

An aerial photograph of a large, winding lake surrounded by dense, green and yellowing trees. A road or path is visible in the foreground, curving through the landscape. The sky is blue with scattered white clouds.

VILLAGE OF JOHNSBURG, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED APRIL 30, 2021

VILLAGE OF JOHNSBURG, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2021

Prepared by:
Finance Department

VILLAGE OF JOHNSBURG, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Johnsburg:

- List of Principal Officials
- Organizational Chart
- Transmittal Letter
- Certificate of Achievement for Excellence in Financial Reporting

VILLAGE PRESIDENT

Edwin P. Hettermann

VILLAGE BOARD OF TRUSTEES

Tom Curry

Beth Foremen

Kyle Frost

Greg Klemstein

Josh Hagen

Kevin McEvoy

ADMINISTRATION

Village Administrator

Claudett Sofiakis

Assistant Village Administrator

Vinny Lamontagna

Village Accountant

Beckey Kijak

Chief of Police

Keith Von Allmen

Collector/Office Assistant

Annamarie Clark

Public Works Foreman

Dave Walsh

Village Attorney

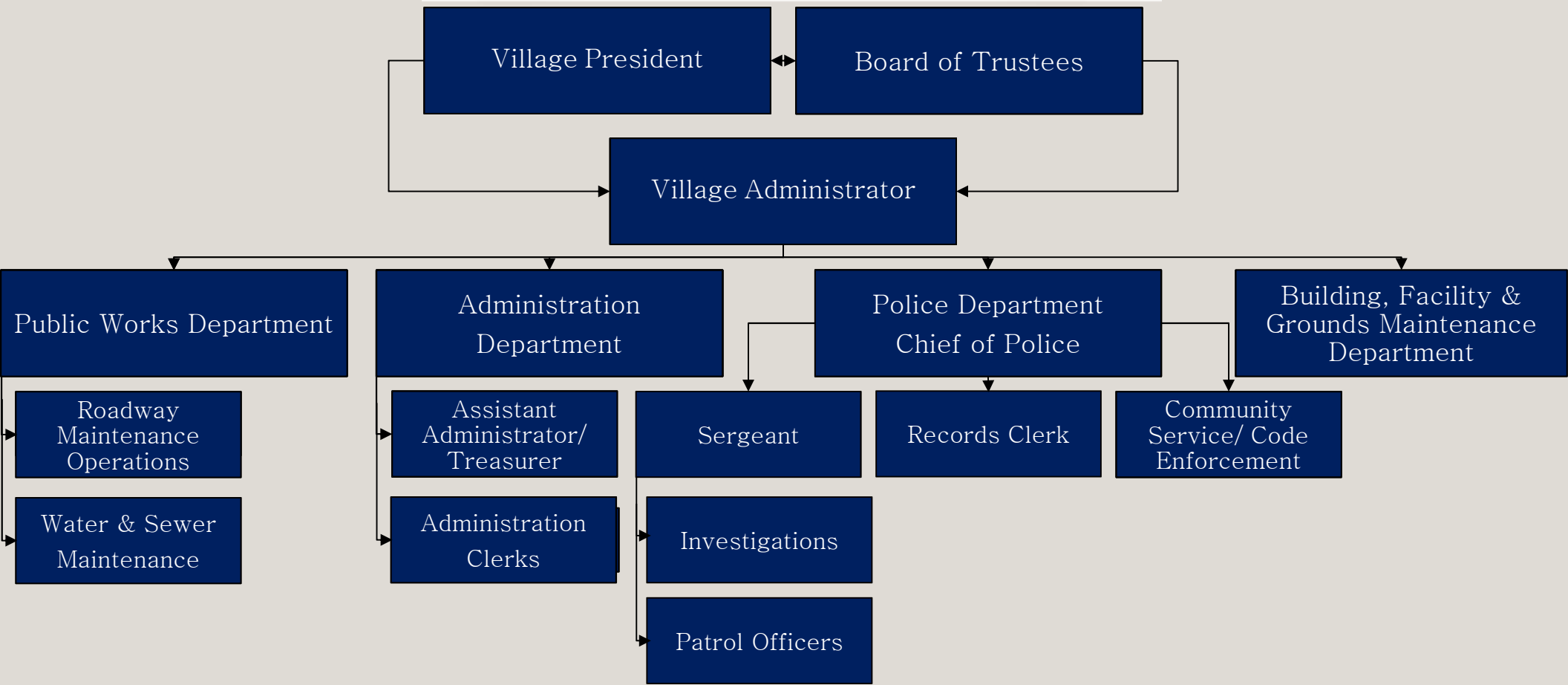
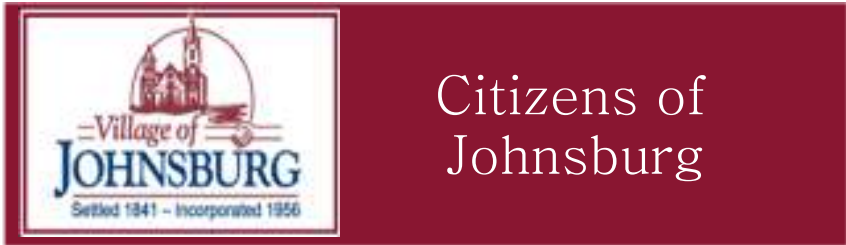
Michael Smoron - Zukrowski, Rogers, Flood and McArdle

Village Engineer

Timothy Hartnett - HR Green, Inc.

VILLAGE OF JOHNSBURG

ORGANIZATION CHART





April 29, 2022

**To: The Village President, Members of the Village Board of Trustees, and
Citizens of the Village of Johnsburg, Illinois**

Illinois State Law requires that all general-purpose local governments publish a complete set of financial statements within six months of the close of the fiscal year. These financial statements must conform to generally accepted accounting principles (GAAP), and be audited in accordance with generally accepted accounting standards by certified public accountants licensed by the State of Illinois. It is with pleasure that the Annual Comprehensive Financial Report (ACFR) for the Village of Johnsburg, Illinois is presented for the year ended April 30, 2021.

The 2021 ACFR complies with the new financial reporting model developed by the Governmental Accounting Standards Board (GASB) and is intended to provide additional information not previously available in the Village's financial statements.

The annual financial report consists of the Village of Johnsburg management staff's representations concerning the finances of the Village. Management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has continued to focus on the internal controls that are designed to protect the Village's assets from loss, theft or misuse and to compile sufficiently reliable information for the preparation of the Village's financial statements in conformity with GAAP.

Management continues to revise processes, implement internal controls, and establish new financial policies that allow us to provide reasonable controls within our means in order to prepare financial statements that are free of any material misstatements. Management asserts that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Village Trustees

Tom Curry

Kyle Frost

Josh Hagen

Beth Foreman

Greg Klemstein

Kevin McEvoy

A Hometown with Spirit

Fiscal Management

Annually the Village adopts a budget that defines its legal spending authority. Departments submit requests to the Village Administrator so that a budget may be prepared. The requested budget document is prepared by fund, function, and activity. The budget is presented to the Finance Committee then the Village Board for review. The Village Board holds a public meeting and adjusts the requested budgeted amounts if necessary to reflect anticipated operations and capital spending for the delivery of services offered by the Village. The Village Board may amend the budget. The legal level of budgetary control (i.e. the level at which expenditures cannot exceed the budgeted amount) is established at the fund level.

The Village of Johnsburg's financial statements have been audited by Lauterbach & Amen, LLP, a firm licensed by the State of Illinois as certified public accountants with specialization in local government accounting. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Johnsburg are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures shown in these financial statements; assessing the accounting principles and significant estimates used; and evaluating the overall financial statement presentation. In addition, the auditors prepared a list of management comments that outline areas where the Village management can further improve internal controls and accounting procedures. The administration, along with the finance staff, appreciates and welcomes the auditors' recommendations for internal control improvement.

Fiscal Report

The independent auditor concluded that there was a reasonable basis for rendering an opinion that the Village of Johnsburg's financial statements for the fiscal year ended April 30, 2021, are fairly presented in conformity to GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The financial reports are presented in accordance with the "GASB" reporting model requirements. GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management Discussion and Analysis (MD&A). This letter of transmittal will not repeat the financial overview and analysis, which is provided in the MD&A, but encourages the reader to review this important section of the financial statements for a comprehensive overview and analysis of how the Village has fared over the last fiscal year.

