

FY 2020  
ANNUAL TAX INCREMENT FINANCE  
REPORT

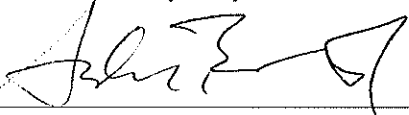


STATE OF ILLINOIS  
COMPTROLLER  
SUSANA A. MENDOZA

Name of Municipality: Carlyle Reporting Fiscal Year: 2020  
 County: Clinton Fiscal Year End: 4 / 30 /2020  
 Unit Code: 014/035/30

FY 2020 TIF Administrator Contact Information

First Name: Andy Last Name: Brackett  
 Address: 850 Franklin Street Title: City Administrator  
 Telephone: 618-594-2468 City: Carlyle Zip: 62231  
 E-mail-required admin@carlylelake.com

I attest to the best of my knowledge, that this FY 2020 report of the redevelopment project area(s)  
 in the City/Village of: Carlyle  
 is complete and accurate pursuant to Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] and/or  
 Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.].  
  
10/28/2020  
 Written signature of TIF Administrator Date

Section 1 (65 ILCS 5/11-74.4-5 (d) (1.5) and 65 ILCS 5/11-74.6-22 (d) (1.5)\*)

FILL OUT ONE FOR EACH TIF DISTRICT

Name of Redevelopment Project Area	Date Designated	MM/DD/20YY	Date Terminated	MM/DD/20YY
Carlyle TIF #1		12/14/1998		
Carlyle TIF #2		12/14/1998		
Carlyle TIF #3		6/26/2006		

\*All statutory citations refer to one of two sections of the Illinois Municipal Code: The Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.]

**SECTION 2 [Sections 2 through 5 must be completed for each redevelopment project area listed in Section 1.]**

**FY 2020**

Name of Redevelopment Project Area (below):	Carlyle TIF #3
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**Primary Use of Redevelopment Project Area\*:** Commercial

\* Types include: Central Business District, Retail, Other Commercial, Industrial, Residential, and Combination/Mixed.

**If "Combination/Mixed" List Component Types:**

Under which section of the Illinois Municipal Code was Redevelopment Project Area designated? (check one):	Tax Increment Allocation Redevelopment Act <u>  x  </u> Industrial Jobs Recovery Law <u>          </u>
--	---

