



**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2023

SIKICH.COM

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Directors
Tri-Com Central Dispatch
St. Charles, Illinois

Opinions

We have audited the accompanying financial statements of the Tri-Com Central Dispatch (Tri-Com) as of and for the year ended April 30, 2023, and the related notes to financial statements, which collectively comprise Tri-Com's basic financial statements as listed in the table of contents.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of Tri-Com, as of April 30, 2023, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

Tri-Com adopted GASB Statement No. 87, *Leases*, which established a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Our opinion is not modified with respect to this matter.

Basis of Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under these 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 Tri-Com 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 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.

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 Tri-Com's 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 GAAS 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 GAAS, 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 Tri-Com'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 Tri-Com's ability to continue as a going concern for a reasonable period of time.

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Sikich LLP

Naperville, Illinois
October 3, 2023

MANAGEMENT'S DISCUSSION & ANALYSIS

TRI-COM CENTRAL DISPATCH
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2023

Management's Discussion and Analysis is a required supplementary element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in its Statement No. 34. The purpose is to provide an overview of the financial activities of Tri-Com Central Dispatch (Tri-Com) based on currently known facts, decisions or conditions.

General Information

Tri-Com

Tri-Com was formed in 1976 by an intergovernmental agreement entered into by the cities of St Charles, Geneva and Batavia to provide emergency communications services to various police, fire, and emergency medical services departments. Tri-Com serves 13 agencies covering approximately 200,000 residents within Kane County. The constituency is predominantly residential composed of single-family, high-rise and multifamily units, but also includes commercial and industrial businesses and corporate headquarters.

Tri-Com is the Communication Center for Mutual Aid Box Alarm System (MABAS) Division 13 serving 6 fire departments and seven police departments. The Center's impact extends across the state by serving as a member of the Illinois Telecommunicator Emergency Response Team (IL-TERT). Tri-Com is also a 9-1-1 Call Center partner for The National Center for Missing & Exploited Children (NCMEC).

Whenever a citizen needs a police officer, firefighter or paramedic, Tri-Com receives the request through the 9-1-1 network. The System averages over 143,000 inbound/outbound calls annually. The 9-1-1 telephone system is integrated with a Computer Aided Dispatch (CAD) System used to track police and fire department responses and activity. The System dispatches over 112,000 police and fire calls for service annually. The system manages both digital and conventional radio systems as well as a mobile data computer system covering 200 square miles.

Financial Highlights

- Assets and deferred outflows of resources of Tri-Com exceeded liabilities and deferred inflows of resources by \$6,510,614 (net position) at the close of the fiscal year April 30, 2023. Of this amount, \$2,487,248 is unrestricted and available to meet ongoing and future obligations of Tri-Com.
- Capital asset values decreased from \$5,721,814 to \$5,011,534 as depreciation expense outpaced current year capital asset additions.
- Net Position decreased \$519,349 from the previous year as discussed in the net position section on page MD&A 4.

Financial Analysis of Tri-Com Central Dispatch as a Whole

Total Liabilities and deferred inflows of resources of \$3,748,838 includes accounts payable, accrued payroll, unearned revenue, accrued interest payable, leases payable, OPEB liability, net pension liability, deferred inflows, compensated absences payable and any outstanding debt (installment contracts and debt certificates). Total assets and deferred outflows of resources of \$10,259,452 include current assets of \$3,821,016, which includes cash and cash equivalents, certificates of deposit and other investments and accrued interest receivable. Noncurrent assets, which consist of capital assets, is \$5,011,534.

TRI-COM CENTRAL DISPATCH
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2023

Statement of Net Position
April 30, 2022 and 2023

Category	2022	2023
Current assets	\$ 3,401,207	\$3,821,016
Capital assets	5,721,814	5,011,534
Total Assets	9,123,021	8,832,550
Net pension asset	1,435,830	-
Deferred outflows	600,658	1,426,902
Total assets and deferred outflows or resources	10,401,164	10,249,452
Current liabilities	\$ 634,034	\$780,786
Non-current liabilities	1,337,304	2,685,226
Total liabilities	1,971,338	3,466,012
Deferred inflows	1,863,209	282,826
Total liabilities and deferred inflows or resources	4,757,867	3,748,838
Net Position:		
Net investment in capital assets	4,504,246	4,023,366
Unrestricted	1,134,051	2,487,248
Total net position	\$5,643,297	\$6,510,614

TRI-COM CENTRAL DISPATCH
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2023

The following table summarizes the changes in Tri-Com's total net position for the fiscal years ending April 30, 2023 and 2022. The data provided below is presented on the accrual basis of accounting.

