

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS

BASIC FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT

MAY 31, 2025

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
St. Louis Regional Airport Authority
Bethalto, Illinois

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the St. Louis Regional Airport Authority, Bethalto, Illinois (the Authority) as of and for the year ended May 31, 2025, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, except for the effects of the omissions described in the Basis for Qualified Opinions section, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the St. Louis Regional Airport Authority, Bethalto, Illinois, as of May 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the St. Louis Regional Airport Authority, Bethalto, Illinois 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.

Basis for Qualified Opinion on Financial Statements and Footnote Disclosures

Management has not adopted Governmental Accounting Standards Board Pronouncement Number 87 (GASB 87), Leases. GASB 87 requires lessors to recognize a lease receivable measured at the present value of lease payments expected to be received during the year and a deferred inflow of resources at the commencement of the lease term, along with recognition of interest revenue on the lease receivable and an inflow of resources from the deferred inflows of resources in a systematic and rational manner over the term of the lease. The amount by which this departure would affect the assets, deferred inflows of resources, net position and revenues of the business-type activities and government-wide activities is not readily determinable.

Management's Responsibility for the Financial Statements

The St. Louis Regional Airport Authority, Bethalto, Illinois' 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibility

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 the St. Louis Regional Airport Authority, Bethalto, Illinois' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the St. Louis Regional Airport Authority, Bethalto, Illinois' ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information (pages 31-33) and schedules of funding progress and employer contributions (pages 34 to 36) be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Schedule of Property Tax Rates, Extensions and Collections and the General Fund – Schedule of Expenditures (pages 37-39) but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Hughes, Cameron & Company, LLC

Hughes, Cameron & Company, LLC
Godfrey, IL
September 12, 2025

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
STATEMENT OF NET POSITION
MAY 31, 2025

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and Cash Equivalents	\$ 5,746,313	\$ 97,847	\$ 5,844,160
Investments	18,148	-	18,148
Receivables (Net of Allowance for Uncollectible):			
Property Taxes	1,093,582	-	1,093,582
Grants	269,524	-	269,524
Rents and Other	-	124,917	124,917
Prepaid Expenditures	5,374	-	5,374
Capital Assets (Net of Accumulated Depreciation)	37,609,040	9,939,516	47,548,556
TOTAL ASSETS	44,741,981	10,162,280	54,904,261
Deferred Outflows of Resources:			
Deferred Amounts Related to Pensions	1,219,177	-	1,219,177
TOTAL DEFERRED OUTFLOWS OF RESOURCES	1,219,177	-	1,219,177
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	45,961,158	10,162,280	56,123,438
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES			
Liabilities:			
Accounts Payable	100,278	-	100,278
Accrued Interest Payable	-	15,333	15,333
Accrued Salaries	32,693	-	32,693
Accrued Absences	95,714	-	95,714
Bonds Payable:			
Due within one year	265,000	300,000	565,000
Due beyond one year	930,000	3,030,000	3,960,000
Net Pension Liability - Illinois Municipal Retirement Fund	448,923	-	448,923
TOTAL LIABILITIES	1,872,608	3,345,333	5,217,941
Deferred Inflows of Resources:			
Deferred Amounts Related to Pensions	413,582	-	413,582
Deferred Grants	7,424	-	7,424
Unavailable Property Taxes	996,457	-	996,457
TOTAL DEFERRED INFLOWS OF RESOURCES	1,417,463	-	1,417,463
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	3,290,071	3,345,333	6,635,404
NET POSITION			
Invested in Capital Assets, Net	36,414,040	6,609,516	43,023,556
Restricted for:			
Debt Service	290,864	-	290,864
Unrestricted	5,966,183	207,431	6,173,614
Total Net Position	\$ 42,671,087	\$ 6,816,947	\$ 49,488,034

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2025

Functions/Programs	Program Revenues			Net (Expenses) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Airport Operations	\$ 2,421,796	1,260	\$ -	2,800,175	\$ 379,639	\$ -	\$ 379,639
Interest on Debt	59,738	-	-	-	(59,738)	-	(59,738)
Total Governmental Activities	2,481,534	1,260	-	2,800,175	319,901	-	319,901
Business-Type Activities:							
Rental Activities	314,606	2,167,207	-	-	-	1,852,601	1,852,601
Interest on Debt	200,288	-	-	-	-	(200,288)	(200,288)
Total Business-Type Activities	514,894	2,167,207	-	-	-	1,652,313	1,652,313
Total Governmental Activities	\$ 2,996,428	\$ 2,168,467	\$ -	\$ 2,800,175	\$ 319,901	\$ 1,652,313	\$ 1,972,214
General Revenues:							
Property Taxes					581,833	-	581,833
Personal Property Replacement Taxes					552,923	-	552,923
Intergovernmental Taxes					-	-	-
Investment Earnings					1,162	33	1,195
Miscellaneous					17,243	47,403	64,646
Transfers					2,132,585	(2,132,585)	-
Gain on Sale of Assets					22,325	-	22,325
Net Increase in the Fair Value of Investments					(967)	-	(967)
Total General Revenues					3,307,104	(2,085,149)	1,221,955
Change in Net Position					3,627,005	(432,836)	3,194,169
Net Position, Beginning					39,044,082	7,249,783	46,293,865
Net Position - Ending					\$ 42,671,087	\$ 6,816,947	\$ 49,488,034

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
MAY 31, 2025

	<u>General</u> <u>Fund</u>	<u>Debt</u> <u>Service</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 5,484,547	\$ 261,766	\$ 5,746,313
Investments	18,148	-	18,148
Receivables:			
Property Taxes	765,950	327,632	1,093,582
Grants	269,524	-	269,524
Prepaid Expenditures	5,374	-	5,374
	<u>6,543,543</u>	<u>589,398</u>	<u>7,132,941</u>
Total Assets			
	<u>6,543,543</u>	<u>589,398</u>	<u>7,132,941</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts Payable	100,278	-	100,278
Accrued Salaries	32,693	-	32,693
	<u>132,971</u>	<u>-</u>	<u>132,971</u>
Total Liabilities			
	<u>132,971</u>	<u>-</u>	<u>132,971</u>
Deferred Inflows of Resources:			
Deferred Grants	7,424	-	7,424
Unavailable Property Taxes	697,923	298,534	996,457
	<u>705,347</u>	<u>298,534</u>	<u>1,003,881</u>
Total Deferred Inflows of Resources			
	<u>705,347</u>	<u>298,534</u>	<u>1,003,881</u>
Fund Balances:			
Restricted for:			
Debt Service	-	290,864	290,864
Unassigned	5,705,225	-	5,705,225
	<u>5,705,225</u>	<u>290,864</u>	<u>5,996,089</u>
Total Fund Balances			
	<u>5,705,225</u>	<u>290,864</u>	<u>5,996,089</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 6,543,543</u>	<u>\$ 589,398</u>	<u>\$ 7,132,941</u>

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
FOR THE YEAR ENDED MAY 31, 2025

Amounts reported for governmental fund balances are different because:

Total fund balance - total governmental funds	\$ 5,996,089
Capital assets used in governmental activities of \$67,222,925, net of accumulated depreciation of \$29,613,885 are not financial resources and therefore are not reported in the balance sheet of the governmental funds.	37,609,040
IMRF net pension liabilities are not reported as an liability on the balance sheet of the governmental funds.	(448,923)
The amount of compensated absences is not recorded as a liability on the balance sheet of the governmental funds.	(95,714)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for IMRF are recognized as deferred inflows and outflows of resources on the statement of net position.	805,595
Long-Term Liabilities applicable to the Airport's Governmental Activities are not due and payable in the current period and accordingly, are not reported as fund liabilities.	<u>(1,195,000)</u>
Net position of governmental activities	<u><u>\$ 42,671,087</u></u>

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MAY 31, 2025

	<u>General</u> <u>Fund</u>	<u>Debt</u> <u>Service</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
Revenues:			
Property Taxes	\$ 408,249	\$ 173,584	\$ 581,833
Personal Property Replacement Taxes	552,923	-	552,923
Charges for Services	1,260	-	1,260
Grants	2,800,175	-	2,800,175
Investment Earnings	1,132	30	1,162
Miscellaneous Revenues	17,243	-	17,243
Total Revenues	<u>3,780,982</u>	<u>173,614</u>	<u>3,954,596</u>
Expenditures:			
Compensation	1,303,057	-	1,303,057
Insurance	458,574	-	458,574
Operational	292,283	500	292,783
Maintenance	236,125	-	236,125
Professional Services	78,164	-	78,164
Development and Marketing	5,845	-	5,845
Capital Outlay	2,919,317	-	2,919,317
Debt Service			
Principal	-	265,000	265,000
Interest	-	59,738	59,738
Total Expenditures	<u>5,293,365</u>	<u>325,238</u>	<u>5,618,603</u>
Excess (Deficiency) of Revenues Over Expenditures			
Before Other Financing Sources (Uses)	<u>(1,512,383)</u>	<u>(151,624)</u>	<u>(1,664,007)</u>
Other Financing Sources (Uses)			
Proceeds From Sale of Assets	22,325	-	22,325
Net Decrease in the Fair Value of Investments	(967)	-	(967)
Transfers In	2,132,585	-	2,132,585
Total Other Financing Sources (Uses)	<u>2,153,943</u>	<u>-</u>	<u>2,153,943</u>
Net Change in Fund Balance	<u>641,560</u>	<u>(151,624)</u>	<u>489,936</u>
Fund Balance, Beginning of Year	5,063,665	442,488	5,506,153
Fund Balance, End of Year	<u>\$ 5,705,225</u>	<u>\$ 290,864</u>	<u>\$ 5,996,089</u>

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2025

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

Net change in fund balances - total governmental funds	\$ 489,936
Governmental funds report capital outlays as expenditures. However, in the statement of activities and changes in net pension, the cost of those assets is allocated over their estimated useful lives as depreciation expense. The amount of capital assets for which funds were expended in the current period.	2,940,903
Net pension liabilities are reported in the government-wide statement of activities and changes in net position, but do not require the use of current financial resources; therefore, net pension liabilities are not reported as expenditures in governmental funds.	128,936
The amount of deferred employer IMRF contributions are not recorded as an expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the various functional expense categories. This amount is the difference between beginning and ending deferred employer IMRF contributions that had been included in the statement of activities.	608,328
The amount of compensated absences is not recorded as expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the various functional expense categories. This amount is the difference between beginning and ending compensated absences balances that has been included in the statement of activities.	(7,267)
Depreciation expense on capital assets is reported in the government-wide statement of activities and changes in net position, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in the governmental funds.	(798,831)
Repayment of principal is an expenditure in the Governmental Funds but reduces the liability in the Statement of Net Position, and therefore is not reported on the Statement of Activities.	<u>265,000</u>
Change in net position of governmental activities	<u><u>\$ 3,627,005</u></u>

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
MAY 31, 2025

	<u>Business-Type Activities</u>		
	<u>Revenue</u>	<u>Farm</u>	<u>Total</u>
	<u>Fund</u>	<u>Revenue</u>	<u>Proprietary</u>
	<u>Fund</u>	<u>Fund</u>	<u>Funds</u>
Assets:			
Current Assets:			
Cash and Cash Equivalents	\$ 87,847	\$ 10,000	\$ 97,847
Receivables - (Net of Applicable Allowance)	124,917	-	124,917
Total Current Assets	<u>212,764</u>	<u>10,000</u>	<u>222,764</u>
Capital Assets:			
Land	3,585,956	-	3,585,956
Building and Improvements	15,384,852	-	15,384,852
Equipment	123,421	-	123,421
Less: Accumulated Depreciation	<u>(9,154,713)</u>	<u>-</u>	<u>(9,154,713)</u>
Total Capital Assets	<u>9,939,516</u>	<u>-</u>	<u>9,939,516</u>
Total Assets	<u>10,152,280</u>	<u>10,000</u>	<u>10,162,280</u>
LIABILITIES AND NET POSITION			
Liabilities:			
Current Liabilities:			
Accrued Interest Payable	15,333	-	15,333
Bonds Payable - Current	<u>300,000</u>	<u>-</u>	<u>300,000</u>
Total Current Liabilities	<u>315,333</u>	<u>-</u>	<u>315,333</u>
Noncurrent Liabilities:			
Bonds Payable	<u>3,030,000</u>	<u>-</u>	<u>3,030,000</u>
Total Noncurrent Liabilities	<u>3,030,000</u>	<u>-</u>	<u>3,030,000</u>
Total Liabilities	<u>3,345,333</u>	<u>-</u>	<u>3,345,333</u>
Net Position:			
Net Investment in Capital Assets	6,609,516	-	6,609,516
Unrestricted	<u>197,431</u>	<u>10,000</u>	<u>207,431</u>
Total Net Position	<u>6,806,947</u>	<u>10,000</u>	<u>6,816,947</u>

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
FOR THE YEAR ENDED MAY 31, 2025

	<u>Business-Type Activities</u>		
	<u>Revenue</u>	<u>Farm</u>	<u>Total</u>
	<u>Fund</u>	<u>Revenue</u>	<u>Proprietary</u>
		<u>Fund</u>	<u>Funds</u>
Operating Revenues:			
Rental Revenue	1,819,275	\$ -	\$ 1,819,275
Fuel Flowage Fee	94,153	-	94,153
Crop Income	-	253,779	253,779
Miscellaneous Revenue	47,403	-	47,403
Total Operating Revenue	<u>1,960,831</u>	<u>253,779</u>	<u>2,214,610</u>
Operating Expenses:			
Depreciation	314,493	-	314,493
Miscellaneous	113	-	113
Total Operating Expenses	<u>314,606</u>	<u>-</u>	<u>314,606</u>
Operating Income	1,646,225	253,779	1,900,004
Non-Operating Revenues (Expenses):			
Interest Income	33	-	33
Interest Expense	(200,288)	-	(200,288)
Total Non-Operating Revenues (Expenses)	<u>(200,255)</u>	<u>-</u>	<u>(200,255)</u>
Transfers:			
Transfers Out	(1,355,786)	(776,799)	(2,132,585)
Total Transfers	<u>(1,355,786)</u>	<u>(776,799)</u>	<u>(2,132,585)</u>
Change in Net Position	90,184	(523,020)	(432,836)
Net Position, Beginning of Year	<u>6,716,763</u>	<u>533,020</u>	<u>7,249,783</u>
Net Position, End of Year	<u>\$ 6,806,947</u>	<u>\$ 10,000</u>	<u>\$ 6,816,947</u>