**Please utilize the information below to properly label the Attachments.**

	No	Yes
Were there any amendments to the redevelopment plan, the redevelopment project area, or the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (1) and 5/11-74.6-22 (d) (1)] <b>If yes, please enclose the amendment (labeled Attachment A).</b>	x	
Certification of the Chief Executive Officer of the municipality that the municipality has complied with all of the requirements of the Act during the preceding fiscal year. [65 ILCS 5/11-74.4-5 (d) (3) and 5/11-74.6-22 (d) (3)] <b>Please enclose the CEO Certification (labeled Attachment B).</b>		x
Opinion of legal counsel that municipality is in compliance with the Act. [65 ILCS 5/11-74.4-5 (d) (4) and 5/11-74.6-22 (d) (4)] <b>Please enclose the Legal Counsel Opinion (labeled Attachment C).</b>		x
Statement setting forth all activities undertaken in furtherance of the objectives of the redevelopment plan, including any project implemented and a description of the redevelopment activities. [65 ILCS 5/11-74.4-5 (d) (7) (A and B) and 5/11-74.6-22 (d) (7) (A and B)] <b>If yes, please enclose the Activities Statement (labeled Attachment D).</b>		x
Were any agreements entered into by the municipality with regard to the disposition or redevelopment of any property within the redevelopment project area or the area within the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (7) (C) and 5/11-74.6-22 (d) (7) (C)] <b>If yes, please enclose the Agreement(s) (labeled Attachment E).</b>	x	
Is there additional information on the use of all funds received under this Division and steps taken by the municipality to achieve the objectives of the redevelopment plan? [65 ILCS 5/11-74.4-5 (d) (7) (D) and 5/11-74.6-22 (d) (7) (D)] <b>If yes, please enclose the Additional Information (labeled Attachment F).</b>	x	
Did the municipality's TIF advisors or consultants enter into contracts with entities or persons that have received or are receiving payments financed by tax increment revenues produced by the same TIF? [65 ILCS 5/11-74.4-5 (d) (7) (E) and 5/11-74.6-22 (d) (7) (E)] <b>If yes, please enclose the contract(s) or description of the contract(s) (labeled Attachment G).</b>	x	
Were there any reports <u>submitted to</u> the municipality <u>by</u> the joint review board? [65 ILCS 5/11-74.4-5 (d) (7) (F) and 5/11-74.6-22 (d) (7) (F)] <b>If yes, please enclose the Joint Review Board Report (labeled Attachment H).</b>	x	
Were any obligations issued by the municipality? [65 ILCS 5/11-74.4-5 (d) (8) (A) and 5/11-74.6-22 (d) (8) (A)] <b>If yes, please enclose any Official Statement (labeled Attachment I). If Attachment I is answered yes, then the Analysis must be attached and (labeled Attachment J).</b>	x	
An analysis prepared by a financial advisor or underwriter setting forth the nature and term of obligation and projected debt service including required reserves and debt coverage. [65 ILCS 5/11-74.4-5 (d) (8) (B) and 5/11-74.6-22 (d) (8) (B)] <b>If attachment I is yes, then Analysis MUST be attached and (labeled Attachment J).</b>	x	
Has a cumulative of \$100,000 of TIF revenue been deposited into the special tax allocation fund? 65 ILCS 5/11-74.4-5 (d) (2) and 5/11-74.6-22 (d) (2) <b>If yes, please enclose Audited financial statements of the special tax allocation fund (labeled Attachment K).</b>		x
Cumulatively, have deposits of incremental taxes revenue equal to or greater than \$100,000 been made into the special tax allocation fund? [65 ILCS 5/11-74.4-5 (d) (9) and 5/11-74.6-22 (d) (9)] <b>If yes, the audit report shall contain a letter from the independent certified public accountant indicating compliance or noncompliance with the requirements of subsection (q) of Section 11-74.4-3 (labeled Attachment L).</b>		x
A list of all intergovernmental agreements in effect to which the municipality is a part, and an accounting of any money transferred or received by the municipality during that fiscal year pursuant to those intergovernmental agreements. [65 ILCS 5/11-74.4-5 (d) (10)] <b>If yes, please enclose the list only, not actual agreements (labeled Attachment M).</b>	x	

**SECTION 3.1 - (65 ILCS 5/11-74.4-5 (d)(5)(a)(b)(d)) and (65 ILCS 5/11-74.6-22 (d) (5)(a)(b)(d))**

**Provide an analysis of the special tax allocation fund.**

**FY 2020**

**Carlyle TIF #3**

Special Tax Allocation Fund Balance at Beginning of Reporting Period \$ 116,763

SOURCE of Revenue/Cash Receipts:	Revenue/Cash Receipts for Current Reporting Year	Cumulative Totals of Revenue/Cash Receipts for life of TIF	% of Total
Property Tax Increment	\$ 52,708	\$ 434,010	99%
State Sales Tax Increment	\$ -	\$ -	0%
Local Sales Tax Increment	\$ -	\$ -	0%
State Utility Tax Increment	\$ -	\$ -	0%
Local Utility Tax Increment	\$ -	\$ -	0%
Interest	\$ 951	\$ 2,860	1%
Land/Building Sale Proceeds	\$ -	\$ -	0%
Bond Proceeds	\$ -	\$ -	0%
Transfers from Municipal Sources	\$ -	\$ -	0%
Private Sources	\$ -	\$ -	0%
Other (identify source _____; if multiple other sources, attach schedule)	\$ -	\$ -	0%

All Amount Deposited in Special Tax Allocation Fund \$ 53,659

Cumulative Total Revenues/Cash Receipts \$ 436,870 100%

Total Expenditures/Cash Disbursements (Carried forward from Section 3.2) \$ 46,246

Transfers to Municipal Sources \$ 60,000

Distribution of Surplus

Total Expenditures/Disbursements \$ 106,246

Net/Income/Cash Receipts Over/(Under) Cash Disbursements \$ (52,587)

