

LAKE VILLA TOWNSHIP

LAKE COUNTY, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED MARCH 31, 2023

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INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
Lake Villa Township
Lake County, Illinois

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the aggregate discreetly presented component units, each major fund and the aggregate remaining fund information of Lake Villa Township, Illinois, as of and for the year ended March 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the aggregate discreetly presented component units, each major fund and the aggregate remaining fund information of Lake Villa Township, Illinois, as of March 31, 2023, and the respective changes in modified cash basis financial position and where applicable, cash flows, thereof for the year ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Lake Villa Township, 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.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation on the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from an 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 judgement made by a reasonable user based on the financial statements.

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and access 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 Lake Villa Township, Illinois'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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Lake Villa Township, Illinois's ability to continue as a going concern for a reasonable 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

Other information

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

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

Evo, Kamschulte, Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP
Waukegan, IL
September 5, 2023

LAKE VILLA TOWNSHIP

SUPPLEMENTARY INFORMATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

LAKE VILLA TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2023

As management of Lake Villa Township (Township), we offer readers of the Township's statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended March 31, 2023. We encourage readers to consider the information presented here in conjunction with additional information found in the Notes to the Financial Statements.

FINANCIAL HIGHLIGHTS

- The assets of the Township exceeded its liabilities at March 31, 2023 by \$19,073,750 (net position). Of this amount \$3,654,712 (unrestricted net position) may be used to meet the Township's ongoing obligations to citizens and creditors.
- The Township's total net position increased by \$1,125,485.
- At March 31, 2023, the Township's governmental funds reported combined ending fund balances of \$9,037,434, an increase of \$1,483,878 in comparison with the prior year. Approximately 40% of this total amount, \$3,654,712, is available for spending at the Township's discretion (unreserved fund balance).
- At March 31, 2023, the unassigned fund balance for the General Fund was \$3,654,712 or 287% of total General Fund expenditures.

Our discussion and analysis of the Lake Villa Township's financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2023.

Please read it in conjunction with the Township's financial statements, which begin on page 8.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position – Modified Cash Basis and the Statement of Activities – Modified Cash Basis (on pages 8 and 9) provide information about the activities of the Township as a whole, and present a longer-term view of the Township's finances. Fund financial statements start on page 10. For the governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the Township's operations in more detail than the government-wide statements by providing information about the Township's most significant funds.

LAKE VILLA TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

REPORTING THE TOWNSHIP AS A WHOLE

Our analysis of the Township as a whole begins on page 5. One of the most important questions asked about the Township's finances is, "Is the Township as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Township as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the modified cash basis of accounting.

These two statements report the Township's net position and changes in them. You can think of the Township's net position - the difference between assets and liabilities - as one way to measure the Township's financial health, or financial position. Over time, increases or decreases in the Township's net position are one indicator of its financial health.

In the Statement of Net Position and Statement of Activities, we report the Township's Governmental activities. All of the Township's services are reported here, including general government, public assistance, and highways and streets. Property taxes, interest income, and direct fees finance most of these activities.

REPORTING THE TOWNSHIP'S MOST SIGNIFICANT FUNDS

Our analysis of the Township's major funds begins on page 8. The fund financial statements begin on page 10 and provide detailed information about the most significant funds—not the Township as a whole. Some funds are required to be established by State law.

Governmental funds—All of the Township's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. The Township maintains its accounting records for all funds on the cash basis of accounting. Accordingly, revenues are recognized and recorded when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. The governmental fund statements provide a detailed short-term view of the Township's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more funds that can be spent in the near future to finance the Township's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation in the financial statements.

LAKE VILLA TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

THE TOWNSHIP AS A WHOLE

A condensed statement of net position and statement of activities is presented below:

Table 1 - Net Position

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Current and Other Assets	\$ 9,037,434	\$ 7,557,753
Capital Assets	10,036,316	10,394,709
Total Assets	<u>\$ 19,073,750</u>	<u>\$ 17,952,462</u>
Short-Term Liabilities	\$ -	\$ (4,197)
Long-Term Liabilities	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ (4,197)</u>
 Net Investment in Capital Assets, Net of Related Debt	 \$ 10,036,316	 \$ 10,394,709
Restricted	5,382,722	4,338,644
Unrestricted	3,654,712	3,214,912
Total Net Position	<u><u>\$ 19,073,750</u></u>	<u><u>\$ 17,948,265</u></u>

Table 2 - Change in Net Position

Cash Receipts		
Program Receipts		
Charges for Services	\$ 214,942	\$ 142,045
Grants	50,000	320,400
General Receipts		
Property Taxes	4,536,654	4,479,089
Replacement Taxes	96,805	64,933
Unrestricted Investment Earnings	248,802	6,120
Other	153,165	53,996
Total Cash Receipts	<u>\$ 5,300,368</u>	<u>\$ 5,066,583</u>
 Cash Disbursements		
Functions/Programs		
General Government	\$ 1,065,396	\$ 1,041,719
Culture and Recreation	195,573	203,381
Assessor	362,190	349,809
Highways and Streets	2,128,724	1,935,930
Community Assistance and Services	64,607	277,819
Depreciation Expense - Unallocated	358,393	359,134
Total Cash Disbursement	<u>\$ 4,174,883</u>	<u>\$ 4,167,792</u>
 Increase (Decrease) in Net Position	 \$ 1,125,485	 \$ 898,791
Net Position - Beginning of Year	<u>17,948,265</u>	<u>17,049,473</u>
 Net Position - End of Year	 <u><u>\$ 19,073,750</u></u>	 <u><u>\$ 17,948,265</u></u>

LAKE VILLA TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

The net position of the Township's governmental activities increased by \$1,125,485. Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants or other legal requirements – was \$3,654,712 at March 31, 2023. Lake Villa continues to invest a substantial amount in facilities, infrastructure and drainage projects.

THE TOWNSHIP'S FUNDS

As the Township completed the year, its Governmental Funds (as presented in the Statement of Assets, Liabilities and Fund Balances Arising from Cash Transactions on page 10) reported a combined fund balance of \$9,037,434, which is above last year's total of \$7,553,556.

GENERAL FUND BUDGETARY HIGHLIGHTS

The April 1, 2022 to March 31, 2023 budget, which was not amended, was approved by the Board of Trustees on June 13, 2022. The budget is a general guide for the financial activity of the District.

General Fund actual direct receipts were \$72,438 less than the budgeted because anticipated grants were down due to covid relief funds being less.

The General fund actual direct expenditures were less than the budgeted amount due to an overestimation of expenditures based on past years and projections.

CAPITAL ASSETS

At the end of March 31, 2023, the Township had \$10,036,316 invested in capital assets, including land and land improvements. (See Note 7)

Table 3- Capital Assets at Year End (See Note 7)

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Land	\$ 4,939,451	\$ 4,939,451
Land Improvements	870,634	952,272
Buildings	1,565,798	1,616,298
Vehicles and Equipment	579,190	720,270
Infrastructure	2,081,243	2,166,418
	<u>\$ 10,036,316</u>	<u>\$ 10,394,709</u>

For the Fiscal year ending March 31, 2024, the Township has budgeted \$3,065,000 and the Road District has budgeted \$1,250,000 for capital expenditures.

LAKE VILLA TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

FACTORS AFFECTING THE TOWNSHIP'S FUTURE

The Township will continue to improve and maintain its parks and community center facilities.

The Road District will continue to address drainage issues and road improvements.

CONTACTING THE TOWNSHIP'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with an overview of the Township's finances and to show the Township's accountability for the money it receives. If you have questions about this report or need additional information, contact Daniel Venturi, Supervisor of Lake Villa Township, Lake Villa, IL 60046 (847) 356-2116

LAKE VILLA TOWNSHIP

BASIC FINANCIAL STATEMENTS

LAKE VILLA TOWNSHIP

GOVERNMENT-WIDE FINANCIAL STATEMENTS

LAKE VILLA TOWNSHIP
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
MARCH 31, 2023

	Governmental Activities
<u>ASSETS</u>	
Current Assets	
Cash and Cash Equivalents	\$ 9,037,434
Noncurrent Assets	
Capital Assets	
Land	\$ 4,939,451
Land Improvements	1,736,590
Buildings	2,524,995
Equipment & Vehicles	2,825,935
Infrastructure	2,828,894
Less: Accumulated Depreciation	(4,819,549)
Total Noncurrent Assets	\$ 10,036,316
<u>TOTAL ASSETS</u>	\$ 19,073,750
<u>LIABILITIES</u>	\$ -
<u>NET POSITION</u>	
Net Investment In Capital Assets	\$ 10,036,316
Restricted for:	
Equipment and Building	724,949
Social Security	223,780
Illinois Municipal Retirement	307,715
Liability Insurance	273,202
Park Maintenance	292,866
Permanent Road	3,267,204
Highway and Roads	157,397
General Assistance	135,609
Unrestricted	3,654,712
<u>TOTAL NET POSITION</u>	\$ 19,073,750

The accompanying Notes are an integral part of these Financial Statements.

