STREET DEPARTMENT

JULY

1. Street & Seasonal Maintenance

- Continued repairing catch basins
- Cold-patched potholes
- Went through alleys and filled low spots with rock
- Contacted Randy Nelson to replace lights at the Waterworks pavilion
- Mowed and trimmed parks
- Continued clearing curb lines
- Continued trimming trees
- Installed new USA signs
- Painted school crosswalks

2. Community Support & Special Projects

- Cleaned light covers at the Community Room
- Coordinated replacement of west side entry doors
- Coordinated replacement of Waterworks Pavillion lights
- Kept up with incoming work orders
- Cleaned up storm damage

3. Sports Complex Operations

- Prepped fields
- Mowed and trimmed grounds
- Sprayed weeds
- Finished cleaning the west fence line
- Finished painting the scoreboard
- Contacted River City Fence to replace the fence and gate between the maintenance buildings

4. Cemetery Operations

- Mowed and trimmed cemetery grounds
- Assisted with burials and funerals
- Cleaned the fence line between the cemetery and Kelly Park
- Filled holes at the dog park

Mike Garland

Superintendent of Streets & Parks

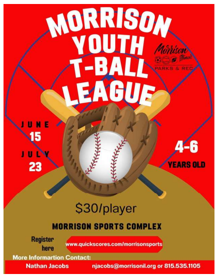
COUNCIL MEETING REPORT

JULY 27, 2026

Nathan Jacobs
njacobs@morrisonil.org
Morrison Parks & Recreation

REPORT

Council Meeting Updates



Highlight 01

Youth T-Ball League is wrapping up. We have one more week left. August will be quiet but Fall Soccer and Flag Football will start in September.

Highlight 02

Family Bingo for July was another record for attendance with 59 people! We had great prizes and everyone had a great time. My youngest sang Bingo at the end of the night. We'll see if we get an oncore next month.

Highlight 03

Chair Fitness class has been averaging 20 every class. Going very well!

Love Like Libby USSSA Softball Tournament September 12 & 13: We will have 5 divisions: 8u, 9u, 10u, 11u & 13u. We will try to get back the teams from prior tournaments this year and get some new ones.

STATE OF ILLINOIS
COUNTY OF WHITESIDE
CITY OF MORRISON
OFFICIAL PROCEEDINGS

July 13, 2026

CALL TO ORDER

The Morrison City Council met in regular session on Monday, July 13, 2026, at 6:30 p.m. in the Morrison Community Room, 307 South Madison Street, Morrison, Illinois. The meeting was called to order by Mayor Scott Vandermyde at 6:35 p.m. City Clerk Mike Hemmer recorded the minutes. Meeting was offered to the public via Zoom and video recording to be available at https://www.youtube.com/@CityofMorrisonIL.

ROLL CALL

Alderpersons present on roll call were Kevin Bruckner Jr, Seth Buckwalter, Sara Dunne, Sidonna Mahaffey, Todd Schlegel, and Vernon Tervel. Absent: Matt Tichler. Vacancy: Ward 1. Other city officials present were Mayor Scott Vandermyde, City Administrator Brian Melton, Police Chief Michael Moon and City Treasurer Margaret Jones.

PLEDGE OF ALLEGIANCE - Cited.

PUBLIC HEARING

CA Melton discussed the Illinois Transportation Enhancement Program and the City's Shared Path Grant Application. The path would connect North Jackson Street (Kimmel Drive), Harvey's Subdivision, East-End Commercial Corridor and the Morrison Sports Complex. The project consists of land acquisition, an asphalt path, signage, safety barriers, landscaping and path lighting. No feedback was received from the public during the hearing.

PUBLIC COMMENT

Jeff Degroot (opposed), Dan Hawkins ESQ (opposed), Phil Scott (opposed), Charles Yost (neutral-submitted suggestions), Jordan Fehrenbacher (supported), Megan Schuler (supported), Laura Hill (supported), and Rich Dunaway (supported) discussed the issuance of a special use permit for 903 West Morris Street allowance for a commercial landscaping business.

REPORT OF CITY OFFICERS, DEPARTMENT HEADS AND/OR COMMITTEES

Police Chief Moon, Superintendent of Streets and Parks Garland, Superintendent of Utilities Osborn, and Recreation Services Director Jacobs provided written reports to the Council. CA Melton discussed the earlier Stakeholder meeting with IDOT's Route 30 reconstruction project. A public meeting is scheduled for July 21st from 1-6 pm. Mayor Vandermyde reminded everyone of the Morrison Hospital Open House on July 19th. He also commended the 24 residents who have volunteered their time on City Committees and reported that all committees have full representation.

CONSENT AGENDA

Ald Tervelt asked that Planning & Zoning Board Meeting Minutes, June 24, 2026, be removed from the Consent Agenda.

Ald Buckwalter moved to approve City Council, Meeting Minutes, June 22, 2026; Bills Payable - $104,345.15; Treasurer's Report for May (FY01, CY05); Street Closure Request (26-04), Chalk the Block, Street Art Chalk Festival, Dept. of Fun, September 19, 2026; Historic Preservation Commission, Meeting Minutes, July 7, 2026; SVCC Impact Program – Mustang Challenge, $5,000; and Appoint Kevin Dunne to Planning & Zoning Board, term expiring April 2030; seconded by Ald Mahaffey. Ayes: Bruckner, Buckwalter, Dunne, Mahaffey, Schlegel, and Tervelt. Absent: Tichler. Nays: None. Motion passed.

PRESENTATION

Director of Regional Economic Development, Kim Ewoldsen, discussed Sauk Valley Community College's Mustang Challenge for the Impact Program. With the help of the City of Morrison and local donors, participating Morrison students have been fully funded to enter Sauk Valley Community College without tuition costs. The new college president, Dr. Jon Mandrell introduced himself and saw the program as "investing in the future". Vice President of Advancement Dr Lori Cortez said Morrison Schools are now the fifth fully funded school district. Foundation Coordinator Ken Burn highlighted that these students would obtain their degree tuition free. Morrison School Superintendent Dr. Matthew DeBaene said this program makes education accessible and will open doors for these students. Brian Bartoz was also recognized for his undying support and efforts in making the Impact program a success.

Mayor Vandermyde presented Sauk Valley Community College with a $5,000 contribution by the City of Morrison for the Impact Program Mustang Challenge.

ITEMS FOR CONSIDERATION, DISCUSSION AND POSSIBLE ACTION

Ald Buckwalter moved to approve Planning & Zoning Board, Meeting Minutes, June 24, 2026; seconded by Ald Tervelt. Council discussed. Mayor Vandermyde reminded Council that we were approving the minutes; discussion of its decision should be during Ordinance review. Ayes by voice vote without objection. Motion passed.

Ald Buckwalter moved to approve Ordinance 26-13 – Special Use for 903 West Morris Street; seconded by Ald Dunne. Council discussed. Ald Tervelt suggested a 60-90 extension to give all parties a chance to talk. Ald Dunne read out loud the ordinance's conditions addressing some of the opposition points. Ayes: Bruckner, Mahaffey, Schlegel, and Tervelt. Absent: Tichler. Nays: Buckwalter, and Dunne. Motion passed.

Ald Buckwalter moved to approve Ordinance 26-11 Establishing a Utility Billing Statement Processing Fee; seconded by Ald Tervelt. Council discussed. Ald Buckwalter moved to change Section 6 in Ordinance to have the fee begin on the "October billing"; seconded by Ald Schlegel.

All ayes by voice vote without objection. Modification passed. Updated Ordinance was then voted on. Ayes: Bruckner, Buckwalter, Mahaffey, Schlegel, and Tervelt. Absent: Tichler. Nays: Dunne. Motion passed.

Ald Buckwalter moved to approve Ordinance 26-12 Authorizing Acceptance of Donation of Real Property; seconded by Ald Schlegel. Council discussed. All ayes by voice vote without objection. Motion passed.

Ald Schlegel moved to approve IMLRMA Equipment Breakdown Coverage Quote; seconded by Ald Buckwalter. Council discussed cost and coverage. Ayes: Bruckner, Buckwalter, Dunne, Mahaffey, Schlegel, and Tervelt. Absent: Tichler. Nays: None. Motion passed.

CA Melton updated Council regarding the Deerview Condo Association's Snow Removal Reimbursement Request. Further discussion will be offered at the next regular council meeting to allow HOA representatives to attend.

CA Melton discussed the FY26 Presentation & Audit Report highlighting a few points in the report.

CA Melton discussed Resolution 26-03 Library Building & Equipment Tax Levy. This annual resolution will be considered for action at the next regular council meeting.

ADJOURNMENT

Ald Tervelt moved to adjourn. Without objection, the meeting adjourned at 8:14 pm.

Approved:

Scott Vandermyde Mayor	Michael Hemmer City Clerk

City of MORRISON
200 West Main Street
Morrison, Illinois 61270-2400
Phone 815.772.7657
Fax 815.772.4291
morrisonil.org

Morrison Illinois EST. 1857

MEMORANDUM

To: Mayor & Council

From: Barb King

Date: 7/27/26

RE: Bills Payable

Please see the attached list of Bills Payable in the total amount of: **$191,148.95.**

Council Members having questions regarding bills should contact
Mayor Vandermyde OR City Administrator Melton
via phone, email or personal visit prior to the meeting.

INVOICE REGISTER FOR CITY OF MORRISON
POST DATES 07/01/2026 - 07/31/2026
POSTED AND UNPOSTED
OPEN AND PAID

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date / Due Date Entered By	Invoice Amount	Amount Due	Status	Posted Post Date
I1485 00000002	815 PORTA POTTY 01-43-5270	bking PORTABLE RESTROOM RENTAL	340.00 340.00	0.00	Paid	Y 07/14/2026
5525552121 00000001	AIRGAS USA, LLC 01-41-6120	bking MAINT SUPPLIES - EQUIPMENT	104.10 104.10	0.00	Paid	Y 07/14/2026
34108 00000015	ARTISTIC BRONZE INC 01-42-6110	bking MAINTENANCE SUPPLIES-BLDG	925.00 925.00	0.00	Paid	Y 07/14/2026
RA355002098:01 00000003	ASCENDANCE TRUCK CENTER 50-81-5130	bking MAINT SERVICE - VEHICLE	630.00 630.00	0.00	Paid	Y 07/14/2026
RA355002021_01 00000004	ASCENDANCE TRUCK CENTER 50-81-5130	bking MAINT SERVICE - VEHICLE	3,187.97 3,187.97	0.00	Paid	Y 07/14/2026
P47342 00000033	BIRKEY'S 01-41-6140	bking MAINT SUPPLIES - STREETS	162.92 162.92	0.00	Paid	Y 07/15/2026
21935 00000006	BLUE CARDINAL CHEMICAL 51-80-6520	bking OPERATING SUPPLIES	1,435.74 1,435.74	0.00	Paid	Y 07/14/2026
07012026 00000035	BRITTNEY STARR 01-31-5200	bking COMMUNITY ROOM DEPOSIT REFUND	100.00 100.00	0.00	Paid	Y 07/15/2026

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date / Due Date Entered By	Invoice Amount	Amount Due	Status	Posted Post Date
375.95 00000012	GALL'S, LLC	bking	375.95	0.00	Paid	Y 07/14/2026
	24-24-8500	CAPITAL EQUIPMENT-26 TRUCK	105.02			
	01-21-6590	UNIFORMS-SIMMONS	270.93			
07062026 00000014	GOLD STAR FS, INC.	bking	964.70	0.00	Paid	Y 07/14/2026
	01-41-5710	NATURAL GAS	964.70			
72975 00000013	GREEN & CLEAN LAWN SERVICES	bking	129.00	0.00	Paid	Y 07/14/2026
	01-42-9280	MISCELLANEOUS EXPENSE	129.00			
152672 00000009	HELM MATERIALS	bking	1,178.85	0.00	Paid	Y 07/14/2026
	01-41-6140	MAINT SUPPLIES - STREETS	1,178.85			
3192 00000010	HEUSINKVELD, INC	bking	60.00	0.00	Paid	Y 07/14/2026
	01-43-6542	TOURNAMENT AWARDS	60.00			
3202 00000011	HEUSINKVELD, INC	bking	8.00	0.00	Paid	Y 07/14/2026
	01-43-6542	TOURNAMENT AWARDS	8.00			
07012026 00000008	IL EPA	bking	7,500.00	0.00	Paid	Y 07/14/2026
	50-81-5840	IEPA PERMIT PAYMENT	7,500.00			
07012026 00000037	KAYWYN BESWICK	bking	100.00	0.00	Paid	Y 07/15/2026
	01-31-5200	COMMUNITY ROOM DEPOSIT REFUND	100.00			

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date / Due Date Entered By	Invoice Amount	Amount Due	Status	Posted Post Date
48926 00000007	KUNES AUTO GROUP	bking	114.97	0.00	Paid	Y 07/14/2026
	01-21-5130	MAINTENANCE - VEHICLE	114.97			
95608 00000018	LECTRONICS, INC	bking	22.50	0.00	Paid	Y 07/14/2026
	01-31-5110	MAINT SERVICE - BUILDING	22.50			
H13405 00000016	LOGAN CONTRACTORS SUPPLY, INC.	bking	422.85	0.00	Paid	Y 07/14/2026
	01-43-6520	OPERATING SUPPLIES	422.85			
07012026 00000038	MARANDA PEPPERS	bking	100.00	0.00	Paid	Y 07/15/2026
	01-31-5200	COMMUNITY ROOM DEPOSIT REFUND	100.00			
07012026 00000036	MATT LILLPOP	bking	100.00	0.00	Paid	Y 07/15/2026
	01-31-5200	COMMUNITY ROOM DEPOSIT REFUND	100.00			
26-2413 00000019	MCCLOUD & ASSOC LLC	bking	2,750.00	0.00	Paid	Y 07/14/2026
	61-61-5320	ENGINEERING SERVICE	2,750.00			
07012026 00000017	MORRISON AREA DEVELOPMENT	bking	7,500.00	0.00	Paid	Y 07/14/2026
	51-80-9210	ECONOMIC DEVELOPMENT	2,500.00			
	50-81-9210	ECONOMIC DEVELOPMENT	2,500.00			
	08-08-9210	ECONOMIC DEVELOPMENT(MADC-1/3)	2,500.00			
9046 00000020	MORRISON TIRE CENTER	bking	27.99	0.00	Paid	Y 07/14/2026
	01-43-5120	MAINT SERV - EQUIPMENT	27.99			

Invoice Number / Inv Ref #	Vendor / Description / GL Distribution	Invoice Date / Entered By	Due Date	Invoice Amount	Amount Due	Status	Posted / Post Date
07012026							
00000021	MORRISON TIRE CENTER			25.00	0.00	Paid	Y
		bking					07/14/2026
	01-21-5130	MAINTENANCE - VEHICLE - SQUAD CAR #6		25.00			
0721-008882097							
00000045	REPUBLIC SERVICES #721			84.66	0.00	Paid	Y
		bking					07/15/2026
	14-14-5730	REFUSE COLLECTION		84.66			
07/16/2026							
00000053	ROBIN HEIN	07/16/2026		55.66	55.66	Open	N
	UB refund for account: 0400021004	bking					07/16/2026
	51-80-3610	WATER		55.66			
071326							
00000048	SAUK VALLEY COMMUNITY COLLEGE			5,000.00	0.00	Paid	Y
		bking					07/15/2026
	08-08-9280	MISCELLANEOUS EXPENSE		5,000.00			
07082026							
00000044	SULLIVAN'S FOODS			166.63	0.00	Paid	Y
		bking					07/15/2026
	01-42-6110	MAINTENANCE SUPPLIES-BLDG		49.48			
	01-43-6538	CONCESSION SUPPLIES		117.15			
07012026							
00000005	THE AMERICAN LEGION POST 328			836.95	0.00	Paid	Y
		bking					07/14/2026
	01-43-5110	MAINT SERVICE - BUILDING		836.95			
6022761-202606-							
00000043	TRANSUNION RISK & ALTERNATIVE DATA			190.00	0.00	Paid	Y
		bking					07/15/2026
	01-21-5480	OTHER PROFESSIONAL SERVICES		190.00			
INV01099407							
00000034	USA BLUEBOOK			245.57	0.00	Paid	Y
		bking					07/15/2026
	50-81-6151	MAINT SUPPLIES - UTILITY SYSTE		245.57			

Invoice Number / Inv Ref #	Vendor / Description / GL Distribution	Invoice Date / Entered By	Due Date	Invoice Amount	Amount Due	Status	Posted / Post Date
INV01083904 / 00000042	USA BLUEBOOK	bking		1,515.47	0.00	Paid	Y / 07/15/2026
	50-81-6540	LAB SUPPLIES		1,515.47			
07022026 / 00000050	WHITESIDE CO LODGE #815	bking		39.25	0.00	Paid	Y / 07/16/2026
	01-05-2180	OTHER PAYABLES		39.25			
07012026 / 00000040	WHITESIDE CO RECORDER	bking		60.00	0.00	Paid	Y / 07/15/2026
	01-42-9230	RECORD DEEDS		60.00			
135045 / 00000039	WILLIAM & MARY COMPUTER CENTER	bking		32.00	0.00	Paid	Y / 07/15/2026
	01-11-5370	SOFTWARE/HARDWARE		32.00			
07012026 / 00000041	WILLIAM & MARY COMPUTER CENTER	bking		30.00	0.00	Paid	Y / 07/15/2026
	01-11-5370	SOFTWARE/HARDWARE - CITY PORTION OF INV		30.00			

# of Invoices: 37	# Due: 1	Totals:	36,521.73	55.66
# of Credit Memos: 0	# Due: 0	Totals:	0.00	0.00
Net of Invoices and Credit Memos:			36,521.73	55.66

--- TOTALS BY FUND ---

01 General Fund	6,511.64	0.00
08 ECONOMIC DEVELOPMENT	7,500.00	0.00
14 Refuse Disposal Fund	84.66	0.00
24 Police Capital Fund	105.02	0.00
50 Sewer Fund	15,579.01	0.00
51 Water Fund	3,991.40	55.66
61 Capital Fund	2,750.00	0.00

--- TOTALS BY DEPT/ACTIVITY ---

05 LIABILITIES	39.25	0.00

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date Entered By	Due Date	Invoice Amount	Amount Due	Status	Posted Post Date
	08 ECONOMIC DEVELOPMENT			7,500.00	0.00		
	11 ADMINISTRATION			62.00	0.00		
	14 REFUSE DISPOSAL			84.66	0.00		
	21 PUBLIC SAFETY			600.90	0.00		
	24 POLICE CAPITAL			105.02	0.00		
	31 COMMUNITY ROOM			422.50	0.00		
	41 STREET DEPARTMENT			2,410.57	0.00		
	42 GROVE HILL			1,163.48	0.00		
	43 PARKS & REC			1,812.94	0.00		
	61 CAPITAL			2,750.00	0.00		
	80 WATER			3,991.40	55.66		
	81 SEWER			15,579.01	0.00		

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date / Due Date Entered By	Invoice Amount	Amount Due	Status	Posted Post Date
1830409 00000056	ALL TRAFFIC SOLUTIONS INC	bking	8,596.01	0.00	Paid	Y 07/28/2026
	01-21-6150	MINOR EQUIPMENT	8,596.01			
20116 00000059	ALVARADO'S PLUMBING INC.	bking	2,920.00	0.00	Paid	Y 07/28/2026
	51-80-5150	MAINT SERVICE - UTILITY SYSTEM	2,920.00			
RA355002118:01 00000077	ASCENDANCE TRUCK CENTER	bking	800.00	0.00	Paid	Y 07/28/2026
	01-41-5120	MAINT SERVICE - EQUIPMENT	800.00			
627206 00000069	AT&T MOBILITY	bking	1,540.51	0.00	Paid	Y 07/28/2026
	01-11-5520	TELEPHONE	924.31			
	51-80-5520	TELEPHONE	308.10			
	50-81-5520	TELEPHONE	308.10			
P47441 00000054	BIRKEY'S	bking	174.31	0.00	Paid	Y 07/28/2026
	01-41-6120	MAINT SUPPLIES - EQUIPMENT	174.31			
P47440 00000055	BIRKEY'S	bking	275.83	0.00	Paid	Y 07/28/2026
	01-42-6120	MAINT SUPPLIES - EQUIPMENT	275.83			
P47466 00000072	BIRKEY'S	bking	162.92	0.00	Paid	Y 07/28/2026
	01-41-6120	MAINT SUPPLIES - EQUIPMENT	162.92			
INV52782 00000090	CUSTOM PRODUCTS CORPORATION	bking	360.98	0.00	Paid	Y 07/28/2026
	01-41-6140	MAINT SUPPLIES - STREETS	360.98			

