u>12,290,931</u>	<u>12,803,373</u>	<u>9,066,010</u>
<b>Business-Type Activities:</b>			
Water	6,362,762	6,271,366	4,482,630
Wastewater Treatment	7,883,482	8,102,407	6,103,266
Park and Recreation	3,773,432	3,695,154	2,827,381
Stormwater	1,539,720	1,654,190	1,212,238
Solid Waste	—	—	—
Sunset Marina	712,057	671,954	636,754
Housing and Community Development Loan	61,730	100,721	32,611
Hydro-Electric Plant	—	—	—
Total Business-Type Activities	<u>20,333,183</u>	<u>20,495,792</u>	<u>15,294,880</u>
Total Program Revenue	<u><u>32,624,114</u></u>	<u><u>33,299,165</u></u>	<u><u>24,360,890</u></u>

Data Source: City Records

\*Modified Accrual Basis of Accounting

\*\*For the nine months ended December 31, 2014

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
4,333,043	4,446,359	5,577,926	5,110,270	5,342,436	4,946,768	5,948,498
4,382,388	4,333,654	4,410,372	5,778,001	6,163,808	5,602,359	5,485,923
21,739	14,121	—	—	—	—	—
143,545	84,137	—	—	—	—	—
132,028	140,010	1,138,007	1,057,021	5,556,980	3,924,459	2,631,309
1,274,572	—	—	—	—	—	—
353,339	291,731	274,741	379,842	343,039	352,135	363,155
10,640,654	9,310,012	11,401,046	12,325,134	17,406,263	14,825,721	14,428,885
6,268,181	6,579,537	6,949,455	7,106,764	7,331,317	7,393,433	7,502,433
8,354,558	8,382,363	8,225,529	8,489,034	8,907,006	10,173,072	9,006,376
3,246,535	3,235,696	3,224,589	3,142,900	3,958,121	2,930,867	3,571,027
1,688,477	1,678,363	1,688,428	1,689,701	1,697,936	1,711,286	1,707,153
—	1,774,859	2,704,251	2,313,016	2,314,261	2,255,847	2,399,563
662,263	666,454	663,401	646,862	618,379	629,214	644,424
69,373	149,925	214,070	20,576	(320)	30,429	—
—	—	278,482	325,429	303,729	274,342	359,437
20,289,387	22,467,197	23,948,205	23,734,282	25,130,429	25,398,490	25,190,413
30,930,041	31,777,209	35,349,251	36,059,416	42,536,692	40,224,211	39,619,298

**CITY OF ROCK ISLAND, ILLINOIS**

**Fund Balances of Governmental Funds - Last Ten Fiscal Years\***  
**December 31, 2021 (Unaudited)**

	3/31/2013	3/31/2014	12/31/2014**
General Fund			
Nonspendable	\$ —	—	—
Restricted	273,308	279,058	319,444
Assigned	—	—	—
Unassigned	11,145,921	12,106,153	11,764,247
Total General Fund	<u>11,419,229</u>	<u>12,385,211</u>	<u>12,083,691</u>
All Other Governmental Funds			
Nonspendable	—	—	—
Restricted	10,253,731	14,214,384	21,717,973
Committed	13,668,164	14,688,538	13,402,986
Assigned	118,646	60,554	24,462
Unassigned	(2,447,709)	(671,307)	(112,079)
Total All Other Governmental Funds	<u>21,592,832</u>	<u>28,292,169</u>	<u>35,033,342</u>
Total Governmental Funds	<u><u>33,012,061</u></u>	<u><u>40,677,380</u></u>	<u><u>47,117,033</u></u>

Data Source: City Records

\* Modified Accrual Basis of Accounting

\*\*For the nine months ended December 31, 2014

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
—	—	7,703	21,367	28,935	29,335	27,204
173,019	205,945	236,973	284,802	325,429	350,130	284,344
—	—	—	—	—	—	—
9,926,916	9,959,210	8,598,358	9,491,653	9,067,499	11,317,177	13,540,026
10,099,935	10,165,155	8,843,034	9,797,822	9,421,863	11,696,642	13,851,574
—	—	296,232	266,464	—	—	—
8,979,039	4,492,665	5,100,304	4,678,929	6,624,493	11,524,914	13,723,315
12,312,660	12,516,168	11,304,438	10,502,634	9,818,941	6,547,923	6,180,957
—	—	—	—	—	—	—
(304,077)	(488,640)	(1,218,648)	(1,934,464)	(861,920)	(1,740,452.00)	(2,745,775)
20,987,622	16,520,193	15,482,326	13,513,563	15,581,514	16,332,385	17,158,497
31,087,557	26,685,348	24,325,360	23,311,385	25,003,377	28,029,027	31,010,071