LAKE VILLA TOWNSHIP
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED MARCH 31, 2023

FUNCTION/PROGRAMS	Program Receipts			Net (Expenditures) Revenues and Change in Net Position
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities Total
Governmental Activities				
General Government	\$ 175,757	\$ -	\$ -	\$ (889,639)
Culture and Recreation	39,185	-	-	(156,388)
Assessor	362,190	-	-	(362,190)
Highways and Streets	2,128,724	-	50,000	(2,078,724)
Community Assistance and Services	64,607	-	-	(64,607)
Depreciation Expense - Unallocated	358,393	-	-	(358,393)
Total Governmental Activities	\$ 4,174,883	\$ 214,942	\$ 50,000	\$ (3,909,941)
General Receipts:				
Property Taxes				\$ 4,536,654
Replacement Taxes				96,805
Unrestricted Investment Earnings				248,802
Other				153,165
Total General Receipts				\$ 5,035,426
Change in Net Position				\$ 1,125,485
Net Position - Beginning				17,948,265
Net Position - Ending				\$ 19,073,750

The accompanying Notes are an integral part of these Financial Statements.

LAKE VILLA TOWNSHIP

STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

GOVERNMENTAL FUNDS

MARCH 31, 2023

LAKE VILLA TOWNSHIP
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES ARISING FROM CASH TRANSACTIONS
GOVERNMENTAL FUNDS
MARCH 31, 2023

	General Fund	General Assistance Fund	Park and Recreation Fund	General IMRF Fund	General FICA Fund	Road And Bridge Fund	Permanent Fund	Equipment and Building Fund	Insurance Fund	Road IMRF Fund	Road FICA Fund	Total Funds
<u>ASSETS</u>												
Cash and Cash Equivalents	\$ 3,663,608	\$ 136,125	\$ 288,892	\$ 110,834	\$ 41,724	\$ 581,447	\$ 3,157,843	\$ 418,755	\$ 271,601	\$ 188,117	\$ 178,488	\$ 9,037,434
Due from Other Funds	516	-	3,974	3,471	1,967	-	109,361	306,194	1,601	5,293	1,601	433,978
<u>TOTAL ASSETS</u>	<u>\$ 3,664,124</u>	<u>\$ 136,125</u>	<u>\$ 292,866</u>	<u>\$ 114,305</u>	<u>\$ 43,691</u>	<u>\$ 581,447</u>	<u>\$ 3,267,204</u>	<u>\$ 724,949</u>	<u>\$ 273,202</u>	<u>\$ 193,410</u>	<u>\$ 180,089</u>	<u>\$ 9,471,412</u>
<u>LIABILITIES AND FUND BALANCES</u>												
<u>LIABILITIES</u>												
Liabilities												
Due to Other Funds	\$ 9,412	\$ 516	-	-	-	\$ 424,050	-	-	-	-	-	\$ 433,978
Payroll Withholding	-	-	-	-	-	-	-	-	-	-	-	-
	<u>\$ 9,412</u>	<u>\$ 516</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 424,050</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 433,978</u>
<u>FUND BALANCES</u>												
Restricted												
Equipment and Building	-	-	-	-	-	-	-	\$ 724,949	-	-	-	\$ 724,949
Social Security	-	-	-	-	43,691	-	-	-	-	-	180,089	223,780
Community Assistance	-	135,609	-	-	-	-	-	-	-	-	-	135,609
Illinois Municipal Retiremer	-	-	-	114,305	-	-	-	-	-	193,410	-	307,715
Liability Insurance	-	-	-	-	-	-	-	-	273,202	-	-	273,202
Park Maintenance	-	-	292,866	-	-	-	-	-	-	-	-	292,866
Permanent Road	-	-	-	-	-	-	3,267,204	-	-	-	-	3,267,204
Road and Bridge	-	-	-	-	-	157,397	-	-	-	-	-	157,397
Unassigned	3,654,712	-	-	-	-	-	-	-	-	-	-	3,654,712
<u>TOTAL FUND BALANCES</u>	<u>\$ 3,654,712</u>	<u>\$ 135,609</u>	<u>\$ 292,866</u>	<u>\$ 114,305</u>	<u>\$ 43,691</u>	<u>\$ 157,397</u>	<u>\$ 3,267,204</u>	<u>\$ 724,949</u>	<u>\$ 273,202</u>	<u>\$ 193,410</u>	<u>\$ 180,089</u>	<u>\$ 9,037,434</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 3,664,124</u>	<u>\$ 136,125</u>	<u>\$ 292,866</u>	<u>\$ 114,305</u>	<u>\$ 43,691</u>	<u>\$ 581,447</u>	<u>\$ 3,267,204</u>	<u>\$ 724,949</u>	<u>\$ 273,202</u>	<u>\$ 193,410</u>	<u>\$ 180,089</u>	<u>\$ 9,037,434</u>

Amounts reported for governmental activities are different because:
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Net Position of Governmental Activities

10,036,316
\$ 19,073,750

The accompanying Notes are an integral part of these Financial Statements.

LAKE VILLA TOWNSHIP

STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED MARCH 31, 2023

LAKE VILLA TOWNSHIP
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2023

	General Fund	General Assistance Fund	Park and Recreation Fund	General IMRF Fund	General FICA Fund	General Road Fund	Equipment and Building Fund	Insurance Fund	Road IMRF Fund	Road FICA Fund	Total Governmental Funds
CASH RECEIPTS											
Property Taxes	\$1,350,967	\$ 83,640	\$ 166,321	\$ 81,169	\$ 56,772	\$ 116,339	\$ 214,324	\$ 9,763	\$ 84,048	\$ 8,535	\$ 4,536,654
State Replacement Tax	-	-	60,831	-	-	35,734	-	-	240	-	96,805
Grant	50,000	-	-	-	-	-	-	-	-	-	50,000
Launch Fees	-	-	9,900	-	-	-	-	-	-	-	9,900
Passport Fees	2,450	-	-	-	-	-	-	-	-	-	2,450
Rentals	-	-	13,540	-	-	-	-	-	-	-	13,540
Shelter Fees	-	-	2,850	-	-	-	-	-	-	-	2,850
Camp Peacock	26,435	-	-	-	-	-	-	-	-	-	26,435
Summer Camp	172,108	-	-	-	-	-	-	-	-	-	172,108
Town Transit	1,199	-	-	-	-	-	-	-	-	-	1,199
Vending	325	-	-	-	-	-	-	-	-	-	325
Interest	86,462	-	25,899	1,241	-	40,438	-	-	-	-	248,802
Other	29,225	-	17,109	-	-	389	-	-	-	-	139,300
TOTAL CASH RECEIPTS	\$1,719,171	\$ 83,640	\$ 296,450	\$ 82,410	\$ 56,772	\$ 192,900	\$ 214,324	\$ 16,562	\$ 84,288	\$ 8,535	\$ 5,300,368
CASH DISBURSEMENTS											
Current											
General Government	\$ 917,181	\$ -	\$ -	\$ 80,010	\$ 68,205	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,065,396
Culture and Recreation	-	-	195,573	-	-	-	-	-	-	-	195,573
Assessor	362,190	-	-	-	-	-	-	-	-	-	362,190
Highway and Streets	-	-	-	-	-	124,412	-	48,318	62,059	45,054	2,128,724
Community Assistance and Services	-	64,607	-	-	-	-	-	-	-	-	64,607
TOTAL CASH DISBURSEMENTS	\$1,279,371	\$ 64,607	\$ 195,573	\$ 80,010	\$ 68,205	\$ 124,412	\$ -	\$ 48,318	\$ 62,059	\$ 45,054	\$ 3,816,480
CASH RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 439,800	\$ 19,033	\$ 100,877	\$ 2,400	\$ (11,433)	\$ 68,488	\$ 214,324	\$ (31,756)	\$ 22,229	\$ (36,519)	\$ 1,483,878
FUND BALANCE - APRIL 1, 2022	3,214,912	116,576	191,989	111,905	55,124	88,909	510,625	304,958	171,181	216,608	7,553,556
FUND BALANCE - MARCH 31, 2023	\$3,654,712	\$ 135,609	\$ 292,866	\$ 114,305	\$ 43,691	\$ 157,397	\$ 724,949	\$ 273,202	\$ 193,410	\$ 180,089	\$ 9,037,434

The accompanying Notes are an integral part of these Financial Statements.