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED MAY 31, 2025

	<u>Business-Type Activities</u>		
	<u>Revenue</u> <u>Fund</u>	<u>Farm</u> <u>Revenue</u> <u>Fund</u>	<u>Total</u> <u>Proprietary</u> <u>Funds</u>
Cash Flows From Operating Activities:			
Receipts from Rental Activity	1,848,613	\$ -	\$ 1,848,613
Payments for Rental Activity	(113)	-	(113)
Receipts for Crop Activity	-	253,779	253,779
Net Cash Provided By Operating Activities	<u>1,848,500</u>	<u>253,779</u>	<u>2,102,279</u>
Cash Flows From Noncapital Financing Activities:			
Transfers Out	<u>(1,355,786)</u>	<u>(776,799)</u>	<u>(2,132,585)</u>
Net Cash (Used In) Noncapital Financing Activities	<u>(1,355,786)</u>	<u>(776,799)</u>	<u>(2,132,585)</u>
Cash Flows From Capital and Related Financing Activities:			
Principal Paid on Debt	(421,000)	-	(421,000)
Interest and Fiscal Charges Paid on Debt	<u>(202,096)</u>	<u>-</u>	<u>(202,096)</u>
Net Cash (Used In) Capital and Related Financing Activities	<u>(623,096)</u>	<u>-</u>	<u>(623,096)</u>
Cash Flows From Investing Activities:			
Investment Earnings	<u>33</u>	<u>-</u>	<u>33</u>
Net Cash Provided By Investing Activities	<u>33</u>	<u>-</u>	<u>33</u>
Net (Decrease) in Cash and Cash Equivalents	(130,349)	(523,020)	(653,369)
Cash and Cash Equivalents, Beginning	<u>218,196</u>	<u>533,020</u>	<u>751,216</u>
Cash and Cash Equivalents, Ending	<u>\$ 87,847</u>	<u>\$ 10,000</u>	<u>\$ 97,847</u>
Reconciliation of Operating Income to Net Cash Provided			
By Operating Activities			
Operating Income	\$ 1,646,225	\$ 253,779	\$ 1,900,004
Adjustments to Reconcile Operating Income to Net Cash Provided			
By Operating Activities			
Depreciation	314,493	-	314,493
Change in Assets and Liabilities			
Increase in Accounts Receivable	<u>(112,218)</u>	<u>-</u>	<u>(112,218)</u>
Net Cash Provided By Operating Activities	<u>\$ 1,848,500</u>	<u>\$ 253,779</u>	<u>\$ 2,102,279</u>

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The St. Louis Regional Airport Authority (Authority) was organized in accordance with “An Act of the General Assembly of the State of Illinois in relation to airport authorities” approved April 4, 1945. The Authority was incorporated on July 3, 1946 and is not operating under the provisions of the Airport Authorities Act of the State of Illinois, as amended (70 ILCS 5). The Authority is located in Bethalto, Illinois.

The Authority’s governing body is appointed through other units of local government. Three commissioners are appointed by the Chairman of the Madison County Board, and the remaining four commissioners are appointed by the Mayors of Alton, Bethalto, East Alton and Wood River. Therefore, even though the Authority is legally separate and fiscally independent, it is a related organization to those entities.

The financial statements of the Authority have been prepared in conformity with the accrual basis of accounting for the Government-wide financial statements and for the Business-Type Fund financial statements. The fund financial statements for governmental activities have been prepared on the modified accrual basis of accounting. The Governmental 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.

A. The Financial Reporting Entity

In evaluating how to define the Authority, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth by GASB. The basic, but not the only, criteria for including a potential component unit within the reporting entity is the governing body’s ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters.

The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the Authority is able to exercise oversight responsibilities. Based upon the application of these criteria, the Authority has determined that no other outside agency meets any of these criteria and therefore, no other agency has been included as a component unit in the Authority’s combined financial statements.

B. Fund Accounting

The accounts of the Authority are organized on the basis of funds, each of which is considered a separate accounting entity. A fund is defined as an independent fiscal entity with a self-balancing set of accounts recording cash and other resources together with all related deferred outflows of resources, liabilities, deferred inflows of resources, equities, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds, based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the activity of the primary government. Governmental activities are supported by taxes and intergovernmental revenues are reported separate from business-type activities, which rely to a significant extent on fees and charges for support.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-Wide and Fund Financial Statements (continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

In determining when to recognize intergovernmental revenue (grants and shared revenue), the legal and contractual requirements of the individual programs are used as guidance. There are, however, essentially two bases for this revenue recognition. In one, monies are virtually unrestricted as to the purpose of expenditure and are nearly irrevocable; therefore, these amounts are recognized as revenue at the time of their receipts or earlier if they meet the criteria of availability. In the other, monies must be expended on the specific purpose or project before any amounts will be paid to the Authority; therefore, revenue is recognized based upon the expenditures recorded.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, licenses and permits, charges for services, fines and forfeits, miscellaneous revenues and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Personal property replacement taxes are considered to be measurable when they have been collected and allocated by the State and are recognized as revenue at that time. All other revenue items are considered to be measurable and available only when cash is received by the Authority.

The Authority reported unavailable/deferred revenue on its financial statements. Unavailable/deferred revenue arises when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability or deferred inflow of resources for unearned revenue or unavailable/deferred revenue is removed from the financial statements and revenue is recognized.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

The government reports the following major governmental funds:

The general fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The debt service fund is used to account for the accumulated of resources for, and the payment of, general long-term debt, interest and related costs.

The Authority reports the following major proprietary funds:

The revenue fund is used to account for the rent of land and buildings to outside parties. The intent of the board is that the rental operations should provide revenues to help offset the operations of the airport. Revenues related to the rental of land and buildings are considered operating revenues. All nonrelated revenues are considered non-operating revenues.

The farm revenue fund is used to account for the crop share arrangements of land owned by the Authority and farmed by outside parties. The intent of the board is that the farming operation should provide revenues to help offset the operations of the Authority. Farming revenue is considered operating revenue.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the revenue enterprise funds are charges to customers for rental and crop sharing farming arrangements. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

E. Transfers

Certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Typically, funds are transferred from the revenue fund and the farm revenue fund to support the operations of the Authority.

F. Assets, Liabilities and Net Assets or Equity

Deposits and Investments

The Authority's Board of Commissioners have adopted an investment policy to invest in instruments allowed by the Illinois Compiled Statutes, which authorize the Authority to make deposits/investments in insured commercial banks, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, the Illinois Treasurers' Investment Pool, Agreements to repurchase these same obligations and repurchase agreements.

For purposes of the statement of cash flows, the Authority has defined cash equivalents to include all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased. Restricted cash is used to comply with bond ordinances.

Investments consist of one publicly traded stock. It is valued at its fair market value as per the listed stock price on its exchange.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Assets, Liabilities and Net Assets or Equity (continued)

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

All trade receivables are shown net of an allowance for uncollectible accounts. Trade accounts receivables are analyzed on an individual account basis to comprise the allowance for doubtful accounts.

Inventory

Inventory of supplies is not capitalized. The cost is recorded as an expenditure at the time individual inventory items are purchased.

Capital Assets

Capital assets, which include land, buildings and land improvements, vehicles, equipment and infrastructure (e.g. runways, taxiways, aprons, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the Authority as assets with an initial, individual cost of more than \$2,000 for equipment, \$5,000 for building improvements, \$25,000 for land improvements and \$50,000 for building and infrastructure. Such assets are recorded at historical cost and estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market 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.