**CITY OF ROCK ISLAND, ILLINOIS**

**Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years\*  
December 31, 2021 (Unaudited)**

	3/31/2012	3/31/2013	12/31/2014**
<b>Revenues</b>			
Property Taxes	\$ 14,926,606	14,237,213	13,789,066
Other Taxes	24,051,197	24,100,438	17,635,801
Fines and Fees	440,067	396,131	254,340
Intergovernmental	2,478,842	3,337,053	1,319,764
Charges for Services	7,132,888	7,393,462	5,717,948
Licenses and Permits	1,125,729	1,172,228	820,117
Contributions	659,198	181,653	828,497
Miscellaneous	90,368	87,257	57,443
Interest	349,556	204,542	93,411
Total Revenues	<u>51,254,451</u>	<u>51,109,977</u>	<u>40,516,387</u>
<b>Expenditures</b>			
<b>Current</b>			
General Government	12,432,804	21,513,727	12,800,419
Police and Fire	20,788,783	21,343,536	17,199,496
Electrical Maintenance	604,893	621,642	406,574
Motor Vehicle Parking System	190,179	194,694	127,269
Highways and Streets	4,503,406	4,270,551	3,556,320
Refuse Disposal	1,541,430	1,684,440	1,450,803
Libraries	2,296,800	2,401,209	1,901,690
Capital Outlay	5,083,118	8,585,290	6,571,014
<b>Debt Service</b>			
Principal Retirement	1,666,965	1,759,150	17,032,100
Interest and Fiscal Charges	566,000	827,665	1,265,574
Total Expenditures	<u>49,674,378</u>	<u>63,201,904</u>	<u>62,311,259</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,580,073</u>	<u>(12,091,927)</u>	<u>(21,794,872)</u>
<b>Other Financing Sources (Uses)</b>			
Debt Issuance	5,542,538	19,718,064	28,334,398
Discount on Debt Issuance	(60,934)	—	(28,013)
Premium on Debt Issuance	60,765	370,408	414,683
Payment to Bond Escrow Agent	(391,606)	—	—
Disposal of Capital Assets	—	—	—
Transfers In	9,350,372	10,805,792	10,345,690
Transfers Out	(9,633,779)	(11,137,018)	(10,832,233)
	<u>4,867,356</u>	<u>19,757,246</u>	<u>28,234,525</u>
Net Change in Fund Balances	<u>6,447,429</u>	<u>7,665,319</u>	<u>6,439,653</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>4.83%</u>	<u>4.70%</u>	<u>32.87%</u>

Data Source: City Records

\* Modified Accrual Basis of Accounting

\*\*For the nine months ended December 31, 2014

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
13,528,878	14,425,385	14,753,208	15,654,951	16,353,606	17,605,833	18,231,586
23,659,171	23,634,458	9,393,023	9,993,155	9,318,125	5,799,853	7,029,615
304,103	252,975	589,627	688,343	588,431	339,943	334,153
1,115,498	1,274,567	15,209,422	15,536,892	16,261,783	18,914,662	22,588,825
7,991,480	7,011,919	7,206,097	8,493,842	8,952,275	8,252,847	8,241,154
918,624	811,535	934,429	855,342	1,016,025	1,046,422	994,979
71,650	84,156	—	—	—	—	—
126,367	312,404	212,631	235,206	239,099	161,750	152,465
226,161	193,701	189,038	258,080	356,425	203,065	(73,975)
47,941,932	48,001,100	48,487,475	51,715,811	53,085,769	52,324,375	57,498,802
12,694,856	12,616,091	11,823,905	12,630,693	12,006,557	11,418,951	11,377,175
23,722,239	24,220,914	26,177,110	27,581,297	29,118,200	28,660,949	28,925,728
610,131	581,775	606,440	617,287	641,991	591,358	554,776
31,843	23,491	16,407	16,188	11,773	12,111	10,379
5,146,089	4,949,812	2,953,155	3,538,242	3,418,159	4,628,225	4,215,643
2,009,527	69,984	—	—	—	—	—
2,742,615	2,536,922	2,498,046	2,463,908	2,525,200	3,193,568	2,884,756
18,659,555	5,957,920	4,165,415	971,607	1,019,404	971,254	1,833,223
2,289,823	2,668,950	2,835,000	2,867,750	2,768,650	3,047,500	3,134,550
1,611,557	1,951,936	1,967,099	1,826,274	1,813,521	1,825,026	1,673,559
69,518,235	55,577,795	53,042,577	52,513,246	53,323,455	54,348,942	54,609,789
(21,576,303)	(7,576,695)	(4,555,102)	(797,435)	(237,686)	(2,024,567)	2,889,013
7,343,000	5,390,000	5,110,700	—	7,185,000	3,975,000	6,304,419
—	—	—	—	—	—	(107,524)
187,331	183,807	179,154	—	64,153	560,649	1,104,151
(1,374,410)	(1,853,867)	(2,608,198)	—	(5,239,245)	—	(7,626,215)
—	—	(2,217)	(44,320)	(139,028)	262,062	(3,196)
17,117,892	11,716,188	9,503,157	9,454,560	9,094,827	7,737,615	8,394,168
(17,726,986)	(12,261,642)	(9,987,482)	(9,346,718)	(9,036,030)	(7,485,109)	(7,973,772)
5,546,827	3,174,486	2,195,114	63,522	1,929,677	5,050,217	92,031
(16,029,476)	(4,402,209)	(2,359,988)	(733,913)	1,691,991	3,025,650	2,981,044
7.85%	8.94%	9.68%	9.28%	9.45%	9.39%	9.25%

**CITY OF ROCK ISLAND, ILLINOIS**

**General Governmental Tax Revenues by Source - Last Ten Fiscal Years\*  
December 31, 2021 (Unaudited)**

Fiscal Year	Property Tax	Replacement Tax	Sales Tax	Use Tax	Income Tax
3/31/2013	\$ 14,926,606	\$ 2,444,370	\$ 5,027,347	\$ 619,887	\$ 3,711,030
3/31/2014	14,237,213	3,800,493	5,071,240	672,361	3,782,583
12/31/2014*	13,789,066	1,923,984	3,896,747	569,064	2,779,496
12/31/2015	13,528,878	2,554,822	5,309,060	861,631	4,151,610
12/31/2016	14,425,385	2,626,781	5,513,009	931,146	3,798,200
12/31/2017	14,753,208	2,914,365	5,032,374	1,008,019	3,583,771
12/31/2018	15,654,951	2,479,049	5,190,415	1,130,023	4,449,798
12/31/2019	16,353,606	3,072,974	5,216,340	1,296,360	3,796,910
12/31/2020	17,605,833	2,751,070	5,009,059	1,671,346	4,296,678
12/31/2021	18,231,586	4,815,453	6,151,692	1,531,891	5,231,190
Change 3/31/13-12/31/21	22.1%	97.0%	22.4%	147.1%	41.0%