LAKE VILLA TOWNSHIP

RECONCILIATION OF GOVERNMENTAL FUND STATEMENTS OF CASH RECEIPTS,
DISBURSEMENTS AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES -

MODIFIED CASH BASIS

FOR THE YEAR ENDED MARCH 31, 2023

Excess of Receipts Over (Under) Expenditures
Governmental Funds \$ 1,483,878

Amounts Reported for governmental activities in the Statement
of Activities - Modified Cash Basis are difference because:

Capital outlays are reported in governmental funds as
expenditures. However, in the Statement of Activities - Modified
Cash Basis, the cost of those assets is allocated over their
estimated useful life as depreciation expense. This is the amount
by which capital outlay, \$0, is less than depreciation
expense, \$358,393, in the period.

(358,393)

Change in Net Position of Governmental Activities \$ 1,125,485

The accompanying Notes are an integral part of these Financial Statements.

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

Lake Villa Township (Township) was incorporated in 1913. The Township's major operations include general government, culture and recreation, assessor, highways and streets and community assistance and services.

A. Reporting Entity

A reporting entity consists of the primary government and its component units. Generally Accepted Accounting Principles require that legally separate organizations for which the elected officials of the primary government are financially accountable be included in the primary government's basic financial statements as component units. Lake Villa Township has determined that the Township Road District fits the definition of a component unit. The Road District's purpose is to construct and maintain roads within the Township. It is recorded in the Township's financial statements as Special Revenue Fund.

New Accounting Standards

During Fiscal year 2023 the Township considered the following Governmental Accounting Standards Board Statements (GASB)

GASB No. 87, Leases

GASB No. 93, Replacement of Interbank Offered Rates

GASB No. 98, Annual Comprehensive Financial Report

B. Basis of Presentation and Basis of Accounting

Basis of Presentation

Government-Wide Financial Statements: The Statement of Net Position - Modified Cash Basis and the Statement of Activities - Modified Cash Basis display information about the financial activities of the overall Township. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and the business-type activities of the Township. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. The Township has no business-type activities.

The Statement of Activities - Modified Cash Basis present a comparison between direct expenses and program receipts for each function of the Township's governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore are clearly identifiable to a particular function. Indirect expenses-expenses of the Township related to the administration and support of the Township's programs, such as personnel and accounting-are not allocated to programs.

Program receipts include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Receipts that are not classified as program receipts, including all taxes are presented as general receipts.

Governmental Fund Financial Statements: The fund financial statements provide information about the Township's funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Township maintains individual funds as prescribed by State Statute.

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Basis of Presentation and Basis of Accounting (Continued)

Basis of Presentation (Continued)

The Township reports all its funds as major governmental funds. The Township reports the following major governmental funds:

General Fund. This fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Fund. These funds include the General Assistance, Town IMRF, Town Social Security, Park and Recreation, Road and Bridge, Building and Equipment, Insurance, Road IMRF, Road Social Security and Permanent Road which are used to account for the proceeds of specific revenue sources (other than those that are accounted for in the Capital Projects Fund or that are legally restricted to cash disbursements or specific purposes).

Basis of Accounting

The government-wide financial statements are reported using the modified cash basis of accounting. The cash basis of accounting is modified to account for: recording of depreciation on fixed assets, recognition of the net depreciated value of fixed assets, and, recognition of long-term liabilities. Non-exchange transactions, in which the Township gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. Receipts from property taxes, grants, entitlements and donations are recognized when received consistent with the cash basis of accounting.

The governmental fund financial statements, and all other financial statements, are reported using the cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

C. Investments

Investments are stated at cost, which approximates market value. Gains or losses, if any, on the sale of investments are recognized upon realization. The institutions in which investments are made must be approved by the Township Board.

D. Capital Assets

Capital Assets are reported at actual or estimated historical cost. Contributed assets are reported at estimated fair value at the time received. Depreciation methods, and estimated useful life of capital assets reported in the Township-wide statements is as follows:

	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>	<u>Threshold</u>
Land Improvements	Straight Line	20 Years	10,000
Buildings	Straight Line	50 Years	25,000
Equipment	Straight Line	5-12 Years	10,000
Infrastructure	Straight Line	40 Years	250,000

Depreciation is used to allocate the actual or estimated historical cost of all capital assets over their estimated useful lives.

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Compensated Absences

Vacation benefits are granted to employees in varying amounts to specified maximums depending on tenure with the Township. Newly hired employees do not accrue vacation time during their first year of employment. Employees accrue vacation time each year; however, time accrued in the current year can only be carried over to future years with the approval of the department head and Board of Trustees. Upon termination, employees are paid both the amount of their accrued vacation for the current year and approved hours carried over from prior years. At March 31, 2023 the total amount of compensated absences for all employees was \$100,715.

F. Government-Wide Net Position

Government-Wide net assets are divided into three components:

1. Net investment in capital assets, net of related debt – consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
2. Restricted net position – consist of net assets that are restricted by the Township's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
3. Unrestricted – all other net assets are reported in this category.

G. Budgets and Budgetary Accounting Statements

The budget for all major Governmental Funds is prepared on the modified cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 105, Section 5/17-1 of Illinois Compiles Statutes. The April 1, 2022 to March 31, 2023 budget was passed on June 13, 2022.

For each fund, total fund disbursements may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to April 1, the Supervisor submits to the Board a proposed operating budget for the fiscal year commencing on that date.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to July 1, the budget is legally adopted through passage of a resolution.
4. Formal Budgetary integration is employed as a management control device during the year.
5. The Township Board may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget as reported on pages 23 through 37.
6. The Township Board may amend the budget by the same procedures required of its original adoption.

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
(Continued)

2. CASH AND INVESTMENTS

The Township is allowed to invest in securities as authorized by the State of Illinois Statutes, including Securities of the Federal Government, in Federally Insured Savings and Loans Associations, in Federally Insured Banks as defined in the Illinois Banking Act, or in Pool Funds provided by the Illinois Treasurer's Office.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Township's deposits may not be returned or the Township will not be able to recover collateral securities in the possession of an outside party. The Township's policy requires deposits to be at least 100 percent secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance (FDIC). The Township's Board of Trustees approves and designates a list of authorized depository institutions based on evaluation of solicited responses and certificates provided by financial institutions.

At March 31, 2023, the carrying amount of the Township's deposits was \$7,569,028. At year end, the Township's bank balance was \$7,604,901. As of March 31, 2023, \$ -0 - of the combined entity's bank balance of \$7,604,901 was exposed to custodial credit risk.

3. INVESTMENTS

The Township is allowed to invest in securities as authorized by the Illinois Compiled Statutes, Chapter 30, Act 235/Articles 2 and 6

As of March 31, 2023, the Township had the following investments:

	<u>Fair Value</u>
External Investment Pools:	
Illinois Funds – The Money Market Fund	<u>\$1,468,406</u>

The fair value of investments in the Illinois Funds is the same as the value if pool shares. The Illinois Fund is not SEC-registered, but does have regulatory oversight through the State of Illinois.

Interest Rate Risk. The Township's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments based on credit risk. The Township's investment policy further limits its investment choices to ensure that capital loss, whether from credit or market risk, is avoided. As of March 31, 2023, the Township's investments were rated as follows:

<u>Investment</u>	<u>Credit Rating</u>	<u>Rating Source</u>
Illinois Funds – The Money Market Fund	AAAm	Standard & Poor

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
(Continued)

4. RETIREMENT FUND COMMITMENTS

ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

The Township's defined benefit pension plan provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Township's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund that acts as a common investment and administrative agent for local governments and school districts in Illinois. A summary of IMRF's pension benefits is provided in the *Benefits Provided* section of this note. Details of all benefits are available from IMRF. Benefits are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report may be obtained on-line at www.imrf.org or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Benefits Provided

The Township's IMRF members participate in IMRF's "Regular Plan". IMRF's regular plan has 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 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 10 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 consecutive 96 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 (CPI) of the original pension amount.