Village Profile

The Village of Johnsburg was settled in 1841 and incorporated in 1956 and has a population of 6,355 as of the 2020 census. The Village is located in McHenry County and governed by a Village President and Board of Trustees. The Village President and the Village Board set the Village's policies. The Village Administrator is responsible for implementing the policies and directives of the Village President and the Village Board.

The Village provides a full range of services. Johnsburg's public safety activities include police protection and numerous community education and engagement opportunities. Public works provides street and right-of-way maintenance and repair and parks and facilities provide building and park maintenance services. Water service including a treatment plant and sanitary sewer system are functions that are included in the Waterworks & Sewerage Fund.

The Village also assists with various community events, which are blended into the Village's departmental program budgets or are supported by donations. These include the annual Holiday Magic Parade and Festivities, Easter Egg Hunt and Celebration in the Park. In addition, the Village is accountable for the Johnsburg Police Pension Fund, managed by a legally separate Board, and three Special Service Areas that are administered by independent Trustees (Amalgamated Bank of Chicago).

Economic Condition and Outlook

The Village's 2020 EAV increased by 5.23%. This is the sixth consecutive increase in EAV. The Village's unemployment rate according to the 2010 Census was 8.1%. Updated statistics from the 2020 Census related to unemployment were not available at the time of this letter. The Consumer Price Index at the end of April 2021 in the Chicago region area was 1.4%. The 2020 census reflects a per capita income of \$42,660, and median household income of \$116,556.

As a positive sign of continued economic recovery, residential and commercial development continues to improve in Johnsburg. Despite these positive economic occurrences, the Village remains conservative with its future revenue projections in light of the ongoing COVID-19 pandemic.

At the close of FY 2021 it was too early to firmly predict the potential financial implications related to the COVID-19 pandemic however, the Village identified potential revenue impacts and aligned its budget and spending accordingly. It is difficult to predict impacts to EAV, new construction and other longer-term economic impacts, but the Village Board remains committed to developing solutions that provide the highest possible services while keeping taxation and other charges at a minimum.

Economic Development

Although primarily residential in nature, Johnsburg has placed a significant emphasis on economic development within the community. FY 2021 was particularly challenging for business growth due to the COVID-19 pandemic. In response, the Village worked with businesses and suspended business related fees. In an effort to revitalize the local economy, a voucher program was established that provided a \$20 voucher to every household in Johnsburg which could be spent at Johnsburg businesses. Additionally, the Village, in cooperation with the Johnsburg District 12 School District, Johnsburg Library District and McHenry Township Fire Protection extended the suspension of impact fees. Although FY 2021 did not bring about new business development, Johnsburg businesses managed to sustain through the pandemic.

Major Initiatives

Funding

In FY 2021, the Village secured bonds to fund two major projects: 1) the David G. Dominguez Municipal Center Expansion Project; and 2) the North Sewer Extension Project, which extends the Village's wastewater treatment system to residents and businesses in the northern quadrant of the Downtown Business District.

Maintaining Roadways

The Village continues to use the PASER road rating system to identify where maintenance is needed and establish funding priorities. Maintaining the Village's roadways and other infrastructure is crucial. By monitoring our infrastructure and establishing timely maintenance plans, we can manage those costs effectively. In fiscal year 2021, the Village pursued an aggressive road improvement program resurfacing more than 3 miles of road. It also pursued an aggressive patching program to extend the life of its roadways. Additional progress was made on the Village's street name sign replacement program and several re-ditching and shouldering projects were completed by public works department employees.

Parks and Facility Improvements

The Village purchased and installed new playground equipment in Rescue Squad Park funded by a donation received in FY 2020 and pursued additional maintenance improvements and tree removal at the Chapel Hill Golf Course.

Wastewater and Water System Improvements

The Village pursued SCADA improvements for its wastewater and water systems and extended sewers within Niesen's Subdivision.

David Dominguez Municipal Facility

The Village of Johnsburg secured funds for the remodeling and expansion of the existing Village Hall to accommodate both administration and public safety operations in one facility. In fiscal year 2021 the Village sought bids and awarded a contract for the project. The groundbreaking ceremony was held in April of 2021.

Awards

Fiscal year 2020 was the fifth consecutive year the Village was awarded the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada (GFOA). In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. The report must also satisfy both generally accepted accounting principles and applicable legal requirements. The Village Board, Finance Department and staff were beyond proud to receive the award and recognition for the third consecutive year.


A Certificate of Achievement is valid for a period of one year. We believe that our report again meets the requirements of the Certificate of Achievement Program and are submitting it to the GFOA to determine its eligibility for a certificate. It is our hope that the Village of Johnsburg's Finance Department staff will continually meet the level of excellence required to be granted this award for many years in the future.

Acknowledgements

The preparation of this report, and the confidence with which it is presented, would not have been possible without the dedicated services of the finance staff and our independent auditors Lauterbach & Amen, LLP.

In closing, we would also like to thank the President and the Board of Trustees, and all department heads for their support in maintaining the highest standards of professionalism and transparency in the management of the Village's finances.

Respectfully submitted,



Claudett E. Sofiakis
Village Administrator



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Johnsburg
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

April 30, 2020

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Village's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

April 29, 2022

The Honorable Village President
Members of the Board of Trustees
Village of Johnsburg, Illinois

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 Village of Johnsburg, Illinois, as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Johnsburg, Illinois, as of April 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Johnsburg, Illinois' basic financial statements. The introductory section, other supplementary information, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis ("MD&A") is an element of the financial reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements - Management's Discussion and Analysis - for State and Local Governments. In this area the Village of Johnsburg ("Village") presents its discussion and analysis of the Village's financial performance and provides an overall review of the Village's financial activities for the fiscal year-end April 30, 2021. The management of the Village encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the Village's financial performance.

Certain comparative information between the current year and the prior year is required to be presented in the MD&A. This comparative information is included in this report.

Financial Highlights

- The Village's total net position, as of April 30, 2021 was \$13,700,410.
- The Village's General Fund reported an increase of \$377,895 in fund balance for the year.
- The Village's actual General Fund revenues were less than total budgeted revenues by \$163,577, and actual expenditures were less than total budgeted expenditures by \$476,955.
- The Village's capital and infrastructure assets decreased by \$454,718 in the Governmental activities and decreased by \$414,093 in the Waterworks and Sewerage Fund.

For purpose of this analysis, the Village considers the Operating Fund to include the General Fund.

Overview of the Financial Statements

This annual report consists of four parts: management's discussion and analysis (this section), the basic financial statements, and the required supplementary information. The basic financial statements include two kinds of statements that present different views of the Village:

- The first two statements are *government-wide financial statements* that provide both short-term and long-term information about the Village's overall financial status.
- The remaining statements are *fund financial statements* that are similar to the historical reporting concept and focus on individual parts of the Village, reporting the Village's operations and in more detail than the government-wide statements.