Statement of Revenues, Expenses
And Changes in Net Position
April 30, 2022 and 2023

Category	2022	2023
Operating Revenue		
Wireless 911	\$2,183,932	\$2,491,824
Dispatch services	1,986,616	2,071,362
Reimbursed expenditures	1,004,810	145,840
Total operating revenue	5,077,823	4,709,026
Operating Expenses		
Administration	737,713	763,765
Operations	2,132,136	3,518,981
Total Operating Expenses excluding depr.	2,869,849	4,282,746
Operating Income Before Depreciation	2,207,974	426,280
Depreciation	753,025	953,951
Operating Income (Loss)	1,454,949	(527,671)
Non-operating Revenues (Expenses)	(68,383)	8,422
Change in Net Position	1,386,566	(519,249)
Net Position, May 1	5,643,297	7,029,863
Net Position, April 30	\$7,029,863	\$6,510,614

TRI-COM CENTRAL DISPATCH
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2023

Revenue

Tri-Com has two primary sources of revenue: wireless surcharge (pass-through) revenue and dispatch fees. The dispatch services revenue derives from an assessment charged to the agencies receiving dispatch services generating \$2,071,362 of revenues. This revenue source is calculated based on the number of Calls for Service (CFS) processed annually for each member agency.

Tri-Com receives wireless telephone surcharges imposed on subscriber's bills or collected from member communities along with remittances from Voice over Internet Protocol (VoIP) subscribers and pay as you go phones. Kane County ETSB collects wire and wireless surcharges. Effective January 1, 2018, The Illinois General Assembly enacted a Wireless 9-1-1 Surcharge in the amount of \$1.50 per wireless network connection, an increase from \$.75 or 100% from the prior year. The wireless surcharge is dispersed to each PSAP based on the PSAP's share of the network hardline connections. In FY 2023, Tri-Com Central Dispatch received \$2,491,824.

Expenses

Salaries and wages, group insurance and other benefits comprise the largest single expense at \$2,411,412 or 75% of operating expenses. Expenses were favorable due to the switch to fiber lines to reduce telephone costs. Tri-Com's 11 full-time and one part-time Telecommunicators are supported by 3 Shift Supervisors, 1 Administrative Assistant, 1 CAD Administrator, 1 IT Manager, 1 Training Coordinator, 1 GIS Coordinator, Deputy Director, and Executive Director.

Net Position

Net position began the year at \$7,029,863 and ended at \$6,510,614 a decrease of \$519,249. The decrease is due to an increase in pension expense and depreciation. Tri-Com does not budget for pension and OPEB items or depreciation and amortization.

Capital Assets

There are several additions to capital assets during the fiscal year. The completion of the connection line to the St. Charles Municipal Water Supply, and the upgrade to our VIPER 911 Call Processing Equipment. Additional information on Tri-Com's capital assets can be found in Note 3 on page 13 of this report.

Long-term Debt

At the end of the current fiscal year, Tri-Com had \$3,213,287 in long-term debt outstanding. A large portion of this increase is related to the IMRF net pension liability which was an asset as of April 30, 2022. Long-term debt is comprised of debt certificates, a capital lease, compensated absences and OPEB. Additional information on Tri-Com's long-term debt can be found in Note 4 on page 14 of this report. Additional information can be found in Note 7 on page 15 of this report.

Leases

Tri-Com implemented GASB 87, *Leases*, in fiscal year 2023. This change in accounting principle had zero net effect on opening net position.

TRI-COM CENTRAL DISPATCH
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2023

Economic Conditions

Tri-Com revenues dispatch fees and 911 surcharges typically remains unaffected by short-term economic conditions. The uncertainty of COVID-19 public health emergency has created uncertainty for typically stable revenue streams for the member communities. The current economic situation could reduce their ability to pay the budgeted dispatch fees, especially for the smaller contact agencies. Tri-Com relies on dispatch fees from members as defined by the intergovernmental agreement.

Tri-Com Central Dispatch operates primarily on wireline and wireless surcharge funds that remain consistent regardless of short-term economic conditions. The number of wireline network connections has consistently decreased as the market shifts to the use of wireless and VoIP. Tri-Com receives surcharge funds from VoIP providers. Tri-Com cannot increase the amount of the wireline surcharge. The wireless surcharge amount is determined by state legislation.

However, Tri-Com is directly affected by changes in telecommunications technology.

Contacting Tri-Com's Administration

This financial report is designed to provide a general overview of Tri-Com's finances, comply with finance related laws and regulations, and demonstrate Tri-Com's commitment to public accountability. Questions about this report or requests for additional information should be sent to:

Executive Director
Tri-Com Central Dispatch
3823 Karl Madsen Drive
St Charles, Il 60175

BASIC FINANCIAL STATEMENTS

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

STATEMENT OF NET POSITION

April 30, 2023

CURRENT ASSETS

Cash and investments	\$ 3,440,034
Accrued interest receivable	21,772
Due from other governments	<u>359,210</u>
Total current assets	<u>3,821,016</u>