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date Entered By	Due Date	Invoice Amount	Amount Due	Status	Posted Post Date
STM072126 00000082	DIVISION OF VITAL RECORDS	bking		252.00	0.00	Paid	Y 07/28/2026
	01-13-9250	STATE C C FEES		252.00			
07202026 00000070	FRONTIER	bking		128.65	0.00	Paid	Y 07/28/2026
	01-31-5520	TELEPHONE		128.65			
STM070226C 00000083	FRONTIER	bking		145.52	0.00	Paid	Y 07/28/2026
	01-41-5520	TELEPHONE		145.52			
STM07022026D 00000084	FRONTIER	bking		113.76	0.00	Paid	Y 07/28/2026
	01-11-5520	TELEPHONE		56.88			
	51-80-5520	TELEPHONE		28.44			
	50-81-5520	TELEPHONE		28.44			
STM07022026B 00000085	FRONTIER	bking		113.76	0.00	Paid	Y 07/28/2026
	01-11-5520	TELEPHONE		113.76			
STM07102026 00000086	FRONTIER	bking		114.15	0.00	Paid	Y 07/28/2026
	51-80-5520	TELEPHONE		114.15			
STM07212026 00000087	FRONTIER	bking		514.02	0.00	Paid	Y 07/28/2026
	50-81-5520	TELEPHONE		514.02			
STM07202026 00000088	FRONTIER	bking		137.31	0.00	Paid	Y 07/28/2026
	51-80-5520	TELEPHONE		137.31			

Invoice Number / Inv Ref #	Vendor / Description / GL Distribution	Invoice Date / Entered By	Due Date	Invoice Amount	Amount Due	Status	Posted / Post Date
STM07012026 00000089	FRONTIER	bking		358.31	0.00	Paid	Y 07/28/2026
	50-81-5520 TELEPHONE			358.31			
STM07012026A 00000091	FRONTIER	bking		347.10	0.00	Paid	Y 07/28/2026
	50-81-5520 TELEPHONE			347.10			
272102 00000092	GREAT WESTERN SUPPLY CO	bking		96.09	0.00	Paid	Y 07/28/2026
	01-31-6110 MAINT SUPPLIES - BUILDING			96.09			
99806 00000094	HARTZ INC.	bking		13.50	0.00	Paid	Y 07/28/2026
	01-41-6520 OPERATING SUPPLIES			13.50			
7496992 00000058	HAWKINS, INC	bking		1,356.53	0.00	Paid	Y 07/28/2026
	51-80-6560 CHEMICALS			1,356.53			
7478951 00000093	HAWKINS, INC	bking		1,761.21	0.00	Paid	Y 07/28/2026
	51-80-6560 CHEMICALS			1,761.21			
FRE167693 00000057	HELM SERVICE	bking		681.27	0.00	Paid	Y 07/28/2026
	01-31-5180 MAINT SERVICE - H/AC			681.27			
727 00000060	HOLLAND AUTOMOTIVE	bking		2,020.00	0.00	Paid	Y 07/28/2026
	24-24-8500 CAPITAL EQUIPMENT			2,020.00			

Invoice Number / Inv Ref #	Vendor / Description / GL Distribution	Invoice Date / Entered By	Due Date	Invoice Amount	Amount Due	Status	Posted / Post Date
20454024 / 00000096	LEAF	bking		387.54	0.00	Paid	Y / 07/28/2026
	01-11-5390 COPIER SERVICE			387.54			
STM07102026 / 00000097	MEDIACOM	bking		96.57	0.00	Paid	Y / 07/28/2026
	01-31-5520 TELEPHONE			96.57			
STM07012026 / 00000098	MEDIACOM	bking		181.94	0.00	Paid	Y / 07/28/2026
	51-80-5520 TELEPHONE			181.94			
STM07012026 / 00000078	MORRISON FIRE DEPARTMENT	bking		45,339.02	0.00	Paid	Y / 07/28/2026
	12-12-5460 PROPERTY TAX DISTRIBUTION			45,339.02			
0708206B / 00000073	MORRISON TRUE VALUE	bking		18.37	0.00	Paid	Y / 07/28/2026
	51-80-6520 OPERATING SUPPLIES			18.37			
07082026C / 00000074	MORRISON TRUE VALUE	bking		3.62	0.00	Paid	Y / 07/28/2026
	01-42-6520 OPERATING SUPPLIES			3.62			
07082026 / 00000075	MORRISON TRUE VALUE	bking		32.72	0.00	Paid	Y / 07/28/2026
	50-81-6520 OPERATING SUPPLIES			32.72			
07082026A / 00000076	MORRISON TRUE VALUE	bking		17.99	0.00	Paid	Y / 07/28/2026
	01-41-6520 OPERATING SUPPLIES			17.99			

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date Entered By	Due Date	Invoice Amount	Amount Due	Status	Posted Post Date
10491020260601 00000067	MOTOROLA SOLUTIONS-STARCOM21	bking		504.00	0.00	Paid	Y 07/28/2026
	01-21-5480	OTHER PROFESSIONAL SERVICES		504.00			
STM07012026 00000079	ODELL PUBLIC LIBRARY	bking		65,764.25	0.00	Paid	Y 07/28/2026
	18-18-5460	PROPERTY TAX DISTRIBUTION		65,764.25			
267220019 00000065	PACE ANALYTICAL SERVICES	bking		525.12	0.00	Paid	Y 07/28/2026
	51-80-5420	LAB FEES		525.12			
267218604 00000066	PACE ANALYTICAL SERVICES	bking		50.00	0.00	Paid	Y 07/28/2026
	51-80-5420	LAB FEES		50.00			
4037 00000064	PEPPERS ENTERPRISES LLC	bking		150.00	0.00	Paid	Y 07/28/2026
	01-21-5480	OTHER PROFESSIONAL SERVICES		150.00			
1015610 00000063	PEST CONTROL CONSULTANTS IL	bking		274.20	0.00	Paid	Y 07/28/2026
	01-11-5110	MAINTENANCE SERVICE - BLDG		274.20			
2487340 00000061	RAY O'HERRON CO, INC	bking		198.08	0.00	Paid	Y 07/28/2026
	01-21-6520	OPERATING SUPPLIES		198.08			
070626 00000062	ROCK RIVER LUMBER & GRAIN	bking		517.50	0.00	Paid	Y 07/28/2026
	01-41-6140	MAINT SUPPLIES - STREETS		517.50			

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date Due Date Entered By	Invoice Amount	Amount Due	Status	Posted Post Date
258249 00000099	STRATUS NETWORKS	bking	299.34	0.00	Paid	Y 07/28/2026
	01-41-5350	INTERNET	299.34			
257958 00000100	STRATUS NETWORKS	bking	421.78	0.00	Paid	Y 07/28/2026
	01-11-5350	INTERNET / EMAIL SERVICES	421.78			
257968 00000101	STRATUS NETWORKS	bking	20.19	0.00	Paid	Y 07/28/2026
	01-31-5520	TELEPHONE	20.19			
1590903 00000102	US FOODS, INC	bking	1,079.53	0.00	Paid	Y 07/28/2026
	01-43-6538	CONCESSION SUPPLIES	1,079.53			
1442771 00000103	US FOODS, INC	bking	33.26	0.00	Paid	Y 07/28/2026
	01-43-6538	CONCESSION SUPPLIES	33.26			
07082026 00000068	WEX BANK	bking	7,392.08	0.00	Paid	Y 07/28/2026
	01-21-6550	AUTOMOTIVE FUEL/OIL	2,402.52			
	51-80-6550	AUTOMOTIVE FUEL/OIL	537.98			
	50-81-6550	AUTOMOTIVE FUEL/OIL	646.12			
	01-41-6550	AUTOMOTIVE FUEL/OIL	1,852.60			
	01-42-6550	AUTOMOTIVE FUEL/OIL	1,952.86			
2 00000095	WILLETT, HOFMANN & ASSOC.	bking	5,461.88	0.00	Paid	Y 07/28/2026
	04-04-5320	ENGINEERING-STREET	5,461.88			
0177824-IN 00000071	ZIMMER & FRANCESCON, INC.	bking	2,874.50	0.00	Paid	Y 07/28/2026
	51-80-6151	MAINT SUPPLIES - UTILITY SYSTE	2,874.50			

Invoice Number Inv Ref #	Vendor Description GL Distribution	Invoice Date Entered By	Due Date	Invoice Amount	Amount Due	Status	Posted Post Date

# of Invoices:	48 # Due: 0	Totals:	154,627.22	0.00
# of Credit Memos:	0 # Due: 0	Totals:	0.00	0.00
Net of Invoices and Credit Memos:			154,627.22	0.00

--- TOTALS BY FUND ---

01 General Fund	22,993.61	0.00
04 Local 1% Sales Tax Fund (Streets	5,461.88	0.00
12 Fire Protection Fund	45,339.02	0.00
18 Odell Library Fund	65,764.25	0.00
24 Police Capital Fund	2,020.00	0.00
50 Sewer Fund	2,234.81	0.00
51 Water Fund	10,813.65	0.00

--- TOTALS BY DEPT/ACTIVITY ---

04 1% SALES TAX	5,461.88	0.00
11 ADMINISTRATION	2,178.47	0.00
12 LEGISLATIVE	45,339.02	0.00
13 CITY CLERK	252.00	0.00
18 LIBRARY	65,764.25	0.00
21 PUBLIC SAFETY	11,850.61	0.00
24 POLICE CAPITAL	2,020.00	0.00
31 COMMUNITY ROOM	1,022.77	0.00
41 STREET DEPARTMENT	4,344.66	0.00
42 GROVE HILL	2,232.31	0.00
43 PARKS & REC	1,112.79	0.00
80 WATER	10,813.65	0.00
81 SEWER	2,234.81	0.00

AMENDED REQUEST.

City of Morrison, Illinois

200 West Main Street, Morrison IL USA 61270

Permit No.: 26-04

STREET CLOSURE

& OTHER CITY SERVICES REQUEST

Name of Organization: Morrison Department of Fun

Contact Person/Address: Brad Yaklich 626 E Lincolnway Ste B

Email: drygklich@gmail.com Phone: 815 535 7818

Event: Chalk the Block Street Art Chalk Festival

Street(s) to be Closed: Main St (Cherry St → Orange St), Base St + Genesee St (Market – Hwy 30)

Date(s) of Event: September 19th 2026 - SEPT. 20, 2026

Times of Closure: 10am To ~~11pm~~ 12:00 PM (NOON)

Additional City Services

* ALLOW OPEN ALCOHOL WITHIN CLOSURE.

☒ Electric Service on Genesee Street

☒ Electric Service on Base Street

☒ Picnic Tables – How many? 8

☒ Main Street Audio System/Music/Microphone

☒ Refuse Receptacles – How many? 8

☒ Water – Location(s)? Pending

☐ Police Services

Other/Specify: Barricades

The undersigned agrees to release, hold harmless, and defend the City of Morrison, its officers and agents against any and all claims for loss, damage, personal injury, or death occurring as a result of the event for which this permit is requested. **Proof of insurance is required. Insurance must name the City of Morrison as an additional insured.**

Authorized Signature Title Date 6/24/26

STREET CLOSURE PERMIT

☐ Subject to the information contained in this Application, a permit is approved and thereby issued.

☐ Receipt of $25.00 PERMIT FEE and/or the $50.00 ELECTRICAL HOOK-UP CHARGE is hereby acknowledged. Fees are waived for non-profit organizations.

Date 7-13-2026

City Clerk

P:\Forms\Public Works\Street Closure Application.doc

City of Morrison – Audit Presentation – Fiscal Year Ended April 30, 2026

Introduction

1. Audit went well with excellent communication from the City Staff
2. Thanks to Shelli and Barb for doing a very nice job with the books and in answering all of our questions in a timely manner.

Audit Opinions

1. Page 2 - 4 of the handout – Independent Auditor's Report - This is a "clean" or "unmodified" audit opinion. It basically states that we have audited your financial statements and that they have been prepared in compliance with generally accepted accounting principles, and that we had no material findings on compliance with applicable laws.
2. Page 5-6 of the handout – Independent Auditor's Report over Internal Control and Compliance. The purpose of the report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance.

Financial Summary – Page 1

1. The first section is a comparison of the cash balance by fund at 4/30/26 as compared to 4/30/25– In total the cash balance across all funds was $6,372,200 at 4/30/26 down about $637,446 from the prior year balance of $7,009,646.
    a. General Fund cash saw a decrease of $4,226 from the prior year – an overall increase in revenue was offset by capital outlay of $238,816 during the year.
    b. Cash in the Local 1% Sales Tax Fund and the Capital Projects Fund decreased by a combined $255,000 from the prior year. While sales tax revenue continues to increase, the City continues to spend on infrastructure improvements. Between the two funds, capital outlay during FY 26 was about $630,000. In prior years, these funds have been boosted up by transfers in from the General Fund. That did not happen in FY 26 as the General Fund did not generate excess reserved cash.
    c. The Water and Sewer Funds combined resulted in a decrease in cash balance from the prior year of about $170,000. The Water and Sewer Funds had a combined net operating income of about $120,000 for the year, however loan principal and interest payments and capital improvements during the year drove down the cash balance. The Sewer Fund did receive a $395,000 grant during the fiscal year.
    d. Overall – the City still has a very strong cash position at year-end despite large debt payments and capital outlay completed during the year.

2. I'm going to skip down to Long-Term Debt – at year-end the city has total principal due on long-term debt of $17,310,126 most of which is due to the IL EPA and the bonds issued during a prior fiscal year that were deposited into the Capital Fund. During the 2026 fiscal year, the City paid down $729,000 of principal on this debt and issued $0 of new debt.
3. For the Net Pension Liability figures– We receive the calculation of the net pension liability from the actuaries hired by IMRF each year. We are required to include these amounts in your financials. The net pension asset at 4/30/26 totaled $65,613 net of deferrals. This is an

improved position of about $14,000 from the prior year. The increases/decreases in this liability are often the result of differences in the actual rate of return of investments held by IMRF compared to the expected rate of return. The actual return on investments was strong for the actuarial period of 1/1/25 – 12/31/25.

SAS 114 Letter and Management Letter – Pages 7-10

1. The SAS 114 letter (pages 7 and 8) – includes required communications from the auditor to the city council – the letter basically states that the audit went well, we had no significant audit adjustments that were proposed that were not made, we had no significant disagreements with management, and no other significant findings or issues.
2. The Management Letter (pages 9 and 10) – identifies findings that we had during the audit. The items mentioned in this letter are pretty common across almost all of my audit clients, so they are nothing that I consider to be significant.
    a. Segregation of Duties – due to the small size of the city staff – segregation of duties is not always at an optimum – however we found other controls in place to mitigate the risks associated with segregation of duties.

City of Morrison
April 30, 2026

On a Fund Level:

	General	Local 1% Sales Tax	Capital Project	Water	Sewer	Sanitation	Other	Total
Cash @ 4/30/26	1,173,011	891,893	143,247	896,140	1,459,496	14,211	1,794,202	6,372,200
Cash @4/30/25	1,177,237	961,346	329,239	1,221,758	1,305,886	19,108	1,995,072	7,009,646
Increase/(Decrease)	(4,226)	(69,453)	(185,992)	(325,618)	153,610	(4,897)	(200,870)	(637,446)
Revenue FY 2026	2,312,572	465,514	14,083	985,404	1,709,906	317,632	1,147,086	6,952,197
Revenue FY 2025	2,173,620	382,627	157,571	945,244	1,318,964	316,499	1,166,261	6,460,786
Increase/(Decrease)	138,952	82,887	(143,488)	40,160	390,942	1,133	(19,175)	491,411
Expenditure/Expenses FY 2026	(2,377,524)	(559,585)	(200,075)	(884,281)	(1,331,114)	(292,687)	(1,295,029)	(6,940,295)
Expenditure/Expenses FY 2025	(2,162,903)	(334,246)	(237,727)	(832,825)	(1,311,513)	(282,793)	(1,232,902)	(6,394,909)
Increase/(Decrease)	214,621	225,339	(37,652)	51,456	19,601	(9,894)	62,127	545,386

City as a Whole: (Full Accrual Basis of Accounting)

Net Position:	Governmental	Business-Type	Total
Total Net Position @4/30/26	10,270,065	15,044,598	25,314,663
Total Net Position @4/30/25	10,147,674	14,570,668	24,718,342
Increase/(Decrease)	122,391	473,930	596,321
Unrestricted Net Position:			
Unrestricted Net Position @4/30/26	1,154,610	2,481,883	3,636,493
Unrestricted Net Position @4/30/25	1,677,321	2,671,247	4,348,568
Increase/(Decrease)	(522,711)	(189,364)	(712,075)
Long-Term Debt: (Includes Current Portion)			
LT Debt @4/30/26	3,405,000	13,905,123	17,310,123
LT Debt @4/30/25	3,580,000	14,458,884	18,038,884
Increase/(Decrease)	(175,000)	(553,761)	(728,761)
Net Pension Liability (IMRF) and Related Deferrals:			
Net Pens Ben net of Def @4/30/26	59,660	5,953	65,613
Net Pens Ben net of Def @4/30/25	45,352	(475)	44,877
Increase/(Decrease)	14,308	6,428	20,736

HOPKINS & ASSOCIATES
Certified Public Accountants

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

306 Backbone Road East, Ste 2
Princeton, IL 61356

815-339-6630

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor, City Council, and City Administrator
City of Morrison, IL

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

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

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

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

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

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

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

Management has omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedules 4-7 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, Schedules 4-7 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2026, on our consideration of the City of Morrison's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

Hopkins & Assoc.

Granville, Illinois
June 10, 2026

HOPKINS & ASSOCIATES
Certified Public Accountants

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

306 Backbone Road East, Ste. 2
Princeton, IL 61356

815-339-6630

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

The Honorable Mayor, City Council, and City Administrator
City of Morrison, IL

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Morrison as of and for the year ended April 30, 2026, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 10, 2026.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Hopkins & Assoc.

Granville, Illinois
June 10, 2026

HOPKINS & ASSOCIATES
Certified Public Accountants

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

306 Backbone Road East, Ste. 2
Princeton, IL 61356

Phone (815) 339-6630

June 10, 2026

The Honorable Mayor, City Council, and City Administrator
City of Morrison, IL

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for the City of Morrison for the year ended April 30, 2026. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and if applicable, *Government Auditing Standards* and the Uniform Guidance), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated February 3, 2026. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices
Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Morrison are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the current fiscal year. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The financial statement disclosures are neutral, consistent, and clear.

Corrected and Uncorrected Misstatements
Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Difficulties Encountered in Performing the Audit
We encountered no significant difficulties in dealing with management in performing and completing our audit.

Disagreements with Management
For purposes of this letter, a disagreement with management is a financial accounting, reporting or auditing matter whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations
We have requested certain representations from management that are included in the management representation letter dated June 10, 2026

Management Consultations with Other Independent Accountants
In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues
We generally discuss a variety of matters, including the applications of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters
We applied certain limited procedures to Required Supplementary Information (RSI) as labeled in the Table of Contents, which are required supplementary information that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Supplementary Information as detailed in the Table of Contents, which accompany the financial statements but are not RSI. With respect to supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the City Council and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Hopkins & Assoc.

Hopkins & Associates, CPAs

HOPKINS & ASSOCIATES
Certified Public Accountants

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

306 Backbone Road East
Princeton, IL 61356

815-339-6630

June 10, 2026

City Council
City of Morrison
Morrison, IL

Dear Board Members:

In planning and performing our audit of the financial statements of the City of Morrison as of and for the year ended April 30, 2026, in accordance with auditing standards generally accepted in the United States of America, we considered the City of Morrison' internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Morrison' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Morrison's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. 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 may exist that have not been identified.

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

The following are recommendations, observations, and other communications that are not significant deficiencies:

Internal Control

Due to the small size of the City Office Staff, segregation of duties that is an important aspect of internal control is not at its optimum. That being said, the City is doing a good job of compensating for that shortcoming by its other checks and balances.

For internal control to be at its highest level the City should prepare the depreciation schedule, financial statements, and notes for the audit; however, as is the common practice, the auditor has prepared these schedules and reports. To compensate for this, the City Administrator completed a checklist indicating his review of the financial statements and the notes for any concerns.

This communication is intended solely for the information and use of management, the City Council, and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.

Thank you for your business and for the cooperation of the officers and City Council. Please call us if you have any questions or concerns.

Yours truly,

Hopkins & Assoc.