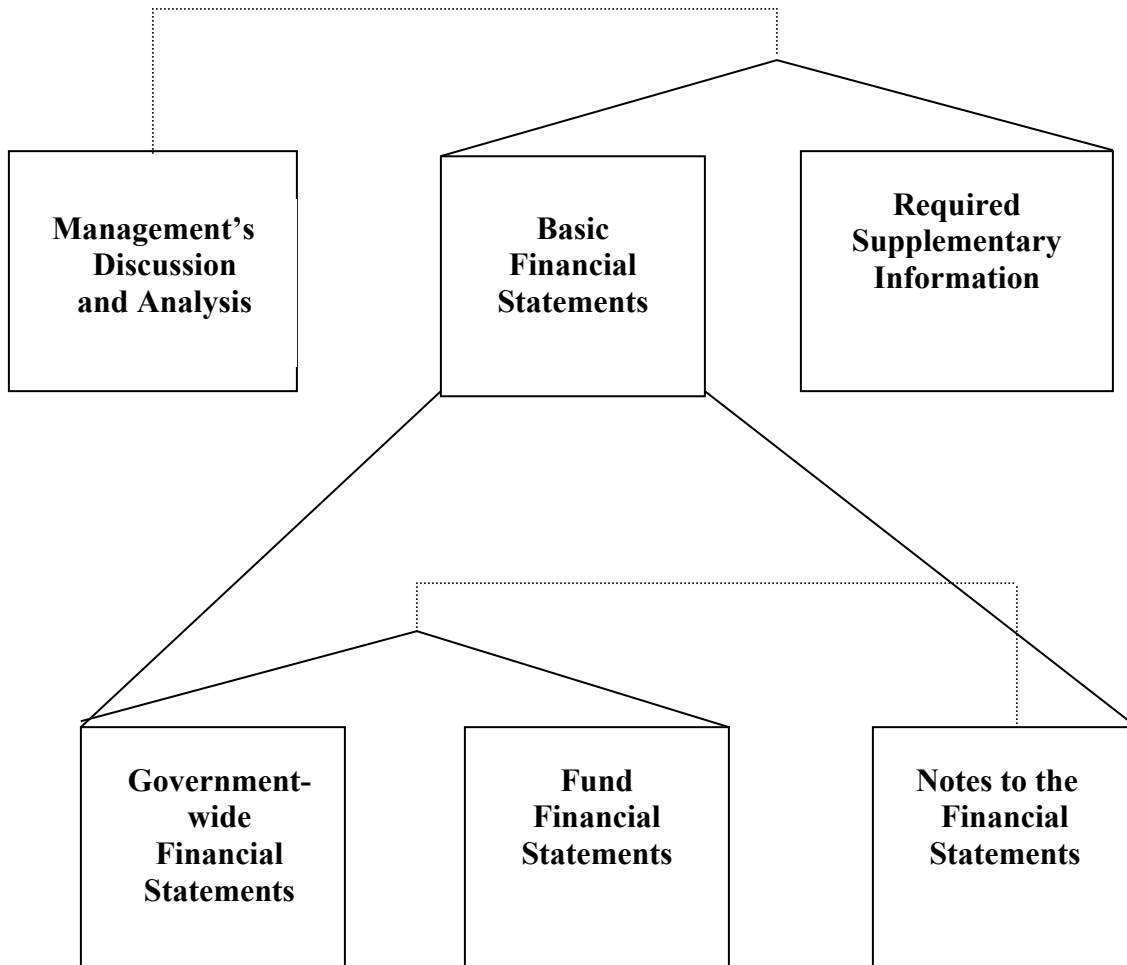
The fund financial statements have the following three primary components.

- The *governmental fund* statements tell how basic services were financed in the short term, as well as what remains for future spending.
- *Fiduciary fund* statements provide information about the financial relationships in which the Village acts solely as trustee or agent for the benefit of others.
- *Proprietary fund* statements provide short- and long- term financial information about the activities the Village operates like a business. The Village operates its Waterworks and Sewerage Fund as a business which is accounted for as a proprietary fund.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements.

The following figure summarizes the major features of the Village's financial statements, including the portion of the Village's activities they cover and the types of information contained. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Organization of the Village of Johnsburg Annual Financial Report



The following figure summarizes the major features of the Village's financial statements, including the portion of the Village's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

**Major Features of the Government-wide and Fund
Financial Statements**

	Government-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire Village (except fiduciary funds)	The activities of the Village that are not proprietary or fiduciary, such as general fund	Activities the Village operates similar to private businesses	Instances in which the Village administers resources on behalf of someone else, such as Police Pension Trust monies
Required financial statements	<ul style="list-style-type: none"> Statement of net position Statement of activities 	<ul style="list-style-type: none"> Balance sheet Statement of revenues, expenditures, and changes in fund balance 	<ul style="list-style-type: none"> Statement of net position Statement of revenues, expenses & changes in fund net position Statement of cash flows 	<ul style="list-style-type: none"> Statement of fiduciary net position Statement of changes in fiduciary net position
	Accounting basis and measurement focus.	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

Government-wide Financial Statements:

The government-wide financial statements are designed to provide readers with a broad overview of the Village's financial position and operations as a whole, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Village's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The statement of activities presents information showing how the Village's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, on the accrual basis of accounting, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

- To assess the Village's overall financial health, consideration also needs to be given to other non-financial factors such as changes in the Village's property tax base, the condition of its facilities and other similar items.

In the government-wide financial statements, the Village's activities are categorized as follows:

- *Governmental activities* - Most of the Village's basic services including administration, financial services, police and public works are included. Property taxes, telecommunications taxes and shared state tax distributions finance the majority of these services.
- *Business-type activities* - The Village includes waterworks and sewerage operations.

Fund Financial Statements:

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. This accounting presentation also provides information prepared on a consistent method with prior years to facilitate comparative analysis. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds – These funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on (1) how cash and other financial assets that can readily be converted to cash, flow in and out of government operations and (2) the balances left at year-end available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the Village's programs. Because this information does not encompass the additional long-term asset and debt focus of the government-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or differences) between them.

The financial content of the government-wide financial statements differs from the financial content of the traditional fund-based financial statements primarily due to:

- Use of the full accrual basis of accounting in the government-wide financial statements versus the modified accrual basis of accounting in the fund-based financial statements.
- Recognition in the government-wide financial statements of the cost and related current and accumulated depreciation of long-term assets.
- Recognition in the government-wide financial statements of the remaining liability for the principal payments due that are related to long-term debt obligations.

Governmental funds are further summarized by a major funds category. The Village has determined that all funds are considered major, based on the significance that each fund has toward the financial and functional impact on the Village. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances for the combined total governmental funds and for each summary category of funds.

The Village also adopts an annual budget for each of the funds listed above. A budgetary comparison statement has been provided for each fund to demonstrate actual results compared with this budget.

Proprietary fund - The Village's services for which the Village charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide statements. The Village's enterprise funds are the same as its business-type activities but provide more detail and additional information, such as cash flows.

Fiduciary funds - The Village is the trustee, or *fiduciary*, for certain assets that belong to others, such as the deferred compensation plan. The Village is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The Village excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operation.

Notes to the Financial Statements:

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund-based financial statements.

Other Information:

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's operations.

Financial Analysis of the Village as a Whole

Statement of Net Position: The following summary data is compared with data from the preceding year for both governmental activities and business-type activities. The following provides a summary of the Village's Statement of Net Position as of April 30, 2021 and 2020:

	Governmental Activities		Business-Type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Assets:						
Current assets	\$ 6,132,368	\$ 2,552,783	\$ 3,550,399	\$ 843,750	\$ 9,682,767	\$ 3,396,533
Capital assets (less depreciation)	10,985,068	11,439,786	7,321,190	7,735,283	18,306,258	19,175,069
Total Assets	17,117,436	13,992,569	10,871,589	8,579,033	27,989,025	22,571,602
Deferred Outflows of Resources:	2,736,021	1,997,361	163,180	192,630	2,899,201	2,189,991
Total Assets and Deferred Outflows of Resources	19,853,457	15,989,930	11,034,769	8,771,663	30,888,226	24,761,593
Liabilities:						
Current liabilities	683,266	897,374	233,909	214,103	917,175	1,111,477
Noncurrent liabilities (long term debt)	10,508,354	6,623,821	3,766,593	1,318,482	14,274,947	7,942,303
Total Liabilities	11,191,620	7,521,195	4,000,502	1,532,585	15,192,122	9,053,780
Deferred Inflows of Resources:	1,980,708	1,258,995	14,986	8,630	1,995,694	1,267,625
Total Liabilities and Deferred Inflows of Revenues	13,172,328	8,780,190	4,015,488	1,541,215	17,187,816	10,321,405
Net Position						
Net investment in capital assets	8,631,161	9,521,085	5,922,743	6,432,273	14,553,904	15,953,358
Restricted	490,229	264,165	290,665	359,138	780,894	623,303
Unrestricted	(2,440,261)	(2,575,510)	805,873	439,037	(1,634,388)	(2,136,473)
Total Net Position	\$ 6,681,129	\$ 7,209,740	\$ 7,019,281	\$ 7,230,448	\$ 13,700,410	\$ 14,440,188

Total Net Position: Please note that the amounts reported for governmental activities in the audit statement above are different from the governmental funds because (1) capital assets used in governmental activities are not financial resources, as they are in business, and are not reported as assets in governmental funds, (2) long-term liabilities, including bonds payable are not due in the current period and therefore not reported as liabilities in the funds. The result is that the total net position for governmental activities is \$6,681,120 and \$7,019,281 for business-type activities.