NONCURRENT ASSETS

CAPITAL ASSETS

Tangible capital assets not being depreciated nor amortized	133,080
Tangible and intangible capital assets being depreciated and amortized, at cost	10,367,428
Accumulated depreciation and amortization	<u>(5,488,974)</u>
Total capital assets	<u>5,011,534</u>
Total noncurrent assets	<u>5,011,534</u>
Total assets	<u>8,832,550</u>

DEFERRED OUTFLOWS OF RESOURCES

Pension items - IMRF	1,286,900
OPEB items	<u>140,002</u>
Total deferred outflows of resources	<u>1,426,902</u>
Total assets and deferred outflows of resources	<u>10,259,452</u>

CURRENT LIABILITIES

Accounts payable	50,543
Accrued payroll	120,988
Unearned revenue	62,500
Compensated absences payable	278,591
Accrued interest payable	18,100
Installment contract	131,505
Lease payable	18,839
Debt certificate payable	<u>99,126</u>
Total current liabilities	<u>780,192</u>

NONCURRENT LIABILITIES

Compensated absences payable	250,189
Total other postemployment benefit liability	209,596
Net pension liability - IMRF	1,486,743
Installment contract	279,692
Lease liability	18,807
Debt certificate payable	<u>440,199</u>
Total noncurrent liabilities	<u>2,685,226</u>
Total liabilities	<u>3,465,418</u>

DEFERRED INFLOWS OF RESOURCES

Pension items - IMRF	111,957
OPEB items	<u>170,869</u>
Total deferred inflows of resources	<u>282,826</u>
Total liabilities and deferred inflows of resources	<u>3,748,244</u>

(This statement is continued on the following page.)

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

STATEMENT OF NET POSITION (Continued)

April 30, 2023

NET POSITION

Net investment in capital assets

\$ 4,023,366

Unrestricted

2,487,842

TOTAL NET POSITION

\$ 6,511,208

See accompanying notes to financial statements.

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION**

For the Year Ended April 30, 2023

OPERATING REVENUES

Wireless 911	\$ 2,491,824
Dispatch services	2,071,362
Reimbursed expenses	<u>145,840</u>

Total operating revenues	<u>4,709,026</u>
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**OPERATING EXPENSES EXCLUDING
DEPRECIATION**

Administration	763,765
Operations	<u>3,518,387</u>

Total operating expenses excluding depreciation	<u>4,282,152</u>
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OPERATING INCOME

BEFORE DEPRECIATION	426,874
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Depreciation and amortization	<u>953,951</u>
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OPERATING INCOME (LOSS)	<u>(527,077)</u>
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NON-OPERATING REVENUES (EXPENSES)

Miscellaneous	10
Interest and fiscal charges	(40,464)
Investment income	<u>48,876</u>

Total non-operating revenues (expenses)	<u>8,422</u>
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CHANGE IN NET POSITION	(518,655)
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NET POSITION, MAY 1	<u>7,029,863</u>
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NET POSITION, APRIL 30	<u><u>\$ 6,511,208</u></u>
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See accompanying notes to financial statements.

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

STATEMENT OF CASH FLOWS

For the Year Ended April 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from members	\$ 2,071,657
Receipts from intergovernmental	2,689,349
Payments to employees	(3,064,250)
Payments to suppliers	<u>(862,912)</u>
Net cash from operating activities	<u>833,844</u>

**CASH FLOWS FROM CAPITAL AND RELATED
FINANCING ACTIVITIES**

Principal payments	(240,336)
Interest payments	(46,962)
Capital assets purchased	<u>(187,154)</u>
Net cash from capital and related financing activities	<u>(474,452)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Sale of investments	410,918
Purchase of investments	(677,248)
Interest received	<u>30,926</u>
Net cash from investing activities	<u>(235,404)</u>

NET INCREASE IN CASH AND CASH EQUIVALENTS	123,988
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CASH AND CASH EQUIVALENTS, MAY 1	<u>330,462</u>
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CASH AND CASH EQUIVALENTS, APRIL 30	<u><u>\$ 454,450</u></u>
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**RECONCILIATION OF OPERATING INCOME (LOSS) TO
NET CASH FLOWS FROM OPERATING ACTIVITIES**

Operating income (loss)	\$ (527,077)
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Depreciation and amortization	953,951
Non-operating revenue	10
Changes in assets and liabilities	
Accounts receivable	295
Prepaid items	59
Due from other governments	(10,825)
Accounts payable	15,307
Accrued payroll	17,066
Unearned revenue	62,500
Net pension liability and deferred outflows and inflows of resources	220,084
Total other postemployment liability and deferred outflows and inflows of resources	19,941
Compensated absences	<u>82,533</u>

NET CASH FROM OPERATING ACTIVITIES	<u><u>\$ 833,844</u></u>
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CASH AND INVESTMENTS

Cash and cash equivalents	\$ 455,044
Investments	<u>2,985,584</u>

TOTAL CASH AND INVESTMENTS	<u><u>\$ 3,440,628</u></u>
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See accompanying notes to financial statements.