Data Source: City Records

\*For the nine months ended December 31, 2014

\*\*Other Taxes include Franchise Tax, Gas Use Tax, Telecom Infrastructure Tax, Food and Beverage Tax, Local Sales Tax Admin Fee, Auto Rental Tax, Pull Tab Tax, Video Gaming Tax, and Utility Penalties

Utility Tax	Gasoline Tax	Other Tax**	Wagering Tax	Motor Fuel Tax	Hotel/Motel Tax	Total
\$ 2,044,178	\$ 216,733	\$ 2,944,713	\$ 5,576,018	\$ 1,101,454	\$ 365,467	\$ 38,977,803
2,173,089	209,290	2,631,209	5,115,322	1,264,855	379,996	39,337,651
1,426,617	166,268	1,919,670	3,738,747	888,666	326,542	31,424,867
1,792,065	220,749	2,507,087	4,872,918	1,032,768	356,461	37,188,049
1,776,480	242,931	2,572,763	4,803,366	996,359	373,423	38,059,843
1,769,384	265,233	2,383,988	4,474,535	907,226	362,072	37,454,175
1,920,433	376,122	2,414,439	4,310,911	998,692	351,596	39,276,429
1,793,966	530,431	2,356,052	4,164,535	1,280,021	290,590	40,151,785
1,720,883	428,796	2,037,495	1,492,811	1,419,916	140,628	38,574,515
2,599,843	421,461	70,353	2,792,965	1,528,803	212,474	43,587,711
27.2%	94.5%	(97.6%)	49.9%	38.8%	41.9%	11.8%

**CITY OF ROCK ISLAND, ILLINOIS**

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years  
December 31, 2021 (Unaudited)**

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Fiscal Year	Residential Property	Farm	Commercial Property	Industrial Property
3/31/2012	\$ 338,533,938	\$ 379,853	\$ 86,157,278	\$ 51,038,902
3/31/2013	324,124,044	398,366	80,313,679	50,786,603
12/31/2014*	310,848,722	487,151	77,148,017	55,034,580
12/31/2015	310,067,178	489,050	78,706,665	54,964,548
12/31/2016	314,914,792	503,200	84,140,915	56,757,213
12/31/2017	323,251,031	555,593	89,538,538	54,970,861
12/31/2018	327,803,750	551,884	88,220,048	54,576,317
12/31/2019	331,949,119	576,823	87,516,665	55,014,696
12/31/2020	336,982,228	599,283	88,866,772	55,061,918
12/31/2021	338,539,546	732,983	87,933,968	58,575,219

Data Source: Office of the County Clerk

\*For the nine months ended December 31, 2014

Note: There is no personal property tax (on cars or jewelry); only real property is taxed. The above information presents the information for each period for which it is levied. A tax levy provides taxes remitted in the following year. The farmland value is based upon productivity instead of actual market value.

Railway Property	Enterprise	Total Taxable Assessed Value	Total Direct Tax Rate	Taxable Value	Percentage of Actual Value
\$ 1,512,339	\$ —	\$ 477,622,310	2.4002	\$ 1,432,866,930	33.33%
3,007,939	—	458,630,631	2.3978	1,375,891,893	33.33%
3,549,995	—	447,068,465	2.3852	1,341,205,395	33.33%
3,816,687	—	448,044,128	2.4002	1,344,132,384	33.33%
3,850,056	(3,710,480)	456,455,696	2.3882	1,369,367,088	33.33%
4,129,830	—	472,445,853	2.6038	1,417,337,559	33.33%
4,541,728	—	475,693,727	2.6570	1,427,081,181	33.33%
4,697,929	—	479,755,232	2.7497	1,439,265,696	33.33%
4,987,205	—	486,497,406	2.7590	1,459,492,218	33.33%
5,226,153	—	491,007,869	2.7479	1,473,023,607	33.33%

**CITY OF ROCK ISLAND, ILLINOIS**

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years  
December 31, 2021 (Unaudited)**

	12/31/2012	12/31/2013	12/31/2014
<b>City Direct Rates</b>			
General	0.5938	0.4842	0.3066
Fire Pension	0.4428	0.4890	0.5974
Police Pension	0.5018	0.5416	0.6000
Public Benefit	0.0500	0.0500	0.0498
Public Library	0.4296	0.4408	0.4400
Park	0.3822	0.3922	0.3914
<b>Total City Direct Rates</b>	<b>2.4002</b>	<b>2.3978</b>	<b>2.3852</b>
<b>Overlapping Rates</b>			
Special Service	—	5.8216	5.9210
Rock Island District	5.2590	5.3066	5.2982
Rock Island County	0.8872	1.0184	1.0596
Township (1)	0.4296	0.4454	0.4388
Airport Authority	0.0750	0.0750	0.0750
Transit	0.1948	0.2054	0.2082
Blackhawk Community College	0.5403	0.5427	0.5485
<b>Total Overlapping Rates</b>	<b>7.3859</b>	<b>13.4151</b>	<b>13.5493</b>

(1) Data reported for Rock Island Township

Data Source: City and Office of the County Clerk

Note: Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all City property owners, although the County property tax rates apply to all City property owners; the Airport Authority rates apply to the property owners within that Authority's geographic boundaries.