Restricted Net Position: A portion of the Village's total net position is considered restricted. The Special Service Area and Motor Fuel Tax are special revenue funds; by law, funds held in a special revenue fund are restricted to the purpose of the fund.

The funds have restricted balance as follows: Special Service Area, \$60,249; Motor Fuel Tax, \$309,151; Police, \$36,178; Parks, \$84,651, and water/sewer capital \$290,665. The Village's total restricted net position at the end of the fiscal year totaled \$780,894, which represents an increase over FY 2020. The increase is primarily attributable to Parks and MFT Funds held in reserve for future projects.

Village of Johnsburg
Management's Discussion and Analysis
For the Year Ended April 30, 2021

Statement of Activities: The following is a summary of the Village's changes in net position for the year ending April 30, 2021 and 2020 for governmental activities and business-type activities:

	Governmental Activities		Business-Type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Revenues:						
<u>Program Revenues:</u>						
Charges for services	\$ 578,648	\$ 470,708	\$ 564,167	\$ 320,440	\$ 1,142,815	\$ 791,148
Operating grants and contributions	712,606	238,742	-	-	712,606	238,742
<u>General Revenues:</u>						
Property taxes	906,561	883,000	-	-	906,561	883,000
Other taxes	3,451,832	3,399,597	-	-	3,451,832	3,399,597
Interest income	7,479	27,058	5,223	10,063	12,702	37,121
Other	112,279	212,510	4	-	112,283	212,510
Total Revenues	5,769,405	5,231,615	569,394	330,503	6,338,799	5,562,118
Expenses:						
General government	1,218,705	1,456,478	-	-	1,218,705	1,456,478
Public safety	2,368,921	2,029,345	-	-	2,368,921	2,029,345
Highways and street	1,968,116	1,211,667	-	-	1,968,116	1,211,667
Parks and buildings	246,073	568,944	-	-	246,073	568,944
Debt service:						
Interest on long-term debt	259,601	61,898	-	-	259,601	61,898
Waterworks and sewerage	-	-	1,017,161	680,963	1,017,161	680,963
Total Expenses	6,061,416	5,328,332	1,017,161	680,963	7,078,577	6,009,295
Income (Loss) Before Transfers	(292,011)	(96,717)	(447,767)	(350,460)	(739,778)	(447,177)
Transfers	(236,600)	(234,948)	236,600	234,948	-	-
Change in Net Position	(528,611)	(331,665)	(211,167)	(115,512)	(739,778)	(447,177)
Net Position - Beginning	7,209,740	7,541,405	7,230,448	7,345,960	14,440,188	14,887,365
Net Position - Ending	\$ 6,681,129	\$ 7,209,740	\$ 7,019,281	\$ 7,230,448	\$ 13,700,410	\$ 14,440,188

Changes in Net Position: The Village's net position, in total, decreased by \$739,778 to \$13,700,410 in fiscal year 2021. Net position in fiscal year 2020 totaled \$14,440,188.

Net position of the Village's Governmental Activities decreased by 7.3 percent (\$6,681,129 in 2021 compared to \$7,209,740 in 2020). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled (\$2,440,261) at April 30, 2021.

Net position of Business-Type Activities decreased by 2.9 percent (\$7,019,281 in 2021 compared to \$7,230,448 in 2020).

The Village's total combined revenues were \$6,338,799, which is an increase of \$776,681 in comparison to the previous year. The total cost for all programs and services was a combined \$7,078,577, which is an increase of \$1,069,282 in comparison to the previous year.

Governmental Activities Revenue was higher in FY 2021 primarily due to an increase in Income and Use Taxes, Building Permit Fees and the collection of Coronavirus Relief Funds. Expenses in General Government decreased by \$237,773 primarily due to a decrease in sales tax reimbursement, travel/reimbursable expenses and community affairs expenses not incurred due to the Coronavirus pandemic. Public Safety and Highways and Street expenses increased by \$339,576 and \$756,449 respectively in comparison to the previous year. An increase in Police Pension contributions and salary related items attributed to the increase in Public Safety expenses. The increase in Highways and Street expenses was primarily as a result of increased road resurfacing and maintenance costs and snow removal expenses previously supported by MFT funds in FY 2020. The decrease in Parks and Building resulted from the Rescue Squad Park project being completed in 2020 and no other major park projects started in 2021. Property taxes accounted for 16 percent of the Village's governmental activities revenue, while other taxes made up 60 percent of the Village's governmental activities revenue.

Business-Type Activities Revenue increased in FY 2021 primarily as a result of an increase in the collection of sewer connection fees, which included those associated with a new apartment complex development. The increase in Waterworks and Sewer expenses was as a result of a sewer extension project and sewer and water system improvements.

Normal Impacts and Changes in Net Position

Reflected below are eight common (basic) impacts on revenues and expenses:

Revenues

Economic Condition: Reflects a declining, stable or growing economic environment and has a substantial impact on state income, sales, and telecommunications tax revenues as well as public spending habits for items such as building permits and user fees including volumes of usage.

Increase/Decrease in Village Approved Rates: While certain tax rates are set by statute, the Village Board has authority to impose and periodically increase/decrease rates (water, sewer, building permit fees, vehicle stickers etc.). The Village's property taxes are subject to tax caps which generally limit Village increases to the lesser of Consumer Price Index or 5.0%.

Changes in Patterns in Inter-Governmental and Grant Revenue and Other Recurring and Non-Recurring Grants: Certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year to year comparisons.

Market Impacts on Investment Income: The Village's investment portfolio is managed with an approach utilizing competitive pricing, laddered maturities up to one year for term investments, and diversity of investments. Market conditions may cause investment income to fluctuate more than would occur with more short-term composition.

Expenses

Changes in Programs: Within the functional expense categories (General Government, Public Safety, Public Works, etc.) individual programs may be added, deleted or expanded to meet changing community needs.

Changes in Authorized Personnel: Changes in service demand may cause the Village Board to increase/decrease authorized staffing.

Salary Increases (Annual Adjustments and Step Increases): The Village strives to maintain a competitive salary range position in the marketplace.

Inflation: While overall inflation appears to be down, the Village is a major consumer of certain commodities and services which typically experience inflation at a rate that can be significantly different from CPI. Examples of such items include insurance, fuel, electricity and operating supplies.

Financial Analysis of the Village's Funds

The financial performance of the Village reflects the financial climate of the country as a whole and Illinois in particular. Expenditures and revenues are monitored carefully. Financial updates and projections are shared with the Board of Trustees regularly. Account balances for all funds are at a healthy level for the year ended April 30, 2021.

General Fund

- Fund balance increased by \$377,895, resulting in an ending fund balance of \$1,098,450.

Motor Fuel Tax Fund

- Fund balance increased by \$198,783, resulting in an ending fund balance of \$309,151.
 - The increase in fund balance is a result of MFT funds being carried over for future projects.

Golf Course Fund

- Fund balance increased by \$1,140, resulting in an ending fund balance of (\$57,065).
 - The increase in fund balance resulted from the use of excess revenues over expenditures to offset previous demolition and improvement costs.

Special Service Area Fund

- Fund balance decreased by \$3,823, resulting in an ending fund balance of \$60,249.
 - The decrease in fund balance reflects the expenditure of funds necessary to complete the SSA #32 Sewer Improvement Project.

Land and Building Fund

- Fund balance increased by \$3,207,709, resulting in an ending fund balance of \$3,333,144.
 - The increase in fund balance resulted from the receipt of bonds to support a building expansion project.