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

April 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Tri-Com Central Dispatch, St. Charles, Illinois (Tri-Com) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of Tri-Com's accounting policies are described below.

a. Reporting Entity

Tri-Com was created in 1976 by the member cities of Batavia, Geneva and St. Charles to provide emergency communications services to those communities. Tri-Com is a municipal corporation governed by an Executive Director and an eleven member board, with each member municipality appointing three representatives on the board. As required by GAAP, these financial statements present Tri-Com and its component units, entities for which Tri-Com is considered to be financially accountable. Tri-Com has no component units to report and is not reported as a component unit of any other entity.

b. Fund Accounting

Tri-Com uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Tri-Com utilizes an enterprise fund to report its financial position, results of operations and cash flows. Enterprise funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to outside parties and typically are the result of exchange or exchange-like transactions.

c. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Enterprise funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Measurement Focus and Basis of Accounting

Enterprise fund operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in total net position. Operating revenues and expenses are directly attributable to the operation of the enterprise funds. Non-operating revenue/expenses are incidental to the operations of these funds.

The accrual basis of accounting is utilized by enterprise funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

d. Cash and Cash Equivalents

For purposes of the statement of cash flows, Tri-Com's enterprise fund type considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

e. Capital Assets

All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Tri-Com adopted a minimum threshold of \$5,000 for recording buildings and improvements, machinery and equipment and vehicles.

Depreciation of capital assets is computed using the straight-line method.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Capital Assets (Continued)

The following estimated useful lives are used to compute depreciation:

	<u>Years</u>
Buildings	50
Improvements other than buildings	20
Machinery and equipment	4-20
Vehicles	4-20

Intangible assets represent Tri-Com's right-to-use a leased asset. These intangible assets, as defined by GASB Statement No. 87, *Leases*, are for lease contracts of nonfinancial assets including equipment.

f. Compensated Absences

Tri-Com permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from service. The liability for such leave is reported as an expense and liability of Tri-Com as the benefits accrue to employees. Accumulated sick leave lapses when employees leave the employ of Tri-Com; therefore, upon separation from service no monetary obligation exists, except in cases of retirement in which employees receive payment for up to 60 days of unused sick time.

g. Deferred Inflows/Outflows

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Net Position

Net investment in capital assets represents the book value of capital assets less any outstanding long-term debt issued to construct or acquire capital assets. Restricted net position is legally restricted by outside parties for a specific purpose. Unrestricted net position is available for Tri-Com to use for general purposes.

Tri-Com's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first.

i. Use of Estimates

The preparation of financial statements in conformity with GAAP 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

j. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items are recorded as expenses when consumed rather than when purchased.

2. DEPOSITS AND INVESTMENTS

Tri-Com categorizes the fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

Tri-Com's investment policy through the City of Geneva (the City) and Illinois Compiled Statutes (ILCS) authorize Tri-Com to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements and commercial paper rated within the three highest classifications by at least two standard rating services.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, Tri-Com's deposits may not be returned to it. Tri-Com obtains pledging of collateral for all bank balances in excess of federal depository insurance, at an amount greater than the fair market value of the funds secured, with the collateral held by an independent third party in Tri-Com's name.

Investments

Tri-Com limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in U.S. Treasury and agency obligations and negotiable certificates of deposit. The U.S. agency obligations are rated AAA. The negotiable CDs are not rated.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, Tri-Com will not be able to recover the value of their investments that are in possession of an outside party. To limit its exposure, Tri-Com's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as Tri-Com's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in Tri-Com's name.

Concentration of credit risk is the risk that Tri-Com has a high percentage of their investments invested in one type of investment. Tri-Com's investment policy requires diversification of investments to avoid unreasonable risk.

The following table represents the investments and maturities of Tri-Com's debt securities as of April 30, 2023:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury obligations	\$ 682,421	\$ 682,421	\$ -	\$ -	\$ -
U.S. agency obligations	433,237	433,237	-	-	-
Negotiable CDs	1,186,195	720,795	465,400	-	-
TOTAL	\$ 2,301,853	\$ 1,836,453	\$ 465,400	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Tri-Com limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Tri-Com has the following recurring fair value measurements as of April 30, 2023:

The U.S. Treasury obligations are valued using quoted prices in active markets for identical assets (Level 1 inputs) for investments with maturities less than one year and are valued using quoted matrix pricing models (Level 2 inputs) for investments greater than one year. The U.S. agency obligations and negotiable CDs are valued using quoted matrix pricing models (Level 2 inputs).