Major outlays for capital assets and improvements are capitalized as projects when constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Type of Property and Equipment</u>	<u>Estimated Useful Lives</u>
Vehicles and Equipment	5 - 7 Years
Buildings and Land Improvements	15 - 40 Years
Runways, Aprons, Taxiways	15 Years

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums/discounts and issuance costs, when applicable, are deferred and amortized over the life of the bonds.

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

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Assets, Liabilities and Net Assets or Equity (continued)

Net Position

Net position represents the difference between assets and liabilities. Net invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on the use either through the enabling legislation adopted by the Authority or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The Authority applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Balances

Fund balances are divided into five classifications, as presented in the financial statements, based primarily on the extent to which the Authority is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable – The nonspendable fund balance category include amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of any interfund loans.

Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislations, such as Authority ordinances.

Enabling legislation authorized the Authority to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the Authority can be compelled by an external party, such as citizens, public interest groups, or the judiciary system to use resources created by enabling legislation only for the purposes specified by legislation.

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action, such as an ordinance or resolution, of the Authority’s Board. Those committed amounts cannot be used for any other purpose unless the Authority’s Board removes or changes the specified use by taking the same type of action, such as an ordinance or resolution, it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Authority Board, separate from the authorization to raise the underlying revenue: therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. The Authority currently has no committed fund balances.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the Authority for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by Authority Board or a Authority official delegated that authority by Authority ordinance. The Authority currently has no assigned fund balances.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Assets, Liabilities and Net Assets or Equity (continued)

Fund Balances (continued)

Unassigned – Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Fund Applications –The Authority applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. These estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenditures. Actual results could vary from the estimates that were used.

G. Program Revenues

In the Statement of Activities, accrual basis revenues that are derived directly from each activity or from parties outside the Authority's taxpayers are reported as program revenues. The Authority has the following program revenues:

1. Capital Contributions for Airport Operations
2. Fuel Sales and Surcharges for Airport Operations
3. Rental Income for Airport Operations

H. Deferred outflows/inflows of resources

In addition to assets, the statement of net 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) 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. Unavailable revenues in governmental funds include receivables not "available" to finance the current period.

I. Budgetary Control

Appropriation budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for all governmental funds. All annual appropriations lapse at fiscal year-end.

Annually the Authority Board approves an ordinance adopting the appropriation which is the budgetary data reflected in these financial statements. Formal budgetary integration is employed as a management control device during the year for the General Fund, Debt Service Fund, and Business-Type Funds.

Budgets for the General Fund, Debt Service Fund, and Business-Type Funds are adopted on the modified accrual basis and the budget was not amended.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences

Vested or accumulated vacation leave and vested sick leave are accrued when incurred by the Authority in the government-wide and proprietary fund financial statements. Vested or accumulated vacation leave of the proprietary fund is recorded as an expense and a liability of that fund as the benefits accrued to employees. A liability in the governmental funds is reported only if the benefit has matured. Accumulated unused sick leave hours shall be paid annually on November 30 to the Authority sponsored 457 Deferred Compensation Plan.

As of May 31, 2025, the liability for accrued vacation and sick leave has been recorded in the statement of net assets. The current year activity is as follows:

<u>Balance</u>		<u>Balance</u>
<u>June 1, 2024</u>	<u>Additions</u>	<u>May 31, 2025</u>
<u>\$ 88,447</u>	<u>\$ 7,267</u>	<u>\$ 95,714</u>

K. Advertising

Advertising costs of the Authority are expensed as incurred.

L. Subsequent Events

The Authority has evaluated subsequent events through September 12, 2025, the date on which the financial statements were available to be issued.

NOTE 2. FAIR VALUE MEASUREMENTS

The Authority reports its fair value measures using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are as follows:

- *Level 1.* Quoted prices for identical assets or liabilities in active markets to which the organization has access at the measurement date.
- *Level 2.* Inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include:
 - Quoted prices for similar assets or liabilities in active markets
 - Quoted prices for identical or similar assets in markets that are not active
 - Observable inputs other than quoted prices for the asset or liability
 - Inputs derived principally from, or corroborated by, observable market data by correlation or by other means
- *Level 3.* Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

When available, the Authority measures fair value using level 1 inputs because they generally provide the most reliable evident of fair value. The primary uses of fair value in the Authority's financial statements are:

- Initial measurement of noncash assets

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 3. CASH AND INVESTMENTS

At May 31, 2025, the Authority's deposits were comprised of interest bearing checking and savings accounts with the following values:

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Checking and Savings Accounts	\$ 1,103,650	\$ 1,318,755

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
Corporate Stock	-	\$ 18,148
Repurchase Agreements	-	4,740,510
Deposits as Reported Above		1,103,650
Total Cash and Investments		<u>\$ 5,862,308</u>

As Reported in the Financial Statements	
Cash and Cash Equivalents	\$ 5,844,160
Investments	18,148
	<u>\$ 5,862,308</u>

All of the Authority's investments are stated at fair value. Fair value is determined using Level 1 observable inputs for corporate stock and Level 2 observable inputs for repurchase agreements.

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Authority's name. As of May 31, 2025, the Authority's deposits were covered by FDIC insurance or collateralized by the financial institutions.

Interest Rate Risk – The Authority's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – The Authority's investment policy addresses credit risk for investments, by limiting investments primarily to fully insured certificates of deposit, U.S. Treasury obligations, U.S. government agency obligations and local government investment pools. The securities underlying the repurchase agreements are rated AAA by Standard and Poor's.

Concentration of Credit Risk – As of May 31, 2025, the Authority did not have a concentration of credit risk.

Foreign Currency Risk – As of May 31, 2025, the Authority has no foreign currency risk.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 4. PROPERTY TAXES

The Authority's property tax is levied each year on all taxable real property located in the Authority on or before the last Tuesday in December. The property taxes attach as an enforceable lien on property as of January 1 and are payable in four installments. Madison County bills the taxes and collections are remitted to the County Treasurer. The County Collector disburses the tax collections to the Authority as they are received, usually beginning in June or July of each year.

At fiscal year-end, the receivables represent 2024 taxes to be collected between June and December 2025. Taxes collected during the current year were from the 2023 tax levy.