Budgetary Highlights

The Village Board did not amend the Budget and Appropriation Ordinance during the fiscal year. General Fund revenues collected were greater than those budgeted for in FY 2021 by 3.3%. This was primarily attributable to taxes and building permit fees received being greater than budgeted. General Fund revenues were \$5,195,301, approximately 6.8% greater than FY 2020.

General Fund expenditures and transfers totaled \$4,817,406. Expenditures, excluding transfers, closed out 9% lower than budgeted, reflecting the Village's fiscal responsibility and conservative nature with taxpayer dollars.

Capital Assets

Capital Assets: The historic cost, net of accumulated depreciation, of capital assets of the Village as of April 30, 2021 is as follows:

	Governmental Activities		Business-Type Activities	
	2021	2020	2021	2020
Assets:				
Land	\$ 2,099,687	\$ 1,964,937	226,000	\$ 226,000
Land Improvements	476,265	454,416	-	-
Furniture, Fixtures & Equipment	605,458	674,321	-	-
Buildings, Wells and Improvements	700,332	729,967	1,762,768	1,858,133
System and Roadway Infrastructure	7,103,326	7,616,145	5,332,422	5,651,150
Totals	\$ 10,985,068	\$ 11,439,786	\$ 7,321,190	\$ 7,735,283

Fiscal year 2021 is the sixteenth year the Village has been required to report the year-end historic cost, net of accumulated depreciation, of capital assets, and the related depreciation expenses for the year, in its Village-wide financial statements. These amounts were derived from a detailed independent appraisal process.

The Village's major capital additions for fiscal year 2021 included construction in progress and land improvements.

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure - streets, storm sewers, etc.) had not been reported nor depreciated in governmental financial statements. GASB 34 required that these assets be valued and reported within the Governmental column of the Government-wide Statement of Net Position. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach), which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has elected to depreciate assets over their useful life. If a project is considered maintenance (a recurring cost that does not extend the asset's original useful life or expand its capacity) the cost of the project will be expensed. An "overlay" of a street will be considered maintenance whereas a "rebuild" of a street will be capitalized.

See Note 3 to the financial statements for additional information about Capital Assets.

Debt Outstanding

Long-term debt: At year end, the Village had \$5,325,000 in long-term debt outstanding within governmental activities, and \$3,835,000 in long-term debt outstanding within business-type activities.

	Governmental Activities		Business-Type Activities	
	2021	2020	2021	2020
Debt instrument:				
Installment loans	\$ -	\$ 13,701	\$ -	\$ -
General obligation bonds	5,325,000	1,905,000	3,835,000	1,415,000
Totals	\$ 5,325,000	\$ 1,918,701	\$ 3,835,000	\$ 1,415,000

See Note 3 to the financial statements for additional information about long-term debt.

Economic Factors

The Village's elected and appointed officials considered many factors when setting the fiscal year budget and the associated property tax levy and charges for services. One of those factors is the economy. While development and EAV are showing signs of improvement, the Village is faced with similar economic challenges as many other local municipalities are faced with including inflation, low interest rates and unemployment.

The Village continues to embrace a conservative approach to its financial operations due to the uncertainty of the economy in recent years. With financial policies and procedures such as setting aside funds for its capital improvement plan, the Village feels very comfortable that its operations will be sustainable in the foreseeable future.

Requests for Information

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. In addition to this report, the Village prepares an internal Annual Financial Report which is available on our website at www.johnsburg.org. Any questions concerning this report or requests for additional financial information should be directed to Claudett E. Sofiakis, Village Administrator - Village of Johnsburg 1515 Channel Beach Avenue, Johnsburg, Illinois 60051.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Fund

Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF JOHNSBURG, ILLINOIS

Statement of Net Position

April 30, 2021

See Following Page

VILLAGE OF JOHNSBURG, ILLINOIS

**Statement of Net Position
April 30, 2021**

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 4,618,541	3,514,928	8,133,469
Receivables - Net of Allowances	1,458,827	33,607	1,492,434
Prepays	55,000	1,864	56,864
Total Current Assets	6,132,368	3,550,399	9,682,767
Noncurrent Assets			
Capital Assets			
Nondepreciable	2,099,687	226,000	2,325,687
Depreciable	23,293,998	13,008,898	36,302,896
Accumulated Depreciation	(14,408,617)	(5,913,708)	(20,322,325)
Total Noncurrent Assets	10,985,068	7,321,190	18,306,258
Total Assets	17,117,436	10,871,589	27,989,025
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized Loss on Refunding	-	155,983	155,983
Deferred Items - IMRF	132,701	7,197	139,898
Deferred Items - Police Pension	2,407,088	-	2,407,088
Deferred Items - RBP	196,232	-	196,232
Total Deferred Outflows of Resources	2,736,021	163,180	2,899,201
Total Assets and Deferred Outflows of Resources	19,853,457	11,034,769	30,888,226

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 336,744	175	336,919
Accrued Payroll	66,456	1,151	67,607
Accrued Interest Payable	45,126	33,325	78,451
Other Payables	50,883	1,134	52,017
Current Portion of Long-Term Debt	184,057	198,124	382,181
Total Current Liabilities	683,266	233,909	917,175
Noncurrent Liabilities			
Net Pension Liability - IMRF	190,720	10,344	201,064
Net Pension Liability - Police Pension	4,634,777	-	4,634,777
Total OPEB Liability - RBP	357,135	-	357,135
General Obligation Bonds Payable - Net	5,325,722	3,756,249	9,081,971
Total Noncurrent Liabilities	10,508,354	3,766,593	14,274,947
Total Liabilities	11,191,620	4,000,502	15,192,122
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	934,356	-	934,356
Deferred Items - IMRF	276,306	14,986	291,292
Deferred Items - Police Pension	761,036	-	761,036
Deferred Items - RBP	9,010	-	9,010
Total Deferred Inflows of Resources	1,980,708	14,986	1,995,694
Total Liabilities and Deferred Inflows of Resources	13,172,328	4,015,488	17,187,816
NET POSITION			
Net Investment in Capital Assets	8,631,161	5,922,743	14,553,904
Restricted			
Motor Fuel Taxes	309,151	-	309,151
Police	36,178	-	36,178
Special Service Areas	60,249	-	60,249
Parks	84,651	-	84,651
Capital	-	290,665	290,665
Unrestricted (Deficit)	(2,440,261)	805,873	(1,634,388)
Total Net Position	6,681,129	7,019,281	13,700,410

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

VILLAGE OF JOHNSBURG, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2021

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Primary Government				
Governmental Activities				
General Government	\$ 1,218,705	451,242	-	-
Public Safety	2,368,921	7,328	261,420	-
Highways and Streets	1,968,116	8,871	451,186	-
Parks and Building	246,073	111,207	-	-
Interest on Long-Term Debt	259,601	-	-	-
Total Governmental Activities	6,061,416	578,648	712,606	-
Business-Type Activities				
Waterworks and Sewerage	1,017,161	564,167	-	-
Total Primary Government	7,078,577	1,142,815	712,606	-

General Revenues

Taxes

Property Taxes

Road and Bridge Taxes

Telecommunication Taxes

Utility Taxes

Other Taxes

Intergovernmental - Unrestricted

Sales and Use Taxes

Income Taxes

Personal Property

Replacement Taxes

Cannabis Taxes

Interest Income

Miscellaneous

Transfers - Internal Activity

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expense)/Revenue		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
(767,463)	-	(767,463)
(2,100,173)	-	(2,100,173)
(1,508,059)	-	(1,508,059)
(134,866)	-	(134,866)
(259,601)	-	(259,601)
(4,770,162)	-	(4,770,162)
-	(452,994)	(452,994)
(4,770,162)	(452,994)	(5,223,156)
906,561	-	906,561
146,439	-	146,439
76,287	-	76,287
306,918	-	306,918
124,717	-	124,717
2,063,384	-	2,063,384
727,350	-	727,350
1,557	-	1,557
5,180	-	5,180
7,479	5,223	12,702
112,279	4	112,283
(236,600)	236,600	-
4,241,551	241,827	4,483,378
(528,611)	(211,167)	(739,778)
7,209,740	7,230,448	14,440,188
6,681,129	7,019,281	13,700,410