3. CAPITAL ASSETS

Tri-Com's changes in capital assets for the year ended April 30, 2023 are as follows:

	Balances May 1, Restated*	Additions	Retirements	Balances April 30
Tangible capital assets not being depreciated				
Construction in progress	\$ 5,463	\$ 127,617	\$ -	\$ 133,080
Total tangible capital assets not being depreciated	5,463	127,617	-	133,080
Tangible capital assets being depreciated				
Buildings	4,210,067	22,425	-	4,232,492
Improvements other than buildings	2,742,766	-	244,500	2,498,266
Machinery and equipment	4,873,991	37,112	1,330,950	3,580,153
Total tangible capital assets being depreciated	11,826,824	59,537	1,575,450	10,310,911
Intangible capital asset being amortized				
Machinery and equipment	56,517	-	-	56,517
Total intangible capital assets being amortized	56,517	-	-	56,517
Less accumulated depreciation for				
Buildings	1,000,527	65,428	-	1,065,955
Improvements other than buildings	1,662,408	82,950	244,500	1,500,858
Machinery and equipment	3,447,538	791,444	1,330,950	2,908,032
Total accumulated depreciation	6,110,473	939,822	1,575,450	5,474,845
Less accumulated amortization for				
Machinery and equipment	-	14,129	-	14,129
Total accumulated amortization	-	14,129	-	14,129
Total tangible and intangible capital assets being depreciated and amortized, net	5,772,868	(894,414)	-	4,878,454
CAPITAL ASSETS, NET	\$ 5,778,331	\$ (766,797)	\$ -	\$ 5,011,534

*Beginning balances were restated in connection with the implementation of GASB Statement No. 87, *Leases*. See Notes 9-10 for more information.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT

a. Changes in Long-Term Liabilities

The change in other long-term debt payable is as follows:

	Balances May 1, Restated*	Increase	Decrease	Balances April 30	Current Portion
Compensated absences	\$ 446,247	\$ 321,817	\$ 239,284	\$ 528,780	\$ 278,591
Total OPEB liability	189,348	20,248	-	209,596	-
IMRF net pension liability	-	1,486,743	-	1,486,743	-
Debt certificates	634,549	-	95,224	539,325	99,126
Lease payable	56,517	-	18,871	37,646	18,839
Installment contract	537,438	-	126,241	411,197	131,505
TOTAL	\$ 1,864,099	\$1,828,808	\$ 479,620	\$ 3,213,287	\$ 528,061

*Beginning balances were restated in connection with the implementation of GASB Statement No. 87, *Leases*. See Notes 9-10 for more information.

b. Debt Service Requirements to Maturity

In 2020, Tri-Com acquired capital assets through an installment contract with an interest rate of 4.17%. The gross amount of these assets under the installment contract is \$887,429, which are included in capital assets. Principal and interest are due in annual installments through September 15, 2025.

In 2021, Tri-Com issued \$750,000 in debt certificates with an interest rate of 4%. Interest is payable semi-annually with annual installments due through December 1, 2027.

Annual debt service requirements to maturity are as follows:

Fiscal Year	Installment Contract		Debt Certificates (Direct Placement)	
	Principal	Interest	Principal	Interest
2024	\$ 131,505	\$ 17,148	\$ 99,126	\$ 20,874
2025	136,989	11,664	103,136	16,864
2026	142,703	5,951	107,412	12,588
2027	-	-	111,812	8,188
2028	-	-	117,839	3,608
TOTAL	\$ 411,197	\$ 34,763	\$ 539,325	\$ 62,122

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. INTERGOVERNMENTAL AGREEMENT

The cities of St. Charles, Batavia and Geneva, on or about June 7, 1976, entered into an agreement in order to establish the Tri-Com for the purpose of providing communication services for police, fire, ambulance and other emergency communication systems for the mutual benefit of the members of the venture; to provide such services on a contract basis to other public agencies; and to provide a forum for discussion, study, development and implementation of recommendations of mutual interests regarding communications, information systems, statistical matters and criminal justice, fire safety, emergency medical and telephone emergency request systems, public safety information communication and data processing within portions of Kane, DuPage and Kendall Counties in Illinois. As part of the agreement, the City of Geneva was named as the administrative entity of Tri-Com and as a result, the City of Geneva provides accounting services to Tri-Com and collects all members' service and usage fees.

6. RISK MANAGEMENT

Tri-Com is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three fiscal years.

7. DEFINED BENEFIT PENSION PLANS

Illinois Municipal Retirement Fund

Tri-Com contributes, through the City of Geneva, to the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. However, Tri-Com's participation in IMRF is equivalent to a cost sharing multiple-employer pension plan since only one actuarial valuation is performed for both the City of Geneva and Tri-Com combined. All disclosures for an agent plan can be found in the City of Geneva's annual comprehensive financial report.

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable. Investments are reported at fair value.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. 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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The City and Tri-Com are required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the fiscal year ended 2023 was 8.86% of covered payroll.