Previous Year Adjustment (Explain Below) \$ -

**FUND BALANCE, END OF REPORTING PERIOD\*** \$ 64,176

\* If there is a positive fund balance at the end of the reporting period, you must complete Section 3.3

**Previous Year Explanation:**





## SECTION 3.2 A

PAGE 3

13. Relocation costs.		
		\$ -
14. Payments in lieu of taxes.		
		\$ -
15. Costs of job training, retraining, advanced vocational or career education.		
		\$ -
16. Interest cost incurred by redeveloper or other nongovernmental persons in connection with a redevelopment project.		
		\$ -
17. Cost of day care services.		
		\$ -
18. Other.		
		\$ -
<b>TOTAL ITEMIZED EXPENDITURES</b>		<b>\$ 46,246</b>



**SECTION 3.3 - (65 ILCS 5/11-74.4-5 (d) (5d) 65 ILCS 5/11-74.6-22 (d) (5d)**

**Breakdown of the Balance in the Special Tax Allocation Fund At the End of the Reporting Period by source**

FY 2020

TIF NAME:

Carlyle TIF #3

FUND BALANCE BY SOURCE

\$ 64,176

Amount of Original Issuance	Amount Designated
--------------------------------	-------------------

**1. Description of Debt Obligations**

Amount of Original Issuance	Amount Designated

**Total Amount Designated for Obligations**

\$ -	\$ -
------	------

**2. Description of Project Costs to be Paid**

Studies, Surveys, and Professional Services	\$ 2,099,364
Marketing	\$ 99,171
Property Assembly	\$ 5,846,576
Public Works & Improvements	\$ 5,900,000
Interest & Financing Costs	\$ 6,000,000

**Total Amount Designated for Project Costs**

\$ 19,945,111

**TOTAL AMOUNT DESIGNATED**

\$ 19,945,111

**SURPLUS/(DEFICIT)**

\$ (19,880,935)



**SECTION 4 [65 ILCS 5/11-74.4-5 (d) (6) and 65 ILCS 5/11-74.6-22 (d) (6)]**

**FY 2020**

**TIF NAME:**

**Carlyle TIF #3**

Provide a description of all property purchased by the municipality during the reporting fiscal year within the redevelopment project area.

**Check here if no property was acquired by the Municipality within the Redevelopment Project Area.**

**Property Acquired by the Municipality Within the Redevelopment Project Area.**

Property (1):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (2):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (3):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (4):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (5):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (6):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (7):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (8):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

**SECTION 5 - 20 ILCS 620/4.7 (7)(F)**

**PAGE 1**

**FY 2020**

**TIF Name: Carlyle TIF #3**

Page 1 is to be included with TIF report. Pages 2 and 3 are to be included **ONLY** if projects are listed.

**Select ONE of the following by indicating an 'X':**

<b>1. NO</b> projects were undertaken by the Municipality Within the Redevelopment Project Area.	
--	--

<b>2.</b> The Municipality <b>DID</b> undertake projects within the Redevelopment Project Area. (If selecting this option, complete 2a.)	x
--	---

<b>2a.</b> The total number of <b>ALL</b> activities undertaken in furtherance of the objectives of the redevelopment plan:	2
---	---

LIST <b>ALL</b> projects undertaken by the Municipality Within the Redevelopment Project Area:			
<b>TOTAL:</b>	<b>11/1/99 to Date</b>	<b>Estimated Investment for Subsequent Fiscal Year</b>	<b>Total Estimated to Complete Project</b>
Private Investment Undertaken (See Instructions)	\$ 5,209,000	\$ -	\$ -
Public Investment Undertaken	\$ 110,966	\$ 18,000	\$ -
Ratio of Private/Public Investment	46 49/52		0

\*PROJECT NAME TO BE LISTED AFTER PROJECT NUMBER

**Project 1\*: K& J Land Management**

Private Investment Undertaken (See Instructions)	\$ 3,828,000		
Public Investment Undertaken	\$ 110,966	\$ 18,000	
Ratio of Private/Public Investment	34 1/2		0

**Project 2\*: Nordike Housing Project - KMN Properties**

Private Investment Undertaken (See Instructions)	\$ 1,381,000		
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