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
0.2650	0.1908	0.3406	0.3610	0.3903	0.2671	0.2608
0.6142	0.6476	0.6896	0.6860	0.7078	0.7723	0.7762
0.6340	0.6796	0.7116	0.7386	0.7755	0.8639	0.8447
0.0504	0.0498	0.0322	0.0320	0.0316	0.0314	0.0294
0.4428	0.4342	0.4392	0.4442	0.4469	0.4362	0.4380
0.3938	0.3862	0.3906	0.3952	0.3976	0.3881	0.3988
2.4002	2.3882	2.6038	2.6570	2.7497	2.7590	2.7479
—	—	—	—	—	—	—
5.4610	5.3782	5.3398	5.3732	5.3897	5.4136	5.3731
1.2480	1.2466	1.2436	1.3674	1.4602	1.4355	1.4369
0.4334	0.4014	0.3950	0.3876	0.3815	0.3824	0.3199
0.0750	0.0750	0.0756	0.0748	0.0733	0.0721	0.0696
0.2086	0.2056	0.2120	0.1952	0.1958	0.2000	0.1952
0.5598	0.5718	0.5676	0.5632	0.5714	0.5682	0.5620
7.9858	7.8786	7.8336	7.9614	8.0719	8.0718	7.9567

**CITY OF ROCK ISLAND, ILLINOIS**

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago  
December 31, 2021 (Unaudited)**

Taxpayer	2021			2011		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
DNC Gaming & Entertainment	\$ 20,975,819	1	4.00%			
Modern Woodmen of America	9,066,667	2	1.70%	\$ 8,293,405	2	1.80%
GTI Rock Island Partners	5,827,063	3	1.10%			
Breit US Winston Holdings LLC	5,653,749	4	1.10%			
Millennia Housing Dev/Cor	3,279,212	5	0.60%			
MidAmerican Energy Co	3,140,274	6	0.60%	5,070,135	5	1.10%
PFG Thoms Proestler Co	3,107,333	7	0.60%	4,631,691	3	1.00%
LRC HV LLC	2,998,634	8	0.60%			
Heather Ridge II TC LP	2,995,979	9	0.60%			
Friendship Manor Prop LLC	2,768,600	10	0.50%	3,036,840	4	0.70%
Rock Island Boardworks Inc				21,956,462	1	4.80%
First Equity Management				2,564,295	6	0.60%
ATI Products				2,333,405	7	0.50%
Illinois Housing Development				2,050,339	8	0.50%
LRC Developers				1,971,337	9	0.40%
Eye Surgeons Facilities				1,617,271	10	0.40%
	<u>59,813,330</u>		<u>11.40%</u>	<u>53,525,180</u>		<u>11.80%</u>

Data Source: Office of the County Clerk

**CITY OF ROCK ISLAND, ILLINOIS**

**Property Tax Levies and Collections - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
3/31/2013	2012	\$ 11,460,972	\$ 11,443,093	99.84%	\$ 7,225	\$ 11,450,318	99.91%
3/31/2014	2013	11,005,492	11,004,896	99.99%	—	11,004,896	99.99%
12/31/2014*	2013	10,716,640	10,707,090	99.91%	—	10,707,090	99.91%
12/31/2015	2014	10,716,640	10,707,090	99.91%	—	10,707,090	99.91%
12/31/2016	2015	10,684,685	10,681,880	99.97%	—	10,681,880	99.97%
12/31/2017	2016	11,447,518	11,367,229	99.30%	—	11,367,229	99.30%
12/31/2018	2017	12,234,077	11,852,767	96.88%	—	11,852,767	96.88%
12/31/2019	2018	12,761,805	12,637,065	99.02%	—	12,637,065	99.02%
12/31/2020	2019	13,377,220	13,286,035	99.32%	—	13,286,035	99.32%
12/31/2021	2020	13,546,907	13,177,956	97.28%	—	13,177,956	97.28%

Data Source: City Records

\*For the nine months ended December 31, 2014

Note: There is no personal property tax (on cars or jewelry); only real property is taxed. The above information presents the information for each period for which it is levied. A tax levy provides taxes remitted in the following year. The City changed fiscal years in 2014.

**CITY OF ROCK ISLAND, ILLINOIS**

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

Fiscal Year	Governmental Activities	
	General Obligation Bonds	Line of Credit
3/31/2013	\$ 15,188,450	\$ 3,022,538
3/31/2014	24,054,300	12,115,602
12/31/2014*	48,294,478	—
12/31/2015	52,209,311	—
12/31/2016	53,262,110	—
12/31/2017	53,152,326	—
12/31/2018	50,100,719	—
12/31/2019	49,457,603	—
12/31/2020	50,831,567	—
12/31/2021	46,964,578	—

Data Source: City Records

\*For the nine months ended December 31, 2014

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

Note: Details regarding the City's outstanding debt may be found in the notes to the basic financial statements. As a "Home Rule" entity, under the State of Illinois Constitution, the City has no statutory debt limit.

Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
IEPA Loans Payable	Capital Leases Payable	General Obligation Bonds			
\$ 18,892,687	\$ —	\$ 20,108,217	\$ 57,211,892	N/A	\$ 1,466.29
41,240,029	—	18,330,700	95,740,631	N/A	2,453.76
41,594,833	—	16,732,420	106,621,731	N/A	2,732.63
47,094,293	—	15,008,419	114,312,023	N/A	2,929.73
53,333,439	—	13,180,794	119,776,343	N/A	3,069.77
57,958,002	—	11,389,911	122,500,239	N/A	3,139.58
64,822,495	—	9,988,009	124,911,223	N/A	3,201.37
73,775,202	192,356	8,792,030	132,217,191	N/A	3,388.62
72,202,977	146,744	17,387,026	140,568,314	N/A	3,602.65
58,770,371	99,519	26,254,711	132,089,179	N/A	3,559.59