Hopkins and Associates, CPAs

CITY OF MORRISON, ILLINOIS

ANNUAL FINANCIAL REPORT

Year Ended April 30, 2026

CITY OF MORRISON
April 30, 2026
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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor, City Council, and City Administrator
City of Morrison, IL

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Management has omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedules 4-7 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, Schedules 4-7 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2026, on our consideration of the City of Morrison's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

Hopkins & Assoc.

Granville, Illinois
June 10, 2026

HOPKINS & ASSOCIATES
Certified Public Accountants

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

The Honorable Mayor, City Council, and City Administrator
City of Morrison, IL

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Morrison as of and for the year ended April 30, 2026, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 10, 2026.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Hopkins & Assoc.

Granville, Illinois
June 10, 2026

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

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents (Note 2)	$ 4,002,353	$ 2,369,847	$ 6,372,200
Receivables (net) :			
Property Tax (Note 1C)	1,056,930	-	1,056,930
Other (Note 7)	535,834	278,073	813,907
Inventory	3,913	-	3,913
Prepaid Expenses (Note 9)	43,735	22,046	65,781
Capital Assets: (Note 3)			
Land	264,429	320,459	584,888
Buildings and Public Property	7,711,093	-	7,711,093
Streets and Land Improvements	7,080,142	-	7,080,142
Machinery, Equipment, and Vehicles	3,011,746	419,537	3,431,283
Water and Sewer Infrastructure	-	37,374,391	37,374,391
Accumulated Depreciation	(8,828,805)	(11,668,595)	(20,497,400)
Net Pension Benefit (Note 13)	142,961	68,635	211,596
Total Assets	$ 15,024,331	$ 29,184,393	$ 44,208,724
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows of Pension Resources (Note 13)	$ 553,635	$ 248,733	$ 802,368
Total Deferred Outflows of Resources	$ 553,635	$ 248,733	$ 802,368
Total Assets and Deferred Outflows	$ 15,577,966	$ 29,433,126	$ 45,011,092
LIABILITIES			
Current Liabilities:			
Accounts Payable (Note 7)	$ 9,779	$ 47,506	$ 57,285
Accrued Wages and Payroll Liabilities (Note 7)	71,633	18,281	89,914
Customer Deposits	-	56,724	56,724
Long-Term Liabilities: (Note 11)			
Accrued Compensated Absences (Note 17)	127,623	49,479	177,102
Long-Term Debt - Due within One Year	180,000	616,546	796,546
Long-Term Debt - Due in more than One Year	3,225,000	13,288,577	16,513,577
Total Liabilities	$ 3,614,035	$ 14,077,113	$ 17,691,148
DEFERRED INFLOWS OF RESOURCES			
Unavailable Property Taxes	$ 1,056,930	$ -	$ 1,056,930
Deferred Inflows of Pension Resources (Note 13)	636,936	311,415	948,351
Total Deferred Inflows of Resources	$ 1,693,866	$ 311,415	$ 2,005,281
NET POSITION			
Net Investment in Capital Assets	$ 5,976,566	$ 12,540,669	$ 18,517,235
Retricted - nonexpendable	166,300	22,046	188,346
Restricted for: (Note 4)			
Debt Service	259,704	-	259,704
Road Maintenance	1,326,244	-	1,326,244
Other Purposes	1,386,641	-	1,386,641
Unrestricted:			
Related to Net Pension Liability (Note 13)	59,660	5,953	65,613
Other Purposes	1,094,950	2,475,930	3,570,880
Total Net Position	$ 10,270,065	$ 15,044,598	$ 25,314,663
Total Liabilities, Deferred Inflows, and Net Position	$ 15,577,966	$ 29,433,126	$ 45,011,092

See accompanying notes to basic financial statements.

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

Functions/Programs	Expenses	Program Revenues: Fee/Fines Charges for Service	Program Revenues: Operating Grants and Refunds	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position, Primary Government: Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
General Administration	$ 757,978	$ 87,033	$ 42,000	$ -	$ (628,945)		$ (628,945)
Public Safety	1,007,466	61,040	-	-	(946,426)		(946,426)
Streets and Alleys	883,364	-	11,195	-	(872,169)		(872,169)
Parks, Recreation, and Library	457,028	76,484	-	57,168	(323,376)		(323,376)
Municipal Buildings and Grounds	612,120	50,875	-	-	(561,245)		(561,245)
Economic Development	22,896	-	-	-	(22,896)		(22,896)
Interest on Long-Term Debt	104,525	-	-	-	(104,525)		(104,525)
Total Governmental Activities	$ 3,845,377	$ 275,432	$ 53,195	$ 57,168	$ (3,459,582)		$ (3,459,582)
Business-Type Activities:							
Water, Sanitation, and Sewer	$ 2,369,984	$ 2,522,642	$ -	$ 395,159		$ 547,817	$ 547,817
Interest on Long-Term Debt	131,670	-	-	-		(131,670)	(131,670)
Total Business-Type Activities	$ 2,501,654	$ 2,522,642	$ -	$ 395,159		$ 416,147	$ 416,147
Total Primary Government	$ 6,347,031	$ 2,798,074	$ 53,195	$ 452,327	$ (3,459,582)	$ 416,147	$ (3,043,435)

General revenues:	Governmental Activities	Business-Type Activities	Total
Taxes:			
Property Taxes	$ 739,355	$ -	$ 739,355
Income Tax	747,563	-	747,563
Sales and Use Taxes	1,225,422	-	1,225,422
Utility Tax	210,775	-	210,775
Telecommunications Tax	46,678	-	46,678
Motor Fuel Tax	187,376	-	187,376
Replacement Tax	74,722	-	74,722
Motel Tax	12,843	-	12,843
Foreign Fire Insurance	17,647	-	17,647
Video Gaming Tax	99,174	-	99,174
Interest Earned	164,818	88,713	253,531
Other General Revenue	27,087	-	27,087
Total General Revenues	$ 3,553,460	$ 88,713	$ 3,642,173
Change in Net Position from Operations	$ 93,878	$ 504,860	$ 598,738
Change in Accrued Vacation and Sick Pay Liability	(2,417)	-	(2,417)
Transfer In (Note 6)	160,930	-	160,930
Transfer (Out) (Note 6)	(130,000)	(30,930)	(160,930)
Change in Net Position	$ 122,391	$ 473,930	$ 596,321
Net Position - Beginning	10,147,674	14,570,668	24,718,342
Net Position - Ending	$ 10,270,065	$ 15,044,598	$ 25,314,663

See accompanying notes to basic financial statements.

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

	General Fund	Local 1% Sales Tax Fund	Capital Project Fund	Odell Public Library District Fund	Other Govermental Funds	TOTAL
ASSETS						
Cash and Cash Equivalents (Note 2)	$ 1,173,011	$ 891,893	$ 143,247	$ 675,837	$ 1,118,365	$ 4,002,353
Accounts Receivable (Note 7)	401,684	82,575	-	3,013	48,562	535,834
Due From Other Funds	-	-	-	-	69,000	69,000
Property Tax Receivable (Note 1C)	288,815	-	-	119,595	648,520	1,056,930
Inventory	3,913	-	-	-	-	3,913
Prepaid Expenses (Note 9)	-	-	-	-	43,735	43,735
Total Assets	$ 1,867,423	$ 974,468	$ 143,247	$ 798,445	$ 1,928,182	$ 5,711,765
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE						
Liabilities:						
Accounts Payable (Note 7)	$ 9,779	$ -	$ -	$ -	$ -	$ 9,779
Due to Other Funds	69,000	-	-	-	-	69,000
Accrued Wages (Note 7)	53,751	-	-	4,921	-	58,672
Accrued Compensated Absences (Note 7)	-	-	-	-	-	-
Payroll Tax Liabilities (Note 7)	2,422	-	-	-	10,539	12,961
Total Liabilities	$ 134,952	$ -	$ -	$ 4,921	$ 10,539	$ 150,412
Deferred Inflows of Resources:						
Deferred Property Taxes (Note 1C)	$ 288,815	$ -	$ -	$ 119,595	$ 648,520	$ 1,056,930
Total Deferred Inflows of Resources	$ 288,815	$ -	$ -	$ 119,595	$ 648,520	$ 1,056,930
Fund Balances (Note 1):						
Nonspendable	$ 3,913	$ -	$ -	$ -	$ 162,387	$ 166,300
Restricted	10,243	974,468	-	673,929	1,313,949	2,972,589
Committed	101,439	-	143,247	-	-	244,686
Assigned	-	-	-	-	-	-
Unassigned	1,328,061	-	-	-	(207,213)	1,120,848
Total Fund Balances	$ 1,443,656	$ 974,468	$ 143,247	$ 673,929	$ 1,269,123	$ 4,504,423
Total Liabilities and Fund Balances	$ 1,867,423	$ 974,468	$ 143,247	$ 798,445	$ 1,928,182	$ 5,711,765

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

Total Fund Balances - All Governmental Funds	$ 4,504,423
The amount of the book value of capital assets at April 30, 2026. (In governmental fund statements, all capital assets are expensed as purchased. Under GASB No. 34 in the government-wide statements of net position, capital assets are presented at book value.)	9,238,605
The amount of the book value of debt at April 30, 2026. (Governmental funds do not report debt on the balance sheet. In the government-wide statement of net position, debt is reported as a long-term liability.)	(3,405,000)
The amount of Net Pension Benefit (Liability) at April 30, 2026. (In the government-wide statement of net position, net pension liability is reported as a long-term liability).	142,961
The amount of Deferred Outflows (Inflows) at April 30, 2026 related to IMRF Expenses	(83,301)
Compensated Absences not due and payable from current resources are not reported in governmental funds	(127,623)
Total Net Position of Governmental Activities	$ 10,270,065

See accompanying notes to basic financial statements.

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

REVENUES	General Fund	1% Local Sales Tax Fund	Capital Project Fund	Odell Public Library District Fund	Other Govermental Funds	TOTAL
Property Tax	$ 268,187	$ -	$ -	$ 109,559	$ 361,609	$ 739,355
Licenses	55,637	-	-	-	-	55,637
Permits	9,196	-	-	-	-	9,196
Income Tax	747,563	-	-	-	-	747,563
Replacement Tax	36,704	-	-	14,481	23,537	74,722
Grocery Tax	11,195	-	-	-	-	11,195
Sales Tax	746,934	-	-	-	-	746,934
Local 1% Sales Tax	-	434,432	-	-	-	434,432
Use Tax	37,761	-	-	-	-	37,761
Video Gaming Tax	99,174	-	-	-	-	99,174
Hotel/Motel Tax	-	-	-	-	12,843	12,843
Cannabis Use Tax	6,295	-	-	-	-	6,295
Fees	375	-	-	-	-	375
Interest Revenue	43,180	31,082	9,583	19,107	61,866	164,818
Rental Revenue	6,425	-	4,500	-	-	10,925
Reimbursements	-	-	-	-	-	-
Donations	-	-	-	27,060	-	27,060
Certified Death Certificates	10,900	-	-	-	-	10,900
Police - Fines, Patrol, Fees, Reports	22,059	-	-	-	3,000	25,059
School District Resource Officer Reimbursements	35,981	-	-	-	-	35,981
Cemetery - Burial Fees and Lot Sales	50,875	-	-	-	-	50,875
Park - Events, Fees, Concessions, Rental	64,354	-	-	-	-	64,354
Foreign Fire Insurance Tax	-	-	-	-	17,647	17,647
Motor Fuel Tax	-	-	-	-	187,376	187,376
State Grant	-	-	-	30,108	-	30,108
Federal Grant	42,000	-	-	-	-	42,000
Library - Desk Fees	-	-	-	12,130	-	12,130
Utility Tax	-	-	-	-	210,775	210,775
Telecommunications Tax	-	-	-	-	46,678	46,678
Cemetery - Perpetual Care	-	-	-	-	-	-
Other	17,777	-	-	-	2,410	20,187
Total Revenues	$ 2,312,572	$ 465,514	$ 14,083	$ 212,445	$ 934,641	$ 3,939,255
EXPENDITURES						
Current:						
General Administrative	$ 486,381	$ -	$ -	$ -	$ 280,762	$ 767,143
Public Safety	820,167	-	-	-	97,625	917,792
Streets and Alleys	290,168	-	-	-	96,871	387,039
Parks, Recreation, and Library	252,919	-	-	191,165	665	444,749
Municipal Buildings and Grounds	270,683	-	-	-	-	270,683
Economic Development	18,390	-	-	-	4,506	22,896
Debt service:						
Loan Interest	-	55,062	-	-	49,463	104,525
Loan Principal	-	75,000	-	-	100,000	175,000
Capital Outlay	238,816	429,523	200,075	-	473,972	1,342,386
Total Expenditures	$ 2,377,524	$ 559,585	$ 200,075	$ 191,165	$ 1,103,864	$ 4,432,213
Excess (Deficiency) of Revenues over Expenditures	$ (64,952)	$ (94,071)	$ (185,992)	$ 21,280	$ (169,223)	$ (492,958)
Transfer In (Note 6)	$ 107,930	$ 26,000	$ -	$ -	$ 27,000	$ 160,930
Transfer (Out) (Note 6)	(43,000)	-	-	-	(87,000)	(130,000)
Net Change in Fund Balances	$ (22)	$ (68,071)	$ (185,992)	$ 21,280	$ (229,223)	$ (462,028)
Fund Balances - Beginning	1,443,678	1,042,539	329,239	652,649	1,498,346	4,966,451
Fund Balances - Ending	$ 1,443,656	$ 974,468	$ 143,247	$ 673,929	$ 1,269,123	$ 4,504,423

See accompanying notes to basic financial statements.

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

Net Change in Fund Balances - Total Governmental Funds	$	(462,028)
The amount by which depreciation exceeded capital outlays in the current period. (Governmental Funds report capital outlays as expenditures and do not report depreciation. In the government-wide statement of activities the costs of the purchased capital assets are reported as depreciation expense over the estimated useful lives of the assets.)		397,528
The amount by which debt service exceeded interest paid. (Governmental Funds report debt service interest paid and debt service principal payments as expenditures. In the government-wide statement of activities the cost of the debt service interest paid is reported as Interest on Long-Term Debt as a functional expenditure. Principal paid reduces the long-term liability and, in turn, is not recorded as an expenditure.)		175,000
The amount of debt issued during the year (Governmental Funds report debt issued as revenue in the year of issuance. In the government-wide state of net position the issuance of debt is recorded as a long-term liability and is not recorded as revenue on the statement of activities)		-
Increase in Accrued Vacation and Sick Pay. (This is a long-term liability and is only reported on the government-wide statements.)		(2,417)
The change in Net Pension Liability and related Deferred Inflows/Outflows. (Governmental Funds do not report expenditures that do not require current use of financial resources.)		14,308
Change in Net Position of Governmental Activities	$	122,391

See accompanying notes to basic financial statements.

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

	Business-Type Activities - Enterprise Funds				Governmental Activites - Internal Service Fund
	Water Fund	Sewer Fund	Sanitation Fund	Total Proprietary Funds	Self Insured Deductible Fund
ASSETS					
Current Assets:					
Cash and Cash Equivalents(Note 2)	$ 896,140	$ 1,459,496	$ 14,211	$ 2,369,847	$ 90,701
Receivables:					
Accounts Receivable (Note 7)	114,818	160,392	2,863	278,073	-
Prepaid Expenses	11,023	11,023	-	22,046	-
Non-Current Assets:					
Net Pension Asset	29,229	39,406	-	68,635	-
Capital Assets: (Note 3)					
Land	-	320,459	-	320,459	-
Infrastructure	15,956,990	21,417,401	-	37,374,391	-
Meters	224,959	-	-	224,959	-
Vehicles and Equipment	166,273	28,305	-	194,578	-
Accumulated Depreciation	(4,550,883)	(7,117,712)	-	(11,668,595)	-
Total Assets	$ 12,848,549	$ 16,318,770	$ 17,074	$ 29,184,393	$ 90,701
DEFERRED OUTFLOWS OF RESOURCES	$ 109,198	$ 139,535	$ -	$ 248,733	$ -
Total Assets and Deferred Outflows	$ 12,957,747	$ 16,458,305	$ 17,074	$ 29,433,126	$ 90,701
LIABILITIES					
Current Liabilities:					
Accounts Payable (Note 7)	$ 11,292	$ 11,900	$ 24,314	$ 47,506	$ 42,710
Accrued Wages and Payroll Liab. (Note 7)	9,882	8,399	-	18,281	-
Customer Deposits	56,724	-	-	56,724	-
Non-Current Liabilities: (Note 11)					
Accrued Vacation and Sick Pay (Note 1L)	14,002	35,477	-	49,479	-
Due within One Year	205,736	410,810	-	616,546	-
Due in more than One Year	4,242,926	9,045,651	-	13,288,577	-
Total Liabilities	$ 4,540,562	$ 9,512,237	$ 24,314	$ 14,077,113	$ 42,710
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows	$ 135,629	$ 175,786	$ -	$ 311,415	$ -
Total Deferred Inflows of Resources	$ 135,629	$ 175,786	$ -	$ 311,415	$ -
NET POSITION					
Net Investment in Capital Assets	$ 7,348,677	$ 5,191,992	$ -	$ 12,540,669	$ -
Restricted-nonexpendable	11,023	11,023	-	22,046	-
Restricted	-	-	-	-	47,991
Unrestricted	921,856	1,567,267	(7,240)	2,481,883	-
Total Net Position	$ 8,281,556	$ 6,770,282	$ (7,240)	$ 15,044,598	$ 47,991
Total Liabilities, Deferred Inflows, and Net Position	$ 12,957,747	$ 16,458,305	$ 17,074	$ 29,433,126	$ 90,701

See accompanying notes to basic financial statements.

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

	Business-Type Activities - Enterprise Funds				Governmental Activites - Internal Service Fund
	Water Fund	Sewer Fund	Sanitation Fund	Total Enterprise Funds	Self Insured Deductible Fund
OPERATING REVENUES					
Charges for Service:					
Water Fees	$ 947,483	$ -	$ -	$ 947,483	$ -
Sewer Fees	-	1,257,965	-	1,257,965	-
Landfill Charges	-	-	316,894	316,894	-
Health Insurance Contributions	-	-	-	-	416,819
Other	300	-	-	300	-
Total Operating Revenues	$ 947,783	$ 1,257,965	$ 316,894	$ 2,522,642	$ 416,819
OPERATING EXPENSES					
Salaries	$ 173,477	$ 205,053	$ -	$ 378,530	$ -
Workers' Compensation	2,964	2,964	-	5,928	-
Social Security	13,023	15,356	-	28,379	-
Retirement	11,920	14,350	-	26,270	-
Automobile Allowance	-	-	-	-	-
Maintenance Service	8,818	52,957	-	61,775	-
Accounting Service	7,333	7,333	-	14,666	-
Engineering	16,325	23,044	-	39,369	-
Legal	-	-	-	-	-
Software/Hardware	36,260	36,840	-	73,100	-
Computer System Maintenance	4,110	5,280	-	9,390	-
Lab Fees	12,433	5,716	-	18,149	-
Postage	8,263	4,803	-	13,066	-
Telephone	13,721	15,286	-	29,007	-
Printing	622	622	-	1,244	-
Dues & Permit Fees	1,100	-	-	1,100	-
Travel/Training	2,563	342	-	2,905	-
Utilities	54,756	95,819	-	150,575	-
Drug Testing	-	1,125	-	1,125	-
IEPA Permit	-	7,500	-	7,500	-
Liability/General Insurance	13,378	13,378	-	26,756	-
Maintenance Supplies	31,744	29,286	-	61,030	-
Office Supplies	171	171	-	342	-
Small Tools	1,134	529	-	1,663	-
Lab Supplies	242	301	-	543	-
Fuel/Oil	5,324	5,382	-	10,706	-
Chemicals	21,140	7,836	-	28,976	-
Uniforms	625	948	-	1,573	-
System Leak Survey	4,500	-	-	4,500	-
Economic Development	4,975	4,975	-	9,950	-
Banking Fees	1,576	-	-	1,576	-
Contractual Waste Hauler	-	-	292,687	292,687	-
Health Insurance Fund - Reimbursement	65,000	80,000	-	145,000	-
Health Insurance	-	-	-	-	380,093
Depreciation	318,662	604,848	-	923,510	-
Miscellaneous	3,129	2,393	-	5,522	-
Total Operating Expenses	$ 839,288	$ 1,244,437	$ 292,687	$ 2,376,412	$ 380,093
Net Operating Income (Loss)	$ 108,495	$ 13,528	$ 24,207	$ 146,230	$ 36,726
NON-OPERATING REVENUE (EXPENSES)					
Interest Revenue	$ 34,793	$ 53,182	$ 738	$ 88,713	$ 4,912
Change in Pension Liability & Deferrals	2,828	3,600	-	6,428	-
Debt Interest Expense	(44,993)	(86,677)	-	(131,670)	-
Grant Revenue	-	395,159	-	395,159	-
Transfer In (Note 6)	-	-	-	-	-
Transfer (Out) (Note 6)	-	-	(30,930)	(30,930)	-
Changes in Net Position - Current Year	$ 101,123	$ 378,792	$ (5,985)	$ 473,930	$ 41,638
Total Net Position - Beginning	8,180,433	6,391,490	(1,255)	14,570,668	6,353
Total Net Position - Ending	$ 8,281,556	$ 6,770,282	$ (7,240)	$ 15,044,598	$ 47,991

See accompanying notes to basic financial statements.