Employees Covered by the Benefit Terms

As of December 31, 2022, the following employees were covered by the benefit terms:

	<u>IMRF</u>
Retirees and Beneficiaries currently receiving benefits	21
Inactive Plan Members entitled to but not yet receiving benefits	7
Active Plan Members	<u>21</u>
Total	<u><u>49</u></u>

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
(Continued)

4. RETIREMENT FUND COMMITMENTS (Continued)

ILLINOIS MUNICIPAL RETIREMENT FUND

Contributions

As set by statute, employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The statute requires the Township to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual contribution rate for calendar year 2022 was 10.83 percent. The Township's actual contribution for calendar year 2022 was \$151,662. The Township 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 Township's net pension liability was measured as of December 31, 2022. 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, 2022; 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%; the Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019; the IMRF-specific Rates for Mortality (for non-disabled retirees) were developed from the Pub-2010, Amount weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted by 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP -2020. The Long-Term Expected Rate of Return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Portfolio Target Percentage	Return 12/31/2022	Projected Returns/Risk	
			One Year Arithmetic	Ten year Geometric
Domestic Equity	35%	-19%	7.82%	6.50%
International Equity	18%	-18%	9.23%	7.60%
Fixed Income	25%	-12%	5.01%	4.90%
Real Estate	11%	13%	7.10%	6.20%
Alternative Investments	10%	4%		
- Private Equity			13.43%	9.90%
- Hedge Funds			N/A	N/A
- Commodities			7.42%	6.25%
Cash Equivalents	1%	3%	4.00%	4.00%
Total	100%	-29%		

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
(Continued)

4. RETIREMENT FUND COMMITMENTS (Continued)

ILLINOIS MUNICIPAL RETIREMENT FUND

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 4.05% and the resulting single discount rate is 7.25%.

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2021	\$ 7,919,763	\$ 8,706,008	\$ (786,245)
Changes for the Year:			
Service Cost	131,187	-	131,187
Interest on the Total Pension Liability	567,873	-	567,873
Changes in Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	110,166	-	110,166
Changes of Assumptions	-	-	-
Contributions - Employer	-	151,662	(151,662)
Contributions - Employees	-	63,173	(63,173)
Net Investment Income	-	(1,009,238)	1,009,238
Benefit Payments, including Refunds of Employee Contributions	(305,252)	(305,252)	-
Other (Net Transfer)	-	(19,888)	19,888
Net Changes	<u>503,974</u>	<u>(1,119,543)</u>	<u>1,623,517</u>
Balances at December 31, 2022	<u>\$ 8,423,737</u>	<u>\$ 7,586,465</u>	<u>\$ 837,272</u>

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. RETIREMENT FUND COMMITMENTS (Continued)

ILLINOIS MUNICIPAL RETIREMENT FUND

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	\$ 9,415,114	\$ 8,423,737	\$ 7,623,476
Plan Fiduciary Net Position	7,586,465	7,586,465	7,586,465
Net Pension Liability (Asset)	<u>\$ 1,828,649</u>	<u>\$ 837,272</u>	<u>\$ 37,011</u>

5. POST-EMPLOYMENT BENEFITS

The Township has evaluated its potential other postemployment benefits liability. The Township provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium. However, no former employees have chosen to stay in the Township's health insurance plan. There has been 0% utilization and, therefore, no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the Township has no former employees for whom the Township was providing explicit subsidy and employees with agreements for the future explicit subsidies upon retirement. The Township has no postemployment liability as of March 31, 2023.

6. PROPERTY TAXES

The 2021 property taxes attached as an enforceable lien on January 1, 2021. They were levied in November of the tax year. Tax bills were prepared by the County and issued on or about May 1, 2022, and were payable in two installments, on or about June 1, 2022, and September 1, 2022. The County Collected such taxes and remitted them periodically. Property Tax revenues are recognized in the same accounting period as when they are received. The Township received significant distributions of tax receipts approximately one month after the due dates.

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
(Continued)

7. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2023 was as follows:

	<u>Balance 4/1/2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 3/31/2023</u>
<u>GOVERNMENTAL ACTIVITIES</u>				
Capital Assets Not Being Depreciated				
Land	\$ 4,939,451	\$ -	\$ -	\$ 4,939,451
Capital Assets Being Depreciated				
Land Improvements	\$ 1,736,590	\$ -	\$ -	\$ 1,736,590
Buildings and Improvements	2,524,995	-	-	2,524,995
Equipment and Vehicles	2,825,936	-	-	2,825,936
Infrastructure	2,828,894	-	-	2,828,894
Total Other Capital Assets at Historical Cost	<u>\$ 9,916,415</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,916,415</u>
Less: Accumulated Depreciation for:				
Land Improvements	\$ (784,318)	\$ (81,638)	\$ -	\$ (865,956)
Buildings and Improvements	(908,697)	(50,500)	-	(959,197)
Equipment and Vehicles	(2,105,666)	(141,080)	-	(2,246,746)
Infrastructure	(662,476)	(85,175)	-	(747,651)
Total Accumulated Depreciation	<u>\$ (4,461,157)</u>	<u>\$ (358,393)</u>	<u>\$ -</u>	<u>\$ (4,819,550)</u>
Other Capital Assets, Net	<u>\$ 5,455,258</u>	<u>\$ (358,393)</u>	<u>\$ -</u>	<u>\$ 5,096,865</u>
<u>GOVERNMENTAL ACTIVITIES</u>				
<u>CAPITAL ASSETS, NET</u>	<u>\$ 10,394,709</u>	<u>\$ (358,393)</u>	<u>\$ -</u>	<u>\$ 10,036,316</u>

8. CONTINGENCIES

The Township is not aware of any pending litigation or potential nondisclosed liabilities that management believes would have a material adverse effect on the financial statements.

9. DEFICIT FUND BALANCES

No funds have a deficit fund balance as of March 31, 2023.

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

10. FUND BALANCE REPORTING

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of the differences in fund balance presentations.

A. Nonspendable Fund Balance

The nonspendable fund balance classifications include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. They "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories or prepaid amounts. Because the Township reports on the cash basis of accounting all such items are expensed at the time of purchase, and therefore there are no amounts that fall into this classification.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the Township. Things such as restrictions imposed by creditors, grantors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specific purposes. The Township reports several special revenue funds; the source of funding is through specific real estate tax levies: Retirement/Social Security Fund Levy, General Assistance Levy, Park Maintenance Levy, Town Insurance Levy, Road and Bridge Levy, Equipment and Building Levy, Road Insurance Levy and the Permanent Road Levy.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority (the Township Trustees). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

The Trustees commit fund balances by making motions or passing resolutions to adopt policy or to approve contracts. 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. No funds are currently committed.

D. Assigned Fund Balance

The assigned fund balance classifications refer to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the Trustees themselves or (b) the finance committee or by the Supervisor when the Trustees has delegated the authority to assign amounts to be used for a specific purpose. No funds are currently assigned.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Town Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned Fund Balance amounts are shown in the financial statements in the General Town Fund.

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
(Continued)

11. RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters.

The Township is a member of the Township Official of Illinois Risk Management Association (TOIRMA), a joint risk management pool of Townships through which property, general liability, automobile liability, uninsured motorists, underinsured motorists, public officials and employee's liability coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

The relationship between the Township and TOIRMA is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Township is contractually obligated to make all annual and supplementary contributions for TOIRMA, to report claims on a timely basis, cooperate with TOIRMA, its claims administrator, and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by TOIRMA. Members have a contractual obligation to fund any deficit of TOIRMA attributable to a membership year during which they were a member.

TOIRMA is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Board of Directors. TOIRMA also provides its members with risk management services, including the defense of a settlement of claims, and establishes reasonable and necessary loss of reduction and prevention procedures to be followed by the members. No settlements have exceeded insurance coverage in each of the past 3 years.

12. INTERGOVERNMENTAL AGREEMENTS

A. Administrative Center Cooperative

In February 2001, the Township entered into a joint agreement with Community High School District No. 117 and Antioch Township to establish the Administrative Center Cooperative. The purpose of the Cooperative was to build and maintain a new community center. According to the agreement, the Township is responsible for quarterly payments which cover (a) expenses for operation of the building and administration of the Cooperative which is based upon each member's proportion of space it uses in the building, and (b) structural repairs of which the Township is responsible for 26.8%. Total payments made in fiscal year 2023 were \$10,025.