NOTE 5. CAPITAL ASSETS

A. Governmental Activities

Capital asset activity for the year ending May 31, 2025 consists of the following:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending</u> <u>Balance</u>
Land	\$ 23,671,728	-	-	\$ 23,671,728
Construction in Progress	5,868,390	2,382,808	(5,054,846)	3,196,352
Total Capital Assets Not Being Depreciated	<u>29,540,118</u>	<u>2,382,808</u>	<u>(5,054,846)</u>	<u>26,868,080</u>
Building & Improvements	971,841	102,561	-	1,074,402
Land Improvements	2,893,898	176,180	-	3,070,078
Runways, Aprons & Taxilanes	28,478,711	5,001,695	-	33,480,406
Vehicles	637,184	169,176	(22,534)	783,826
Equipment	1,815,323	163,329	(32,519)	1,946,133
Total Capital Assets Being Depreciated	<u>34,796,957</u>	<u>5,612,941</u>	<u>(55,053)</u>	<u>40,354,845</u>
Less Accumulated Depreciation For:				
Building & Improvements	(759,815)	(9,156)	-	(768,971)
Land Improvements	(1,944,275)	(104,204)	-	(2,048,479)
Runways, Aprons & Taxilanes	(24,377,542)	(528,185)	-	(24,905,727)
Vehicles	(386,699)	(74,180)	22,534	(438,345)
Equipment	(1,401,776)	(83,106)	32,519	(1,452,363)
Total Accumulated Depreciation	<u>(28,870,107)</u>	<u>(798,831)</u>	<u>55,053</u>	<u>(29,613,885)</u>
Total Capital Assets Being Depreciated, Net	<u>5,926,850</u>	<u>4,814,110</u>	<u>-</u>	<u>10,740,960</u>
Governmental Activities Capital Assets, Net	<u>\$ 35,466,968</u>	<u>\$7,196,918</u>	<u>\$ (5,054,846)</u>	<u>\$ 37,609,040</u>

Depreciation expense was charged to functions/programs of the government as follows:

Governmental Activities:

Airport Operations \$ 798,831

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 5. CAPITAL ASSETS (continued)

B. Business-Type Activities

Capital asset activity for the year ending May 31, 2025 consists of the following:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending</u> <u>Balance</u>
Land	\$ 3,585,956	-	-	\$ 3,585,956
Total Capital Assets Not Being Depreciated	<u>3,585,956</u>	<u>-</u>	<u>-</u>	<u>3,585,956</u>
Building & Improvements	13,881,633	-	-	13,881,633
Land Improvements	1,503,219	-	-	1,503,219
Equipment	123,421	-	-	123,421
Total Capital Assets Being Depreciated	<u>15,508,273</u>	<u>-</u>	<u>-</u>	<u>15,508,273</u>
Less Accumulated Depreciation For:				
Building & Improvements	(7,311,669)	(303,093)	-	(7,614,762)
Land Improvements	(1,452,935)	(2,606)	-	(1,455,541)
Equipment	(75,616)	(8,794)	-	(84,410)
Total Accumulated Depreciation	<u>(8,840,220)</u>	<u>(314,493)</u>	<u>-</u>	<u>(9,154,713)</u>
Total Capital Assets Being Depreciated, Net	<u>6,668,053</u>	<u>(314,493)</u>	<u>-</u>	<u>6,353,560</u>
Business-Type Activities Capital Assets, Net	<u>\$ 10,254,009</u>	<u>\$ (314,493)</u>	<u>\$ -</u>	<u>\$ 9,939,516</u>

Depreciation expense was charged to functions/programs of the government as follows:

Business-Type Activities:

Revenue Fund \$ 314,493

NOTE 6. CHANGES IN LONG-TERM DEBT

Bonded Indebtedness – Governmental Activities:

During the year ended May 31, 2019, the Authority issued \$2,500,000 in General Obligation Bonds to fund capital projects at the Airport, primarily the additional to an apron for aircraft parking. The bonds bear interest of 4.00% to 4.50%, which is due semi-annually in December and June. Bonds mature in annual installments of \$100,000 to \$320,000 from December 1, 2019 through December 1, 2028.

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Government Activities					
Bond Payable:					
General Obligation Bond - Series 2018	\$ 1,460,000	\$ -	\$ (265,000)	\$ 1,195,000	\$ 280,000
Total Bond Payable	<u>1,460,000</u>	<u>-</u>	<u>(265,000)</u>	<u>1,195,000</u>	<u>280,000</u>
Other Liabilities:					
Net Pension Liability - IMRF	577,859	-	(128,936)	448,923	-
Compensated Absences	88,448	7,266	-	95,714	95,714
Total Other Liabilities	<u>666,307</u>	<u>7,266</u>	<u>(128,936)</u>	<u>544,637</u>	<u>95,714</u>
Governmental Activities					
Long-Term Liabilities	<u>\$ 2,126,307</u>	<u>\$ 7,266</u>	<u>\$ (393,936)</u>	<u>\$ 1,739,637</u>	<u>\$ 375,714</u>

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 6. CHANGES IN LONG-TERM DEBT (continued)

Bonded Indebtedness – Business-Type Activities:

During the year ended May 31, 2014, the Authority issued \$5,500,000 in General Obligation Bonds to purchase a new building on airport property. It is to be paid from the rents earned on this project. If the rents are not sufficient to pay this bond, then the taxing power of the Airport is to make the payments. The bonds bear interest of 4.80% to 7.50%, which is due semi-annually in November and May. Bonds mature in annual installments of \$110,000 to \$450,000 from May 1, 2015 through April 1, 2034.

During the year ended May 31, 2019, the Authority issued \$759,000 in General Obligation Refunding Bonds to refund the General Obligation Bonds, Series 2010 and pay the costs associated with issuance of the bonds. The bonds bear interest of 3.75% to 4.30%, which is due semi-annually in December and June. Bonds mature in annual installments of \$113,000 to \$141,000 from December 1, 2019 through December 1, 2024.

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Business-Type Activities					
Bond Payable:					
General Obligation Bond - Series 2014	\$ 3,610,000	\$ -	\$ (280,000)	\$ 3,330,000	\$ 300,000
General Obligation Refunding Bond Series 2018A	<u>141,000</u>	<u>-</u>	<u>(141,000)</u>	<u>-</u>	<u>-</u>
Total Business Type Activities					
Long-Term Liabilities	<u>\$ 3,751,000</u>	<u>\$ -</u>	<u>\$ (421,000)</u>	<u>\$ 3,330,000</u>	<u>\$ 300,000</u>

The annual requirements to retire the bonds payable as of May 31, 2025 are as follows:

<u>Fiscal</u> <u>Year Ended</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
<u>May 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 280,000	\$ 53,775	\$ 300,000	\$ 178,065
2027	290,000	41,175	315,000	163,665
2028	305,000	28,125	330,000	147,915
2029	320,000	14,400	345,000	131,085
2030	-	-	365,000	113,145
2031-2035	<u>-</u>	<u>-</u>	<u>1,675,000</u>	<u>240,520</u>
	<u>\$ 1,195,000</u>	<u>\$ 137,475</u>	<u>\$ 3,330,000</u>	<u>\$ 974,395</u>

NOTE 7. LEGAL DEBT MARGIN

Assessed Valuation as of December 31, 2024	<u>\$ 1,475,819,065</u>
Debt Limit, 2.3% of Assessed Valuation	33,943,838
Less, Contractual Indebtedness	<u>(1,195,000)</u>
Legal Debt Margin	<u>\$ 32,748,838</u>

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 8. RETIREMENT FUND COMMITMENTS

(A) Defined Benefit Pension Plan - Illinois Municipal Retirement Fund

IMRF Plan Description

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

Benefits Provided

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

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

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

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2024, the following employees were covered by the benefit terms:

Number of:

Retirees and Beneficiaries currently receiving benefits	15
Inactive Plan Members entitled to but not yet receiving benefits	3
Active Plan Members	<u>11</u>
Total	<u><u>29</u></u>

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 8. RETIREMENT FUND COMMITMENTS (continued)

(A) Defined Benefit Pension Plan - Illinois Municipal Retirement Fund (continued)

Contributions

As set by statute, the Employer's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Employer's annual contribution rate for calendar year 2024 was 9.01%. For the fiscal year ended May 31, 2024 the Employer contributed \$91,448 to the plan. The Employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The Employer's net pension liability was measured as of December 31, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2024:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary Increases were expected to be 2.85% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based table of rates that are specific to the type of eligibility condition, last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.
- For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. 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-2021. 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-2021.