Net Pension Liability

As of April 30, 2023, Tri-Com reported a liability of \$1,486,743 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2022 (plan measurement date), and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. Tri-Com's proportion of the net pension liability (asset) was based on Tri-Com's actual contribution to the plan for the year ended April 30, 2023 relative to the contributions of the City, actuarially determined. Tri-Com's proportion was 21.52% of the total contribution.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

Tri-Com's net pension liability was measured as of December 31, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2022
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Interest rate	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Fair value

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

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the City and Tri-Com contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2023, Tri-Com recognized pension expense of \$421,170. At April 30, 2023, Tri-Com reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 216,955	\$ 76,594
Changes in assumptions	-	35,363
Net difference between projected and actual earnings on pension plan investments	1,018,569	-
Employer contributions subsequent to the measurement date	51,376	-
	<hr/>	<hr/>
TOTAL	\$ 1,286,900	\$ 111,957
	<hr/>	<hr/>

\$51,376 reported as deferred outflows of resources resulted from Tri-Com contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability during Tri-Com's fiscal year ending April 30, 2024. Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2024	\$ (26,629)
2025	196,849
2026	379,634
2027	573,713
2028	-
Thereafter	-
	<hr/>
TOTAL	\$ 1,123,567
	<hr/>

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate.

The table below presents the net pension liability of Tri-Com calculated using the discount rate of 7.25% as well as what Tri-Com's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 3,255,705	\$ 1,486,743	\$ 92,212

8. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, Tri-Com provides postemployment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by Tri-Com and can be amended by Tri-Com through its personnel manual. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The plan does not issue a separate report. The activity of the plan is reported in Tri-Com's activities.

b. Benefits Provided

Tri-Com provides pre and post-Medicare postemployment healthcare benefits to all retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under the Tri-Com's retirement plan. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At April 30, 2022 (most recent data available), membership consisted of:

Inactive employees currently receiving benefit payments	-
Inactive employees entitled to but not yet receiving benefits	-
Active employees	24
	<hr/>
TOTAL	24
	<hr/>
Participating employers	1
	<hr/>

d. Total OPEB Liability

Tri-Com's total OPEB liability of \$209,596 was measured as of April 30, 2023 and was determined by an actuarial valuation as of May 1, 2022.

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2023, as determined by an actuarial valuation as of May 1, 2022 actuarial valuation, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was rolled forward by the actuary using updated procedures to April 30, 2023, including updating the discount rate at April 30, 2023 as noted below.

Actuarial cost method	Entry-age normal
Actuarial value of assets	Not applicable
Salary increases	4.00%
Discount rate	4.14%
Healthcare cost trend rates	6.50% initial trend rate to 4.50% ultimate trend rate

The discount rate used in the determination of the total OPEB liability is based on the municipal bond rate. The municipal bond rate was based on the index rate for 20-year tax exempt general obligation municipal bonds rated AA or better at April 30, 2023.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Actuarial Assumptions and Other Inputs (Continued)

For active employees, the PubG.H-2010(B) Mortality Table - General (below-median income) with future mortality improvement using Scale MP-2020 was used.

For retirees, the PubG.H-2010(B) Mortality Table - General (below-median income), Male adjusted 106% and Female adjusted 105% tables, with future mortality improvement using Scale MP-2020 was used.

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2022	<u>\$ 189,348</u>
Changes for the period	
Service cost	14,942
Interest	7,536
Changes in assumptions	(2,230)
Benefit changes	-
Differences between expected and actual experience	-
Benefit payments	-
Other changes	<u>-</u>
Net changes	<u>20,248</u>
BALANCES AT APRIL 30, 2023	<u>\$ 209,596</u>

Changes in assumptions reflect a change in the discount rate.

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

g. Rate Sensitivity

The following is a sensitivity analysis of total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of Tri-Com calculated using the discount rate of 4.14% as well as what Tri-Com's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.14%) or 1 percentage point higher (5.14%) than the current rate:

	1% Decrease (3.14%)	Current Discount Rate (4.14%)	1% Increase (5.14%)
Total OPEB liability	\$ 225,602	\$ 209,596	\$ 195,001

The table below presents the total OPEB liability of Tri-Com calculated using the healthcare rate of 4.50% to 6.50% as well as what Tri-Com's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (3.50% to 5.50%) or 1 percentage point higher (5.50% to 7.50%) than the current rate:

	1% Decrease (3.50% to 5.50%)	Current Healthcare Rate (4.50% to 6.50%)	1% Increase (5.50% to 7.50%)
Total OPEB liability	\$ 191,435	\$ 209,596	\$ 230,581

h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended April 30, 2023, Tri-Com recognized OPEB expense of \$16,228. At April 30, 2023, Tri-Com reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 82,414	\$ -
Changes in assumption	57,588	170,869
TOTAL	\$ 140,002	\$ 170,869

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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

Fiscal Year Ending April 30,	
2024	\$ (6,047)
2025	(6,047)
2026	(6,047)
2027	(6,047)
2028	(6,401)
Thereafter	(278)
	<hr/>
TOTAL	\$ (30,867)

9. LESSEE DISCLOSURES

In accordance with GASB Statement No. 87, *Leases*, the Tri-Com's lessee activity is as follows:

Tri-Com has entered into a lease arrangements for the right-to-use equipment. Payments of \$18,934 are due in annual installments through March 31, 2025. The total intangible right-to-use assets acquired under these arrangements is \$56,517. Total principal payments made during the fiscal year on this arrangement was \$18,871. As of April 30, 2023, the lease liability associated with this arrangement is \$37,646.