**CITY OF ROCK ISLAND, ILLINOIS**

**Ratio of General Bonded Debt Outstanding - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

Fiscal Year	Governmental	Business-Type	Less: Amounts Available for Debt Service	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
	Activities General Obligation Bonds	Activities General Obligation Bonds				
3/31/2013	\$ 15,188,450	\$ 20,108,217	\$ 1,029,992	\$ 34,266,675	7.17%	\$ 878.23
3/31/2014	24,054,300	18,330,700	1,213,732	41,171,268	8.98%	1,055.19
12/31/2014*	48,294,478	16,732,420	997,676	64,029,222	14.32%	1,641.02
12/31/2015	52,209,311	15,008,419	1,387,110	65,830,620	14.69%	1,687.19
12/31/2016	53,262,110	13,180,794	1,623,000	64,819,904	14.20%	1,661.28
12/31/2017	53,152,326	11,389,911	1,048,523	63,493,714	13.44%	1,627.29
12/31/2018	50,100,719	9,988,009	1,161,016	58,927,712	12.39%	1,510.27
12/31/2019	49,457,603	8,792,030	—	58,249,633	12.14%	1,492.89
12/31/2020	50,831,567	17,387,026	32,845	68,185,748	14.02%	1,747.55
12/31/2021	46,964,578	26,254,711	—	73,219,289	14.91%	1,973.14

Data Source: City Records

\*For the nine months ended December 31, 2014

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

Note: Details regarding the City's outstanding debt may be found in the notes to the basic financial statements. As a "Home Rule" entity, under the State of Illinois Constitution, the City has no statutory debt limit.

**CITY OF ROCK ISLAND, ILLINOIS**

**Schedule of Direct and Overlapping Governmental Activities Debt  
December 31, 2021 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to City (1)	City's Share of Debt
City	\$ 46,964,578	100.000%	\$ 46,964,578
Overlapping Debt			
Schools			
Rock Island School District No. 41	35,070,000	70.420%	24,696,294
Rockridge School District No. 300	10,015,000	17.000%	1,702,550
Blackhawk College	32,500,000	16.550%	5,378,750
Other Than Schools			
Rock Island County (1)	5,480,000	16.550%	906,940
Rock Island County Forest Preserve District	6,340,000	16.550%	1,049,270
Rock Island County Nursing Home	26,770,000	16.550%	4,430,435
Metropolitan Airport Authority	<u>12,445,000</u>	21.890%	<u>2,724,211</u>
Total Overlapping Debt	<u>128,620,000</u>		<u>40,888,450</u>
Total Direct and Overlapping Debt	<u><u>175,584,578</u></u>		<u><u>87,853,028</u></u>

\*Data Source: City and County Records

Assessed value data used to estimate applicable provided by Rock Island County Auditor. Debt outstanding data was provided by each governmental unit.

(1) Determined by ratio of assessed valuation of property subject to taxation in the City to valuation of property subject to taxation in overlapping unit.

**CITY OF ROCK ISLAND, ILLINOIS**

**Legal Debt Margin**

**December 31, 2021 (Unaudited)**

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The City is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois constitution governs computation of legal debt margin.

The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by some home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.

To date the General Assembly has set no limits for home rule municipalities.

**CITY OF ROCK ISLAND, ILLINOIS**

**Demographic and Economic Statistics - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
3/31/2013	39,018	\$ N/A	\$ 43,558	37.0	6,269	8.30%
3/31/2014	39,018	N/A	43,558	37.0	6,334	7.90%
12/31/2014*	39,018	N/A	43,558	37.0	6,334	6.60%
12/31/2015	39,018	N/A	43,558	37.0	6,258	7.40%
12/31/2016	39,018	N/A	43,558	37.0	6,258	6.30%
12/31/2017	39,018	N/A	43,558	37.0	6,767	4.70%
12/31/2018	39,018	N/A	43,558	37.0	6,364	5.20%
12/31/2019	39,018	N/A	43,558	36.6	6,337	5.20%
12/31/2020	39,018	N/A	43,558	36.6	6,270	6.00%
12/31/2021	37,108	N/A	43,558	36.6	6,017	4.10%

Data Source: City and Bi-State Regional Planning Commission records

\*For the nine months ended December 31, 2014

N/A - Not Available

**CITY OF ROCK ISLAND, ILLINOIS**

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago  
December 31, 2021 (Unaudited)**

Employer	2021			2013		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Unity Point Health -						
Trinity (Rock Island Only)	2,048	1	9.42%	1,700	1	9.57%
Jumer's Casino & Hotel	550	2	2.53%	550	5	3.10%
Augustana College	550	3	2.53%	550	6	3.10%
Thoms Proestler Co	530	4	2.44%		5	0.00%
City of Rock Island	475	5	2.19%	632	4	3.56%
Modern Woodmen Of America	435	6	2.00%	435	8	2.45%
US Post Office	300	7	1.38%	300	9	1.69%
Silver Cross Friendship Manor	300	8	1.38%			
Royal Neighbors of America	257	9	1.18%	257	10	1.45%
Miller Container Corp	230	10	1.15%			
Rock Island County				802	2	4.51%
Rock Island-Milan School District				795	3	4.47%
Performance Food Group				530	7	2.98%
	<u>5,675</u>		<u>26.20%</u>	<u>6,551</u>		<u>36.88%</u>
Total City Employment	<u>21,731</u>			<u>17,766</u>		