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

	Business-Type Activities - Enterprise Funds				Governmental Activites - Internal Service Fund
	Water Fund	Sewer Fund	Sanitation Fund	Total Proprietary Funds	Self Insured Deductible Fund
Cash flows from operating activities:					
Cash Received from Customers	$ 950,939	$ 1,265,645	$ 317,035	$ 2,533,619	$ 377,710
Payments to Employees & for Employee Benefits	(196,727)	(234,849)	-	(431,576)	(380,093)
Payments to Suppliers	(319,683)	(402,187)	(291,740)	(1,013,610)	-
Other Operating Revenues (Expenses)	-	-	-	-	-
Net cash provided by operating activities	$ 434,529	$ 628,609	$ 25,295	$ 1,088,433	$ (2,383)
Cash flows from non-capital financing activities:					
Transfers In	$ -	$ -	$ -	$ -	$ -
Transfers (Out)	-	-	(30,930)	(30,930)	-
Net cash provided (used) by non-cap. fin. activities	$ -	$ -	$ (30,930)	$ (30,930)	$ -
Cash flows from capital and related financing activities:					
Principal Payments on Note Payable	$ (189,638)	$ (364,312)	$ -	$ (553,950)	$ -
Proceeds from Federal Grant	-	395,159	-	395,159	-
Proceeds on Issuance of Debt	-	-	-	-	-
Acquisition of Capital Assets	(560,309)	(472,350)	-	(1,032,659)	-
Interest Paid	(44,993)	(86,678)	-	(131,671)	-
Net cash (used) by capital financing activities	$ (794,940)	$ (528,181)	$ -	$ (1,323,121)	$ -
Cash flows from investing activities:					
Interest Revenue	$ 34,793	$ 53,182	$ 738	$ 88,713	$ 4,912
Net cash provided by investing activities	$ 34,793	$ 53,182	$ 738	$ 88,713	$ 4,912
Net increase in cash and cash equivalents	$ (325,618)	$ 153,610	$ (4,897)	$ (176,905)	$ 2,529
Cash and equivalents, April 30, 2025	1,221,758	1,305,886	19,108	2,546,752	88,172
Cash and equivalents, April 30, 2026	$ 896,140	$ 1,459,496	$ 14,211	$ 2,369,847	$ 90,701
Reconciliation of Operating Income (Loss) to Net Cash provided (used) by Operating Activites					
Operating Income (Loss)	$ 108,495	$ 13,528	$ 24,207	$ 146,230	$ 36,726
Adjustments to reconcile net loss to net cash provided by operating activities:					
Depreciation	$ 318,662	$ 604,848	$ -	$ 923,510	$ -
Changes in Assets and Liabilities				-	-
(Increase) Decrease in Other Assets	(3,963)	7,488	141	3,666	-
Increase (Decrease) in Payables	11,335	2,745	947	15,027	(39,109)
Total Adjustments	$ 326,034	$ 615,081	$ 1,088	$ 942,203	$ (39,109)
Net Cash provided by operating activites	$ 434,529	$ 628,609	$ 25,295	$ 1,088,433	$ (2,383)

See accompanying notes to basic financial statements.

CITY OF MORRISON
NOTES TO FINANCIAL STATEMENTS
April 30, 2026

Note 1 - Summary of Significant Accounting Policies

A. General

The City of Morrison, Illinois, is governed by an elected mayor and eight aldermen. The City's major operations include police protection, parks and recreation, public works, and general administrative services. In addition, the City owns and operates a water and sewer system.

For the year ended April 30, 2026, the financial statements have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the City are described below.

B. Reporting Entity

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

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

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

Blended Component Unit - The Odell Public Library (the "Library") serves all the citizens of the City and is governed by the Library Board of Trustees. The budget and tax levy ordinance is approved by the Library Board and City Council. Although it is legally separate from the City, the Library is reported as if it were part of the primary government because the City Council appoints the governing board. The Library is reported as a Special Revenue Fund.

Note 1 - Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting

The City maintains its accounting records on the cash basis and year-end adjustments are recorded to convert to the accrual basis or modified accrual basis as prescribed by generally accepted accounting principles. In the government-wide financial statements, the accrual basis is used, and revenues are recognized when earned and expenses are recognized when the related liability is incurred. In the governmental funds financial statements, the modified accrual basis is used. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available, except for the property tax receivable which is discussed below. Available means collectible within 60 days. Expenditures are recognized when the related liability is incurred. All revenue and expense accounts are subject to accrual.

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

D. Basic Financial Statements – Government-Wide Statements

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

E. Basic Financial Statements—Fund Financial Statements

The City does not allocate indirect costs. The government-wide focus is more on the sustainability of the City as an entity and the change in its net position resulting from the current year's activities. As a general rule the effect of internal activity has been eliminated from the government-wide financial statements.

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

1. Governmental Funds:

The focus of the governmental funds' measurement is upon determination of financial position and changes in financial position rather than upon net income. For reporting purposes, the City has elected to treat the General Fund, Local 1% Sales Tax Fund, Odell Public Library Fund, and the Capital Project Fund as major funds, and has considered all other governmental funds to be non-major funds. In Statements 3 and 4, these non-major funds are reported as "Other Governmental Funds." Details of these funds can be found in Schedules 6 and 7. All three Proprietary Funds are also considered to be major funds. The following is a description of governmental fund types:

a. General Fund is the general operating fund. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund consists of the General Fund, Community Landscaping Fund, Economic Development Fund, and Public Works Vehicle Fund.
   1) General Fund – This is the City's primary operating fund. It accounts for all financial resources of the general government, except those that are required to be accounted for in another fund. The services which are administered by and accounted for in the general fund include general government, public safety, public works, and parks and recreation, and cemetery operations.
   2) Community Landscaping Fund – This fund was created to account for a donation restricted for community landscaping.
   3) Economic Development Fund – This fund was created to account for funds committed to be spent on economic development of the city.
   4) Public Works Vehicle Fund – This fund was created by the City Council to accumulate funds for future purchases of public works vehicles.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City has fourteen Special Revenue Funds: Local 1% Sales Tax Fund, Audit Fund, Street Lighting Fund, Insurance Fund, Fire Protection Fund, Motor Fuel Tax Fund, IMRF Fund, Social Security Fund, Drug Traffic Prevention Fund, Police Vehicle Fund, Odell Public Library Fund, Tourism and Convention Fund, Veterans Memorial Park Fund, and the Grove Hill Cemetery Perpetual Care Fund.
c. Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt for governmental funds. The City has one debt service fund.
d. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The City has one Capital Projects Funds.

2. Proprietary Funds:

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed through user charges. The City has three Proprietary Funds: Water Fund; Sewer Fund; and Sanitation Fund.

The City also administers an internal service fund (reported as a proprietary fund type) to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The Self-Insured Deductible Fund accounts for the partially self-funded high deductible in the employee health insurance plan.

3. Fiduciary Funds:

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support City programs. The reporting focus is on net position and changes in net position. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements. The City has no fiduciary funds.

Note 1 - Summary of Significant Accounting Policies (Continued)

F. Budgets and Budgetary Accounting

Budgetary control is on the total expenditure level for each fund. All budgets are adopted on a basis consistent with generally accepted accounting principles. Budgets are prepared for all funds and all budgets lapse at year-end. The appropriated budget is prepared by fund, function, and department. Transfers of appropriations between departments require the approval of the Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. Appropriations in all budgeted funds lapse at the end of the fiscal year.

G. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets, are defined by the City as assets with an initial, individual cost of more than the threshold identified below and an estimated useful life in excess of two years.

Assets	Threshold
Plant and related properties	$ 25,000
Machinery and equipment	5,000
Vehicles	5,000
Infrastructure	15,000

As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Assets	
Plant and related properties	10 to 40 years
Machinery and equipment	3 to 10 years
Vehicles	3 to 10 years
Infrastructure	20 years

Note 1 - Summary of Significant Accounting Policies (Continued)

H. Revenue and Expenses

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

I. Use of Estimates

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

J. Investments and Cash Equivalents

All investments are cash or cash equivalents (readily converted to cash). Deposits in banks or savings associations are valued at cost, which is equivalent to fair value. For purposes of the statement of cash flows, the proprietary funds consider short-term highly liquid investments, including time deposits at financial institutions, to be cash equivalents.

K. Restricted and Unrestricted Resources

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

L. Compensated Absences and Post-Employment

The City's policy permits employees to accumulate earned but unused vacation, compensated time, and sick benefits, which are eligible for payment upon separation from City service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. The liability has been calculated using the guidelines of GASB 101. The liability for compensated absences includes salary-related benefits and payroll taxes, where applicable.

Note 1 - Summary of Significant Accounting Policies (Continued)

M. Fund Balance Classification

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

a. Nonspendable – Fund balances should be considered to be nonspendable if funds are not in spendable form, or are legally or contractually required to be maintained intact. The City has nonspendable fund balances in the Insurance Fund for prepaid insurance ($43,735), in the Cemetery Fund for perpetual care assets ($118,652), and for inventory in the General Fund ($3,913).
b. Restricted – Fund balances should be considered to be restricted when constraints placed on funds are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The City has restricted fund balances in the General Fund, see Note 4. Additionally, all fund balances that are not considered nonspendable in the following funds are restricted: Local 1% Sales Tax Fund, Audit Fund, Street Lighting Fund, Insurance Fund, Fire Protection Fund, Motor Fuel Tax Fund, IMRF Fund, Social Security Fund, Drug Traffic Prevention Fund, Police Vehicle Fund, Odell Public Library Fund, Revolving Loan Fund, Veterans Memorial Park Fund, and the Grove Hill Cemetery Perpetual Care Fund.
c. Committed – Fund balances should be considered to be committed if funds can only be used for specific purposes as a result of constraints imposed by formal action of the City's Mayor and Aldermen. The City has a committed fund balance in the General Fund for economic development and public works vehicle replacement for $101,439. The City also has a committed fund balance in the Capital Project fund for future projects of $143,247.
d. Assigned – Fund balances should be considered to be assigned if amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. This City does not have any assigned fund balances.
e. Unassigned – Fund balances should be considered to be unassigned if they are a portion of the General fund balances that have not been considered to be restricted, committed, or assigned to specific purposes.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

N. Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Note 2 - Cash and Equivalents

The City is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30ILCS 235). In general, the City may invest in obligations of the United States of America or its agencies (or guaranteed by the full faith and credit of the same) and certain time deposits and short-term obigations as defined in the Public Fund Investment Act. Cash accounts are maintained at TBK Bank in Morrison, Illinois; Illinois Funds in Springfield, Illinois; Community State Bank in Morrison, Illinois; Sterling Federal Bank in Sterling, Illinois; and a Paypal Clearing Account.

At year-end, the carrying amount of the City's cash and deposits was $6,372,200 and the bank balances totaled $6,471,091.

Cash and investments are categorized in accordance with risk factors. Deposits at each bank are insured up to FDIC limits. The Deposits are secured by type as indicated in the following table.

		Bank Balance	Book Balance
Type 1	Fully insured by FDIC	$ 1,388,434	$ 1,371,716
Type 2	Secured by securities pledged to City but in the bank's name	-	-
Type 3	Uninsured	82,173	-
		$ 1,470,607	$ 1,371,716
Uncatergorized -	Uncategorized Illinois Fund - secured by State of Illinois	5,000,484	5,000,484
		$ 6,471,091	$ 6,372,200

Note 2 - Cash and Investments (Continued)

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

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

Note 3 - Capital Assets

The City's Fixed Assets are valued at historical cost or estimated historical cost, if actual cost is not known.

The current year additions to capital assets were $1,342,386 for governmental activities and $1,032,659 for business-type activities. There were no disposals of capital assets recorded in the current fiscal year.

Note 3 - Capital Assets (Continued)

COST BASIS

	Beginning of Year	Additions	Deletions	End of Year
General Assets				
Non-Depreciable Assets				
Land	$ 264,429	$ -	$ -	$ 264,429
Depreciable Assets				
Plant and Related Properties	$ 7,171,548	$ 539,545	$ -	$ 7,711,093
Infrastructure	6,650,619	429,523	-	7,080,142
Machinery, Equipment, and Vehicles	2,638,428	373,318	-	3,011,746
Total General Assets	$ 16,725,024	$ 1,342,386	$ -	$ 18,067,410
Water and Sewer Fund				
Non-Depreciable Assets				
Land	$ 320,459	$ -	$ -	$ 320,459
Depreciable Assets				
Water Plant and Related Property	$ 15,396,681	$ 560,309	$ -	$ 15,956,990
Sewer Plant and Related Property	20,945,051	472,350	-	21,417,401
Vehicles and Equipment	419,537	-	-	419,537
Total Water and Sewer Assets	$ 37,081,728	$ 1,032,659	$ -	$ 38,114,387
GrandTotal	$ 53,806,752	$ 2,375,045	$ -	$ 56,181,797

ACCUMULATED DEPRECIATION

	Beginning of Year	Additions	Deletions	End of Year
General Assets				
Depreciable Assets				
Plant and Related Properties	$ 4,320,219	$ 327,207	$ -	$ 4,647,426
Infrastructure	1,779,736	348,182	-	2,127,918
Machinery, Equipment, and Vehicles	1,783,992	269,469	-	2,053,461
Total General Assets	$ 7,883,947	$ 944,858	$ -	$ 8,828,805
Water and Sewer				
Depreciable Assets				
Water Plant and Related Property	$ 3,951,277	$ 312,738	$ -	$ 4,264,015
Sewer Plant and Related Property	6,425,421	595,247	-	7,020,668
Vehicles and Equipment	368,387	15,525	-	383,912
Total Water Sewer Assets	$ 10,745,085	$ 923,510	$ -	$ 11,668,595
GrandTotal	$ 18,629,032	$ 1,868,368	$ -	$ 20,497,400

Depreciation is allocated to the following functions: Administration, $5,143; public safety, $89,674; streets, $496,325; parks, recreation, and library, $12,279; municipal buildings and grounds, $341,437; water, $318,662; and sewer, $604,848.

Note 4 - Restricted Fund Balances and Restricted Net Position

Amounts restricted for debt service total $259,704 in the governmental funds.

Prepaid Insurance, perpetual care cemetery assets and inventory of $166,300 is classified as nonspendable fund balance in the governmental funds, and as a restricted net asset on the government-wide statement of net assets.

Special levies for police protection, road and bridge, and emergency services are deposited in the general fund. All property tax money received for these special levies was expended in the year ended April 30, 2026. No restricted fund balance is necessary for these items.

Amounts restricted by donors in the general fund for landscaping total $10,243.

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

Local 1% Sales Tax	$ 974,468
Audit	14,005
Street Lighting	52,664
Insurance	33,251
Motor Fuel Tax	351,776
IMRF	445,632
Social Security	120,514
Drug Traffic Prevention	9,889
Police Vehicle	-
Odell Public Library	673,929
Tourism and Convention	19,451
Veterans Memorial Park	7,063
Grove Hill Cemetery	-
Total	$ 2,702,642

CITY OF MORRISON
NOTES TO FINANCIAL STATEMENTS
April 30, 2026

Note 5 - Property Tax

Property taxes are attached as an enforceable lien on property as of January 1, 2024. Taxes are collectible in two installments on July 1 and September 1. The County Collector distributes these taxes to the various entities and funds within 30 days of collection. The City adopted a Tax Levy Ordinance in December of 2024. The tax assessment for the City for 2024 was $64,488,169. The extension and collections were as follows:

	Rate	Extension	Received	Difference
Corporate	0.25000	$ 161,220	$ 161,117	$ (103)
IMRF	0.13530	87,252	87,196	(56)
Fire Protection	0.12410	80,030	79,978	(52)
Police Protection	0.07500	48,366	48,335	(31)
Library	0.15000	96,732	96,670	(62)
Cemetery	0.02500	16,122	16,112	(10)
Audit	0.01100	7,094	7,089	(5)
Library Building	0.02000	12,898	12,889	(9)
Tort	0.09040	58,297	58,260	(37)
Street Lighting	0.05000	32,244	32,223	(21)
Emergency Services	0.00190	1,225	1,224	(1)
Social Security	0.15030	96,926	96,863	(63)
	1.08300	$ 698,406	$ 697,956	$ (450)
Road and Bridge*	N/A	41,399	41,399	-
	1.08300	$ 739,805	$ 739,355	$ (450)

*Levied through the township.

Note 6 - Interfund Payables/Receivables and Transfers

During the year ended April 30, 2023, the City Council approved an interfund loan from the Grove Hill Cemetery Perpetual Care Fund to the General Fund in the amount of $115,000. As of April 30, 2026, the General Fund owed the Grove Hill Cemetery Perpetual Care Fund $69,000.

Below are the interfund transfers as of April 30, 2026:

Fund	Transfer In	Transfer Out
Major Funds:		
General	$ 107,930	$ 43,000
1% Sales Tax	26,000	-
Capital Projects	-	-
Water	-	-
Sewer	-	-
Sanitation	-	30,930
Nonmajor Governmental	27,000	87,000
	$ 160,930	$ 160,930

Transfers generally related to expense reimbursements and payroll liabilities within the City's funds in accordance with budgetary authorizations.

Note 7 - Other Receivables and Payables

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

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

Note 8 - Insurance Risk Management

The City provides for risk management by securing comprehensive insurance through private carriers. The Mayor reports no major changes in insurance coverage or risk during the current fiscal year. Insurance premiums are paid through the Liability Insurance Fund. Tort levy funds were expended for the following purposes: liability, general, and workers compensation insurance premiums, $63,847.

Note 9 - Prepaid Expense

The City had $43,735 of prepaid insurance expense as of April 30, 2026. Insurance premiums are paid annually at the beginning of each covered year.

Note 10 - Risk Management

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

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

Note 11 - Long-Term Debt

The City issues general obligation debt certificates and bonds and notes payable to provide funds for the acquisition and construction of major capital facilities. The debt has been issued for governmental and business-type type activities. The debt is generally paid by sources other than property taxes. Debt outstanding at April 30, 2026 are as follows:

Governmental Activities:

Debt Certificates and Bonds	Sale Date	Original Borrowing	Interest Rates to Maturity	Final Maturity	Outstanding 4/30/26
Series 2016 - Bonds	12/14/2016	$ 1,960,000	2.00-4.00	12/15/2035	$ 1,230,000
Series 2021 - Bonds	5/27/2021	$ 2,470,000	1.00-3.00	12/15/2047	$ 2,175,000

The general obligation bonds (alternate revenue source), Series 2016, bear interest at 2.00 to 4.00 percent, which is due June 15 and December 15 of each year, while principal mature serially on December 15 of each year with an original final maturity on December 15, 2035. The original issue was $1,960,000. The bond proceeds were used to refinance the general obligation limited debt certificates, Series 2008 and a portion of the general obligation limited debt certificates, Series 2010. The bonds will be repaid from telecommunication taxes, utility taxes, and State of Illinois income taxes.

The general obligation bonds (alternate revenue source), Series 2021, bear interest at 1.00 to 3.00 percent, which is due June 15 and December 15 of each year, while principal mature serially on December 15 of each year with an original final maturity on December 15, 2047. The original issue was $2,470,000. The bond proceeds were used to finance a large public works infrastructure project completed during the fiscal year ended April 30, 2022. The bonds will be repaid from other revenue sources other than property taxes.

Note 11 - Long-Term Debt (Continued)

Business-Type Activities – Notes Payable:

Note Payable	Date	Original Borrowing	Interest Rates to Maturity	Final Maturity	Outstanding 4/30/26
Pub Water Sup Loan (2011)	2013	$ 2,574,422	1.25%	7/15/2042	$ 2,074,427
Pub Water Sup Loan (2015)	2015	9,254,051	1.00%	10/5/2046	7,353,653
Pub Water Sup Loan (2016)	2017	2,598,669	1.00%	11/1/2047	2,102,808
Pub Water Sup Loan (2022)	2022	757,298	1.00%	3/1/2052	669,450
Pub Water Sup Loan (2023)	2023	876,545	0.83%	3/22/2044	793,909
Pub Water Sup Loan (2023)	2024	948,139	0.93%	5/1/2054	910,876
Total					$ 13,905,123

Illinois Environmental Protection Agency Loans

In September 2011, the City entered into a public water supply loan with the Illinois Environmental Protection Agency and borrowed $2,574,422 on a reimbursement basis at a stated interest rate of 1.25% payable in semi-annual installments through July 15, 2042. The total disbursement amount to the City from the EPA was $3,406,050. $831,628 of this total disbursed amount was forgiven by the EPA and was recorded as grant revenue in the City's financial statements in the year of forgiveness.