Obligations under lease liabilities at April 30, 2023, were as follows:

Year Ending April 30,	Lease Payable		
	Principal	Interest	Total
2024	\$ 18,839	\$ 95	\$ 18,934
2025	18,807	127	18,934
	<hr/>		
TOTAL	\$ 37,646	\$ 222	\$ 37,868

TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. CHANGE IN ACCOUNTING PRINCIPLE

For the fiscal year ended April 30, 2023, Tri-Com implemented GASB Statement No. 87, *Leases*. With the implementation, Tri-Com is required to record the beginning net position associated with the intangible right-to-use assets and lease liability.

The beginning net position of the following opinion units have been restated to reflect the new guidance as follows:

Business-Type Activities

BEGINNING NET POSITION, AS PREVIOUSLY REPORTED	<u>\$ 7,029,863</u>
Recording of intangible right-to-use assets	56,517
Recording of lease liability	<u>(56,517)</u>
Total net restatement	<u>-</u>
BEGINNING NET POSITION, AS RESTATED	<u><u>\$ 7,029,863</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Eight Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 179,445	\$ 174,648	\$ 193,196	\$ 236,647	\$ 183,823	\$ 243,896	\$ 237,018	\$ 200,017
Contributions in relation to the actuarially determined contribution	179,445	174,648	193,196	236,647	183,823	243,896	237,018	200,017
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 1,488,633	\$ 1,514,292	\$ 1,133,195	\$ 1,893,116	\$ 1,870,768	\$ 2,074,432	\$ 2,173,397	\$ 2,257,681
Contributions as a percentage of covered payroll	12.05%	11.53%	17.05%	12.50%	9.83%	11.76%	10.91%	8.86%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 21 years; the asset valuation method was at five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases of 2.85% to 13.75% compounded annually and postretirement benefit increases of 3.50% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

**SCHEDULE OF TRI-COM'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY (ASSET)
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Eight Calendar Years

MEASUREMENT DATE ENDED DECEMBER 31,	2015	2016	2017	2018	2019	2020	2021	2022
Employer's proportion of net pension liability (asset)	17.81%	17.81%	12.81%	19.67%	19.44%	20.99%	21.52%	21.52%
Employer's proportionate share of net pension liability (asset)	\$ 1,173,441	\$ 1,185,563	\$ 185,997	\$ 1,761,407	\$ 866,284	\$ 67,095	\$ (1,435,830)	\$ 1,486,743
Employer's covered payroll	1,488,633	1,514,292	1,133,195	1,893,116	1,870,768	2,074,432	2,153,085	2,232,968
Employer's proportionate share of the net pension liability as a percentage of its covered payroll	78.83%	78.29%	16.41%	93.04%	46.31%	3.23%	(66.69%)	66.58%
Plan fiduciary net position as a percentage of the total pension liability	86.21%	86.63%	97.09%	83.65%	92.28%	99.47%	110.21%	89.49%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Five Fiscal Years

MEASUREMENT DATE APRIL 30,	2019	2020	2021	2022	2023
TOTAL OPEB LIABILITY					
Service cost	\$ 13,405	\$ 17,297	\$ 26,632	\$ 20,111	\$ 14,942
Interest	17,393	20,885	18,713	6,929	7,536
Changes in assumptions	34,230	225,409	71,241	(37,725)	(2,230)
Benefit changes	-	-	-	-	-
Differences between expected and actual experience	-	-	96,857	199,601	-
Benefit payments	(14,361)	(19,034)	(21,868)	-	-
Other changes	-	-	-	(910,184)	-
Net change in total OPEB liability	50,667	244,557	191,575	(721,268)	20,248
Total OPEB liability - beginning	423,817	474,484	719,041	910,616	189,348
TOTAL OPEB LIABILITY - ENDING	\$ 474,484	\$ 719,041	\$ 910,616	\$ 189,348	\$ 209,596
Covered-employee payroll	\$ 1,540,032	\$ 1,979,738	\$ 2,077,609	\$ 671,447	\$ 764,391
Employer's total OPEB liability as a percentage of covered-employee payroll	30.81%	36.32%	43.83%	28.20%	27.42%

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

2023: Changes in assumptions reflect a change in the discount rate from 3.98% for the reporting period ended April 30, 2022 to 4.14% for the reporting period ended April 30, 2023.