Complete financial statements for Administrative Center Cooperative can be obtained from the administrative offices of Community High School District No. 117 at 1625 Deep Lake Road, Suite A, Lake Villa, Illinois 60046.

B. Bus Storage and Use

In January 2002, the Township entered into an intergovernmental agreement with Lindenhurst Park District. The agreement states that the Township will store the Park District's bus in the Township's garage, and allows the Township use of the bus if the Park District does not need it. The Park District will retain sole ownership of the bus and will be responsible for all repairs and maintenance. Each entity will be responsible for purchasing insurance coverage for all periods the bus is in use by that entity.

LAKE VILLA TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

12. INTERGOVERNMENTAL AGREEMENTS (Continued)

C. Inter-Township Transportation

In December 2005, the Township entered into an intergovernmental agreement with Antioch Township and Grant Township. The agreement states that the Township will share the expenses for the acquisition, operation, insurance and maintenance of any inter-township transportation system that the parties agree to share from time to time.

In July 2005, the Township entered into an intergovernmental agreement with Community Consolidated School District No. 41. The agreement states that the School District and the Township will have shared use of Dering Park. The School District will have primary use of the property during school hours. The maintenance and care of the property shall be the duty of the Township. Each entity will be responsible for purchasing insurance coverage for all periods the property is in use by that entity.

13. LEGAL DEBT LIMITATION

The Illinois Compiled Statutes limits the amount of indebtedness to 2.875% of the most recent available equalized assessed valuation (EAV) of the Township.

2021 EAV	\$ 970,936,184
	<u>x 2.875%</u>
Debt Margin	\$ 27,914,415
Current Debt	<u>(-0-)</u>
Remaining Debt Margin	<u>\$ 27,914,415</u>

LAKE VILLA TOWNSHIP

SUPPLEMENTARY INFORMATION

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Taxes	\$ 1,350,009	\$ 1,350,009	\$ 1,350,967
Interest	9,000	9,000	86,462
Vending	600	600	325
Replacement Taxes	1,000	1,000	-
Grants	200,000	200,000	50,000
Passports	4,500	4,500	2,450
Township Transit	2,000	2,000	1,199
Shared Expense Reimbursement	50,000	50,000	-
Senior Events	2,500	2,500	1,875
Camp Peacock	165,000	165,000	26,435
Summer camp	-	-	172,108
Toirma Dividend	5,500	5,500	6,532
Other	1,500	1,500	20,818
	<u>\$ 1,791,609</u>	<u>\$ 1,791,609</u>	<u>\$ 1,719,171</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Supervisor	\$ 76,000	\$ 76,000	\$ 75,500
Clerk	11,000	11,000	11,000
Highway Commissioner	90,000	90,000	89,000
Trustees	16,000	16,000	16,000
Peacock Camp Staff	85,000	85,770	85,767
Other Personnel	325,000	333,000	346,694
Unemployment Insurance	10,000	10,000	1,786
Health Insurance	125,000	131,300	117,255
	<u>\$ 738,000</u>	<u>\$ 753,070</u>	<u>\$ 743,002</u>
<u>CONTRACTUAL</u>			
General Insurance	\$ 25,000	\$ 25,000	\$ 23,456
Telephone	3,000	3,000	2,962
Utilities	1,000	1,000	-
Training Seminars	1,000	1,000	-
Travel Expense	500	500	-
Postage	2,000	2,000	1,083
Printing	1,000	1,000	399
Publication	400	400	-
Accounting/Audit	7,000	7,000	3,727
Legal	40,000	21,880	2,815
Dues & Subscriptions	4,000	4,000	3,498
Equipment Maintenance	1,000	1,000	-
Garbage	100	2,700	2,177
Equipment Lease	1,000	1,000	544
	<u>\$ 87,000</u>	<u>\$ 71,480</u>	<u>\$ 40,661</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>ADMINISTRATION (Continued)</u>			
<u>COMMODITIES</u>			
Office Supplies	\$ 3,000	\$ 3,000	\$ 1,685
Maintenance Supplies	2,000	2,000	-
Peacock Camp Supplies	20,000	20,450	21,810
Vending	1,000	1,000	250
Equipment Under \$5,000	15,000	15,000	-
Operating Supplies	2,500	2,500	133
	<u>\$ 43,500</u>	<u>\$ 43,950</u>	<u>\$ 23,878</u>
 <u>OTHER EXPENDITURES</u>			
Community Relations	\$ 16,000	\$ 16,000	\$ 5,020
Community Communications	13,600	13,600	6,820
Community Center West Campus	25,000	25,000	1,765
Refund Rentals	5,000	5,000	-
Real Estate Tax Rebates	50,000	50,000	-
Building and Improvements	75,000	75,000	-
Mosquito Abatement	1,000	1,000	-
Antioch/Lake Villa Township Center	15,000	15,000	10,025
Dering Park	80,000	80,000	26,514
Contingencies	5,000	5,000	-
Park Improvements	75,000	61,600	-
Camp Peacock	20,000	33,400	33,324
Caboose Park	20,000	20,000	-
Tiny's Park Improvements	20,000	20,000	195
Trail Improvements	70,000	70,000	2,707
Miscellaneous Expense	2,000	2,000	15,240
Senior Program	10,000	10,000	3,208
Community Drainage Projects	1,000,000	1,000,000	-
Township Transit	20,000	20,000	4,822
	<u>\$ 1,522,600</u>	<u>\$ 1,522,600</u>	<u>\$ 109,640</u>
 <u>TOTAL ADMINISTRATION</u>	 <u>\$ 2,391,100</u>	 <u>\$ 2,391,100</u>	 <u>\$ 917,181</u>
 <u>ASSESSOR'S OFFICE</u>			
<u>PERSONAL SERVICES</u>			
Assesor	\$ 89,600	\$ 89,600	\$ 89,508
Other Personnel	205,000	205,000	198,576
Unemployment Insurance	1,000	1,000	-
Health Insurance	55,000	55,000	51,189
	<u>\$ 350,600</u>	<u>\$ 350,600</u>	<u>\$ 339,273</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS , DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>ASSESSOR'S OFFICE (Continued)</u>			
<u>CONTRACTUAL</u>			
General Insurance	\$ 7,200	\$ 7,200	\$ 7,200
Telephone	3,000	3,000	2,897
Training & Seminars	6,000	6,000	2,473
Travel Expense	2,000	2,000	1,041
Postage	300	300	194
Printing	200	200	168
Accounting	1,500	1,500	1,500
Professional Services	2,500	2,500	-
Dues & Subscriptions	1,000	1,000	862
Janitorial	2,000	2,000	1,350
Equipment Maintenance	1,200	1,200	785
	<u>\$ 26,900</u>	<u>\$ 26,900</u>	<u>\$ 18,470</u>
<u>COMMODITIES</u>			
Office Supplies	\$ 2,500	\$ 2,500	\$ 2,262
Furniture & Fixtures	500	350	86
Computer Hardware	2,000	2,000	29
Computer Software	2,500	2,500	1,162
Uniforms	400	550	540
	<u>\$ 7,900</u>	<u>\$ 7,900</u>	<u>\$ 4,079</u>
<u>OTHER EXPENDITURES</u>			
Miscellaneous Expense	\$ 750	\$ 750	\$ 272
Miscellaneous Building	500	500	96
	<u>\$ 1,250</u>	<u>\$ 1,250</u>	<u>\$ 368</u>
<u>TOTAL ASSESSOR'S OFFICE</u>	<u>\$ 386,650</u>	<u>\$ 386,650</u>	<u>\$ 362,190</u>
<u>TOTAL CASH DISBURSEMENTS</u>	<u>\$ 2,777,750</u>	<u>\$ 2,777,750</u>	<u>\$ 1,279,371</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (986,141)</u>	<u>\$ (986,141)</u>	<u>\$ 439,800</u>
<u>OTHER FINANCING SOURCES(USES)</u>			
Transfer	<u>(2,000)</u>	<u>(2,000)</u>	<u>-</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS AND OTHER FINANCING SOURCES(USES)</u>	<u>\$ (984,141)</u>	<u>\$ (984,141)</u>	<u>\$ 439,800</u>
<u>FUND BALANCE - APRIL 1, 2022</u>			<u>3,214,912</u>
<u>FUND BALANCE - MARCH 31, 2023</u>			<u>\$ 3,654,712</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS , DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL ASSISTANCE