In November 2015, the City entered into a loan with the Illinois Environmental Protection Agency and borrowed $9,254,051 on a reimbursement basis at a stated interest rate of 1.00% payable in semi-annual installments through October 5, 2046. The total disbursement amount to the City from the EPA was $13,803,851. $4,549,800 of this total disbursed amount was forgiven by the EPA and was recorded as grant revenue in the City's financial statements in the year of forgiveness.

In August 2016, the City entered into a loan with the Illinois Environmental Protection Agency and borrowed $2,598,669 on a reimbursement basis at a stated interest rate of 1.00% payable in semi-annual installments through November 1, 2047. The total disbursement amount to the City from the EPA was $3,801,930. $1,203,261of this total disbursed amount was forgiven by the EPA and was recorded as grant revenue in the City's financial statements in the year of forgiveness.

In April 2022, the City entered into a loan with the Illinois Environmental Protection Agency and borrowed $757,298 on a reimbursement basis at a stated interest rate of 1.00% payable in semi-annual installments through March 1, 2052. The total disbursement amount to the City from the EPA was $1,154,744. $400,000 of this total disbursed amount has been forgiven by the EPA and was recorded as grant revenue in the City's financial statements in the year of forgiveness.

Note 11 - Long-Term Debt (Continued)

Illinois Environmental Protection Agency Loans

In April 2023, the City entered into a loan with the Illinois Environmental Protection Agency and borrowed $876,545 ($325,625 of loan proceeds received during years ended April 30, 2024 and 2026) on a reimbursement basis at a stated interest rate of 0.83% payable in semi-annual installments through June 1, 2043. The total disbursement amount to the City from the EPA was $1,155,175. $400,000 of this total disbursed amount has been forgiven by the EPA and was recorded as grant revenue in the City's financial statements in the year of forgiveness.

In April 2024, the City entered into a loan with the Illinois Environmental Protection Agency and borrowed $948,139 on a reimbursement basis at a stated interest rate of 0.93% payable in semi-annual installments through May 1, 2054. The total disbursement amount to the City so far from the EPA was $1,755,343. $807,204 of this total disbursed amount has been forgiven by the EPA and was recorded as grant revenue in the City's financial statements in the year of forgiveness.

Payment Schedules

The payment schedule and annual activity for these loans has been included in the tables below.

Governmental Activities

	Notes Payable		Debt Certificates and Bonds	
Year Ending April 30:	**Principal**	**Interest**	**Principal**	**Interest**
2027	-	-	180,000	100,574
2028	-	-	190,000	96,464
2029	-	-	190,000	91,704
2030	-	-	195,000	90,584
2031	-	-	200,000	85,504
2032-2036	-	-	1,105,000	327,199
2037-2041	-	-	505,000	139,834
2042-2046	-	-	585,000	73,516
2047-2051	-	-	255,000	9,048
Total	$ -	$ -	$ 3,405,000	$ 1,014,427

Note 11 - Long-Term Debt (Continued)

Business-Type Activities

Year Ending April 30:	Loan/Note Payable Principal	Loan/Note Payable Interest
2027	616,546	140,105
2028	623,489	133,721
2029	629,937	127,271
2030	636,457	120,755
2031	643,043	113,815
2032-2036	3,316,430	469,969
2037-2041	3,491,730	290,382
2042-2046	3,083,084	120,470
2047-2051	727,890	16,875
2052-2056	136,517	1,976
Total	$ 13,905,123	$ 1,535,339

	Balance April 30, 2025	Additions	Reductions	Balance April 30, 2026	Due Within One Year
Governmental Activities					
Bonds	$ 3,580,000	$ -	$ 175,000	$ 3,405,000	$ 180,000
Notes Payable	-	-	-	-	-
Comp. Absences	125,206	2,417	-	127,623	-
	$ 3,705,206	$ 2,417	$ 175,000	$ 3,532,623	$ 180,000
Business-Type Activities					
IEPA - 2011	$ 2,186,965	$ -	$ 112,538	$ 2,074,427	$ 113,949
IEPA - 2015	7,675,333	-	321,680	7,353,653	324,905
IEPA - 2016	2,145,440	-	42,633	2,102,807	85,905
IEPA - 2022	691,892	-	22,441	669,451	22,666
IEPA - 2023	834,640	-	40,731	793,909	41,070
IEPA - 2024	924,614	-	13,738	910,876	28,051
Comp. Absences	43,051	6,428	-	49,479	-
	$ 14,501,935	$ 6,428	$ 553,761	$ 13,954,602	$ 616,546

Note 12 - Legal Debt Margin

Taxed Assessed Valuation - 2025 Tax Year		$ 70,348,620
Statutory Debt Limitation (8.625%)		$ 6,067,568
Total Debt	$ 17,310,123	
Excludable from Limit:	(13,905,123)	3,405,000
Legal Debt Margin		$ 2,662,568

Note 13 - Retirement Benefits

All employees are covered by Social Security and Medicare. The City also has a pension plan covering eligible employees. A summary of the plan follows:

Illinois Municipal Retirement Fund
Plan Description – The employer's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Employer's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

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

Note 13 - Retirement Benefits (Continued)

Employees hired ***on or after*** January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of: 3% of the original pension amount, or ½ of the increase in the Consumer Price Index of the original pension amount.

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

Membership	
Number of	
- Retirees and Beneficiaries	34
- Inactive, Non-Retired Members	28
- Active Members	29
Total	91

Contributions – As set by statute, the Employer's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Employer's annual contribution rate for calendar years 2025 and 2026 were 6.87% and 7.99%, respectively. For the fiscal year ended April 30, 2026, the Employer contributed $122,808 to the plan. The Employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

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

Actuarial Assumptions - The following are the methods and assumptions used to determine total pension liability at December 31, 2025. The **actuarial cost method** used was Entry Age Normal. The **asset valuation method** used was Market Value of Assets. The **inflation rate** was assumed to be 2.25%. **Salary increases** were expected to be 2.85-13.75%, including inflation. The **investment rate of return** was assumed to be 7.25%. **Projected retirement age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated of the 2023 valuation according to an experience study from years 2020-2022. For **mortality**,

Note 13 - Retirement Benefits (Continued)

for **non-disabled retirees,** the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2021. For **disabled retirees,** the Pub-2021, Amount-Weighted, below-median income, General, and Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For **active members**, the Pub-2021, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation.

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

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

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

Note 13 - Retirement Benefits (Continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2024	$ 9,973,906	$ 9,500,382	$ 473,524
Changes for the year:			
Service Cost	127,435	-	127,435
Interest on the Total Pension Liability	708,773	-	708,773
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	372,519	-	372,519
Changes of Assumptions	-	-	-
Contributions - Employer	-	110,070	(110,070)
Contributions - Employees	-	72,098	(72,098)
Net Investment Income	-	1,491,441	(1,491,441)
Benefit Payments, including Refunds of Employee Contributions	(522,900)	(522,900)	-
Other (Net Transfer)	-	220,238	(220,238)
Net Changes	685,827	1,370,947	(685,120)
Balances at December 31, 2025	$ 10,659,733	$ 10,871,329	$ (211,596)

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

	1% Decrease 6.25%	Current Discount 7.25%	1% Increase 8.25%
Net Pension Liability / (Asset)	$ 996,690	$ (211,596)	$ (1,189,439)

Pension Expense, Deferred Outlfows of Resources, and Deferred Inflows of Resources Related to Pensions – For the fiscal year ended April 30, 2026, the Employer recognized a pension benefit of $20,736. At April 30, 2026, the Employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Note 13 - Retirement Benefits (Continued)

Deferred Amounts Related to Pensions	**Deferred Outflows of Resources**	**Deferred Inflows of Resources**
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	$ 350,004	$ -
Changes of assumptions	-	594
Net difference between projected and actual earnings on pension plan investments	411,360	947,757
Total Deferred Amounts to be recognized in pension expense in future periods	761,364	948,351
Pension Contributions made subsequent to the Measurement Date	41,004	-
Total Deferred Amounts Related to Pensions	$ 802,368	$ 948,351

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

Year Ending December 31,	**Net Deferred Outlfows (Inflows) of Resources**
2026	$ 400,589
2027	(169,757)
2028	(215,408)
2029	(161,407)
2030	-
Thereafter	-
Total	$ (145,983)

Note 14 - Other Post Retirement Benefits Other Than Pensions

The City has evaluated its potential other postemployment benefits liability. The City provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the City are required to pay 100% of the current premium. However, few former employees have chosen to stay in the City's health insurance plan in the last several years. Therefore, there has been low utilization and, therefore, an immaterial implicit subsidy to calculate in accordance with GASB Statement No. 75. Additionally, the City has no former employees for whom the City was providing an explicit subsidy and no employees with agreements for future explicit subsidies upon retirement. Therefore, the City has not recorded any postemployment benefit liability as of April 30, 2026.

Note 15 - Spending Exceeded Appropriated Amounts – Non-Major & Proprietary Funds

Expenditures/Expenses exceeded appropriated amounts in the following funds: General Fund, Local 1% Sales Tax Fund, Insurance Fund, Tourism and Convention Fund, Fire Protection Fund, Motor Fuel Tax Fund, IMRF Fund, Police Vehicle Fund, Veterans Memorial Park Fund, Capital Project Fund, Debt Service Fund, Grove Hill Cemetery Perpetual Care Fund, and the Health Insurance Fund. Spending that exceeds budgeted amounts is a violation of Illinois State Statutes.

Note 16 - Contingencies

From time to time, the City is party to other pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the City's legal counsel that the likelihood is remote that any such claims or proceedings will have a material or adverse effect on the City's financial position or results of operations.

Note 17 - Accrued Compensated Absences – GASB 101

For the year ended April 30, 2026, the City calculated the liability for accrued compensated absences using the requirements specified in standard GASB 101.

Note 18 - Deficit Net Position

As of April 30, 2026, the Refuse Disposal Fund, the Police Vehicle Fund, and the Grove Hill Cemetery Perpetual Care Fund had a deficit net position/fund balance. Each of these deficits is the result of a timing issue that will be resolved at the beginning of the next fiscal year through reimbursements and interfund transfers.

Note 19 - Elected and Appointed City Officials

Mayor -......................................Scott D. Vandermyde
Clerk –.......................................Michael Hemmer
Treasurer -.................................Margaret Jones
City Attorney -..........................Tim Zollinger
City Administrator -..................Brian Melton
Alderman - ....Vacancy – Ward 1
....................................Sidonna Mahaffey – Ward 1
....................................Seth Buckwalter – Ward 2
....................................Todd Schlegel – Ward 2
....................................Sara Dunne – Ward 3
....................................Vernon Tervelt – Ward 3
....................................Matthew Tichler – Ward 4
....................................Kevin Bruckner, Jr. – Ward 4

CITY OF MORRISON
ILLINOIS MUNICIPAL RETIREMENT FUND - REGULAR EMPLOYEES

Schedule of Changes in the Net Pension Liability and Related Ratios

Calendar Year Ending December 31,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability										
Service Cost	$ 127,435	$ 113,107	$ 110,998	$ 113,804	$ 111,425	$ 123,332	$ 116,296	$ 113,537	$ 125,839	$ 135,161
Interest on the Total Pension Liability	708,773	658,563	639,821	620,713	616,537	614,587	592,236	566,966	562,702	547,851
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	-
Difference Between Expected and Actual Experience	372,519	431,240	19,881	34,595	(170,715)	(135,518)	94,447	163,890	63,589	(68,411)
Changes of Assumptions	-	-	(3,459)	-	-	(66,457)	-	238,883	(239,251)	(27,868)
Benefit Payments, including Refunds of Employee Contributions	(522,900)	(512,164)	(507,408)	(500,872)	(500,813)	(505,386)	(491,011)	(459,867)	(439,869)	(386,917)
Net Change in Total Pension Liability	$ 685,827	$ 690,746	$ 259,833	$ 268,240	$ 56,434	$ 30,558	$ 311,968	$ 623,409	$ 73,010	$ 199,816
Total Pension Liability - Beginning	9,973,906	9,283,160	9,023,327	8,755,087	8,698,653	8,668,095	8,356,127	7,732,718	7,659,708	7,459,892
Total Pension Liability - Ending (a)	$ 10,659,733	$ 9,973,906	$ 9,283,160	$ 9,023,327	$ 8,755,087	$ 8,698,653	$ 8,668,095	$ 8,356,127	$ 7,732,718	$ 7,659,708
Plan Fiduciary Net Position										
Contributions - Employer	$ 110,070	$ 76,959	$ 73,352	$ 102,447	$ 149,035	$ 161,278	$ 113,201	$ 132,510	$ 141,210	$ 150,185
Contributions - Employee	72,098	65,097	59,907	68,981	68,581	56,086	54,715	52,079	52,407	52,067
Net Investment Income	1,491,441	905,662	942,681	(1,343,110)	1,588,326	1,209,149	1,392,672	(496,866)	1,219,840	442,101
Benefit Payments, including Refunds of Employee Contributions	(522,900)	(512,164)	(507,408)	(500,872)	(500,813)	(505,386)	(491,011)	(459,867)	(439,869)	(386,917)
Other (Net Transfer)	220,238	24,098	29,518	13,250	(309,154)	14,634	38,567	151,031	(177,854)	29,023
Net Change in Plan Fiduciary Net Position	1,370,947	559,652	598,050	(1,659,304)	995,975	935,761	1,108,144	(621,113)	795,734	286,459
Plan Fiduciary Net Position - Beginning	9,500,382	8,940,730	8,342,680	10,001,984	9,006,009	8,070,248	6,962,104	7,583,217	6,787,483	6,501,024
Plan Fiduciary Net Position - Ending (b)	10,871,329	9,500,382	8,940,730	8,342,680	10,001,984	9,006,009	8,070,248	6,962,104	7,583,217	6,787,483
Net Pension Liability / (Asset) - Ending (a)-(b)	(211,596)	473,524	342,430	680,647	(1,246,897)	(307,356)	597,847	1,394,023	149,501	872,225
Total Pension Liability	101.99%	95.25%	96.31%	92.46%	114.24%	103.53%	93.10%	83.32%	98.07%	88.61%
Covered Valuation Payroll	$ 1,602,181	$ 1,446,610	$ 1,331,269	$ 1,285,859	$ 1,267,302	$ 1,246,351	$ 1,215,891	$ 1,157,299	$ 1,140,616	$ 1,157,048
Net Pension Liability as a Percentage of Covered Valuation Payroll	-13.21%	32.73%	25.72%	52.93%	-98.39%	-24.66%	49.17%	120.45%	13.11%	75.38%

Schedule of Employer Contributions - Most Recent Calendar Year

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	150,185	150,185	-	1,157,048	12.98%
2017	129,346	141,210	11,864	1,140,616	12.38%
2018	132,511	132,510	(1)	1,157,299	11.45%
2019	113,199	113,201	2	1,215,891	9.31%
2020	161,278	161,278	-	1,246,351	12.94%
2021	149,035	149,035	-	1,267,302	11.76%
2022	104,155	102,447	(1,708)	1,285,859	7.97%
2023	73,353	73,352	(1)	1,331,269	5.51%
2024	76,960	76,959	(1)	1,446,610	5.32%
2025	110,070	110,070	-	1,602,181	6.87%

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

See Notes to Financial Statements for more information about actuarial assumptions and other items.

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

REVENUES	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
Property:				
Property Tax - Corporate	$ 176,065	$ 177,229	$ 1,164	$ 177,229
Property Tax- Police	47,560	48,335	775	48,335
Property Tax - Road & Bridge	38,000	41,399	3,399	41,399
Property Tax - ESDA	1,165	1,224	59	1,224
Licenses & Permits:				
Liquor Licenses	19,000	19,700	700	19,700
Franchise Licenses	40,000	22,822	(17,178)	22,822
Gaming and Other Licenses	12,750	13,115	365	13,115
Building Permits	2,500	5,168	2,668	5,168
Other Permits	1,500	4,028	2,528	4,028
Other:				
Income Tax	675,000	749,016	74,016	747,563
Replacement Tax	40,000	37,378	(2,622)	36,704
Sales Tax	525,000	747,435	222,435	746,934
GroceryTax	-	5,165	5,165	11,195
Use Tax	142,000	37,516	(104,484)	37,761
Video Gaming Tax	90,000	97,902	7,902	99,174
Cannabis Use Tax	6,400	6,140	(260)	6,295
Zoning Fees	250	375	125	375
Refuse Collection	31,400	-	(31,400)	-
Interest	12,750	43,180	30,430	43,180
Rental Revenue - Community Room	5,000	6,425	1,425	6,425
Other Revenue	4,000	11,177	7,177	11,177
Federal Grant - Police Retention	100,000	42,000	(58,000)	42,000
Certified Death Certificates	9,000	10,900	1,900	10,900
Fines & Penalties:				
Court Fines	12,000	9,554	(2,446)	9,554
Township Patrol	1,000	1,000	-	1,000
Parking Fines	5,000	1,375	(3,625)	1,375
Towing Fees	2,000	1,200	(800)	1,200
School District Resource Officer	52,000	35,981	(16,019)	35,981
DUI Fines	1,200	800	(400)	800
Police Vehicle Set Aside	-	6,600	6,600	6,600
Police Reports, Grants, and Reimbursements	4,000	8,130	4,130	8,130
Miscellaneous Income:				
Burial Fees	15,000	37,975	22,975	37,975
Cemetery Lot Sales	5,000	12,900	7,900	12,900
Parks & Rec:				
Flag Football	600	219	(381)	219
Park & Recreation Fees	12,500	16,078	3,578	16,078
Park Concessions	30,000	39,687	9,687	39,687
Sports Complex Banners/ Advertising	3,000	2,368	(632)	2,368
Other Revenue	750	1,452	702	1,452
Facility Rental	2,500	4,550	2,050	4,550
Total Revenues	$ 2,125,890	$ 2,307,498	$ 181,608	$ 2,312,572
EXPENDITURES				
Legislative				
Salaries - Elected Officials	$ 8,000	$ 7,813	$ 187	$ 8,210
Legal Service	9,500	10,029	(529)	10,029
Dues	-	125	(125)	125
Total Legislative	$ 17,500	$ 17,967	$ (467)	$ 18,364
City Clerk				
Salaries - Elected Officials	$ 2,500	$ 2,000	$ 500	$ 2,000
Ordinance Codification	6,500	3,966	2,534	3,966
Dues	100	221	(121)	221
State CC Fees	4,000	5,231	(1,231)	5,231
Total City Clerk	$ 13,100	$ 11,418	$ 1,682	$ 11,418

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

EXPENDITURES (Continued)	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
Administration				
Personnel:				
Salaries	$ 56,830	$ 160,479	$ (103,649)	$ 161,145
Overtime	750	547	203	547
Professional Services:				
Maintenance Service - Building	6,000	5,615	385	5,615
Maintenance Service - Equipment	500	714	(214)	714
Internet/Email Services	4,320	4,849	(529)	4,849
Janitor Services	2,200	-	2,200	-
Software/Hardware	17,500	30,557	(13,057)	30,557
Copier Services	3,400	3,483	(83)	3,483
Computer System Maintenance	4,300	9,131	(4,831)	9,131
Other Professional Services	12,000	7,094	4,906	7,094
Postage	1,000	940	60	940
Telephone	9,000	15,285	(6,285)	15,285
Publishing	4,000	2,781	1,219	2,781
Printing	500	763	(263)	763
Dues	1,600	2,261	(661)	2,261
Travel/Training	1,500	2,068	(568)	2,458
Publications	250	1,272	(1,022)	1,272
Utilities	1,000	366	634	366
Commodities:				
Maintenance Supplies - Building	1,500	1,143	357	1,149
Office/Operating Supplies	7,000	12,230	(5,230)	12,605
Other Expenses:				
Health Insurance Fund - Reimbursements	190,000	190,000	-	190,000
Miscellaneous	7,300	2,815	4,485	2,815
Banking Charges	800	769	31	769
Total Administration	$ 333,250	$ 455,162	$ (121,912)	$ 456,599
Police (Public Safety)				
Personnel:				
Salaries - Full Time	$ 622,804	$ 644,517	$ (21,713)	$ 648,524
Salaries - Part Time	27,500	21,464	6,036	22,664
Salaries - Overtime	40,000	46,442	(6,442)	44,884
Contractual Services:				
Maintenance - Equipment	1,000	681	319	681
Maintenance - Vehicle	10,000	27,805	(17,805)	27,805
Software/Hardware	7,300	3,300	4,000	2,717
Animal Control Services	1,000	1,200	(200)	1,200
Other Professional Services	9,000	17,936	(8,936)	18,301
Telephone	500	60	440	60
Publications	1,500	159	1,341	159
Postage	100	88	12	88
Dispatching	-	5,135	(5,135)	5,135
Dues	750	151	599	151
Travel/Training	4,000	(540)	4,540	-
Commodities:				
Firearms/Ammunition	10,000	7,523	2,477	7,523
Office Supplies	500	234	266	234
Operating Supplies	8,500	5,281	3,219	5,311
Automotive Fuel/Oil	23,000	21,421	1,579	21,421
Uniforms	8,000	12,445	(4,445)	11,767
Miscellaneous	500	1,007	(507)	1,007
Capital Outlay:				
Capital Outlay	-	7,044	(7,044)	7,044
Total Police	$ 775,954	$ 823,353	$ (47,399)	$ 826,676