**Project 3\*:**

Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

**Project 4\*:**

Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

**Project 5\*:**

Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

**Project 6\*:**

Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Optional: Information in the following sections is not required by law, but would be helpful in evaluating the performance of TIF in Illinois. **\*even though optional MUST be included as part of the complete TIF report**

**SECTION 6  
FY 2020**

**TIF NAME:** Carlyle TIF #3

Provide the base EAV (at the time of designation) and the EAV for the year reported for the redevelopment project area

Year redevelopment project area was designated	Base EAV	Reporting Fiscal Year EAV

List all overlapping tax districts in the redevelopment project area.  
If overlapping taxing district received a surplus, list the surplus.

Check if the overlapping taxing districts did not receive a surplus.

Overlapping Taxing District	Surplus Distributed from redevelopment project area to overlapping districts
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -
	\$ -

**SECTION 7**

Provide information about job creation and retention:

Number of Jobs Retained	Number of Jobs Created	Description and Type (Temporary or Permanent) of Jobs	Total Salaries Paid
			\$ -
			\$ -
			\$ -
			\$ -
			\$ -
			\$ -
			\$ -
			\$ -
			\$ -

**SECTION 8**

Provide a general description of the redevelopment project area using only major boundaries:

Optional Documents	Enclosed
Legal description of redevelopment project area	
Map of District	



# City of Carlyle

**Mayor:** Judy Smith  
**City Administrator:** Andrew Brackett

**City Attorney:** Joe Heiligenstein  
**City Clerk:** Rita Jurgensmeyer  
**Treasurer:** Chad Holthaus

**Aldermen:**  
**Ward One:** Kent Newkirk  
Shannon Petrea  
**Ward Two:** Scott Diekemper  
Donald R. Perez  
**Ward Three:** John Hodapp  
Jeremy Weh  
**Ward Four:** Michael Jansen  
Logan Speiser

## ATTACHMENT B

### FY 2020 Tax Increment Financing Report

“Certification of the Chief Executive Officer of the municipality that the municipality has complied with all of the requirements of the Act during the preceding fiscal year. [65 ILCS 5/11-74.4-5 (d) (3) and 5/11-74.6-22 (d) (3)]”

As the Chief Executive Officer of the City of Carlyle, Illinois, I do hereby certify that the municipality has complied with all requirements pertaining to the Tax Increment Redevelopment Allocation Act during the municipal fiscal year 2020.

10/9/2020  
Date

\_\_\_\_\_  
Sign *Judy L. Smith*

\_\_\_\_\_  
Print *Judy L. Smith*

BERNARD G. HEILIGENSTEIN (RETIRED)  
THOMAS A. HEILIGENSTEIN (1961-1994)  
JOSEPH B. HEILIGENSTEIN

**BERNARD G. HEILIGENSTEIN, LTD.**

ATTORNEYS AT LAW  
521 NINTH STREET  
CARLYLE, ILLINOIS 62231

Phone (618) 594-2213  
Fax: (618) 594-2216  
heiligensteinlaw@sbcglobal.net

ATTACHMENT C

FY 2020 TIF REPORT

October 15, 2020

Leslie Geissler Munger, Comptroller  
Local Government Division  
100 West Randolph  
Suite 15-500  
Chicago, IL 60601

RE: Opinion of legal counsel that municipality is in compliance with the  
Act. [65 ILCS 5/11-74.4-5 (d) (4) and 5/11-74.6-22 (d) (4)]

FY 2020 Carlyle Tax Increment Financing Reports:

Carlyle TIF #1

Carlyle TIF #2

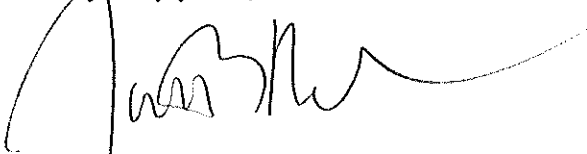
Carlyle TIF #3

Dear Comptroller:

As the legal counsel for the City of Carlyle, Illinois, I have reviewed all information provided to me by the City Administrator and staff for the municipal fiscal year of 2020 and, in my opinion, I find that the City of Carlyle has conformed to all applicable requirements of the Illinois Tax Increment Redevelopment Allocation Act set forth thereunder, to the best of my knowledge and belief.