The target allocation and best estimates of geometric real rates of return for each major asset class summarized in the following table as of December 31, 2024.

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	33.50%	4.35%
International Equity	18.00%	5.40%
Fixed Income	24.50%	5.20%
Real Estate	10.50%	6.40%
Alternative Investments	12.50%	4.85-6.25%
Cash Equivalents	1.00%	3.60%
Total	<u>100%</u>	

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 8. RETIREMENT FUND COMMITMENTS (continued)

(A) Defined Benefit Pension Plan - Illinois Municipal Retirement Fund (continued)

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 4.08%, and the resulting single discount rate is 7.25%.

Changes in the Net Pension Liability

For the Calendar Year Ended December 31, 2024

A. Total Pension Liability

1. Service Cost	\$ 89,270
2. Interest on the Total Pension Liability	434,248
3. Changes of benefit terms	-
4. Difference between expected and actual experience of the Total Pension Liability	846,760
5. Changes of assumptions	-
6. Benefit payments, including refunds of employee contributions	<u>(349,372)</u>
7. Net change in total pension liability	1,020,906
8. Total pension liability - beginning	<u>6,119,672</u>
9. Total pension liability - ending	<u><u>\$ 7,140,578</u></u>

B. Plan fiduciary net position

1. Contributions - employer	\$ 91,448
2. Contributions - employee	45,673
3. Net investment income	562,444
4. Benefit payments, including refunds of employee contributions	(349,372)
5. Other (Net Transfer)	<u>799,649</u>
6. Net change in plan fiduciary net position	1,149,842
7. Plan fiduciary net position - beginning	<u>5,541,813</u>
8. Plan fiduciary net position - ending	<u><u>\$ 6,691,655</u></u>

C. Net Position Liability/(Asset)

\$ 448,923

D. Plan fiduciary net position as a percentage of the total pension liability

93.71%

E. Covered Valuation Payroll

\$ 1,014,953

F. Net pension liability as a percentage of covered valuation payroll

44.23%

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 8. RETIREMENT FUND COMMITMENTS (continued)

(A) Defined Benefit Pension Plan - Illinois Municipal Retirement Fund (continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Total Pension Liability	\$ 7,982,564	\$ 7,140,578	\$ 6,469,526
Plan Fiduciary Net Position	6,691,655	6,691,655	6,691,655
Net Pension Liability/(Asset)	<u>\$ 1,290,909</u>	<u>\$ 448,923</u>	<u>\$ (222,129)</u>

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

For the year ended May 31, 2025, the Employer recognized pension expense of \$97,321. At May 31, 2025, the Authority reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Outflows of Resources</u>
Deferred amounts to be recognized in pension expense in future periods			
Differences between expected and actual experience	\$ 640,340	\$ 60,103	\$ 580,237
Change of assumptions	390	-	390
Net difference between projected and actual earnings on pension plan investments	<u>557,546</u>	<u>353,479</u>	<u>204,067</u>
Total Deferred Amounts to be recognized in pension expense in future periods	1,198,276	413,582	784,694
Pension contributions made subsequent to the measurement date	<u>20,901</u>	<u>-</u>	<u>20,901</u>
Total deferred amounts related to pensions	<u>\$ 1,219,177</u>	<u>\$ 413,582</u>	<u>\$ 805,595</u>

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 8. RETIREMENT FUND COMMITMENTS (continued)

(A) Defined Benefit Pension Plan - Illinois Municipal Retirement Fund (continued)

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

Year Ending December 31	Net Deferred Outflows of Resources
2024	267,721
2025	419,413
2026	138,842
2027	(20,381)
2028	-
Thereafter	-
Total	<u>\$ 805,595</u>

Pension contributions made subsequent to the December 31, 2024 measurement date total \$20,901.

(B) Social Security

Authority employees, including those qualifying for coverage under the Illinois Municipal Retirement Fund, are covered under Social Security. The Authority paid \$69,174, the total required contribution for the current fiscal year.

NOTE 9. DEFERRED COMPENSATION PLAN

The Authority offers its permanent employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. Accumulated unused sick leave hours, shall be paid annually on November 30 by the Authority. Each covered employee can also make voluntary contributions to this plan. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergencies. The Authority contributed \$33,649 to the plan for the year ended May 31, 2025.

All assets of the Plan are held in trust by the plan administrator (John Hancock) for the exclusive benefit of the participants and their beneficiaries. The Authority does not take an active role in managing the plan assets.

NOTE 10. FEDERAL AND STATE GRANTS

In the normal course of operation, the Authority receives grant funds from Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 11. LEASE REVENUE

Effective for fiscal years beginning after June 15, 2021, accounting principles generally accepted in the United States of America requires governments to adopt a new lease standard promulgated by the Governmental Accounting Standards Board (GASB) 87, Leases.

In accordance with GASB 87, lessors to recognize a lease receivable measured at the present value of lease payments expected to be received during the year and a deferred inflow of resources at the commencement of the lease term, along with recognition of interest revenue on the lease receivable and an inflow of resources from the deferred inflows of resources in a systematic and rational manner over the term of the lease, and to provide certain disclosures related to those leases.

Management has informed us that it has not recognized its real estate leases in accordance with GASB 87, and has not included most of the required lease disclosures. Instead, the Authority's policy is to recognize lease payment revenue as received.

The Authority leases building space and land usage to several companies, including an airline repair company and retail shops. Lease terms range from 5 years to 99 years and rental rates vary on yearly payments.

<u>Year Ending</u>	
<u>May 31,</u>	
2026	\$ 1,439,069
2027	1,431,659
2028	1,371,640
2029	1,258,266
2030	1,252,238
2031-2035	5,815,611
2036-2040	3,276,730
2041-2045	2,517,437
2046-2050	1,217,002
2051-2055	1,020,651
2056-2060	845,943
2061-2065	742,774
2066-2070	637,249
2071-2075	326,045
2076-2080	211,477
Total Future Minimum Lease Income	<u>\$ 23,363,791</u>

NOTE 12. INTERFUND TRANSACTIONS

Individual fund interfund transfers during the year ended May 31, 2025 consist of:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 2,132,585	\$ -
Revenue Fund	-	1,355,786
Farm Revenue Fund	-	776,799
Total	<u>\$ 2,132,585</u>	<u>\$ 2,132,585</u>

The purposes of the interfund transfers are for repayment of operation expenditures paid for by the General Fund.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 13. RECEIVABLES

The Authority reports the following receivable balances as of May 31, 2025.

General Fund:	
Property Taxes	\$ 765,950
Grants	269,524
Debt Service Fund:	
Property Taxes	327,632
Revenue Fund:	
Flowage Fees	17,706
Rent	107,211
	<u>\$ 1,488,023</u>

All receivable balances outstanding at May 31, 2025 are considered collectible.

Governmental fund financial statements report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. The amount of receivables deferred as of May 31, 2025, in the fund financial statements was \$1,003,881, which consisted of property taxes and grants.

NOTE 14. RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, employee health risks and natural disasters. To insure against the losses, the Authority has purchased commercial insurance for all policies except workmen's compensation insurance, which has been purchased through the Illinois Public Risk Pool. The Authority believes that they are reasonably covered for all possible risks of loss. Settlements have not exceeded coverage in each of the last three years. There has not been any significant reduction in coverage from the prior year insurance coverage.