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

VILLAGE OF JOHNSBURG, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2021

	General	Special Revenue		Capital Projects		Totals
		Motor Fuel Tax	Golf Course	Special Service Area	Land and Building	
ASSETS						
Cash and Investments	\$ 1,149,214	288,275	-	60,731	3,120,321	4,618,541
Receivables - Net of Allowances						
Property Taxes	911,946	-	-	12,498	9,912	934,356
Other Taxes	388,246	20,876	-	-	-	409,122
Accounts	115,349	-	-	-	-	115,349
Due from Other Funds	57,065	-	-	-	350,000	407,065
Prepays	55,000	-	-	-	-	55,000
Total Assets	2,676,820	309,151	-	73,229	3,480,233	6,539,433
LIABILITIES						
Accounts Payable	61,562	-	-	482	137,177	199,221
Accrued Payroll	66,456	-	-	-	-	66,456
Other Payables	50,883	-	-	-	-	50,883
Due to Other Funds	487,523	-	57,065	-	-	544,588
Total Liabilities	666,424	-	57,065	482	137,177	861,148
DEFERRED INFLOWS OF RESOURCES						
Property Taxes	911,946	-	-	12,498	9,912	934,356
Total Liabilities and Deferred Inflows of Resources	1,578,370	-	57,065	12,980	147,089	1,795,504
FUND BALANCES						
Nonspendable	55,000	-	-	-	-	55,000
Restricted	120,829	309,151	-	60,249	3,133,586	3,623,815
Assigned	939,850	-	-	-	199,558	1,139,408
Unassigned (Deficit)	(17,229)	-	(57,065)	-	-	(74,294)
Total Fund Balances	1,098,450	309,151	(57,065)	60,249	3,333,144	4,743,929
Total Liabilities, Deferred Inflows of Resources and Fund Balances	2,676,820	309,151	-	73,229	3,480,233	6,539,433

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

VILLAGE OF JOHNSBURG, ILLINOIS

Reconciliation of Total Governmental Fund Balance to the
Statement of Net Position - Governmental Activities

April 30, 2021

Total Governmental Fund Balances	\$ 4,743,929
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	10,985,068
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(143,605)
Deferred Items - Police Pension	1,646,052
Deferred Items - RBP	187,222
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences	(22,286)
Net Pension Liability - IMRF	(190,720)
Net Pension Liability - Police Pension	(4,634,777)
Total OPEB Liability - RBP	(357,135)
General Obligation Bonds - Net	(5,487,493)
Accrued Interest Payable	(45,126)
Net Position of Governmental Activities	<u><u>6,681,129</u></u>

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

VILLAGE OF JOHNSBURG, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2021

	Special Revenue			Capital Projects		Totals
	General	Motor Fuel Tax	Golf Course	Special Service Area	Land and Building	
Revenues						
Taxes	\$ 1,538,527	-	-	12,508	9,887	1,560,922
Charges for Services	197,619	-	95,001	-	-	292,620
Licenses and Permits	172,927	-	-	-	-	172,927
Intergovernmental	3,058,891	451,186	-	-	-	3,510,077
Fines and Forfeits	113,101	-	-	-	-	113,101
Interest	1,957	375	-	113	5,034	7,479
Miscellaneous	112,279	-	-	-	-	112,279
Total Revenues	5,195,301	451,561	95,001	12,621	14,921	5,769,405
Expenditures						
Current						
General Government	1,195,459	-	-	16,444	-	1,211,903
Public Safety	2,048,929	-	-	-	-	2,048,929
Highways and Streets	847,099	252,778	-	-	-	1,099,877
Parks and Building	209,562	-	562	-	-	210,124
Capital Outlay	152,835	-	699	-	366,414	519,948
Debt Service						
Principal Retirement	100,000	-	50,000	-	13,701	163,701
Interest and Fiscal Charges	20,872	-	42,600	-	172,411	235,883
Total Expenditures	4,574,756	252,778	93,861	16,444	552,526	5,490,365
Excess (Deficiency) of Revenues Over (Under) Expenditures	620,545	198,783	1,140	(3,823)	(537,605)	279,040
Other Financing Sources (Uses)						
Debt Issuance	-	-	-	-	3,570,000	3,570,000
Premium on Debt Issuance	-	-	-	-	169,264	169,264
Transfers In	-	-	-	-	6,050	6,050
Transfers Out	(242,650)	-	-	-	-	(242,650)
	(242,650)	-	-	-	3,745,314	3,502,664
Net Change in Fund Balances	377,895	198,783	1,140	(3,823)	3,207,709	3,781,704
Fund Balances - Beginning	720,555	110,368	(58,205)	64,072	125,435	962,225
Fund Balances - Ending	1,098,450	309,151	(57,065)	60,249	3,333,144	4,743,929

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

VILLAGE OF JOHNSBURG, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Governmental Activities

For the Fiscal Year Ended April 30, 2021

Net Change in Fund Balances - Total Governmental Funds	\$ 3,781,704
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital Outlays	247,635
Depreciation Expense	(702,353)
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(178,526)
Change in Deferred Items - Police Pension	50,961
Change in Deferred Items - RBP	171,426
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Change in Compensated Absences	13,634
Change in Net Pension Liability - IMRF	215,202
Change in Net Pension Liability - Police Pension	(331,632)
Change in Total OPEB Liability - RBP	(197,381)
Issuance of Debt	(3,570,000)
Premium on Issuance of Debt	(169,264)
Retirement of Debt	170,472
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	<u>(30,489)</u>
Changes in Net Position of Governmental Activities	<u><u>(528,611)</u></u>

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

VILLAGE OF JOHNSBURG, ILLINOIS

Statement of Net Position - Proprietary Funds - Business-Type Activities
April 30, 2021

	<u>Waterworks and Sewerage</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 3,514,928
Receivables - Net of Allowances	
Accounts	33,607
Prepays	<u>1,864</u>
Total Current Assets	<u>3,550,399</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	226,000
Depreciable	13,008,898
Accumulated Depreciation	<u>(5,913,708)</u>
Total Noncurrent Assets	<u>7,321,190</u>
Total Assets	<u>10,871,589</u>
DEFERRED OUTFLOWS OF RESOURCES	
Unamortized Loss on Refunding	155,983
Deferred Items - IMRF	<u>7,197</u>
Total Deferred Outflows of Resources	<u>163,180</u>
Total Assets and Deferred Outflows of Resources	<u>11,034,769</u>

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

	<u>Waterworks and Sewerage</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 175
Accrued Payroll	1,151
Accrued Interest Payable	33,325
Other Payables	1,134
General Obligation Bonds Payable - Net	<u>198,124</u>
Total Current Liabilities	<u>233,909</u>
Noncurrent Liabilities	
Net Pension Liability - IMRF	10,344
General Obligation Bonds Payable - Net	<u>3,756,249</u>
Total Noncurrent Liabilities	<u>3,766,593</u>
Total Liabilities	4,000,502
DEFERRED INFLOWS OF RESOURCES	
Deferred Items - IMRF	<u>14,986</u>
Total Liabilities and Deferred Inflows of Resources	<u>4,015,488</u>
NET POSITION	
Net Investment in Capital Assets	5,922,743
Restricted - Capital	290,665
Unrestricted	<u>805,873</u>
Total Net Position	<u><u>7,019,281</u></u>

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

VILLAGE OF JOHNSBURG, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds - Business-Type Activities
For the Fiscal Year Ended April 30, 2021**

	<u>Waterworks and Sewerage</u>
Operating Revenues	
Charges for Services	<u>\$ 564,167</u>
Operating Expenses	
Operations	396,186
Depreciation	<u>414,093</u>
Total Operating Expenses	<u>810,279</u>
Operating (Loss)	<u>(246,112)</u>
Nonoperating Revenues (Expenses)	
Interest Income	5,223
Other Income	4
Interest and Fiscal Charges	<u>(206,882)</u>
	<u>(201,655)</u>
(Loss) Before Transfers	(447,767)
Transfers In	<u>236,600</u>
Change in Net Position	(211,167)
Net Position - Beginning	<u>7,230,448</u>
Net Position - Ending	<u><u>7,019,281</u></u>