2022: Changes in assumptions reflect a change in the discount rate from 2.27% for the reporting period ended April 30, 2021 to 3.98% for the reporting period ended April 30, 2022.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

SUPPLEMENTARY INFORMATION

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - BUDGETARY BASIS

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Wireless 911	\$ 2,000,000	\$ 2,000,000	\$ 2,491,824
Dispatch services	2,069,130	2,069,130	2,071,362
Reimbursed expenses	87,500	230,400	145,840
Total operating revenues	4,156,630	4,299,530	4,709,026
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Administration			
Personal services			
Wages - regular	464,534	464,534	473,428
Group insurance	92,880	92,880	103,159
Medicare	6,736	6,736	6,544
Social Security	28,801	28,801	27,980
IMRF	46,074	46,074	41,745
Total personal services	639,025	639,025	652,856
Contractual services			
Accounting and auditing service	14,002	14,002	9,500
Legal service	16,000	10,300	3,801
General insurance	1,000	1,000	-
Banking service	-	10	7
Dues and subscriptions	1,745	1,745	559
Travel and meals	3,300	4,225	4,309
Training and professional development	4,400	4,400	3,236
Liability insurance	37,500	37,500	35,841
Other contractual services	41,700	41,700	43,628
Total contractual services	119,647	114,882	100,881
Commodities			
Telephone	2,700	2,700	2,791
Office supplies	6,000	6,000	2,580
Office equipment	500	500	144
Per copy charges	300	300	-
Postage	300	300	104
Publishing	1,600	1,600	-
Rentals	2,280	2,305	2,303
Clothing allowance	1,990	2,015	2,106
Total commodities	15,670	15,720	10,028
Total administration	774,342	769,627	763,765

(This schedule is continued on the following pages.)

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
OPERATING EXPENSES EXCLUDING DEPRECIATION (Continued)			
Operations			
Personal services			
Wages - regular	\$ 1,669,085	\$ 1,669,085	\$ 1,593,427
Wages - part-time/seasonal	36,999	36,999	35,003
Overtime	90,000	90,000	247,807
Group insurance	399,922	399,922	319,842
Training premium pay	6,000	6,000	8,869
TIC premium pay	9,000	9,000	8,413
Medicare	26,260	26,260	26,415
Social Security	112,286	112,286	112,945
IMRF	176,896	176,896	158,272
Total personal services	2,526,448	2,526,448	2,510,993
Contractual services			
Medical service	2,200	3,450	2,420
Janitorial service	25,000	28,570	23,567
Other professional services	6,170	10,620	5,683
Radio air time	203,055	203,055	148,263
Dues and subscriptions	1,685	1,685	935
Travel and meals	9,425	9,425	8,201
Training and professional development	5,805	9,480	9,548
Publishing	1,600	1,600	-
Rentals	14,280	14,280	7,158
Other contractual services	-	2,300	2,568
Total contractual services	269,220	284,465	208,343
Commodities			
Telephone	212,220	194,885	135,868
Internet	13,755	13,755	12,333
Office supplies	-	250	297
Office equipment	500	500	480
Office furniture	3,500	3,525	3,944
Janitorial supplies	700	700	533
Computer software	10,000	16,000	15,713
Employee awards	1,750	1,750	2,198
Maintenance service	326,315	465,395	289,122
Utilities	39,500	41,400	43,839
Maintenance supplies	575	575	-
Operating supplies	7,125	7,125	2,960
Clothing allowance	7,210	7,210	5,324
Computer software	6,815	6,815	7,013
Total commodities	629,965	759,885	519,624

(This schedule is continued on the following pages.)

**TRI-COM CENTRAL DISPATCH
ST. CHARLES, ILLINOIS**

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual
OPERATING EXPENSES EXCLUDING DEPRECIATION (Continued)			
Operations (Continued)			
Capital			
Machinery and equipment	\$ 45,000	\$ 53,450	\$ 47,505
Building and improvements	97,500	201,675	179,051
Total capital	142,500	255,125	226,556
Total operations	3,568,133	3,825,923	3,465,516
Total operating expenses	4,342,475	4,595,550	4,229,281
OPERATING INCOME (LOSS)	(185,845)	(296,020)	479,745
NON-OPERATING REVENUES (EXPENSES)			
Prior year budgeted surplus	442,870	547,045	-
Principal payments	(221,780)	(221,780)	(240,336)
Interest and fiscal charges	(47,245)	(47,245)	(40,464)
Miscellaneous	-	-	10
Investment income	12,000	12,000	48,876
Total non-operating revenues (expenses)	185,845	290,020	(231,914)
CHANGE IN NET POSITION - BUDGETARY BASIS	\$ -	\$ (6,000)	247,831
ADJUSTMENTS TO GAAP BASIS			
Capital assets capitalized			187,154
Depreciation and amortization			(953,951)
Pension items - IMRF			(220,084)
Other postemployment benefit liability			(19,941)
Principal paid			240,336
Total adjustments to GAAP basis			(766,486)
CHANGE IN NET POSITION - GAAP BASIS			(518,655)
NET POSITION, MAY 1			7,029,863
NET POSITION, APRIL 30			\$ 6,511,208

(See independent auditor's report.)