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Tax	\$ 4,004	\$ 4,004	\$ 83,640
State Replacement Tax	14,000	14,000	-
Grants	300,000	300,000	-
Reimbursements	200	200	-
Interest	1,000	1,000	-
	<u>\$ 319,204</u>	<u>\$ 319,204</u>	<u>\$ 83,640</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Salaries	\$ 6,000	\$ 6,000	\$ -
	<u>\$ 6,000</u>	<u>\$ 6,000</u>	<u>\$ -</u>
<u>CONTRACTUAL</u>			
General Insurance	\$ 7,500	\$ 7,500	\$ 7,500
Telephone	100	100	-
Utilities	100	100	-
Training Seminar	100	100	-
Travel Expense	100	100	-
Postage	100	100	-
Printing	100	100	-
Publication	100	100	-
Accounting/Audit	1,200	1,200	1,200
Legal	100	100	-
Dues & Subscription	100	100	-
Equipment Maintenance	1,000	1,000	-
Medical Assistance Insurance	2,500	2,500	2,360
	<u>\$ 13,100</u>	<u>\$ 13,100</u>	<u>\$ 11,060</u>
<u>COMMODITIES</u>			
Office Supplies	\$ 200	\$ 200	\$ -
Maintenance Supplies	200	200	-
Operating Supplies	200	200	-
Contingencies	200	200	-
	<u>\$ 800</u>	<u>\$ 800</u>	<u>\$ -</u>
<u>OTHER EXPENDITURES</u>			
Miscellaneous	\$ 500	\$ 500	\$ -
	<u>\$ 500</u>	<u>\$ 500</u>	<u>\$ -</u>
<u>TOTAL ADMINISTRATION</u>	<u>\$ 20,400</u>	<u>\$ 20,400</u>	<u>\$ 11,060</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL ASSISTANCE

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>HOME RELIEF</u>			
<u>CONTRACTUAL SERVICES</u>			
Utilities	\$ 20,000	\$ 20,000	\$ 905
Physician	250	250	-
Hospital - In-patient	250	250	-
Hospital - Out-patient	250	250	-
Drugs	250	250	-
Dental Service	250	250	-
Other Medical Expenses	250	250	-
Funeral/Burial	250	250	-
Fuel	250	250	-
Shelter	2,500	2,500	416
Covid-19 Grant Rent	300,000	300,000	48,400
Covid-19 Grant Utilities	25,000	25,000	3,826
Covid-19 Grant Administrative	35,000	35,000	-
Convalescent	250	250	-
Mobile Medical	250	250	-
In Home	250	250	-
	<u>\$ 385,250</u>	<u>\$ 385,250</u>	<u>\$ 53,547</u>
<u>COMMODITIES</u>			
Food	\$ 500	\$ 500	\$ -
Personal Incidentals	500	500	-
HSD Incidental	500	500	-
	<u>\$ 1,500</u>	<u>\$ 1,500</u>	<u>\$ -</u>
<u>OTHER EXPENSE</u>			
Miscellaneous Expense	\$ 500	\$ 500	\$ -
<u>TOTAL HOME RELIEF</u>	<u>\$ 387,250</u>	<u>\$ 387,250</u>	<u>\$ 53,547</u>
 <u>TOTAL CASH DISBURSEMENTS</u>	 <u>\$ 407,650</u>	 <u>\$ 407,650</u>	 <u>\$ 64,607</u>
 <u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	 <u>\$ (88,446)</u>	 <u>\$ (88,446)</u>	 <u>\$ 19,033</u>
 <u>FUND BALANCE - APRIL 1, 2022</u>			 <u>116,576</u>
 <u>FUND BALANCE - MARCH 31, 2023</u>			 <u>\$ 135,609</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
PARK AND RECREATION

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Tax	\$ 167,001	167,001	166,321
Replacement Tax	-	-	60,831
Interest	500	500	25,899
Rentals	17,300	17,300	13,540
Shelter/Community Room Fee	3,460	3,460	2,850
Launch Fees	10,000	10,000	9,900
Miscellaneous Income	2,000	2,000	17,109
	<u>\$ 200,261</u>	<u>\$ 200,261</u>	<u>\$ 296,450</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Salaries	\$ 20,000	\$ 20,000	\$ -
	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ -</u>
<u>CONTRACTUAL</u>			
General Insurance	\$ 8,000	\$ 8,000	\$ 8,000
Telephone	3,000	3,000	2,916
Utilities	55,000	60,000	59,925
Equipment Maintenance	25,000	25,000	14,306
Garbage	500	500	-
Park Improvements	30,000	30,000	14,313
Building & Improvements	20,000	20,000	2,227
Facility Reimbursement	15,000	1,900	225
	<u>\$ 156,500</u>	<u>\$ 148,400</u>	<u>\$ 101,912</u>
<u>COMMODITIES</u>			
Park Maintenance	\$ 55,000	\$ 61,000	\$ 60,988
Building Maintenance	7,500	9,600	9,512
Equipment Non-Capitalized	20,000	20,000	6,059
Uniforms	2,000	2,000	1,590
	<u>\$ 84,500</u>	<u>\$ 92,600</u>	<u>\$ 78,149</u>
<u>OTHER EXPENSES</u>			
Boat Launch	\$ 5,000	\$ 5,000	\$ -
Lake Miltmore	5,000	5,000	2,249
Sand Lake	6,000	6,000	5,960
	<u>\$ 16,000</u>	<u>\$ 16,000</u>	<u>\$ 8,209</u>
<u>CAPITAL OUTLAY</u>			
Equipment - Capitalized	\$ 35,000	\$ 35,000	\$ 7,303
<u>TOTAL CASH DISBURSEMENTS</u>	<u>\$ 312,000</u>	<u>\$ 312,000</u>	<u>\$ 195,573</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (111,739)</u>	<u>\$ (111,739)</u>	<u>\$ 100,877</u>
<u>FUND BALANCE - APRIL 1, 2022</u>			<u>191,989</u>
<u>FUND BALANCE - MARCH 31, 2023</u>			<u>\$ 292,866</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL IMRF FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Tax	\$ 81,500	\$ 81,500	\$ 81,169
Interest	200	200	1,241
	<u>\$ 81,700</u>	<u>\$ 81,700</u>	<u>\$ 82,410</u>
 <u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Town Fund	\$ 106,300	\$ 106,300	\$ 80,010
General Assistance Fund	100	100	-
Park & Recreation Fund	100	100	-
Real Estate Tax Rebates	3,000	3,000	-
	<u>\$ 109,500</u>	<u>\$ 109,500</u>	<u>\$ 80,010</u>
 <u>TOTAL CASH DISBURSEMENTS</u>	 <u>\$ 109,500</u>	 <u>\$ 109,500</u>	 <u>\$ 80,010</u>
 <u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	 <u>\$ (27,800)</u>	 <u>\$ (27,800)</u>	 \$ 2,400
 <u>FUND BALANCE - APRIL 1, 2022</u>			 <u>111,905</u>
 <u>FUND BALANCE - MARCH 31, 2023</u>			 <u>\$ 114,305</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL FICA FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
<u>CASH RECEIPTS</u>			
Property Tax	\$ 57,004	\$ 57,004	\$ 56,772
Interest	100	100	-
Replacement Taxes	1,000	1,000	-
	\$ 58,104	\$ 58,104	\$ 56,772
 <u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Town Fund	\$ 70,000	\$ 70,000	\$ 68,205
General Assistance Fund	100	100	-
Park & Recreation Fund	1,500	1,500	-
	\$ 71,600	\$ 71,600	\$ 68,205
 <u>TOTAL CASH DISBURSEMENTS</u>	\$ 71,600	\$ 71,600	\$ 68,205
 <u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	\$ (13,496)	\$ (13,496)	\$ (11,433)
 <u>FUND BALANCE - APRIL 1, 2022</u>			55,124
 <u>FUND BALANCE - MARCH 31, 2023</u>			\$ 43,691