Data Source: City and Bi-State Regional Planning Commission records

**CITY OF ROCK ISLAND, ILLINOIS**

**Full-time Equivalent City Government Employees by Function - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

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**See Following Page**

**CITY OF ROCK ISLAND, ILLINOIS**

**Full-time Equivalent City Government Employees by Function - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

Function	3/31/2013	3/31/2014	12/31/2014*	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
<b>General Government</b>										
Mayor and Council	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
City Clerk	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.65	1.23
General Administration	3.00	3.00	3.00	3.00	3.00	2.50	2.00	2.00	2.00	2.00
	<u>12.00</u>	<u>12.00</u>	<u>12.00</u>	<u>12.00</u>	<u>12.00</u>	<u>11.50</u>	<u>11.00</u>	<u>11.00</u>	<u>11.65</u>	<u>11.23</u>
<b>Administrative Services</b>										
Administration	3.40	—	—	—	—	—	—	—	—	—
Personnel Services	0.40	—	—	—	—	—	—	—	—	—
Insurance	1.60	—	—	—	—	—	—	—	—	—
IT Services	5.35	—	—	—	—	—	—	—	—	—
GIS	0.25	—	—	—	—	—	—	—	—	—
	<u>11.00</u>	<u>—</u>								
<b>Human Resources</b>										
Administration	—	2.20	2.20	2.20	2.20	2.00	2.00	2.00	1.88	1.88
Personnel Services	—	0.40	0.40	0.40	0.40	0.35	0.35	0.35	0.27	0.27
Insurance	—	1.40	1.40	1.40	1.40	1.65	1.65	1.65	1.58	1.58
	<u>—</u>	<u>4.00</u>	<u>3.73</u>	<u>3.73</u>						
<b>Finance</b>										
Administration	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Customer Service	4.00	4.00	4.31	5.23	5.23	5.00	5.15	5.35	5.25	5.25
Accounting	5.00	5.00	5.00	5.00	5.00	5.00	4.35	4.65	4.75	4.75
	<u>10.00</u>	<u>10.00</u>	<u>10.31</u>	<u>11.23</u>	<u>11.23</u>	<u>11.00</u>	<u>10.50</u>	<u>11.00</u>	<u>11.00</u>	<u>11.00</u>
<b>Information Technology</b>										
Administration	—	2.00	2.00	2.00	2.00	1.85	1.80	1.80	1.70	1.70
Services	—	4.80	4.50	4.50	4.50	4.20	3.80	3.80	3.00	3.00
GIS	—	0.20	0.50	0.50	0.50	0.45	0.40	0.40	0.30	0.30
	<u>—</u>	<u>7.00</u>	<u>7.00</u>	<u>7.00</u>	<u>7.00</u>	<u>6.50</u>	<u>6.00</u>	<u>6.00</u>	<u>5.00</u>	<u>5.00</u>
<b>Community/Economic Development</b>										
Administration	0.50	0.75	0.86	0.94	0.95	0.82	1.30	2.30	2.30	2.30
Economic Development	1.88	2.50	3.23	3.06	3.05	3.38	4.28	3.23	2.99	2.70
Planning/Zoning/Historic Preservation	5.72	4.85	3.77	3.89	3.74	2.99	2.87	3.69	3.70	3.89
Neighborhood Redevelopment	1.90	1.90	2.25	2.26	2.26	3.01	2.57	1.97	1.30	2.30
Inspection	4.95	4.92	6.07	6.12	5.94	6.00	5.75	5.85	5.85	5.90
Rental Inspection	5.05	5.08	4.05	4.03	4.06	4.00	4.25	4.15	5.15	4.25
Stormwater	—	—	—	—	—	—	—	—	0.85	0.85
Resident Service/Programs	—	—	—	—	—	—	—	—	0.15	—
	<u>20.00</u>	<u>20.00</u>	<u>20.23</u>	<u>20.30</u>	<u>20.00</u>	<u>20.20</u>	<u>21.02</u>	<u>21.19</u>	<u>22.29</u>	<u>22.19</u>
<b>Martin Luther King Jr. Center</b>										
Administration	2.20	3.75	3.05	3.00	3.00	2.87	3.01	3.64	3.45	3.29
Sponsored Programs	7.56	10.27	11.62	12.04	9.34	11.98	12.32	13.11	12.94	13.35
	<u>9.76</u>	<u>14.02</u>	<u>14.67</u>	<u>15.04</u>	<u>12.34</u>	<u>14.85</u>	<u>15.33</u>	<u>16.75</u>	<u>16.39</u>	<u>16.64</u>
<b>Police</b>										
Administration	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Patrol	56.00	57.00	58.35	58.30	51.30	51.45	49.45	50.45	53.95	57.80
Community Services	2.45	2.45	2.45	2.45	2.45	2.41	2.41	2.41	2.41	2.43
Resource Services	2.53	2.53	2.53	2.53	2.53	2.50	2.49	2.49	2.49	2.55
Communication	13.16	13.16	13.16	13.16	13.16	13.14	13.15	13.15	13.15	13.15
Technical Services	2.38	2.38	2.38	2.38	2.38	2.34	2.34	2.34	2.34	2.36
Records	5.48	5.48	5.48	5.48	5.48	5.46	5.46	5.46	5.46	5.51
Major Crime	10.20	10.20	9.90	9.90	10.20	10.20	9.25	9.40	8.45	11.85
Narcotics/Vice	7.30	7.30	5.30	5.30	12.15	12.15	12.15	—	—	—
Tactical Operations	—	—	—	—	—	—	—	10.90	8.35	8.35
Juvenile	6.50	6.50	6.50	6.50	6.35	6.35	7.30	7.40	7.40	—
	<u>110.00</u>	<u>111.00</u>	<u>110.05</u>	<u>110.00</u>	<u>110.00</u>	<u>110.00</u>	<u>108.00</u>	<u>108.00</u>	<u>108.00</u>	<u>108.00</u>