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

EXPENDITURES (Continued)	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
Cemetery				
Personnel:				
Salaries - Full Time	$ 103,627	$ 142,415	$ (38,788)	$ 142,601
Salaries - Part Time	23,400	80,122	(56,722)	81,841
Salaries - Overtime	1,000	1,223	(223)	1,223
Professional Services:				
Maintenance Service - Equipment	2,500	1,625	875	1,625
Maintenance Service - Vehicles	1,000	19	981	19
Utilities	3,000	3,029	(29)	3,029
Commodities:				
Maintenance Supplies- Building	1,000	971	29	971
Maintenance Supplies- Equipment	2,500	3,464	(964)	3,464
Maintenance Supplies- Vehicle	500	-	500	-
Maintenance Supplies- Safety Equipment	500	-	500	-
Operating Supplies	2,500	3,037	(537)	3,041
Small Tools	1,000	99	901	99
Automotive Fuel/Oil	6,000	7,023	(1,023)	7,023
Uniforms	1,000	750	250	1,000
Capital Outlays:				
Equipment	15,000	6,519	8,481	6,519
Other:				
Loan Repayment to Board of Trust	11,500	11,500	-	-
Record Deeds	350	540	(190)	540
Miscellaneous	500	1,650	(1,150)	1,650
Total Cemetery	$ 176,877	$ 263,986	$ (87,109)	$ 254,645
Parks				
Personnel:				
Salaries - Full Time	$ 138,669	$ 114,925	$ 23,744	$ 115,049
Salaries - Part Time	50,000	6,137	43,863	6,137
Salaries- Overtime	-	615	(615)	615
Professional Services:				
Maintenance Service - Building	5,000	12,332	(7,332)	12,332
Maintenance Service - Equipment	2,500	2,915	(415)	2,915
Maintenance Service - Vehicle	500	30	470	30
Maintenance Service - Grounds	4,500	35,871	(31,371)	36,000
French Creek Restroom Rental	4,800	5,740	(940)	5,740
Travel/Training	250	85	165	85
Utilities	8,000	12,797	(4,797)	12,797
Commodities:				
Maintenance Supplies	2,500	1,605	895	1,605
Operating Supplies	6,000	4,982	1,018	5,314
Concession Supplies	17,000	20,647	(3,647)	20,647
Concession Sales Tax	3,400	2,990	410	2,990
Umpires	1,000	1,850	(850)	1,850
Tournament Awards	5,000	8,410	(3,410)	8,410
Automotive Fuel/Oil	1,200	481	719	481
Maintenance Suppies - Fields	4,000	11,266	(7,266)	10,065
Uniforms	500	-	500	-
Capital Outlays:				
Sports Complex Equipment and Infrastructure	100,000	5,221	94,779	5,221
Concession Equipment	1,000	-	1,000	-
Other:				
Miscellaneous	6,000	7,541	(1,541)	7,541
Community Events	-	2,316	(2,316)	2,316
Total Parks	361,819	$ 258,756	$ 103,063	$ 258,140
Community Room				
Personnel:				
Salaries - Part Time	$ 1,000	$ 763	$ 237	$ 779
Professional Services:				
Maintenance Service- Building	2,000	10,128	(8,128)	12,261
Maintenance Service- HVAC	500	950	-	950
Natural Gas and Telephone	50	145	(95)	145
Commodities:				
Maintenance Supplies	1,500	4,572	(3,072)	4,572
Other:				
Miscellaneous	2,500	3,850	(1,350)	3,850
Total Community Room	$ 7,550	$ 20,408	$ (12,858)	$ 22,557

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

EXPENDITURES (Continued)	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
Streets				
Personnel:				
Salaries - Full Time	$ 152,491	$ 111,048	$ 41,443	$ 111,085
Salaries - Overtime	10,000	6,920	3,080	6,920
Professional Services:				
Maintenance Service - Building	3,000	3,652	(652)	3,652
Maintenance Service - Equipment	2,500	21,433	(18,933)	21,262
Maintenance Service - Vehicle	10,000	7,817	2,183	7,817
Maintenance Service - Streets/Sidewalks	4,500	-	4,500	-
Maintenance Service - Snow Removal	25,000	24,390	610	24,390
Tree Trimming/Removal	15,000	16,520	(1,520)	16,520
Internet and Telephone	6,520	3,315	3,205	3,315
Dues	100	100	-	100
Travel/Training	500	512	(12)	512
Natural Gas	6,500	9,435	(2,935)	9,435
Street Lighting and Utilities	4,000	5,678	(1,678)	5,678
Sidewalk Program 50-50	-	1,225	(1,225)	1,225
Drug Testing	500	250	250	250
Commodities:				
Maintenance Supplies- Building	4,000	9,052	(5,052)	9,052
Maintenance Supplies- Equipment	2,000	6,895	(4,895)	6,923
Maintenance Supplies- Vehicle	2,000	2,618	(618)	2,618
Maintenance Supplies- Streets	22,000	22,233	(233)	22,233
Maintenance Supplies- Safety Equipment	500	467	33	467
Office Supplies	-	6,161	(6,161)	6,161
Operating Supplies	2,500	2,601	(101)	2,416
Small Tools	1,500	5,343	(3,843)	5,343
Automotive Fuel/ Oil	22,000	18,119	3,881	18,119
Uniforms	2,000	1,500	500	1,500
Other:				
Miscellaneous	2,000	3,175	(1,175)	3,175
Total Streets	$ 301,111	$ 290,459	10,652	$ 290,168
ESDA				
Maintenance Agreement - Warning System	$ 536	$ 535	$ 1	$ 535
Mass Warning System	1,200	-	1,200	-
Total ESDA	$ 1,736	$ 535	$ 1,201	$ 535
Economic Development				
Professional Fees, Dues, and Economic Development	$ 65,000	$ 18,390	$ 46,610	$ 18,390
Capital Outlay	15,000	10,000	5,000	10,000
Total Economic Development	$ 80,000	$ 28,390	$ 51,610	$ 28,390
Public Works - Vehicle Replacement				
Equipment and Vehicles	$ 149,542	$ 210,032	$ (60,490)	$ 210,032
Principal - Long-Term Debt	-	-	-	-
Interest - Long-Term Debt	-	-	-	-
Total Public Works - Vehicle Replacement	$ 149,542	$ 210,032	$ (60,490)	$ 210,032
Total General Fund Expenditures - All Departments	$ 2,218,439	$ 2,380,466	$ (162,027)	$ 2,377,524
Excess (Deficiency) Revenues Over Expenditures	$ (92,549)	$ (72,968)	$ 19,581	$ (64,952)
Transfers In	77,000	107,930	30,930	107,930
Transfers (Out)	(43,000)	(43,000)	-	(43,000)
Change in Fund Balance	$ (58,549)	$ (8,038)	$ 50,511	$ (22)
Fund Balance, Beginning of Year				1,443,678
Fund Balance, End of Year				$ 1,443,656

See accompanying note to budgetary comparison schedules.

CITY OF MORRISON
BUDGETARY COMPARISON SCHEDULE
MAJOR SPECIAL REVENUE FUND
Year Ended April 30, 2026

LOCAL 1% SALES TAX FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Additional 1% Sales Tax Local	$ 290,000	$ 433,050	$ 143,050	$ 434,432
Interest	22,000	31,082	9,082	31,082
Total Revenues	$ 312,000	$ 464,132	$ 152,132	$ 465,514
EXPENDITURES				
Engineering Streets	$ 10,000	$ 34,094	$ (24,094)	$ 34,094
Street/Bridge Improvement Construction	300,000	395,429	(95,429)	395,429
Bond Fees	-	-	-	-
Total Expenditures	$ 310,000	$ 429,523	$ (119,523)	$ 429,523
Excess (Deficiency) Revenues Over Expenditures	$ 2,000	$ 34,609	$ 271,655	$ 35,991
Transfer In	26,000	26,000	-	26,000
Main Street Bond Principal	(75,000)	(75,000)	-	(75,000)
Main Street Bond Interest	(56,600)	(55,062)	(1,538)	(55,062)
Change in Fund Balance	$ (103,600)	$ (69,453)	$ 270,117	$ (68,071)
Fund Balance, Beginning of Year				1,042,539
Fund Balance, End of Year				$ 974,468

ODELL PUBLIC LIBRARY FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 97,119	$ 96,670	$ (449)	$ 96,670
Property Tax - Building	12,949	12,889	(60)	12,889
Replacement Tax	12,000	14,747	2,747	14,481
Per Capita - State Grant	-	6,025	6,025	6,025
Desk Fees	-	12,130	12,130	12,130
Donations	-	27,060	27,060	27,060
Grants	-	24,083	24,083	24,083
Interest	-	19,107	19,107	19,107
Other Revenue	129,119	-	(129,119)	-
Total Revenues	$ 251,187	$ 212,711	$ (38,476)	$ 212,445
EXPENDITURES				
Salaries and Benefits	$ 129,119	$ 118,600	10,519	$ 118,914
Library Collection	-	25,333	(25,333)	25,333
Programs and Projects for Patrons	-	27,720	(27,720)	27,720
Repairs and Maintenance	-	12,417	(12,417)	12,417
Technology Maintenance	-	2,836	(2,836)	2,836
Automation	-	1,010	(1,010)	1,010
Dues and Fees	-	335	(335)	335
Insurance	-	205	(205)	205
Miscellaneous Expenditures	122,068	987	121,081	987
Supplies	-	378	(378)	378
Utilities, Telephone, and Internet	-	402	(402)	402
Travel and Training	-	628	(628)	628
Total Expenditures	$ 251,187	$ 190,851	$ 60,336	$ 191,165
Excess (Deficiency) of Revenues Over Expenditures	$ -	$ 21,860	$ 21,860	$ 21,280
Transfer In	-	-	-	-
Change in Fund Balance	$ -	$ 21,860	$ 21,860	$ 21,280
Fund Balance, Beginning of Year				652,649
Fund Balance, End of Year				$ 673,929

See accompanying note to budgetary comparison schedules.

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

Note A - Budget to Actual Reconciliation

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

	General Fund	Major Special Revenue Funds
Budgetary basis revenue (inflow)	$ 2,307,498	$ 676,843
Differences - budget to GAAP:		
Change in receivables & deferrals	5,074	1,116
Total revenue (GAAP basis) as reported on statement of revenues, expenditures, and fund balances - governmental funds (Statement 4)	$ 2,312,572	$ 677,959
Budgetary basis expenditures (outflows)	$ 2,380,466	$ 620,374
Changes in payables and accrued items	(2,942)	314
Total expenditures (Statement 4)	$ 2,377,524	$ 620,688

Note B - Budgetary Process

The City's Budget is adopted before the start of the fiscal year. The budget was not amended and all budgeted funds lapse at year end. More information is available in Note 1 (F) to the financial statements.

Note C - Expenditures in Excess of Budgeted Amounts – Major Funds

Expenditures exceeded budgeted amounts in the General Fund and the Local 1% Sales Tax Fund. Expenditures in excess of budgeted amounts is in violation of state statutes.

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

AUDIT FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 7,057	$ 7,089	$ 32	$ 7,089
Interest	500	495	(5)	495
Total Revenues	$ 7,557	$ 7,584	$ 27	$ 7,584
EXPENDITURES				
Accounting Services	$ 7,333	$ 7,333	$ -	$ 7,333
Total Expenditures	$ 7,333	$ 7,333	$ -	$ 7,333
Change in Fund Balance	$ 224	$ 251	$ 27	$ 251
Fund Balance, Beginning of Year				13,754
Fund Balance, End of Year				$ 14,005

STREET LIGHTING FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 31,873	$ 32,223	$ 350	$ 32,223
Interest	1,000	1,807	807	1,807
Miscellaneous	-	-	-	-
Total Revenues	$ 32,873	$ 34,030	$ 1,157	$ 34,030
EXPENDITURES				
Street Lights Supplies & Maintenance	$ 3,500	$ -	$ 3,500	$ -
Total Expenditures	$ 3,500	$ -	$ 3,500	$ -
Excess (Deficiency) Revenues Over Expenditures	$ 29,373	$ 34,030	$ 4,657	$ 34,030
Transfer Out	(26,000)	(26,000)	(52,000)	(26,000)
Change in Fund Balance	$ 3,373	$ 8,030	$ (47,343)	$ 8,030
Fund Balance, Beginning of Year				44,634
Fund Balance, End of Year				$ 52,664

INSURANCE FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Property Tax	$ 57,871	$ 58,260	$ 389	$ 58,260
Interest	1,500	1,909	409	1,909
Total Revenues	$ 59,371	$ 60,169	$ 798	$ 60,169
EXPENDITURES				
Workers Compensation	$ 25,000	$ 25,601	$ (601)	$ 23,715
Liability Insurance	17,000	14,282	2,718	14,520
General Insurance	20,300	25,719	(5,419)	25,612
Total Expenditures	$ 62,300	$ 65,602	$ (3,302)	$ 63,847
Excess (Deficiency) Revenues Over Expenditures	$ (2,929)	$ (5,433)	$ 4,100	$ (3,678)
Transfer In	3,000	3,000	-	3,000
Change in Fund Balance	$ 71	$ (2,433)	$ 4,100	$ (678)
Fund Balance, Beginning of Year				77,664
Fund Balance, End of Year				$ 76,986

TOURISM AND CONVENTION FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Hotel-Motel Tax	$ 3,500	$ 12,843	$ 9,343	$ 12,843
Interest	50	3,672	3,622	3,672
Total Revenues	$ 3,550	$ 16,515	$ 12,965	$ 16,515
EXPENDITURES				
Economic Development - Chamber	$ 2,500	$ 4,506	$ (2,006)	$ 4,506
Total Expenditures	$ 2,500	$ 4,506	$ (2,006)	$ 4,506
Change in Fund Balance	$ 1,050	$ 12,009	$ 10,959	$ 12,009
Fund Balance, Beginning of Year				7,442
Fund Balance, End of Year				$ 19,451

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

FIRE PROTECTION FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Property Tax	$ 80,000	$ 79,978	$ (22)	$ 79,978
Foreign Fire Insurance Tax	17,000	17,647	647	17,647
Total Revenues	$ 97,000	$ 97,625	$ 625	$ 97,625
EXPENDITURES				
Property Tax Distribution	$ 80,000	$ 79,978	$ 22	$ 79,978
Foreign Fire Insurance Tax Distribution	17,000	17,647	(647)	17,647
Total Expenditures	$ 97,000	$ 97,625	$ (625)	$ 97,625
Change in Fund Balance	$ -	$ -	$ -	$ -
Fund Balance, Beginning of Year				-
Fund Balance, End of Year				$ -

MOTOR FUEL TAX FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Motor Fuel Tax and TRF Revenue	$ 185,500	$ 187,061	$ 1,561	$ 187,376
Interest	4,500	11,395	6,895	11,395
Total Revenues	$ 190,000	$ 198,456	$ 8,456	$ 198,771
EXPENDITURES				
Salt	$ 40,000	$ 28,643	$ 11,357	$ 28,643
Engineering Services	-	-	-	-
Street Lighting	48,000	68,228	(20,228)	68,228
Street Improvements	-	-	-	-
Total Expenditures	$ 88,000	$ 96,871	$ (8,871)	$ 96,871
Change in Fund Balance	$ 102,000	$ 101,585	$ (415)	$ 101,900
Fund Balance, Beginning of Year				249,876
Fund Balance, End of Year				$ 351,776

IMRF FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Property Tax	$ 86,700	$ 87,196	$ 496	$ 87,196
Replacement Tax	20,000	23,970	3,970	23,537
IMRF Reimbursement	3,130	389	(2,741)	389
Interest	9,000	17,403	8,403	17,403
Total Revenues	$ 118,830	$ 128,958	$ 10,128	$ 128,525
EXPENDITURES				
Retirement Contributions	$ 72,800	$ 95,809	$ (23,009)	$ 96,538
Total Expenditures	$ 72,800	$ 95,809	$ (23,009)	$ 96,538
Change in Fund Balance	$ 46,030	$ 33,149	$ (12,881)	$ 31,987
Fund Balance, Beginning of Year				413,645
Fund Balance, End of Year				$ 445,632

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

SOCIAL SECURITY FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Property Tax	$ 96,400	$ 96,863	$ 463	$ 96,863
Reimbursements	2,100	2,021	(79)	2,021
Interest	4,200	5,865	1,665	5,865
Total Revenues	$ 102,700	$ 104,749	$ 2,049	$ 104,749
EXPENDITURES				
Social Security and Medicare	$ 111,600	$ 111,166	$ 434	$ 111,694
Total Expenditures	$ 111,600	$ 111,166	$ 434	$ 111,694
Change in Fund Balance	$ (8,900)	$ (6,417)	$ 2,483	$ (6,945)
Fund Balance, Beginning of Year				127,459
Fund Balance, End of Year				$ 120,514

DRUG TRAFFIC PREVENTION

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Court Fines	$ 250	$ 1,980	$ 1,730	$ 1,980
Interest	100	299	199	299
Total Revenues	$ 350	$ 2,279	$ 1,929	$ 2,279
EXPENDITURES				
DARE Program	$ -	$ -	$ -	$ -
Miscellaneous Expense	350	-	350	-
Total Expenditures	$ 350	$ -	$ 350	$ -
Change in Fund Balance	$ -	$ 2,279	$ 2,279	$ 2,279
Fund Balance, Beginning of Year				7,610
Fund Balance, End of Year				$ 9,889

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

POLICE VEHICLE FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Police Grant	$ -	$ -	$ -	$ -
Interest	1,200	1,778	578	1,778
Police Vehicle Fines	20	1,020	1,000	1,020
Vehicle Disposal	-	6,900	6,900	6,900
Other Revenue	-	-	-	-
Total Revenues	$ 1,220	$ 9,698	$ 8,478	$ 9,698
EXPENDITURES				
Police Vehicle	$ 49,000	$ -	$ 49,000	$ -
Capital Equipment	21,538	144,502	(122,964)	144,502
Miscellaneous	20,000	-	20,000	-
Total Expenditures	$ 90,538	$ 144,502	$ (53,964)	$ 144,502
Excess (Deficiency) of Revenue over Expenditures	$ (89,318)	$ (134,804)	$ (45,486)	$ (134,804)
Transfer In	24,000	24,000	-	24,000
Change in Fund Balance	$ (65,318)	$ (110,804)	$ (45,486)	$ (110,804)
Fund Balance, Beginning of Year				82,661
Fund Balance, End of Year				$ (28,143)

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

VETERANS MEMORIAL PARK FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Brick Pavers	$ 100	$ -	$ (100)	$ -
Interest	200	266	66	266
Total Revenues	$ 300	$ 266	$ (34)	$ 266
EXPENDITURES				
Memorial Park Expenditures	$ 300	$ 665	$ (365)	$ 665
Total Expenditures	$ 300	$ 665	$ (365)	$ 665
Excess (Deficiency) of Revenues Over Expenditures	$ -	$ (399)	$ (399)	$ (399)
Transfers In (Out)	-	-	-	-
Change in Fund Balance	$ -	$ (399)	$ (399)	$ (399)
Fund Balance, Beginning of Year				7,462
Fund Balance, End of Year				$ 7,063