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

VILLAGE OF JOHNSBURG, ILLINOIS

**Statement of Cash Flows - Proprietary Funds - Business Type Activities
For the Fiscal Year Ended April 30, 2021**

	<u>Waterworks and Sewerage</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 604,339
Payments to Employees	(58,194)
Payments to Suppliers	(329,649)
	<u>216,496</u>
Cash Flows from Noncapital Financing Activities	
Transfers In	<u>236,600</u>
Cash Flows from Capital and Related Financing Activities	
Debt Issuance	2,600,000
Premium on Debt Issuance	62,507
Interest and Fiscal Charges	(206,882)
Payment of Bond Principal	(193,124)
	<u>2,262,501</u>
Cash Flows from Investing Activities	
Interest Received	<u>5,223</u>
Net Change in Cash and Cash Equivalents	2,720,820
Cash and Cash Equivalents - Beginning	<u>794,108</u>
Cash and Cash Equivalents - Ending	<u><u>3,514,928</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income (Loss)	(246,112)
Adjustments to Reconcile Operating	
Income to Net Income to Net Cash	
Provided by (Used In) Operating Activities:	
Depreciation Expense	414,093
Other Expense	(3,337)
Other Income	4
(Increase) Decrease in Current Assets	40,168
Increase (Decrease) in Current Liabilities	<u>11,680</u>
Net Cash Provided by Operating Activities	<u><u>216,496</u></u>

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

VILLAGE OF JOHNSBURG, ILLINOIS

**Statement of Fiduciary Net Position
April 30, 2021**

	Pension Trust	Custodial
ASSETS		
Cash and Cash Equivalents	\$ 1,024,108	99,478
Investments		
U.S Treasury Obligations	249,992	-
Corporate Bonds	660,395	-
Municipal Bonds	29,840	-
Mutual Funds	2,108,383	-
Insurance Contracts	606,735	-
Due from Other Funds	137,523	-
Prepays	3,293	-
Total Assets	4,820,269	99,478
LIABILITIES		
Accounts Payable	1,885	-
NET POSITION		
Net Position Restricted for Pensions and Other Organizations	4,818,384	99,478

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

VILLAGE OF JOHNSBURG, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2021**

	Pension Trust	Custodial
Additions		
Contributions - Employer	\$ 334,189	-
Contributions - Plan Members	92,144	-
Property Taxes	-	89,679
Miscellaneous	-	1
Total Contributions	426,333	89,680
Investment Income		
Interest Earned	51,698	9
Net Change in Fair Value	753,880	-
	805,578	9
Less Investment Expenses	(8,672)	
Net Investment Income	796,906	9
Total Additions	1,223,239	89,689
Deductions		
Administration	39,874	21,974
Benefits and Refunds	97,036	-
Debt Service		
Principal	-	65,000
Interest and Fiscal Charges	-	47,746
Total Deductions	136,910	134,720
Change in Fiduciary Net Position	1,086,329	(45,031)
Net Position Restricted for Pensions and Other Organizations		
Beginning	3,732,055	144,509
Ending	4,818,384	99,478

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

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Johnsburg, Illinois (Village) was incorporated in 1956 and operates under a Trustee-Village form of government. The Village provides a full range of services including police protection, streets and roads, sanitation, health and social services, public improvements, planning and zoning and general administrative services. On November 19, 1991, the Village of Johnsburg annexed the surrounding unincorporated area of Johnsburg. On February 18, 1992, the name of the Village was changed from the Village of Sunnyside to the Village of Johnsburg.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Johnsburg
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, two elected police employees, and the Village Treasurer constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

Government-Wide Financial Statements

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

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION

Government-Wide Financial Statements – Continued

The Village's police safety, highway and street maintenance and reconstruction, health and social services, public improvements, planning and zoning, and general administrative services are classified as governmental activities. The Village's waterworks and sewerage services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which 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.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, sales taxes, income taxes, interest income, etc.). This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

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

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes. The Village maintains two major special revenue funds, the Motor Fuel Tax Fund, which is used to account for the maintenance and construction of streets and roads as approved by the Illinois Department of Transportation. The Golf Course Fund is used to account for revenue received, per contractual agreement, from the management company responsible for operations at the Village owned Chapel Hill Golf Course. Such revenue is used to pay for debt retirement and improvement projects at the Chapel Hill Golf Course.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains two major capital projects funds. The Special Service Areas Fund (SSA #6, SSA #11, SSA #13, and SSA #15) is used to account for revenue from specific revenue sources that are legally restricted to expenditures for mowing and upkeep of certain special service areas. The Land and Building Fund is used to account for the proceeds of specific revenue for the Village's land and building acquisition.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Village:

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major enterprise fund. The Waterworks and Sewerage Fund is used to account for the provision of potable water and wastewater treatment services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support Village programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

Custodial Funds are used to account for assets held by the Village in a purely custodial capacity. The Village maintains one custodial fund. The Special Service Areas Fund (SSA #27, SSA #28 and SSA #32) is used to account for the collection of property taxes within the special service areas and the payments of related special service area debt.

The Village's fiduciary funds are presented in the fiduciary fund financial statements by type (pension trust and custodial). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary, pension trust funds, and custodial funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary, pension trust fund, and custodial fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, income taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary, pension trust and custodial funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds are charges to customers for sales and services.

The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for 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 nonoperating revenues and expenses.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Prepays

Prepays are valued at cost, which approximates fair value. The costs of governmental fund-type prepays are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepays in both the government-wide and fund financial statements.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, income taxes, and grants. Business-type activities report utility charges as their major receivables.

Capital Assets

Capital assets purchased or acquired with original costs of \$5,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets – Continued

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at acquisition value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	15 - 20 Years
Furniture, Fixtures & Equipment	5 - 10 Years
Wells, Buildings and Improvements	20 - 50 Years
System and Roadways Infrastructure	20 - 50 Years

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Annual budgets are adopted for all funds on a basis consistent with accounting principles generally accepted in the United States of America. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at the fiscal year end.

The Board follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Within or before the first quarter of each fiscal year, the Board of Trustees shall adopt a combined annual budget and appropriation ordinance.
2. The budget document is available for public inspection for at least 30 days prior to the Board of Trustees’ passage of the annual appropriation ordinance. The Board of Trustees is also required to hold at least one public hearing on the budget.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

3. Subsequent to the enactment of the annual appropriation ordinance, the Board of Trustees has the authority to make necessary adjustments to the budget. There were no budget adjustments made during the year. By ordinance, any unexpended balance of any items may be expended in making up any deficiency.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget for the fiscal year.

Fund	Excess
Special Service Areas - Capital	\$ 3,044
Waterworks and Sewerage	170,592
Police Pension	11,482
Special Service Areas - Custodial	16,934

DEFICIT FUND BALANCE

The Golf Course Fund had deficit fund balance of \$57,065 as of the date of this report.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments – Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and Illinois Funds.

The Illinois Funds is an investment pool managed by the Illinois State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

The deposits and investments of the Pension Fund are held separately from those of other Village funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$639,197 and the bank balances totaled \$788,618. In addition, the Village has \$7,494,272 invested in the Illinois Funds at year-end, which is measured at net asset value per share as determined by the Pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the Village's investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations in shorter term securities, money market funds or similar investment pools. The Village's investment in the Illinois Funds has an average maturity of less than one year.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk – Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village’s policy limits its exposure to credit risk by limiting investments to the safest types of securities, prequalifying the financial institution, intermediaries and advisors with which the Village will conduct business; and diversifying the investment portfolio so that potential loss on individual securities will be minimized. The Village’s investment in the Illinois Funds is rated AAAM by Standard & Poor’s.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village’s deposits may not be returned to it. The Village’s investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by the Village or a third party in the Village’s name. At year-end, the entire amount of the bank balance of deposits was covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Illinois Funds is not subject to custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village’s investment in a single issuer. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$1,024,108 and the bank balances totaled \$1,024,108.