This opinion relates only to the time period set forth and is based upon information available to me.

Very truly yours,



Joseph B. Heiligenstein

JBH/lkh

## **ATTACHMENT D**

Statement setting forth all activities undertaken in furtherance of the objectives of the redevelopment plan, including any project implemented in the preceding fiscal year and a description of the activities under taken ( 65 ILCS 5/11-74.4-5 (d) (7) (A and B) and 5/11-74.6-22 (d) (7) (A and B)

In the furtherance of the objectives of the redevelopment plan, the City continued to use TIF monies to achieve the goals of economic development, growth of the tax base, elimination of blighting characteristics, support of existing and new business development, and infrastructure improvement and expansion.

Specifically, the City continued to fulfill the obligations for TIF assistance with two development partners who had projects which were key in the establishment of the TIF District. One project continues to development infrastructure for new residential developments, and the other supports a key business and job creation partner of the City, K&J Chevrolet. These projects continue to grow the tax base of the community through the improvements being made, and also increase the quality of life for residents and businesses in the District.

# ATTACHMENT K

City of Carlyle, Illinois  
Illinois Tax Increment Financing District

FINANCIAL STATEMENTS

April 30, 2020

City of Carlyle, Illinois  
Illinois Tax Increment Financing District

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# GLASS AND SHUFFETT, LTD.

Certified Public Accountants

Members:  
American Institute of  
Certified Public Accountants  
Illinois Society of  
Certified Public Accountants

1819 West McCord  
P.O. Box 489  
Centralia, Illinois 62801  
(618) 532-5683  
FAX (618) 532-5684

Associate Office  
961 Fairfax  
P.O. Box 322  
Carlyle, Illinois 62231  
618-594-4737

## Independent Auditors' Report

August 24, 2020

Honorable Mayor and Members of the Board of Aldermen  
City of Carlyle, Illinois  
Carlyle, Illinois 62231

### Report on Financial Statements

We have audited the accompanying financial statements of the Illinois Tax Increment Financing District of the City of Carlyle, Illinois as of and for the year ended April 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### Auditors' Responsibility

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

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

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

### Basis for Adverse Opinion

As discussed in Note #1, the financial statements present only the Illinois Tax Increment Financing District. Accounting principles generally accepted in the United States of America require that City of Carlyle, Illinois' financial statements present the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Carlyle, Illinois.

Honorable Mayor and Members of the Board of Aldermen

August 24, 2020

**Adverse Opinion**

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion” paragraph, the financial statements referred to above do not present fairly the financial position of City of Carlyle, Illinois as of April 30, 2020, or the changes in the financial position or cash flows thereof for the year then ended.

**Unmodified Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Illinois Tax Increment Financing District of the City of Carlyle, Illinois, as of April 30, 2020, and the changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Respectfully submitted,

Centralia, Illinois

City of Carlyle, Illinois  
 Illinois Tax Increment Financing District  
 BALANCE SHEET  
 April 30, 2020

	Illinois Tax Increment Financing District			Total
	TIF-1	TIF-2	TIF-3	
<u>ASSETS</u>				
Cash in Bank	\$ 124,627	\$ 1,735	\$ 64,176	\$ 190,538
Accrued Interest	-	-	-	-
Total Assets	<u>\$ 124,627</u>	<u>\$ 1,735</u>	<u>\$ 64,176</u>	<u>\$ 190,538</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-
<u>FUND BALANCES</u>				
Fund Balances (Deficit)	216,112	1,735	64,176	190,538
Total Liabilities and Fund Balances	<u>\$ 216,112</u>	<u>\$ 1,735</u>	<u>\$ 64,176</u>	<u>\$ 190,538</u>

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

City of Carlyle, Illinois  
 Illinois Tax Increment Financing District  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 Year Ended April 30, 2020