	3/13/2013	3/31/2014	12/31/2014*	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
<b>Fire</b>										
Administration	8.94	8.94	8.94	8.94	8.94	8.94	8.94	9.32	9.21	9.21
Fire Prevention	6.94	6.94	6.94	6.94	6.94	6.94	6.94	7.34	7.90	7.61
Emergency/Disaster Services	20.52	20.52	20.52	20.52	20.52	20.52	20.52	20.63	20.36	20.36
Ambulance	22.60	22.60	22.60	22.60	22.60	22.60	22.60	22.71	22.13	22.42
	59.00	59.00	59.00	59.00	59.00	59.00	59.00	60.00	59.60	59.60
<b>Public Works</b>										
Administration	20.46	20.50	19.74	18.84	18.84	17.23	17.34	17.39	17.04	16.04
Street Maintenance & Repair	8.32	8.32	8.88	7.54	8.67	7.67	7.12	7.61	7.61	7.93
Snow & Ice Control	0.64	0.64	0.34	0.66	0.65	0.59	0.55	0.65	0.69	0.77
Refuse Collection	8.02	8.02	8.09	7.80	7.90	7.95	7.95	7.95	7.95	7.95
Levee/ROW Maintenance	5.92	5.92	6.66	5.72	5.83	5.19	4.78	5.50	5.50	5.18
Water Distribution	13.75	13.75	12.78	13.75	12.35	8.45	7.95	8.00	8.00	8.00
Wastewater Collection	3.02	2.97	2.85	2.97	2.97	6.45	6.95	6.95	7.45	7.45
Motor Vehicle Parking	1.88	1.88	1.88	0.18	0.05	0.05	0.05	—	—	—
Water Treatment	10.63	10.28	10.27	10.25	10.25	10.38	10.38	10.75	10.32	10.32
Wastewater Treatment	9.68	9.68	9.52	9.50	9.50	10.35	10.35	11.65	10.89	10.99
Fleet Services	9.15	9.15	10.00	10.00	10.00	10.00	10.00	10.00	11.00	11.00
Electrical Maintenance	3.00	2.00	2.00	1.80	1.80	1.80	1.80	1.80	1.80	2.00
Engineering Services	10.62	10.28	9.91	10.61	10.61	10.16	9.46	9.41	6.36	6.36
Building Maintenance	1.70	1.70	1.28	2.45	2.20	2.20	2.20	2.20	2.20	2.09
Park Maintenance	—	—	—	—	—	—	—	5.29	4.75	4.75
Rock Island Arsenal	—	—	—	—	—	—	—	—	—	4.00
Sunset Marina	1.24	1.24	1.84	1.40	0.95	0.95	0.80	—	0.75	0.78
Hydroelectric	—	—	0.05	0.25	0.25	0.25	0.25	0.25	0.30	—
Stormwater	5.75	5.95	5.06	5.03	4.93	4.83	4.97	5.00	3.39	3.39
	113.78	112.28	111.15	108.75	107.75	104.50	102.90	110.40	106.00	109.00
<b>Parks &amp; Recreation</b>										
Administration	2.45	2.45	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Park Maintenance	14.77	14.73	16.64	15.28	15.28	12.08	12.08	5.49	5.34	4.67
Recreation Programs	12.17	9.59	11.27	8.71	9.25	9.24	8.48	9.50	9.42	8.16
Highland Springs golf	14.12	14.10	16.90	13.38	13.38	13.07	12.64	11.40	9.78	9.65
Saukie Golf	8.73	8.74	10.87	8.76	8.76	7.76	7.95	7.71	8.69	7.94
Golf Pro Shop	0.14	0.14	0.19	0.03	0.03	0.03	0.03	0.03	0.03	0.03
Whitewater Junction	7.09	7.06	9.37	7.21	7.75	7.21	7.19	7.19	7.19	7.19
RI Fitness Center	14.92	16.28	18.10	13.47	13.93	14.63	14.60	16.44	16.15	16.19
Riverfront Park	2.27	2.31	2.38	2.40	2.40	1.77	1.72	1.15	1.10	0.86
	76.66	75.40	88.22	71.74	73.28	68.29	67.19	61.41	60.20	57.19
<b>Library</b>										
Administration	2.00	2.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Main Library	21.98	21.80	20.17	20.15	19.76	18.40	18.26	18.18	19.73	20.60
30/31 Library	4.00	4.00	4.00	4.77	3.81	2.85	2.85	2.85	—	—
Southwest Library	3.25	3.25	3.25	3.73	3.23	2.76	2.76	2.76	2.76	1.89
	31.23	31.05	31.42	31.65	29.80	27.01	26.87	26.79	25.49	25.49
Totals	453.43	455.75	468.05	450.71	446.40	436.85	431.81	436.54	429.35	429.07

Data Source: City Records

\*For the nine months ended December 31, 2014

**CITY OF ROCK ISLAND, ILLINOIS**

**Operating Indicators by Function/Program - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

Function/Program	3/31/2013	3/31/2014	12/31/2014**
<b>Police</b>			
Calls for Service	29,826	54,157	35,396
Adult Arrest	3,716	2,696	1,829
Juvenile Arrest	403	413	453
Speeding Citations Only	1,079	861	811
Traffic Citations	5,726	4,495	3,754
<b>Fire</b>			
Total Fire Runs	1,543	1,570	1,194
Total Rescue Runs	4,516	4,600	3,569
Property Loss	791,177	1,130,000	2,902,933
<b>Public Works</b>			
Garbage Collected (Ton)	15,085	14,220	12,908
Other Collected (Ton)	2,250	*	*
Water Average Daily Treatment (Millions of Gallons)	5.30	5.25	5.37
Wastewater Average Daily Treatment (Millions of Gallons)	7.47	8.69	7.75
Library, Volumes in Collection	243,412	238,904	233,228
<b>Parks and Recreation</b>			
RIFAC Memberships	2,830	*	*
Aquatics Program Attendance	32,000	*	*
Golf Rounds Played	54,305	46,633	44,533
Recreation Programs Offered	276	*	*
RIFAC and Whitewater Members	5,178	4,869	4,784
Registration for Programs	7,487	7,865	7,378
Rentals at Facilities	775	759	764

Data Source: City Records

\* The City changed its budget format for the fiscal year ended March 31, 2014. Tracking of operating indicators has been revised to the new format resulting in some prior indicator information being unavailable.