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL ROAD FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Taxes	\$ 106,124	\$ 106,124	\$ 116,339
Interest	25,000	25,000	40,438
Replacement Taxes	12,000	12,000	35,734
Miscellaneous Income	12,000	12,000	389
CDB Grants	1,000	1,000	-
	<u>\$ 156,124</u>	<u>\$ 156,124</u>	<u>\$ 192,900</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>CONTRACTUAL SERVICES</u>			
Telephone & Communications	\$ 9,000	\$ 8,230	\$ 6,476
Utilities	10,000	10,770	11,059
Travel & Seminar	200	200	25
Postage	700	700	60
Printing & Mailing	500	500	183
Accounting Services	7,000	7,000	4,078
Legal Service	55,000	46,700	3,424
Dues & Subscriptions	300	300	75
Drug Program - CDL	1,000	1,000	751
	<u>\$ 83,700</u>	<u>\$ 75,400</u>	<u>\$ 26,131</u>
<u>COMMODITIES</u>			
Safety Equipment	\$ 5,000	\$ 5,000	\$ -
Office Supplies	2,000	2,000	1,108
	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ 1,108</u>
<u>OTHER EXPENSES</u>			
Miscellaneous	\$ 5,000	\$ 5,000	\$ 1,686
Replacement Tax	4,000	4,000	-
	<u>\$ 9,000</u>	<u>\$ 9,000</u>	<u>\$ 1,686</u>
<u>TOTAL ADMINISTRATION</u>	<u>\$ 99,700</u>	<u>\$ 91,400</u>	<u>\$ 28,925</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
GENERAL ROAD FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>MAINTENANCE</u>			
<u>CONTRACTUAL</u>			
Equipment Maintenance	\$ 12,500	\$ 12,900	\$ 12,835
Vehicle Maintenance	100,000	100,000	34,377
Vehicle Maintenance Hwy Comm	1,600	1,600	-
Building Maintenance	8,000	8,000	12,343
Road Maintenance	5,000	12,400	3,130
Street Lighting	50,000	50,000	25,660
Rental	2,000	2,000	-
	<u>\$ 179,100</u>	<u>\$ 186,900</u>	<u>\$ 88,345</u>
<u>COMMODITIES</u>			
Maintenance Supplies	\$ 2,000	\$ 2,300	\$ 2,238
Operating Supplies	4,000	4,200	4,159
Office Equipment	1,000	1,000	745
	<u>\$ 7,000</u>	<u>\$ 7,500</u>	<u>\$ 7,142</u>
<u>TOTAL MAINTENANCE</u>	<u>\$ 186,100</u>	<u>\$ 194,400</u>	<u>\$ 95,487</u>
<u>TOTAL CASH DISBURSEMENTS</u>	<u>\$ 285,800</u>	<u>\$ 285,800</u>	<u>\$ 124,412</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (129,676)</u>	<u>\$ (129,676)</u>	<u>\$ 68,488</u>
<u>FUND BALANCE - APRIL 1, 2022</u>			<u>88,909</u>
<u>FUND BALANCE - MARCH 31, 2023</u>			<u>\$ 157,397</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
PERMANENT ROAD FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Taxes	\$ 2,427,340	\$ 2,427,340	\$ 2,364,776
Interest	26,000	26,000	94,762
Shared Reburseemnets	20,000	20,000	-
Miscellaneous	-	-	85,778
Grants	50,000	50,000	-
	<u>\$ 2,523,340</u>	<u>\$ 2,523,340</u>	<u>\$ 2,545,316</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Salaries	\$ 700,000	\$ 700,000	\$ 614,030
Health Insurance	175,000	175,000	133,515
	<u>\$ 875,000</u>	<u>\$ 875,000</u>	<u>\$ 747,545</u>
<u>CONTRACTUAL</u>			
Accounting Service	\$ 2,000	\$ 2,000	\$ -
Legal Service	30,000	30,000	44
Road Maintenance	2,000	2,000	123,888
Road Improvements	800,000	800,000	557,023
Tree Removal	200,000	200,000	195,797
Engineering Service	110,000	110,000	54,426
Rental	2,500	2,500	-
	<u>\$ 1,146,500</u>	<u>\$ 1,146,500</u>	<u>\$ 931,178</u>
<u>COMMODITIES</u>			
Maintenance Supplies	\$ 5,000	\$ 5,000	\$ 2,092
Operating Supplies	10,000	8,400	4,311
Gas, Diesel, Oil, Etc.	70,000	70,000	68,824
Uniforms	4,000	5,600	5,567
Sign & Barricade	8,000	8,000	5,483
Ice Control Material	100,000	100,000	83,586
Contingencies	20,000	20,000	295
	<u>\$ 217,000</u>	<u>\$ 217,000</u>	<u>\$ 170,158</u>
<u>TOTAL CASH DISBURSEMENTS</u>	<u>\$ 2,238,500</u>	<u>\$ 2,238,500</u>	<u>\$ 1,848,881</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ 284,840</u>	<u>\$ 284,840</u>	<u>\$ 696,435</u>
<u>FUND BALANCE - APRIL 1, 2022</u>			<u>2,570,769</u>
<u>FUND BALANCE - MARCH 31, 2023</u>			<u>\$ 3,267,204</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
EQUIPMENT & BUILDING FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Taxes	\$ 220,004	\$ 220,004	\$ 214,324
Interest	100	100	-
	<u>\$ 220,104</u>	<u>\$ 220,104</u>	<u>\$ 214,324</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>CONTRACTUAL</u>			
Real Estate Tax Rebates	\$ 2,500	\$ 2,500	\$ -
	<u>\$ 2,500</u>	<u>\$ 2,500</u>	<u>\$ -</u>
<u>COMMODITIES</u>			
Vehicle & Equipment - Non-Capitalized	\$ 100	\$ 100	-
Buildings & Improvement	30,000	30,000	-
	<u>\$ 30,100</u>	<u>\$ 30,100</u>	<u>\$ -</u>
<u>CAPITAL OUTLAY</u>			
Vehicle & Equipment - Capitalized	\$ 200,000	\$ 200,000	\$ -
	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ -</u>
<u>TOTAL CASH DISBURSEMENTS</u>	<u>\$ 232,600</u>	<u>\$ 232,600</u>	<u>\$ -</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (12,496)</u>	<u>\$ (12,496)</u>	\$ 214,324
<u>FUND BALANCE - APRIL 1, 2022</u>			<u>510,625</u>
<u>FUND BALANCE - MARCH 31, 2023</u>			<u>\$ 724,949</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
INSURANCE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Taxes	\$ 9,787	\$ 9,787	\$ 9,763
Interest	200	200	-
Toirma Refund	6,000	6,000	6,799
	<u>\$ 15,987</u>	<u>\$ 15,987</u>	<u>\$ 16,562</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Unemployment Insurance	\$ 4,000	\$ 4,000	\$ 1,054
<u>CONTRACTUAL</u>			
General Insurance	\$ 65,000	\$ 65,000	\$ 47,264
Real Estate Tax Rebates	200	200	-
	<u>\$ 65,200</u>	<u>\$ 65,200</u>	<u>\$ 47,264</u>
<u>TOTAL CASH DISBURSEMENTS</u>	<u>\$ 69,200</u>	<u>\$ 69,200</u>	<u>\$ 48,318</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (53,213)</u>	<u>\$ (53,213)</u>	<u>\$ (31,756)</u>
<u>FUND BALANCE - APRIL 1, 2022</u>			<u>304,958</u>
<u>FUND BALANCE - MARCH 31, 2023</u>			<u>\$ 273,202</u>

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
ROAD IMRF FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
<u>CASH RECEIPTS</u>			
Property Tax	\$ 83,161	\$ 83,161	\$ 84,048
Interest	250	250	-
Replacement Taxes	2,500	2,500	240
	\$ 85,911	\$ 85,911	\$ 84,288
 <u>CASH DISBURSEMENTS</u>			
ADMINISTRATION			
PERSONAL SERVICES			
Retiement Contributions	\$ 91,560	\$ 91,560	\$ 62,059
	\$ 91,560	\$ 91,560	\$ 62,059
 <u>TOTAL CASH DISBURSEMENTS</u>	\$ 91,560	\$ 91,560	\$ 62,059
 <u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	\$ (5,649)	\$ (5,649)	\$ 22,229
 <u>FUND BALANCE - APRIL 1, 2022</u>			171,181
 <u>FUND BALANCE - MARCH 31, 2023</u>			\$ 193,410