	Illinois Tax Increment Financing District			Total
	TIF-1	TIF-2	TIF-3	
Revenues:				
Property Taxes	\$ 376,585	\$ 598,493	\$ 52,708	\$ 1,027,786
Interest on Investments	2,099	1,851	951	4,901
<b>Total Revenues</b>	<b>378,684</b>	<b>600,344</b>	<b>53,659</b>	<b>1,032,687</b>
Expenditures:				
Improvements	8,550	7,288	943	16,781
Payments in Lieu of Taxes	217,125	632,998	34,513	884,636
Administrative Expenses	31,524	49,863	10,790	92,177
<b>Total Expenditures</b>	<b>257,199</b>	<b>690,149</b>	<b>46,246</b>	<b>993,594</b>
Excess (Deficiency) of Revenues Over Expenditures	121,485	(89,805)	7,413	39,093
Other Financing Sources (Uses):				
Loan Proceeds	-	-	-	-
Transfers In	-	90,000	-	90,000
Transfers Out	(30,000)	-	(60,000)	(90,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(30,000)</b>	<b>90,000</b>	<b>(60,000)</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>91,485</b>	<b>195</b>	<b>(52,587)</b>	<b>39,093</b>
Fund Balances:				
Beginning of Year	124,627	1,540	116,763	242,930
End of Year	\$ 216,112	\$ 1,735	\$ 64,176	\$ 282,023

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

City of Carlyle, Illinois  
 Illinois Tax Increment Financing District  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN FUND BALANCES -  
 BUDGETARY BASIS  
 Year Ended April 30, 2020

	Illinois Tax Increment Financing District			
	TIF-1		TIF-2	
	Budget	Actual	Budget	Actual
Revenues Received:				
Property Taxes	\$ 369,622	\$ 376,585	\$ 607,450	\$ 598,493
Interest on Investments	700	2,099	620	1,851
<b>Total Revenues Received</b>	<b>370,322</b>	<b>378,684</b>	<b>608,070</b>	<b>600,344</b>
Expenditures Paid:				
Improvements	22,700	8,550	100,024	7,288
Payments in Lieu of Taxes	371,423	217,125	631,943	632,998
Administrative Expenses	31,524	31,524	49,863	49,863
<b>Total Expenditures Paid</b>	<b>425,647</b>	<b>257,199</b>	<b>781,830</b>	<b>690,149</b>
Excess (Deficiency) of Revenues Received Over Expenditures Paid	(55,325)	121,485	(173,760)	(89,805)
Other Financing Sources (Uses):				
Transfers From (To) Other Funds	(68,628)	(30,000)	173,391	90,000
Excess (Deficiency) of Revenues Received and Other Financing Sources Over Expenditures Paid and Other Financing Uses	(123,953)	91,485	(369)	195
Fund Balances:				
Beginning of Year (Deficit)	124,627	124,627	1,540	1,540
End of Year (Deficit)	<u>\$ 674</u>	216,112	<u>\$ 1,171</u>	1,735
Adjustments to Conform with GAAP		-		-
Fund Balance End of Year (GAAP Basis)		<u>\$ 216,112</u>		<u>\$ 1,735</u>

EXHIBIT C

TIF-3	
Budget	Actual
\$ 52,544	\$ 52,708
100	951
<u>52,644</u>	<u>53,659</u>
19,109	943
34,509	34,513
<u>10,790</u>	<u>10,790</u>
<u>64,408</u>	<u>46,246</u>
(11,764)	7,413
<u>(104,763)</u>	<u>(60,000)</u>
(116,527)	(52,587)
<u>116,763</u>	<u>116,763</u>
<u>\$ 236</u>	64,176
	<u>-</u>
	<u>\$ 64,176</u>

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

City of Carlyle  
Illinois Tax Increment Financing District  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2020

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General Information

In accordance with the Illinois Tax Increment Allocation Redevelopment Act of the State of Illinois, the City created three tax increment financing (TIF) districts. TIF-1 and 2 were created in 1998. TIF-3 was created in 2006.

TIF-1 encompasses property within the City that is north of the intersection of "New" U.S. 50 and 12<sup>th</sup> Street and that is zoned commercial or industrial. TIF-2 encompasses commercial and industrial property that is south of this same intersection. Typically, the commercial and industrial property within TIF-2 is located on or near 12<sup>th</sup> or Franklin Streets. TIF-1 and TIF-2 abut each other near the intersection of "New" U.S. 50 and 12<sup>th</sup> Street. TIF-3 encompasses property that was annexed by the City in September of 2005 that is commonly referred to as Carlyle's "West End." TIF-3 and TIF-2 abut each other along the west property line of Fortis Plastics.