NOTE 15. ECONOMIC DEPENDENCY

The Authority received over 55% of its airport rental revenue from West Start Aviation.

NOTE 16. OTHER POSTEMPLOYMENT BENEFITS

Retiree's Health Plan

The Authority is legally required to provide postemployment healthcare benefits to former employees and retirees. Former employees who are not retirees, are provided healthcare benefits mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). Former employees, who are qualified under COBRA, may apply for coverage by the Authority's health plan. The cost is 100% funded on a monthly pay-as-you-go basis by the former employee based upon the actual cost of the health plan for the chosen level for coverage.

Illinois Compiled Statutes (ILCS) allows the Authority to offer its retirees a health insurance plan equivalent to that offered to active employees. ILCS enable a government to make the health plan benefits supplemental to Medicare and to offer these supplemental benefits at a different retiree contribution rate than regular benefits provided by the group plan. ILCS does not presently require the government to pay any portion of the costs of the plan for retired employees. Retired employees covered under the Authority's plan are required to pay 100% of the cost of their insurance based on the rates paid by the Authority. Retired employees must be covered under the Authority's health insurance plan at the time of retirement to receive this benefit and must continue coverage with the Authority's plan to maintain this benefit. The Authority does not have any retirees that participate in the health plan.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED MAY 31, 2025

	<u>Budget</u> <u>(Original and</u> <u>Final)</u>	<u>Actual</u> <u>Amounts</u> <u>(Budgetary</u> <u>Basis)</u>	<u>Over</u> <u>(Under)</u> <u>Budget</u>
Revenues:			
Property Taxes	\$ 1,089,499	408,249	\$ (681,250)
Personal Property Replacement Taxes	800,000	552,923	(247,077)
Charges for Services	-	1,260	1,260
Grants	-	2,800,175	2,800,175
Investment Earnings	-	1,132	1,132
Miscellaneous Revenues	210,330	17,243	(193,087)
Total Revenues	<u>2,099,829</u>	<u>3,780,982</u>	<u>1,681,153</u>
Expenditures:			
Compensation	1,282,186	1,303,057	20,871
Insurance	497,900	458,574	(39,326)
Operational	360,500	292,283	(68,217)
Maintenace	249,000	236,125	(12,875)
Professional Services	90,000	78,164	(11,836)
Development and Marketing	314,500	5,845	(308,655)
Capital Outlay	704,000	2,783,787	2,079,787
Contingency	354,879	135,530	(219,349)
Total Expenditures	<u>3,852,965</u>	<u>5,293,365</u>	<u>1,440,400</u>
Revenues Under Expenditures	(1,753,136)	(1,512,383)	240,753
Other Financing Sources (Uses)			
Proceeds From Sale of Assets	-	22,325	22,325
Investment Gains (Losses)	-	(967)	(967)
Transfers In	2,218,471	2,132,585	(85,886)
Total Other Financing Sources (Uses)	<u>2,218,471</u>	<u>2,153,943</u>	<u>(64,528)</u>
Change in Fund Balance	<u>465,335</u>	<u>641,560</u>	<u>176,225</u>

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - DEBT SERVICE FUND
FOR THE YEAR ENDED MAY 31, 2025

	<u>Budget</u> <u>(Original and</u> <u>Final)</u>	<u>Actual</u> <u>Amounts</u> <u>(Budgetary</u> <u>Basis)</u>	<u>Over</u> <u>(Under)</u> <u>Budget</u>
Revenues:			
Property Taxes	\$ 327,475	173,584	\$ (153,891)
Investment Earnings	-	30	30
Total Revenues	<u>327,475</u>	<u>173,614</u>	<u>(153,861)</u>
Expenditures:			
Debt Service:			
Bond and Interest	<u>330,700</u>	<u>325,238</u>	<u>(5,462)</u>
Total Expenditures	<u>330,700</u>	<u>325,238</u>	<u>(5,462)</u>
Change in Fund Balance	<u>\$ (3,225)</u>	<u>\$ (151,624)</u>	<u>\$ (148,399)</u>

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED MAY 31, 2025

BASIS OF BUDGETING

The Airport budget is prepared in accordance with the Illinois Budget Code. The budget is prepared in the spring of the year for the fiscal year starting the upcoming June. The budget is prepared by the Airport Director with input from various employees and recently incorporated a budget planning committee which included the input from two airport commissioners. A budget is prepared for all funds on the modified accrual basis.

The level of control (level at which expenditures may not exceed budget) is the fund total, not the individual line items. The budget was not amended during the year.

LINE ITEM REVENUES AND EXPENDITURES IN EXCESS OF BUDGET

During the year ended May 31, 2025, the Airport's revenues and expenditures exceeded budgetary guidelines in total and line item categories in the General Fund as indicated on the required supplementary schedules on pages 31 through 32.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHAL TO, ILLINOIS
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
MAY 31, 2025

Calendar Year Ending December 31,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Costs	\$ 89,270	\$ 87,921	\$ 99,873	\$ 104,121	\$ 100,306	\$ 100,824	\$ 89,622	\$ 92,243	\$ 90,631	\$ 91,020
Interest on the Total Pension Liability	434,248	422,610	454,065	426,537	412,352	383,037	363,562	355,496	339,870	312,780
Benefit Changes	-	-	-	-	-	-	-	-	-	-
Difference between Expected and Actual Experience	846,760	6,737	(584,541)	241,784	47,249	212,867	106,554	116,972	41,093	224,064
Assumption Changes	-	772	-	-	(36,878)	-	145,653	(186,658)	(22,383)	15,271
Benefit Payments and Refunds	(349,372)	(367,035)	(427,519)	(353,710)	(304,853)	(279,405)	(271,027)	(267,367)	(264,570)	(261,459)
Net Changes in Total Pension Liability	1,020,906	151,005	(458,122)	418,732	218,176	417,323	434,364	110,686	184,641	381,676
Total Pension Liability - Beginning	6,119,672	5,968,667	6,426,789	6,008,057	5,789,881	5,372,558	4,938,194	4,827,508	4,642,867	4,261,191
Total Pension Liability - Ending (A)	\$ 7,140,578	\$ 6,119,672	\$ 5,968,667	\$ 6,426,789	\$ 6,008,057	\$ 5,789,881	\$ 5,372,558	\$ 4,938,194	\$ 4,827,508	\$ 4,642,867
Plan Fiduciary Net Position										
Employer Contributions	91,448	87,455	102,772	158,647	129,294	107,371	110,671	104,539	91,286	95,124
Employee Contributions	45,673	42,916	39,003	43,879	44,346	41,596	39,619	37,187	35,597	35,406
Net Investment Income	562,444	581,359	(925,227)	990,790	760,276	848,550	(275,593)	766,689	270,141	19,797
Benefit Payments, Including Refunds of Employee Contributions	(349,372)	(367,035)	(427,519)	(353,710)	(304,853)	(279,405)	(271,027)	(267,367)	(264,570)	(261,459)
Other	799,649	73,782	(545,068)	111,969	63,970	59,963	106,807	(81,075)	74,798	65,188
Net Change in Plan Fiduciary Net Position	1,149,842	418,477	(1,756,039)	951,575	693,033	778,075	(289,523)	559,973	207,252	(45,944)
Plan Fiduciary Net Position - Beginning	5,541,813	5,123,336	6,879,375	5,927,800	5,234,767	4,456,692	4,746,215	4,186,242	3,978,990	4,024,934
Plan Fiduciary Net Position - Ending (B)	6,691,655	5,541,813	5,123,336	6,879,375	5,927,800	5,234,767	4,456,692	4,746,215	4,186,242	3,978,990
Net Pension Liability - Ending (A) - (B)	\$ 448,923	\$ 577,859	\$ 845,331	\$ (452,586)	\$ 80,257	\$ 555,114	\$ 915,866	\$ 191,979	\$ 641,266	\$ 663,877
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	93.71%	90.56%	85.84%	107.04%	98.66%	90.41%	82.95%	96.11%	86.72%	85.70%
Covered Valuation Payroll	\$ 1,014,953	\$ 953,707	\$ 866,734	\$ 975,102	\$ 985,475	\$ 908,756	\$ 880,432	\$ 826,391	\$ 791,045	\$ 786,809
Net Pension Liability as a Percentage of Covered Valuation Payroll	44.23%	60.59%	97.53%	-46.41%	8.14%	61.09%	104.02%	23.23%	81.07%	84.38%