\*\*For the nine months ended December 31, 2014

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
45,601	42,431	41,173	38,573	41,368	26,040	36,381
2,469	2,306	2,367	2,172	2,122	1,506	1,663
550	476	537	512	401	272	306
752	518	1,157	994	1,540	408	591
4,735	3,944	4,989	4,404	3,618	2,723	3,225
1,249	1,638	1,610	1,694	1,791	1,970	1,844
4,250	4,992	5,375	5,586	6,015	5,635	5,700
532,584	548,275	1,600,405	1,547,830	2,475,580	1,632,414	1,151,913
14,500	16,140	14,666	14,622	15,058	15,836	16,277
*	*	*	*	1,735	1,822	1,352
5.18	4.65	4.81	5.00	6.00	4.87	5.25
6.55	7.88	6.56	7.86	7.00	7.00	7.00
224,139	221,000	206,969	202,468	182,044	175,615	176,731
*	*	*	*	2,956	3,287	3,364
*	*	*	*	33,158	15,389	29,384
46,404	48,000	47,363	45,075	48,530	34,475	41,854
*	*	*	*	652	735	735
4,862	5,100	5,205	5,054	5,126	3,287	3,995
7,007	7,000	7,100	10,431	10,519	5,425	7,699
776	775	721	849	842	28	882

**CITY OF ROCK ISLAND, ILLINOIS**

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years  
December 31, 2021 (Unaudited)**

Function/Program	3/31/2013	3/31/2014	12/31/2014*
Police and Fire			
Police Stations	1	1	1
Fire Stations	4	4	4
Electrical Maintenance			
Traffic Signaled Intersections	64	64	64
Warning Lights	18	18	18
Street Lights	1,204	1,204	1,204
Mobile Radios	120	120	120
Municipal Vehicle Parking System			
Parking Lot/Ramp Spaces	1,352	1,352	1,352
On-Street Parking	1,375	1,375	1,375
Parking Meters	104	104	96
Highways and Streets			
Miles of streets	171	171	171
Refuse Disposal			
Refuse Trucks	6	6	6
Libraries			
Facilities	3	3	3
Volumes	243,412	238,904	233,228
Waterworks			
Storage Capacity (MGPD)	10.85	10.85	11.00
Average Water Treated (MGPD)	5.30	5.30	5.28
Miles of Water Main	228	228	229
Fire Hydrants	1,929	1,929	1,935
Control Valves	4,330	4,330	4,340
Wastewater Treatment			
Storage Capacity (MGPD)	17.50	17.50	18.00
Average Wastewater Treated (MGPD)	7.75	7.84	7.14
Sanitary Sewers (Miles)	185	185	185
Storm Sewers (Miles)	95	95	95
Stormwater Catch Basin	3,667	3,667	3,667
Stormwater			
Stormsewer Mains (Miles)	115	115	115
Stormwater Catch Basins	5,011	5,011	5,011
Total Raingardens	244	251	257
Total Raingardens (Sq Ft)	83,995	86,327	87,143
Parks and Recreation			
Acreage	860	860	860
Playgrounds	25	26	26
Golf Course	2	2	2
Swimming Pools	2	2	2
Sunset Marina			
Summer Slips Available	473	473	473
Winter Storage Available	250	250	250
Housing and Community Development Loans			
CIRLF Loans	10	6	5
TIF District Projects	50	46	18
Agencies Receiving Funding	9	—	—

Data Source: City Records

\*For the fiscal year ended December 31, 2014

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
1	1	1	1	1	1	1
4	4	4	4	4	4	4
64	63	63	63	63	63	63
18	15	15	15	15	9	9
1,204	1,261	1,258	1,258	1,258	1,258	1,258
120	120	120	120	120	120	120
1,352	1,352	1,352	1,352	1,352	1,352	1,352
1,375	1,375	1,375	1,375	1,375	1,375	1,375
96	—	—	—	—	—	—
171	171	171	171	171	171	171
6	6	6	6	6	6	6
3	3	3	3	4	3	3
224,139	218,616	206,969	202,468	182,044	175,615	176,731
11.00	11.00	11.00	11.00	11.00	11.00	11.00
5.18	5.00	5.00	5.00	7.00	5.00	5.00
229	229	229	229	229	229	229
1,935	2,135	2,135	2,135	2,135	2,135	2,135
4,340	4,340	4,340	4,340	4,340	4,340	4,340
18.00	25.00	25.00	25.00	25.00	25.00	25.00
6.55	7.00	7.31	7.31	7.00	7.00	7.00
185	188	192	192	192	192	192.00
95	95	116	116	116	116	116
3,667	3,667	5,016	5,016	5,016	5,016	5,016
115	115	116	116	116	116	116
5,011	5,011	5,016	5,016	5,016	5,016	5,016
257	170	180	180	180	180	180
87,143	83,910	87,592	87,592	87,592	87,592	87,934
860	860	860	860	860	860	860
26	26	28	28	28	28	28
2	2	2	2	2	2	2
2	2	2	2	2	2	2
473	473	473	473	473	395	395
250	250	150	150	200	200	200
6	9	4	—	—	—	—
6	6	9	9	22	17	24
—	—	—	—	—	18	—