CAPITAL PROJECT FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Grant/Reimbursement Revenue	$ -	$ -	$ -	$ -
Building Rent	12,000	4,500	(7,500)	4,500
Reimbursements	-	-	-	-
Interest	8,000	9,583	1,583	9,583
Total Revenues	$ 20,000	$ 14,083	$ (5,917)	$ 14,083
EXPENDITURES				
Engineering Service	$ 10,000	$ 2,654	$ 7,346	$ 2,654
Capital Outlay	107,000	197,421	(90,421)	197,421
Total Expenditures	$ 117,000	$ 200,075	$ (83,075)	$ 200,075
Change in Fund Balance	$ (97,000)	$ (185,992)	$ (88,992)	$ (185,992)
Fund Balance, Beginning of Year				329,239
Fund Balance, End of Year				$ 143,247

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

DEBT SERVICE FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Utility Tax	$ 165,000	$ 206,590	$ 41,590	$ 210,775
Telecommunications Tax	45,000	46,236	1,236	46,678
Interest Revenue	1,500	6,820	5,320	6,820
Total Revenues	$ 211,500	$ 259,646	$ 48,146	$ 264,273
EXPENDITURES				
Debt Principal	$ 100,000	$ 100,000	$ -	$ 100,000
Debt Interest	49,463	49,463	-	49,463
Fiscal Agent Fees	450	1,350	(900)	1,350
Total Expenditures	$ 149,913	$ 150,813	$ (900)	$ 150,813
Excess (Deficiency) of Revenues Over Expenditures	$ 61,587	$ 108,833	$ 47,246	$ 113,460
Transfer Out	(61,000)	(61,000)	-	(61,000)
Change in Fund Balance	$ 587	$ 47,833	$ 47,246	$ 52,460
Fund Balance, Beginning of Year				207,244
Fund Balance, End of Year				$ 259,704

GROVE HILL CEMETERY PERPETUAL CARE FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
Perpetual Care	$ 50	$ -	$ (50)	$ -
Interest	10,000	10,157	157	10,157
Miscellaneous	-	-	-	-
Total Revenues	$ 10,050	$ 10,157	$ 107	$ 10,157
EXPENDITURES				
Perpetual Care Expenditures	$ 200,000	$ 329,470	$ (129,470)	$ 329,470
Total Expenditures	$ 200,000	$ 329,470	$ (129,470)	$ 329,470
Excess (Deficiency) of Revenues Over Expenditures	$ (189,950)	$ (319,313)	$ 129,577	$ (319,313)
Transfer In (Out)	-	-	-	-
Change in Fund Balance	$ (189,950)	$ (319,313)	$ (129,363)	$ (319,313)
Fund Balance, Beginning of Year				258,895
Fund Balance, End of Year				$ (60,418)

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

HEALTH INSURANCE - INTERNAL SERVICE FUND

	1st & Final	Actual	Over/Under Budget	Actual
OPERATING REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Retirees and Cobra Contribution	$ -	$ -	$ -	$ -
Other Revenue	-	81,819	81,819	81,819
Interest	5,000	4,912	(88)	4,912
Total Revenues	$ 5,000	$ 86,731	$ 81,731	$ 86,731
OPERATING EXPENSES				
Health Insurance Premiums	$ 322,400	$ 355,584	$ (33,184)	$ 355,584
Dental Life Vision Premiums	16,340	12,365	3,975	12,365
Eye Care Reimbursements	1,260	2,666	(1,406)	2,666
Deductible Reimbursements	-	9,478	(9,478)	9,478
Total Expenses	$ 340,000	$ 380,093	$ (40,093)	$ 380,093
Net Operating Revenue (Loss)	$ (335,000)	$ (293,362)	$ 41,638	$ (293,362)
Other Sources (Uses)				
Transfer In	$ -	$ -	$ -	$ -
Reimbursement from City Funds	335,000	335,000	-	335,000
Total Other Sources (Uses)	$335,000	$ 335,000	$0	$ 335,000
Change in Net Position	$ -	$ 41,638	$ 41,638	$ 41,638
Net Position, Beginning of Year				6,353
Net Position, End of Year				$ 47,991

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

WATER FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
OPERATING REVENUES				
Water Sales	$ 825,000	$ 894,674	$ 69,674	$ 898,445
Penalties	40,000	49,038	9,038	49,038
Utility Deposit	7,000	6,927	(73)	-
Other Income	1,000	300	(700)	300
Total Revenues	$ 873,000	$ 950,939	$ 77,939	$ 947,783
OPERATING EXPENSES				
Personnel:				
Salaries- Full Time	$ 185,745	$ 156,416	$ 29,329	$ 159,462
Salaries- Part Time	7,800	4,247	3,553	4,245
Salaries- Overtime	8,500	8,066	434	9,770
Workers' Compensation	3,000	3,200	(200)	2,964
Social Security	11,000	12,878	(1,878)	13,023
Retirement	9,000	11,920	(2,920)	11,920
Automobile Allowance	1,800	-	1,800	-
Professional Services:				
Maintenance Service- Building	1,000	1,432	(432)	1,432
Maintenance Service- Equipment	3,000	-	3,000	-
Maintenance Service- Vehicle	4,000	2,803	1,197	2,803
Maintenance Service- Utility System	111,064	115,647	(4,583)	4,583
Accounting Service	7,333	7,333	-	7,333
Engineering Service	170,000	55,481	114,519	16,325
Other Professional Services	4,500	-	4,500	-
Software/Hardware	32,000	36,260	(4,260)	36,260
Computer System Maintenance	1,000	4,110	(3,110)	4,110
Lab Fees	3,500	12,309	(8,809)	12,433
Postage	5,000	8,097	(3,097)	8,263
Telephone	16,000	13,721	2,279	13,721
Printing	1,000	622	378	622
Dues	500	1,100	(600)	1,100
Travel/Training	1,000	2,563	(1,563)	2,563
Utilities	44,500	54,085	(9,585)	54,085
Julie	1,200	671	529	671
Drug Testing	250	-	250	-
Liability and General Insurance	13,800	13,334	466	13,378
Commodities:				
Maintenance Supplies- Building	1,000	60	940	60
Maintenance Supplies- Vehicle	1,000	343	657	343
Maintenance Supplies- Safety Equipment	500	-	500	-
Maintenance Supplies- Utility System	20,000	22,632	(2,632)	22,632
Office Supplies	-	171	(171)	171
Operating Supplies	5,000	8,551	(3,551)	8,709
Small Tools	2,500	1,134	1,366	1,134
Lab Supplies	2,000	242	1,758	242
Fuel/Oil	6,500	5,324	1,176	5,324
Chemicals	22,000	21,674	326	21,140
Uniforms	1,200	750	450	625
Outlays:				
Water Main Improvements	630,000	357,173	272,827	-
Equipment and Vehicles	24,000	52,916	(28,916)	-
System Leak Survey	4,500	4,500	-	4,500
Other:				
Economic Development	5,000	4,975	25	4,975
Utility Deposit Refunds	750	1,129	(379)	-
Banking Fees	2,000	1,576	424	1,576
Health Insurance Fund Reimbursement	65,000	65,000	-	65,000
Depreciation	-	-	-	318,662
Miscellaneous Expenses	1,500	2,274	(774)	3,129
Total Expenses	$ 1,441,942	$ 1,076,719	$ 365,223	$ 839,288
Net Operating Revenue (Loss)	$ (568,942)	$ (125,780)	$ 443,162	$ 108,495
Other Sources (Uses)				
Interest Revenue	$ 20,000	$ 34,793	$ 14,793	$ 34,793
Change in Pension Liability & Deferrals	-	-	-	2,828
Debt Principal Payments	(196,340)	(189,638)	6,702	-
Debt Interest Expense	(54,036)	(44,993)	9,043	(44,993)
Total Other Sources (Uses)	$ (230,376)	$ (199,838)	$ 30,538	$ (7,372)
Change in Net Position	$ (799,318)	$ (325,618)	$ 473,700	$ 101,123
Net Position, Beginning of Year				8,180,433
Net Position, End of Year				$ 8,281,556

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

SEWER FUND

	1st & Final	Actual	Over/Under Budget	Actual
REVENUES	Budgeted Revenues & Expenditures	Budgetary Basis	Budgetary Basis	GAAP Basis
Sewer Fees	$ 1,250,000	$ 1,237,692	$ (12,308)	$ 1,230,012
Leachate	3,000	7,761	4,761	7,761
Penalties	17,000	20,192	3,192	20,192
Other Revenue	1,500	-	(1,500)	-
Total Revenues	$ 1,271,500	$ 1,265,645	$ (5,855)	$ 1,257,965
OPERATING EXPENSES				
Personnel:				
Salaries- Full Time	$ 212,234	$ 185,377	$ 26,857	$ 188,965
Salaries- Part Time	7,800	4,247	3,553	4,245
Salaries- Overtime	13,000	12,334	666	11,843
Workers Compensation	3,000	3,200	(200)	2,964
Social Security	16,000	15,341	659	15,356
Retirement	14,000	14,350	(350)	14,350
Automobile Allowance	1,800	-	1,800	-
Professional Services:				
Maintenance Service- Building	1,000	1,664	(664)	1,664
Maintenance Service- Equipment	2,000	3,389	(1,389)	3,389
Maintenance Service- Vehicle	6,000	14,125	(8,125)	14,125
Maintenance Service- Utility System	20,000	33,779	(13,779)	33,779
Accounting	7,333	7,333	-	7,333
Engineering	176,000	99,056	76,944	23,044
Other Professional Services	2,500	-	2,500	-
Software Support	12,000	36,840	(24,840)	36,840
Computer System Maintenance	2,500	5,280	(2,780)	5,280
Lab Fees	1,000	5,716	(4,716)	5,716
Postage	4,500	4,637	(137)	4,803
Telephone	8,000	15,286	(7,286)	15,286
Printing	1,000	622	378	622
Dues	8,100	-	8,100	-
Travel/Training	2,000	342	1,658	342
Utilities- Nicor Gas	2,000	499	1,501	499
Sludge Disposal	2,000	229	1,771	229
Utilities- Comed	112,000	99,246	12,754	94,420
Julie	1,500	671	829	671
Drug Testing	800	1,125	(325)	1,125
IEPA Permit	7,532	7,500	32	7,500
Liability Insurance	5,100	4,761	339	4,840
General Insurance	8,800	8,573	227	8,538
Commodities:				
Maintenance Supplies- Building	2,000	642	1,358	642
Maintenance Supplies- Equipment	5,000	462	4,538	462
Maintenance Supplies- Vehicle	1,000	-	1,000	-
Maintenance Supplies- Safety Equipment	500	1,404	(904)	1,404
Maintenance Supplies- Utility System	35,000	22,446	12,554	22,446
Office Supplies	-	171	(171)	171
Operating Supplies	5,000	3,536	1,464	4,332
Small Tools	2,000	529	1,471	529
Lab Supplies	2,000	301	1,699	301
Automotive Fuel/Oil	7,000	5,382	1,618	5,382
Chemicals	8,000	5,596	2,404	7,836
Uniforms	1,000	948	52	948
Capital Outlays:				
Infrastructure Improvements	1,271,782	-	1,271,782	-
Equipment & Vehicles	-	395,079	(395,079)	-
Other:				
Economic Development	5,000	4,975	25	4,975
Health Insurance Fund Reimbursement	80,000	80,000	-	80,000
Depreciation	-	-	-	604,848
Miscellaneous Expense	6,500	2,393	4,107	2,393
Total Expenses	$ 2,093,281	$ 1,109,386	$ 983,895	$ 1,244,437
Other Sources (Uses)				
Interest Revenue	$ 40,000	$ 53,182	$ 13,182	$ 53,182
Grant Revenue	1,271,782	395,159	(876,623)	395,159
Debt Principal Payments	(401,420)	(364,312)	37,108	-
Change in Pension Liability & Deferrals	-	-	-	3,600
Interest Expense	(102,500)	(86,678)	15,822	(86,677)
Transfers In	-	-	-	-
Transfers (Out)	-	-	-	-
Total Other Sources (Uses)	$ 807,862	$ (2,649)	$ (810,511)	$ 365,264
Change in Net Position	$ (13,919)	$ 153,610	$ 167,529	$ 378,792
Net Position, Beginning of Year				6,391,490
Net Position, End of Year				$ 6,770,282

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

REFUSE DISPOSAL FUND

	1st & Final Budgeted Revenues & Expenditures	Actual Budgetary Basis	Over/Under Budget Budgetary Basis	Actual GAAP Basis
REVENUES				
User Fees	$ 289,000	$ 312,116	$ 23,116	$ 311,975
Penalties	4,500	4,919	419	4,919
Total Revenues	$ 293,500	$ 317,035	23,535	$ 316,894
OPERATING EXPENSES				
Contractual Waste Hauler	$ 292,000	$ 291,740	$ 260	$ 292,687
Total Expenses	$ 292,000	$ 291,740	260	$ 292,687
Other Sources (Uses)				
Interest Income	$ 250	$ 738	$ 488	$ 738
Transfers (Out)	-	(30,930)	(30,930)	(30,930)
Total Other Sources (Uses)	$ 250	$ (30,192)	$ (30,930)	$ (30,192)
Change in Net Position	$ 1,750	$ (4,897)	$ (6,647)	$ (5,985)
Net Position, Beginning of Year				(1,255)
Net Position, End of Year				$ (7,240)

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

	Audit Fund	Street Lighting Fund	Insurance Fund	Fire Protection Fund	Motor Fuel Tax Fund	IMRF Fund	Social Security Fund	Drug Traffic Prevention Fund	Police Vehicle Fund
ASSETS									
Cash and Equivalents (Note 2)	$ 14,005	$ 52,664	$ 33,251	$ -	$ 336,696	$ 446,829	$ 124,960	$ 9,889	$ (28,143)
Accounts Receivable (Note 7)	-	-	-	-	15,080	4,896	-	-	-
Due From Other Funds	-	-	-	-	-	-	-	-	-
Property Tax Receivable (Note 1C)	3,870	35,175	29,545	82,450	-	98,490	116,990	-	-
Prepaid Expenses (Note 15)	-	-	43,735	-	-	-	-	-	-
Total Assets	$ 17,875	$ 87,839	$ 106,531	$ 82,450	$ 351,776	$ 550,215	$ 241,950	$ 9,889	$ (28,143)
LIABILITIES									
Current Liabilities (Note 7)	$ -	$ -	$ -	$ -	$ -	$ 6,093	$ 4,446	$ -	$ -
Total Liabilities	$ -	$ -	$ -	$ -	$ -	$ 6,093	$ 4,446	$ -	$ -
DEFERRED INFLOWS OF RESOURCES									
Deferred Property Taxes (Note 1C)	$ 3,870	$ 35,175	$ 29,545	$ 82,450	$ -	$ 98,490	$ 116,990	$ -	$ -
Total Deferred Inflows	$ 3,870	$ 35,175	$ 29,545	$ 82,450	$ -	$ 98,490	$ 116,990	$ -	$ -
FUND BALANCE									
Fund Balance: (Note 1M)									
Nonspendable	$ -	$ -	$ 43,735	$ -	$ -	$ -	$ -	$ -	$ -
Restricted	14,005	52,664	33,251	-	351,776	445,632	120,514	9,889	-
Committed	-	-	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-	-	(28,143)
Total Fund Balance	$ 14,005	$ 52,664	$ 76,986	$ -	$ 351,776	$ 445,632	$ 120,514	$ 9,889	$ (28,143)
Total Liabilities, Deferred Inflows and Fund Balance	$ 17,875	$ 87,839	$ 106,531	$ 82,450	$ 351,776	$ 550,215	$ 241,950	$ 9,889	$ (28,143)

	Tourism and Convention Fund	Veterans Memorial Park Fund	Grove Hill Cemetery Perpetual Care Fund	Debt Service Fund	Total
ASSETS					
Cash and Equivalents (Note 2)	$ 19,451	$ 7,063	$ (129,418)	$ 231,118	$ 1,118,365
Accounts Receivable (Note 7)	-	-	-	28,586	48,562
Due From Other Funds	-	-	69,000	-	69,000
Property Tax Receivable (Note 1C)	-	-	-	282,000	648,520
Prepaid Expenses (Note 15)	-	-	-	-	43,735
Total Assets	$ 19,451	$ 7,063	$ (60,418)	$ 541,704	$ 1,928,182
LIABILITIES					
Current Liabilities (Note 7)	$ -	$ -	$ -	$ -	$ 10,539
Total Liabilities	$ -	$ -	$ -	$ -	$ 10,539
DEFERRED INFLOWS OF RESOURCES					
Deferred Property Taxes (Note 1C)	$ -	$ -	$ -	$ 282,000	$ 648,520
Total Deferred Inflows	$ -	$ -	$ -	$ 282,000	$ 648,520
FUND BALANCE					
Fund Balance: (Note 1M)					
Nonspendable	$ -	$ -	$ 118,652	$ -	$ 162,387
Restricted	19,451	7,063	-	259,704	1,313,949
Committed	-	-	-	-	-
Unrestricted	-	-	(179,070)	-	(207,213)
Total Fund Balance	$ 19,451	$ 7,063	$ (60,418)	$ 259,704	$1,269,123
Total Liabilities, Deferred Inflows and Fund Balance	$ 19,451	$ 7,063	$ (60,418)	$ 541,704	$ 1,928,182

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

	Special Revenue Funds								
REVENUES	**Audit Fund**	**Street Lighting Fund**	**Insurance Fund**	**Fire Protection Fund**	**Motor Fuel Tax Fund**	**IMRF Fund**	**Social Security Fund**	**Drug Traffic Prevention Fund**	**Police Vehicle Fund**
Property Tax	$ 7,089	$ 32,223	$ 58,260	$ 79,978	$ -	$ 87,196	$ 96,863	$ -	$ -
Foreign Fire Insurance Tax	-	-	-	17,647	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-	-
Motor Fuel Tax	-	-	-	-	187,376	-	-	-	-
Replacement Tax	-	-	-	-	-	23,537	-	-	-
Utility Tax	-	-	-	-	-	-	-	-	-
Telecommunications Tax	-	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	1,980	1,020
State Grant	-	-	-	-	-	-	-	-	-
Vehicle Disposal	-	-	-	-	-	-	-	-	6,900
Library Desk Fees	-	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-	-
Cemetery - Perpetual Care	-	-	-	-	-	-	-	-	-
Interest Revenue	495	1,807	1,909	-	11,395	17,403	5,865	299	1,778
Other	-	-	-	-	-	389	2,021	-	-
Total Revenues	$ 7,584	$ 34,030	$ 60,169	$ 97,625	$ 198,771	$ 128,525	$ 104,749	$ 2,279	$ 9,698
EXPENDITURES									
Current:									
General Administrative	$ 7,333	$ -	$ 63,847	$ -	$ -	$ 96,538	$ 111,694	$ -	$ -
Public Safety	-	-	-	97,625	-	-	-	-	-
Streets and Alleys	-	-	-	-	96,871	-	-	-	-
Parks and Recreation	-	-	-	-	-	-	-	-	-
Municipal Buildings	-	-	-	-	-	-	-	-	-
Economic Development	-	-	-	-	-	-	-	-	-
Debt service:									
Loan Interest	-	-	-	-	-	-	-	-	-
Loan Principal	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	144,502
Total Expenditures	$ 7,333	$ -	$ 63,847	$ 97,625	$ 96,871	$ 96,538	$ 111,694	$ -	$ 144,502
Excess (Deficiency) of Revenues over Expenditures	$ 251	$ 34,030	$ (3,678)	$ -	$ 101,900	$ 31,987	$ (6,945)	$ 2,279	$ (134,804)
Transfer In	$ -	$ -	$ 3,000	$ -	$ -	$ -	$ -	$ -	$ 24,000
Transfer (Out)	-	(26,000)	-	-	-	-	-	-	-
Loan Proceeds	-	-	-	-	-	-	-	-	-
Net Change in Fund Balances	$ 251	$ 8,030	$ (678)	$ -	$ 101,900	$ 31,987	$ (6,945)	$ 2,279	$ (110,804)
Fund Balances - Beginning	13,754	44,634	77,664	-	249,876	413,645	127,459	7,610	82,661
Fund Balances - Ending	$ 14,005	$ 52,664	$ 76,986	$ -	$ 351,776	$ 445,632	$ 120,514	$ 9,889	$ (28,143)

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

	Special Revenue Funds			Debt Service Fund	
	Tourism and Convention Fund	Veteran's Memorial Park Fund	Cemetery Perpetual Care Fund	Debt Servie Fund	Total All Non-Major Gov't Funds
REVENUES					
Property Tax	$ -	$ -	$ -	$ -	$ 361,609
Foreign Fire Insurance Tax	-	-	-	-	17,647
Hotel-Motel Tax	12,843	-	-	-	12,843
Motor Fuel Tax	-	-	-	-	187,376
Replacement Tax	-	-	-	-	23,537
Utility Tax	-	-	-	210,775	210,775
Telecommunications Tax	-	-	-	46,678	46,678
Fines	-	-	-	-	3,000
State Grant	-	-	-	-	-
Vehicle Disposal	-	-	-	-	6,900
Library Desk Fees	-	-	-	-	-
Donations	-	-	-	-	-
Cemetery - Perpetual Care	-	-	-	-	-
Interest Revenue	3,672	266	10,157	6,820	61,866
Other	-	-	-	-	2,410
Total Revenues	$ 16,515	$ 266	$ 10,157	$ 264,273	$ 934,641
EXPENDITURES					
Current:					
General Administrative	$ -	$ -	$ -	$ 1,350	$ 280,762
Public Safety	-	-	-	-	97,625
Streets and Alleys	-	-	-	-	96,871
Parks and Recreation	-	665	-	-	665
Municipal Buildings and Grounds	-	-	-	-	-
Economic Development	4,506	-	-	-	4,506
Debt Service:					-
Loan Interest	-	-	-	49,463	49,463
Loan Principal	-	-	-	100,000	100,000
Capital Outlay	-	-	329,470	-	473,972
Total Expenditures	$ 4,506	$ 665	$ 329,470	$ 150,813	$ 1,103,864
Excess (Deficiency) of Revenues over Expenditures	$ 12,009	$ (399)	$ (319,313)	$ 113,460	$ (169,223)
Transfer In	$ -	$ -	$ -	$ -	$ 27,000
Transfer (Out)	-	-	-	(61,000)	(87,000)
Loan Proceeds	-	-	-	-	-
Net Change in Fund Balances	$ 12,009	$ (399)	$ (319,313)	$ 52,460	$ (229,223)
Fund Balances - Beginning	7,442	7,462	258,895	207,244	1,498,346
Fund Balances - Ending	$ 19,451	$ 7,063	$ (60,418)	$ 259,704	$ 1,269,123

RESOLUTION NO. 26-03

A RESOLUTION PROVIDING FOR THE LEVY OF AN ADDITIONAL TAX OF .02% OF THE VALUE OF ALL OF THE TAXABLE PROPERTY IN THE CITY OF MORRISON, WHITESIDE COUNTY, ILLINOIS FOR MAINTENANCE, REPAIRS AND ALTERATIONS OF LIBRARY BUILDINGS AND EQUIPMENT IN THE CITY OF MORRISON, WHITESIDE COUNTY, ILLINOIS

WHEREAS, as permitted by the Illinois Municipal Code and the Illinois Local Library Act, the City of Morrison operates a City library, commonly known as the Odell Public Library; and

WHEREAS, the City Council of the City of Morrison desires to levy, for the benefit of the Odell Public Library, an additional tax of .02% of all the taxable property in the City of Morrison, as equalized or assessed by the Whiteside County Assessor, for the maintenance, repairs, and alterations of library buildings and equipment, as permitted by the Illinois Local Library Act, 75 ILCS 5/3-1.