LAKE VILLA TOWNSHIP
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2023
ROAD FICA FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
<u>CASH RECEIPTS</u>			
Property Tax	\$ 9,787	\$ 9,787	\$ 8,535
Interest	250	250	-
	\$ 10,037	\$ 10,037	\$ 8,535
 <u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Real Estate Tax Rebates	\$ 2,500	\$ 2,500	\$ -
Social Security	53,600	53,600	45,054
	\$ 56,100	\$ 56,100	\$ 45,054
 <u>TOTAL CASH DISBURSEMENTS</u>	\$ 56,100	\$ 56,100	\$ 45,054
 <u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	\$ (46,063)	\$ (46,063)	\$ (36,519)
 <u>FUND BALANCE - APRIL 1, 2022</u>			216,608
 <u>FUND BALANCE - MARCH 31, 2023</u>			\$ 180,089

LAKE VILLA TOWNSHIP
COMPARATIVE TAX DATA
FOR THE YEARS 2021, 2020, AND 2019
IN WHOLE DOLLAR AMOUNTS

<u>TAX YEAR</u>	<u>2021</u>		<u>2020</u>		<u>2019</u>	
<u>TOTAL ASSESSED VALUATION</u>	<u>\$ 970,936,184</u>		<u>\$ 942,105,612</u>		<u>\$ 929,692,349</u>	
	<u>Rates</u>	<u>Extensions</u>	<u>Rates</u>	<u>Extensions</u>	<u>Rates</u>	<u>Extensions</u>
General Town	0.139	\$ 1,350,009	0.143	\$ 1,350,009	0.156	\$ 1,455,006
General Assistance	0.008	84,005	0.001	4,004	0.001	4,007
General Town IMRF	0.008	81,500	0.009	81,502	0.009	81,506
General Town S.S.	0.006	57,004	0.006	57,007	0.006	57,009
Park Maintenance	0.017	167,001	0.018	167,007	0.018	167,001
Town Recapture	0.000	6,447	0.000	-	0.000	-
*Road and Bridge	0.011	106,124	0.011	107,838	0.011	105,939
Road & Bridge Recapture	0.001	10,739	0.000	-	0.000	-
Permanent Road	0.244	2,374,531	0.248	2,340,313	0.245	2,279,661
Equipment and Building	0.022	215,218	0.022	199,180	0.021	196,165
Liability Insurance	0.001	9,787	0.001	9,968	0.001	9,808
Road and Bridge IMRF	0.009	83,161	0.009	84,658	0.009	83,375
Road and Bridge S.S.	0.001	9,787	0.001	9,968	0.001	9,808
	<u>0.467</u>	<u>\$ 4,555,313</u>	<u>0.469</u>	<u>\$ 4,411,454</u>	<u>0.478</u>	<u>\$ 4,449,285</u>

* Extensions for Road and Bridge are shown net, after deducting the portion of the taxes extended which are allocable to other underlying municipalities.

LAKE VILLA TOWNSHIP
SUPPLEMENTAL INFORMATION
SCHEDULE OF CHANGES IN THE IMRF NET PENSION LIABILITY AND RELATED RATIOS
MARCH 31, 2023

Calendar Year Ending December 31,	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability								
Service Costs	\$ 131,187	\$ 138,166	\$ 137,669	\$ 140,659	\$ 134,721	\$ 141,797	\$ 143,561	\$ 143,083
Interest on the Total Pension Liability	567,873	575,434	541,055	500,660	488,953	468,005	446,084	423,090
Benefit Changes								
Difference between Expected and Actual Experience	110,166	(509,771)	151,603	211,846	(212,359)	23,754	(152,502)	(122,641)
Assumption Changes	(305,252)	-	(53,130)	-	203,187	(185,565)	(24,244)	15,601
Benefit Payments & Refunds	503,974	(304,000)	(302,520)	(286,468)	(175,908)	(154,394)	(132,833)	(140,030)
Net Change in Total Pension Liability	7,919,763	(100,171)	474,677	566,697	438,594	293,597	280,066	319,103
Total Pension Liability - Beginning	\$ 8,423,737	\$ 8,019,934	\$ 7,545,257	\$ 6,978,560	\$ 6,539,966	\$ 6,246,369	\$ 5,966,303	\$ 5,647,200
Total Pension Liability - Ending (a)								
		\$ 7,919,763	\$ 8,019,934	\$ 7,545,257	\$ 6,978,560	\$ 6,539,966	\$ 6,246,369	\$ 5,966,303
Plan Fiduciary Net Position								
Employer Contributions	\$ 151,662	\$ 166,372	\$ 152,123	\$ 126,839	\$ 161,427	\$ 156,168	\$ 162,572	\$ 161,474
Employee Contributions	63,173	60,572	61,950	58,468	62,461	59,155	59,094	57,533
Pension Plan Net Investment Income	(1,009,238)	1,294,767	975,375	990,290	(247,651)	856,099	345,840	24,864
Benefit Payments & Refunds	(305,252)	(304,000)	(302,520)	(286,468)	(175,908)	(154,394)	(132,833)	(140,030)
Other	(19,888)	(291,042)	39,279	64,836	(105,916)	(1,860)	(67,705)	(114,555)
Net Change in Plan Fiduciary Net Position	(1,119,543)	926,669	926,207	953,965	(305,587)	915,168	366,968	(10,714)
Plan Fiduciary Net Position - Beginning	8,706,008	7,779,339	6,853,132	5,899,167	6,204,754	5,289,586	4,922,618	4,933,332
Plan Fiduciary Net Position - Ending (b)	\$ 7,586,465	\$ 8,706,008	\$ 7,779,339	\$ 6,853,132	\$ 5,899,167	\$ 6,204,754	\$ 5,289,586	\$ 4,922,618
Net Pension Liability/(Asset) - Ending (a-b)	\$ 837,272	\$ (786,245)	\$ 240,595	\$ 692,125	\$ 1,079,393	\$ 335,212	\$ 956,763	\$ 1,043,685
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	90.06%	109.93%	97.00%	90.83%	84.53%	94.87%	84.68%	82.51%
Covered Valuation Payroll	\$ 1,400,850	\$ 1,346,049	\$ 1,376,677	\$ 1,298,256	\$ 1,388,015	\$ 1,314,555	\$ 1,313,555	\$ 1,278,501
Net Pension Liability as a Percentage of Covered Valuation Payroll	59.77%	-58.41%	17.48%	53.31%	77.77%	25.50%	72.86%	81.63%

These schedules are presented to illustrate the intention to show information for 10-years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

LAKE VILLA TOWNSHIP
SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
MARCH 31, 2023

The Schedule of Employer Contributions, of the District's Defined Benefit Pension Plan, the Illinois Municipal Retirement Fund, follows:

<u>Year Ended</u> <u>December 31,</u>	<u>Determined</u> <u>Contribution</u>	<u>Actual</u> <u>Contribution</u>	<u>Deficiency</u> <u>(Excess)</u>	<u>Valuation</u> <u>Payroll</u>	<u>of Covered</u> <u>Valuation Payroll</u>
2015	\$ 161,475	\$ 161,474	\$ 1	\$ 1,278,501	12.63%
2016	162,573	162,572	1	1,313,189	12.38%
2017	156,169	156,168	1	1,314,555	11.88%
2018	161,426	161,427	(1)	1,388,015	11.63%
2019	126,840	126,839	1	1,298,256	9.77%
2020	152,123	152,123	-	1,376,677	11.05%
2021	166,372	166,372	-	1,346,049	12.36%
2022	151,292	151,662	(370)	1,400,850	10.83%

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. The calculation of the 2022 contribution rate is based on valuation assumptions used in the December 31, 2020 actuarial valuation; note two year lag between valuation and rate setting.

METHODS AND ASSUMPTIONS USED TO DETERMINE 2022 CONTRIBUTION RATES

<i>Actuarial Cost Method:</i>	Aggregate entry age normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	Regular Plan liabilities: 21-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the employer upon adoption of ERI
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	2.25%
<i>Price Inflation:</i>	2.25%, approximate; no explicit price inflation assumption is used in this valuation
<i>Salary Increases:</i>	3.85% to 13.75%, including inflation
<i>Investment Rate of Return:</i>	7.25%
<i>Retirement Age:</i>	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 to 2019
<i>Mortality:</i>	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements project using scale MP-2020. For disables 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.
<i>Other Information:</i>	There were no benefit changes during the year

The schedule is presented to illustrate the intention to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.