TIF increments are used to incentivize commercial and industrial development in TIF-1 and TIF-2. TIF-3 was created specifically to assist in the development of a residential subdivision at Carlyle's West End known as Old State Commons. The increment in TIF-1 is used to either reimburse expenses incurred by commercial and industrial developments that are defined as eligible for reimbursements under State law or finance eligible activities undertaken by the City. TIF-2 makes a similar use of the tax increment generated here, but the tax increment that is not pledged pursuant to a redevelopment agreement with a private developer is returned to the taxing districts with taxable property within TIF-2.

TIF-3 is different, as it relates to TIF-1 and TIF-2. TIF-3 is the City's only TIF district that will assist a residential subdivision (Old State Commons). As provided by State law, the City will share a portion of the increment generated by Old State Commons with the Carlyle Unit School District. Additionally, for a senior residential development known as the "Pointe," the City will redirect 20% of the increment generated by this project to the School District.

These financial statements reflect only the activity of the City of Carlyle, Illinois, Illinois Tax Increment Financing District funds. The financial statements for the City of Carlyle, Illinois as of April 30, 2020, are separately reported and are not presented herein.

The financial statements for the Illinois Tax Increment Financing District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units.

Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

Basis of Presentation - Fund Accounting

The City accounts for the activity of the Illinois Tax Increment Financing District in its Capital Project Fund, since capital projects funds (by definition) are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

### Basis of Accounting

The City maintains its records on the basis of cash receipts and disbursements. For financial statement presentation purposes, the accounts of the City have been adjusted to reflect assets and liabilities of the capital projects funds on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when received in cash unless susceptible to accrual, i.e., measurable and available. Available means collectible soon enough to be used to pay liabilities of the current period. Taxes, liquor licenses, grants, traffic fines, and investment income are susceptible to accrual under the modified accrual basis of accounting. Expenditures are recorded when the liability is incurred.

### Transfers

Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as operating transfers and are reported as other financing sources (uses) in the capital project funds.

### 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 disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

### Budget and Appropriation

The budget and appropriation ordinance for the Illinois Tax Increment Financing District funds is prepared on the cash basis of accounting which is the same basis used to maintain the records. The budget and appropriation ordinance was passed on May 14, 2019 and was not amended. Total fund expenditures may not legally exceed the appropriated expenditures. The budget and appropriation ordinance lapses at the end of each fiscal year.

### NOTE 2--EXCESS EXPENDITURES OVER APPROPRIATIONS

There were no expenditures in excess of the appropriation.



# ATTACHMENT L

## GLASS AND SHUFFETT, LTD.

Certified Public Accountants

Members:  
American Institute of  
Certified Public Accountants  
Illinois Society of  
Certified Public Accountants

1819 West McCord  
P.O. Box 489  
Centralia, Illinois 62801  
(618) 532-5683  
FAX (618) 532-5684

Associate Office  
961 Fairfax  
P.O. Box 322  
Carlyle, Illinois 62231  
618-594-4737

### INDEPENDENT AUDITORS' REPORT ON COMPLIANCE

August 24, 2020

Honorable Mayor and Members of  
the Board of Aldermen  
City of Carlyle  
Carlyle, Illinois 62231

We have audited the financial statements of the City of Carlyle Illinois, Illinois Tax Increment Financing District as of and for the year ended April 30, 2020, and have issued our report thereon dated, August 24, 2020. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

As part of obtaining reasonable assurance about whether the financial statements for the City of Carlyle, Illinois, Illinois Tax Increment Financing District are free of material misstatement, we performed tests of its compliance with certain provisions of subsection (q) of Section 11-74, 4-3 of the Illinois Compiled Statutes (65 ILCS 5) pertaining to the Tax Increment Act, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 that are required to be reported.

This report is intended for the information and use of the Board of Aldermen, management, federal and state awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

Centralia, Illinois