Notes to Schedule:

These schedules are presented to illustrate the requirement to show information for 10 years.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
MAY 31, 2025

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2015	\$ 95,125	\$ 95,124	\$ 1	\$ 786,809	12.09%
2016	91,287	91,286	1	791,045	11.54%
2017	104,538	104,539	(1)	826,391	12.65%
2018	110,670	110,671	(1)	880,432	12.57%
2019	97,328	107,371	(10,043)	908,756	11.82%
2020	129,294	129,294	-	985,475	13.12%
2021	134,467	158,647	(24,180)	975,102	16.27%
2022	93,001	102,772	(9,771)	866,734	11.86%
2023	87,455	87,455	-	953,707	9.17%
2024	91,447 *	91,448	(1)	1,014,953	9.01%

*Estimated based on contribution rates of 9.01% and covered valuation payroll of \$1,014,953.

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
NOTES ON PENSION PLAN - IMRF
MAY 31, 2025

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2024 Contribution Rate *

Valuation Date:

Notes

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

Methods and Assumptions Used to Determine 2024 Contribution Rates

Actuarial Cost Method:	Aggregate Entry Age Normal
Amortization Method:	Level Percentage of Payroll, Closed
Remaining Amortization Period:	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 19-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 14 years for most employers (five employers were financed over 15 years; one employer was financed over 16 years; two employers were financed over 17 years; one employer was financed over 20 years; three employers were financed over 23 years; four employers were financed over 24 years and one employer was financed over 25 years).
Asset Valuation Method:	5-Year smoothed market; 20% corridor
Wage Growth:	2.75%
Price Inflation:	2.25%
Salary Increases:	2.75% to 13.75% including inflation
Investment Rate of Return:	7.25%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017 – 2019.
Mortality:	For non-disables 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.
Other Information:	
Notes	There were no benefit changes during the year.

***Based on Valuation Assumptions used in the December 31, 2022 actuarial valuation.**

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
GENERAL FUND - SCHEDULE OF EXPENDITURES
FOR THE YEAR ENDED MAY 31, 2025

	<u>Actual</u> <u>Amounts</u>
Compensation:	
Commissioners	\$ 12,866
Management and Office	352,651
Maintenance	719,719
Retirement and Payroll Taxes	217,821
Total Compensation Expenditures	<u>1,303,057</u>
Insurance:	
Workers Compensation	38,973
Employee Health, Life and Disability	203,144
Liability	216,457
Total Insurance Expenditures	<u>458,574</u>
Operational:	
Fly-In	6,793
Property Taxes	62,682
Wildlife Control	2,830
Dues	13,012
Meetings, Seminars and Travel	15,296
Utilities	96,713
Telephone	6,914
Office Supplies	14,104
Security	205
Training	3,413
Janitorial	790
Uniforms	3,921
Bank Fees	845
Fuel	40,347
Refunds	114
Other	24,304
Total Operational Expenditures	<u>292,283</u>
Maintenance:	
Buildings	63,997
Equipment	62,327
Fuel Farm	18,874
Grounds	77,101
Shop Tools	13,826
Total Maintenance Expenditures	<u>236,125</u>
Professional Services:	
Accounting	28,325
Legal	41,725
Other	8,114
Total Professional Services Expenditures	<u>78,164</u>

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
GENERAL FUND - SCHEDULE OF EXPENDITURES - (CONTINUED)
FOR THE YEAR ENDED MAY 31, 2025

	<u>Actual</u> <u>Amounts</u>
Development and Marketing:	
Advertising	5,845
Total Development and Marketing Expenditures	<u>5,845</u>
Capital Outlay:	
Buildings and Grounds	2,450,630
Vehicles and Machinery	652
Furniture and Equipment	332,505
Total Capital Outlay Expenditures	<u>2,783,787</u>
Contingencies	<u>135,530</u>
Total Expenditures	<u>\$ 5,293,365</u>

ST. LOUIS REGIONAL AIRPORT AUTHORITY
BETHALTO, ILLINOIS
SCHEDULE OF TAX RATES, EXTENSION AND COLLECTIONS
MAY 31, 2025

<u>Levy</u> <u>Year</u>	<u>Assessed</u> <u>Valuation</u>	<u>TAX RATES</u>		
		<u>General</u> <u>Operating</u>	<u>Bond and</u> <u>Interest</u>	<u>Total</u>
2015	\$ 1,031,764,241	0.0394	0.0406	0.0800
2016	1,031,446,582	0.0750	-	0.0750
2017	1,039,896,631	0.0750	-	0.0750
2018	1,072,219,790	0.0750	0.0295	0.1045
2019	1,092,955,991	0.0700	0.0295	0.0995
2020	1,135,181,400	0.0674	0.0284	0.0958
2021	1,178,559,915	0.0649	0.0274	0.0923
2022	1,264,090,196	0.0605	0.0255	0.0860
2023	1,388,742,759	0.0551	0.0234	0.0785
2024	1,475,819,065	0.0519	0.0222	0.0741

<u>TAXES EXTENDED</u>			
2015	\$ 406,515	\$ 418,896	\$ 825,411
2016	773,585	-	773,585
2017	779,922	-	779,922
2018	804,165	316,305	1,120,470
2019	765,069	322,422	1,087,491
2020	765,112	322,392	1,087,504
2021	764,885	322,925	1,087,810
2022	764,775	322,343	1,087,118
2023	765,197	324,966	1,090,163
2024	765,950	327,632	1,093,582

<u>TAXES COLLECTED</u>			
	<u>Total Taxes</u> <u>Collected</u>	<u>Percent</u> <u>Collected</u>	<u>Taxes Not</u> <u>Collected</u>
2015	\$ 819,883	99.33%	\$ 5,528
2016	768,656	99.36%	4,929
2017	774,867	99.35%	5,055
2018	1,115,475	99.55%	4,995
2019	1,082,390	99.53%	5,101
2020	1,084,291	99.70%	3,213
2021	1,084,810	99.72%	3,000
2022	1,080,384	99.38%	6,734
2023	1,083,590	99.40%	6,573
2024	97,125	8.88%	996,457