NOW THEREFORE BE IT RESOLVED by the City Council of the CITY OF MORRISON, Whiteside County, Illinois as follows:

SECTION 1. For the tax year 2026 there is herein levied an additional tax of .02% of all the taxable property in the CITY OF MORRISON, Whiteside County, Illinois, as equalized or assessed by the Whiteside County Assessor, for the maintenance, repairs, and alterations of library buildings and equipment in the City.

SECTION 2. The City Clerk is directed, within fifteen (15) days after its adoption by the City Council, to publish this Resolution on its website, its social media accounts, and at least once, within a newspaper published for general circulation within the CITY OF MORRISON, Whiteside County, Illinois.

SECTION 3. If no petition is filed with the City Clerk of the City of Morrison within thirty days after publication of this Resolution, signed by at least 264 electors residing within the CITY OF MORRISON, said number representing ten percent (10%) of the total number of registered voters in the CITY OF MORRISON, requesting that the question of the levy of the additional tax herein provided be submitted to the electors of the City of Morrison, then this Resolution shall be in full force and effect and the tax so levied.

SECTION 4. If a petition, signed by the requisite number of electors, is filed with the City Clerk within thirty days of publication of this Resolution, then the question of the levy of the additional tax shall be submitted to the electors of the City of Morrison at the next election, presently scheduled to be held on November 3, 2026.

SECTION 5. The City Clerk shall cause this Resolution to be noted in the minutes of the meeting of this City Council and a certified copy thereof be filed in the Office of the Clerk of the

County of Whiteside.

SECTION 6. The Mayor and City Clerk are herein authorized to execute all documents necessary to implement and effectuate the imposition of this levy, a levy imposed for the sole benefit of the Odell Public Library.

ADOPTED by the City Council of the CITY OF MORRISON, Whiteside County, Illinois and approved this 27th day of July 2026.

Scott D. Vandermyde, Mayor

ATTEST:

Michael Hemmer, City Clerk

Alderpersons Voting:

	AYE	NAY	ABSTAIN	ABSENT
Kevin Bruckner Jr.	☐	☐	☐	☐
Seth Buckwalter	☐	☐	☐	☐
Sara Dunne	☐	☐	☐	☐
Sidonna Mahaffey	☐	☐	☐	☐
Todd Schlegel	☐	☐	☐	☐
Vernon Tervelt	☐	☐	☐	☐
Matthew Tichler	☐	☐	☐	☐
Vacancy	☐	☐	☐	☐

CITY OF MORRISON, ILLINOIS USA

ORDINANCE NO. 2026-14

ORDINANCE AUTHORIZING ACCEPTANCE OF DEDICATION OF ADDITIONAL PORTION OF KIMMEL DRIVE AND ALL PORTIONS OF MELODY COURT, WITH ACCOMPANYING RIGHT-OF-WAY PART OF PIN 09-17-176-004

ADOPTED BY THE

CITY COUNCIL

OF THE

CITY OF MORRISON, ILLINOIS

THIS 10th DAY OF AUGUST, 2026

Published in pamphlet form by authority of the City Council of the City of Morrison, this 10th day of August, 2026.

ORDINANCE NO. 2026-14

ORDINANCE AUTHORIZING ACCEPTANCE OF DEDICATION OF ADDITIONAL PORTION OF KIMMEL DRIVE AND ALL PORTIONS OF MELODY COURT, WITH ACCOMPANYING RIGHT-OF-WAY PART OF PIN 09-17-176-004

WHEREAS, the Mayor and Aldermen of the City of Morrison (hereinafter "Corporate Authorities") have evaluated the needs and uses of Kimmel Drive, along with the adjacent current private street designated as Melody Court; and

WHEREAS, the Corporate Authorities desire to accept dedication of additional streets as reflected on the attached Exhibit A; and

WHEREAS, the Corporate Authorities desire to authorize the Mayor, City Administrator, and City Clerk to execute the appropriate acceptance of dedication of public right-of-way for recording.

NOW, THEREFORE, BE IT ORDAINED by the Mayor and the City Council of the City of Morrison, as follows:

SECTION 1: The preambles to this Ordinance are true and correct and are hereby incorporated herein as if fully set forth in this Section 1.

SECTION 2: The Mayor be and is hereby authorized and directed to execute, and the City Clerk is directed to attest, the Dedication of Right-of-Way Agreement in substantially the form attached hereto and incorporated as Exhibit A.

SECTION 3: All ordinances and parts of ordinances in conflict herewith are, to the extent of such conflict, hereby repealed.

SECTION 4: The City Clerk is hereby directed to publish this Ordinance in pamphlet form.

SECTION 5: This Ordinance shall be in full force and effect from and after its passage and approval, and publication as required by law.

PASSED this 10th day of August, 2026.

____
Scott Vandermyde, Mayor

ATTEST:

____
Michael Hemmer, City Clerk

Alderpersons Voting:

	AYE	NAY	ABSTAIN	ABSENT
Kevin Bruckner Jr.	☐	☐	☐	☐
Seth Buckwalter	☐	☐	☐	☐
Sara Dunne	☐	☐	☐	☐
Sidonna Mahaffey	☐	☐	☐	☐
Todd Schlegel	☐	☐	☐	☐
Vernon Tervelt	☐	☐	☐	☐
Matthew Tichler	☐	☐	☐	☐
Vacancy	☐	☐	☐	☐

Exhibit A

Pt of PIN: 09-17-176-004

STREET DEDICATION AGREEMENT
(See Attached)

STREET
DEDICATION AGREEMENT

This Street Dedication Agreement ("Agreement") between the City of Morrison (City) and Morrison Elderly Limited Partnership ("LP"), an Illinois Limited Partnership, is entered into this 10th day of August, 2026; and

WHEREAS, within the City of Morrison there exist a street, commonly known as Kimmel Drive, a portion which has been previously dedicated to the City for public use; and

WHEREAS, within the City of Morrison there exists a private street, commonly known as Melody Court owned by LP, as reflected on attached Exhibit I (Plat of Survey), Exhibit II (Legal Descriptions, and Exhibit III (GIS printout); and

WHEREAS, LP and the City desire to memorialize an agreement wherein Melody Court and the remaining non-public portion of Kimmel Drive will be dedicated to the City, for public use.

NOW, THEREFORE, in consideration of One Dollar and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, it is agreed between the parties hereto as follows:

1. Recitals Made Part of this Agreement. The recitals above are hereby made a part of this Agreement.

2. Acceptance of Road. The City of Morrison agrees to accept, for public use, a portion of Kimmel Drive and all of Melody Court, as reflected on the plat of survey attached as Exhibit A and reflected in the legal description attached as Exhibit B.

3. Street Description. The portion of Kimmel Drive dedicated and accepted by the City is legally described as follows:

See Exhibit II

4. Street Description. The private street, known as Melody Court, to be dedicated and accepted by the City is legally described as follows:

See Exhibit II

5. Dedication. Dedication to the City is made subject to all easements of record and utilities currently in place.

(the signature of the parties appears on the following page)

IN WITNESS THEREOF, the parties have entered into this Agreement as of the 10th day of August, 2026

MORRISON ELDERLY LIMITED PARTNERSHIP

By Morrison Elderly GP, LLC, its general partner

By Iceberg Development Group, LLC, its Managing Member

By________________________________
James N. Bergman, Sole Member

CITY OF MORRISON

By ________________________________
Mayor

Attest ______________________________
Clerk

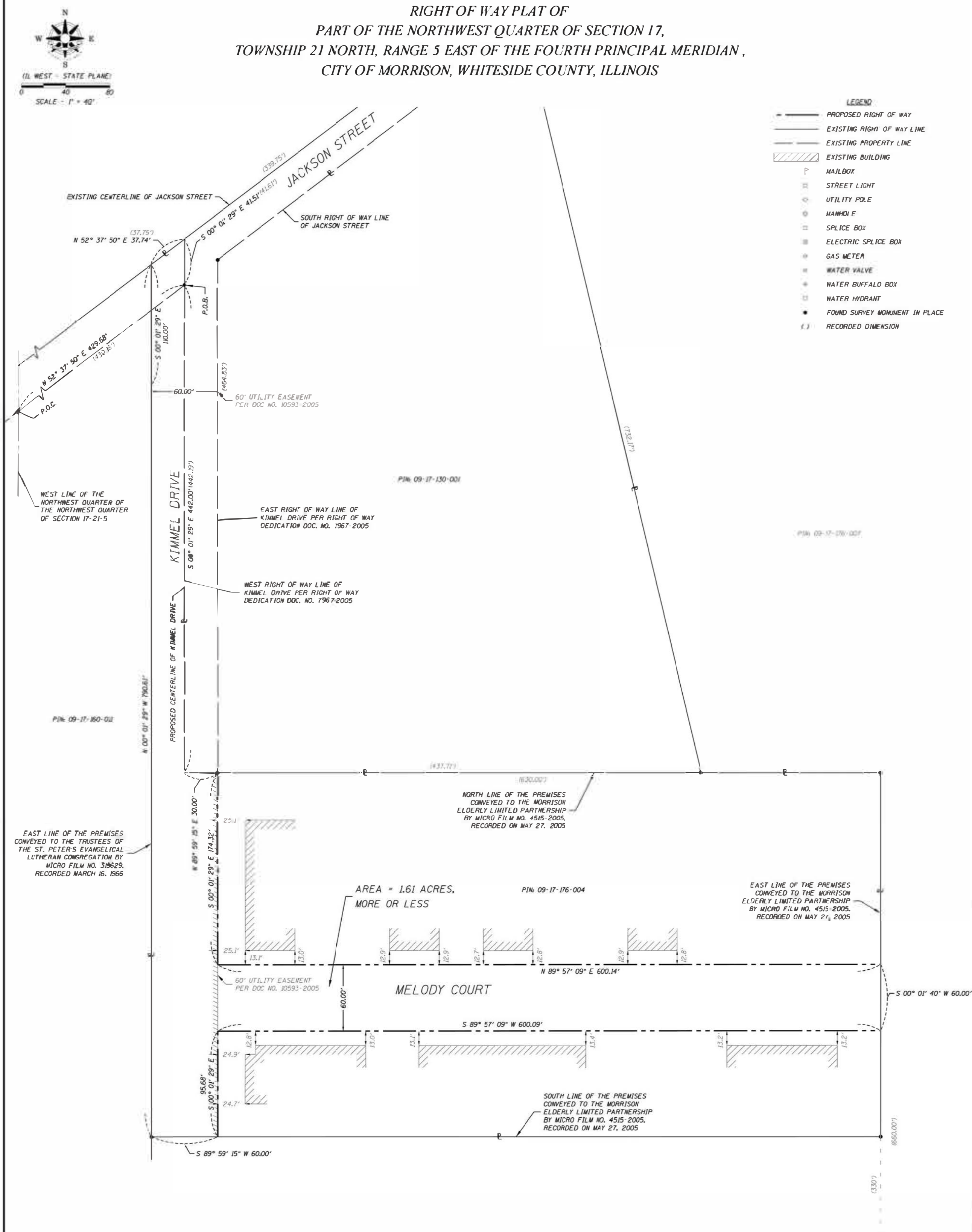
Prepared by and Return to:
Timothy B. Zollinger (Attorney for City of Morrison)
Ward, Murray, Pace & Johnson, P.C.
202 E. Fifth St., PO Box 400
Sterling, IL 61081

Exhibit I

FILE = S:\PROJECT

Heavy.pltcfg 7/6/2026 AM = PLOTTED

RIGHT OF WAY PLAT OF
PART OF THE NORTHWEST QUARTER OF SECTION 17,
TOWNSHIP 21 NORTH, RANGE 5 EAST OF THE FOURTH PRINCIPAL MERIDIAN ,
CITY OF MORRISON, WHITESIDE COUNTY, ILLINOIS



Description (Part of Pin: 09-17-176-004):

Part of the East Half of the Northwest Quarter of Section 17, Township 21 North, Range 5 East of the Fourth Principal Meridian, Whiteside County, Illinois, described as follows:

Commencing of the Intersection of the west line of said East Half of the Northwest Quarter, and the south right of way line of Jackson Street; thence North 52 degrees 37 minutes 50 seconds East, 429.68 feet on said south right of way, to the Point of Beginning; thence South 00 degrees 01 minute 29 seconds East, 442.00 feet on the west right of way line of Kimmel Drive per Right of Way Dedication Doc. No. 7967-2005, recorded September 6, 2005, to the north line of the premises conveyed to the Morrison Elderly Limited Partnership by Micro Film No. 4515-2005, recorded May 27, 2005; thence North 89 degrees 59 minutes 15 seconds East, 30.00 feet on said north line; thence South 00 degrees 01 minute 29 seconds East, 174.32 feet; thence North 89 degrees 57 minutes 09 seconds East, 600.14 feet to the east line of said premises conveyed to the Morrison Elderly Limited Partnership; thence South 00 degrees 01 minute 40 seconds West, 60.00 feet on said east line; thence South 89 degrees 57 minutes 09 seconds West, 600.09 feet; thence South 00 degrees 01 minute 29 seconds East, 95.68 feet to the south line of said premises conveyed to the Morrison Elderly Limited Partnership; thence South 89 degrees 59 minutes 15 seconds West, 60.00 feet on said south line, to the east line of the premises conveyed to the Trustees of the St. Peters Evangelical Lutheran Congregation by Micro Film No. 319629, recorded March 16, 1966; thence North 00 degrees 01 minute 29 seconds West, 790.61 feet on said east line, to the centerline of said Jackson Street; thence North 52 degrees 37 minutes 50 seconds East, 37.74 feet on said centerline, to said west line of the premises conveyed to the County of Whiteside by Micro Film No. 1275-72, recorded March 10, 1972; thence South 00 degrees 01 minute 29 seconds East, 41.51 feet on said west line, to the Point of Beginning, containing 1.61 acres, more or less.

SURVEYOR'S STATEMENT

I, Jeffrey B. Rohde, a Professional Land Surveyor in the State of Illinois, hereby state that, at the request of the City of Morrisen, this survey was made on the ground under my direction, that this plat represents the facts found at the time of the survey, that this professional service conforms to the current Illinois Minimum Standards for a Boundary Survey, that monuments were set or found at the locations indicated, and that the dimensions shown are given in feet and decimals of a foot upon said plat. I further state that I have made no independent search of the public records for easements, encumbrances, ownership or title evidence, or any other facts which an accurate and current title search may disclose, as part of this survey, but have relied upon the materials supplied to me by the owner's representative.

Signed at Dixon, Illinois, this ______ day of ______________ 2026.

PRELIMINARY

Jeffrey B. Rohde, Illinois Professional Land Surveyor No. 35-3906
Current expiration date: 30 November 2026

REMARKS	BY	DATE	REV.		
				XXX	DESIGNED
				MKS	DRAWN
				JBR	REVIEWED
				JBR	APPROVED

WILLETT HOFMANN & ASSOCIATES INC
ENGINEERING ARCHITECTURE
809 EAST 2ND STREET, DIXON, IL 61021-0367
T: 815-284-3381 DESIGN FIRM: #184-000918

RIGHT OF WAY PLAT
CITY OF MORRISON
WHITESIDE COUNTY, ILLINOIS
FIELDWORK CPOMPLETED: 04-13-26

PHASE: ■ PRELIM ☐ FINAL ☐ CONST ☐ PERMIT ☐ BID ☐ ___

WHA No. 1232026
DATE 07-06-26
SHEET No. 01

Exhibit II

Descriptions (Part of Pin: 09-17-176-004):

Part of the East Half of the Northwest Quarter of Section 17, Township 21 North, Range 5 East of the Fourth Principal Meridian, Whiteside County, Illinois, described as follows:

Commencing at the Intersection of the west line of said East Half of the Northwest Quarter, and the south right of way line of Jackson Street; thence North 52 degrees 37 minutes 50 seconds East, 429.68 feet on said south right of way, to the Point of Beginning; thence South 00 degrees 01 minute 29 seconds East, 442.00 feet on the west right of way line of Kimmel Drive per Right of Way Dedication Doc. No. 7967-2005, recorded September 6, 2005, to the north line of the premises conveyed to the Morrison Elderly Limited Partnership by Micro Film No. 4515-2005, recorded May 27, 2005; thence North 89 degrees 59 minutes 15 seconds East, 30.00 feet on said north line; thence South 00 degrees 01 minute 29 seconds East, 174.32 feet; thence North 89 degrees 57 minutes 09 seconds East, 600.14 feet to the east line of said premises conveyed to the Morrison Elderly Limited Partnership; thence South 00 degrees 01 minute 40 seconds West, 60.00 feet on said east line; thence South 89 degrees 57 minutes 09 seconds West, 600.09 feet; thence South 00 degrees 01 minute 29 seconds East, 95.68 feet to the south line of said premises conveyed to the Morrison Elderly Limited Partnership; thence South 89 degrees 59 minutes 15 seconds West, 60.00 feet on said south line, to the east line of the premises conveyed to the Trustees of the St. Peters Evangelical Lutheran Congregation by Micro Film No. 319629, recorded March 16, 1966; thence North 00 degrees 01 minute 29 seconds West, 790.61 feet on said east line, to the centerline of said Jackson Street; thence North 52 degrees 37 minutes 50 seconds East, 37.74 feet on said centerline, to said west line of the premises conveyed to the County of Whiteside by Micro Film No. 1275-72, recorded March 10, 1972; thence South 00 degrees 01 minute 29 seconds East, 41.51 feet on said west line, to the Point of Beginning, containing 1.61 acres, more or less.

Exhibit III

ArcGIS Web Map

7/1/2026, 8:59:45 AM

Tax Parcels Selectable

1:2,519

0 0.02 0.04 0.09 mi

0 0.04 0.07 0.14 km

Whiteside County IL GIS