Investments. The Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Obligations	\$ 249,992	249,992	-	-	-
Corporate Bonds	660,395	37,592	496,392	126,411	-
Municipal Bonds	29,840	-	29,840	-	-
	940,227	287,584	526,232	126,411	-

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements
April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk – Continued

Investments – Continued. The Fund has the following recurring fair value measurements as of April 30, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasury Obligations	\$ 249,992	249,992	-	-
Corporate Bonds	660,395	-	660,395	-
Municipal Bonds	29,840	-	29,840	-
Equity Securities				
Mutual Funds	2,108,383	2,108,383	-	-
Insurance Contracts	606,735	-	606,735	-
Total Investments by Fair Value Level	3,655,345	2,358,375	1,296,970	-

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices.

Interest Rate Risk. The Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations, while providing a reasonable rate of return based on the current market.

Credit Risk. The Fund limits its exposure to credit risk by limiting investments to the safest types of securities, prequalifying the financial institution, intermediaries and advisors with which the Fund will conduct business; and diversifying the investment portfolio so that potential loss on individual investments will be minimized. The investments in corporate and municipal bonds were not rated.

The Fund’s investment policy also prescribes to the “prudent person” rule, which states, “Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as possible income to be derived.”

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk – Continued

Custodial Credit Risk. The Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance. At year-end, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. For an investment, the Fund limits its exposure to custodial credit risk by utilizing an independent third-party institution, selected by the Police Pension Board, to act as custodian for its securities and collateral.

Concentration Risk. In addition to the securities and fair values previously listed, the Fund also has \$2,108,383 invested in mutual funds and \$606,735 invested in insurance contracts. At year-end, the Fund has investments over 5 percent of the net position available for benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) invested in VOYA Insurance Contract of \$606,735.

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	10% - 50%	9.7%
Domestic Equities	20% - 70%	1.6% - 12.3%
International Equities	10%	3.5%
Cash and Cash Equivalents	0%	0.0%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments are traditionally determined using an asset allocation study conducted by the Fund's investment management consultant in May 2021 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges are traditionally combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation.

Rate of Return

For the year ended April 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 27.01%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF JOHNSBURG, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 1,964,937	-	-	1,964,937
Construction in Progress	-	134,750	-	134,750
	<u>1,964,937</u>	<u>134,750</u>	<u>-</u>	<u>2,099,687</u>
Depreciable Capital Assets				
Land Improvements	1,120,020	58,866	-	1,178,886
Furniture, Fixtures & Equipment	1,889,070	54,019	-	1,943,089
Buildings and Improvements	901,891	-	-	901,891
Roadways Infrastructure	19,270,132	-	-	19,270,132
	<u>23,181,113</u>	<u>112,885</u>	<u>-</u>	<u>23,293,998</u>
Less Accumulated Depreciation				
Land Improvements	665,604	37,017	-	702,621
Furniture, Fixtures & Equipment	1,214,749	122,882	-	1,337,631
Buildings and Improvements	171,924	29,635	-	201,559
Roadways Infrastructure	11,653,987	512,819	-	12,166,806
	<u>13,706,264</u>	<u>702,353</u>	<u>-</u>	<u>14,408,617</u>
Total Net Depreciable Capital Assets	<u>9,474,849</u>	<u>(589,468)</u>	<u>-</u>	<u>8,885,381</u>
Total Net Capital Assets	<u>11,439,786</u>	<u>(454,718)</u>	<u>-</u>	<u>10,985,068</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 31,157
Public Safety	39,321
Highways and Streets	595,926
Parks and Buildings	29,794
Golf Course	6,155
	<u>702,353</u>

VILLAGE OF JOHNSBURG, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 226,000	-	-	226,000
Depreciable Capital Assets				
Wells, Buildings and Improvements	3,394,817	-	-	3,394,817
System Infrastructure	9,614,081	-	-	9,614,081
	<u>13,008,898</u>	-	-	<u>13,008,898</u>
Less Accumulated Depreciation				
Wells, Buildings and Improvements	1,536,684	95,365	-	1,632,049
System Infrastructure	3,962,931	318,728	-	4,281,659
	<u>5,499,615</u>	<u>414,093</u>	-	<u>5,913,708</u>
Total Net Depreciable Capital Assets	<u>7,509,283</u>	<u>(414,093)</u>	-	<u>7,095,190</u>
Total Net Capital Assets	<u><u>7,735,283</u></u>	<u><u>(414,093)</u></u>	-	<u><u>7,321,190</u></u>

Depreciation expense of \$414,093 was charged to the Waterworks and Sewerage Fund.

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Transfers

Transfers are used to move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Land and Building	General	\$ 6,050 (2)
Waterworks and Sewerage	General	<u>236,600 (2)</u>
		<u><u>242,650</u></u>

VILLAGE OF JOHNSBURG, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS – Continued

Interfund Balances

Interfund balances are advances in anticipation of receipts to cover temporary cash shortages and from the time lag between when transactions are recorded in the accounting system and payments between funds are made. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
General	Golf	\$ 57,065
Land and Building	General	350,000
Police Pension	General	<u>137,523</u>
		<u><u>544,588</u></u>

PROPERTY TAXES

Property taxes for 2020 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 0.5% of the tax levy, to reflect actual collection experience.

LONG-TERM DEBT

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are capital-related debt. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Alternate Revenue Source Refunding Bonds of 2017 - Due in annual installments of \$100,000 to \$115,000 plus interest at 1.60% to 2.50% through February 1, 2027.	General	\$ 750,000	-	100,000	650,000

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Alternate Revenue Source Refunding Bonds of 2018 - Due in annual installments of \$45,000 to \$90,000 plus interest at 2.25% to 4.00% through February 1, 2038.	Golf Course	\$ 1,155,000	-	50,000	1,105,000
General Obligation W&S Refunding Alternate Revenue Source Refunding Bonds of 2018 - Due in annual installments of \$170,000 to \$225,000 plus interest at 4.00% through February 1, 2027.	Waterworks and Sewerage	1,415,000	-	180,000	1,235,000
General Obligation Refunding Alternate Revenue Source Refunding Bonds of 2020A - Due in annual installments of \$110,000 to \$230,000 plus interest at 2.00% to 4.00% through February 1, 2045.	General	-	3,570,000	-	3,570,000
General Obligation W&S Refunding Alternate Revenue Source Refunding Bonds of 2020B - Due in annual installments of \$25,000 to \$235,000 plus interest at 2.00% to 4.00% through February 1, 2040.	Waterworks and Sewerage	-	2,600,000	-	2,600,000
		<u>3,320,000</u>	<u>6,170,000</u>	<u>330,000</u>	<u>9,160,000</u>

Installment Contract Payable

The Village also issues installment contracts payable to provide funds for the purchase of capital assets. Installment contracts currently outstanding are as follows:

VILLAGE OF JOHNSBURG, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contract Payable – Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Installment Contract of 2015 - Due in monthly installments of \$4,493 including interest at 3.00% through July 10, 2020.	Land and Building	\$ 13,701	-	13,701	-

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 35,920	13,634	27,268	22,286	22,286
Net Pension Liability - IMRF	405,922	-	215,202	190,720	-
Net Pension Liability - Police	4,303,145	331,632	-	4,634,777	-
Total OPEB Liability - RBP	159,754	197,381	-	357,135	-
General Obligation Bonds	1,905,000	3,570,000	150,000	5,325,000	155,000
Plus: Premium on Bonds	-	169,264	6,771	162,493	6,771
Installment Contracts	13,701	-	13,701	-	-
	<u>6,823,442</u>	<u>4,281,911</u>	<u>412,942</u>	<u>10,692,411</u>	<u>184,057</u>
Business-Type Activities					
Net Pension Liability - IMRF	23,490	-	13,146	10,344	-
General Obligation Bonds	1,415,000	2,600,000	180,000	3,835,000	185,000
Plus: Premium on Bonds	69,990	62,507	13,124	119,373	13,124
	<u>1,508,480</u>	<u>2,662,507</u>	<u>206,270</u>	<u>3,964,717</u>	<u>198,124</u>

For governmental activities, the compensated absences, the net pension liabilities, and the total OPEB liability are generally liquidated by the General Fund. The General and Golf Course Funds make payments on the general obligation bonds. The installment contracts are being liquidated by the Land and Building Fund. For business-type activities, the Waterworks and Sewerage Fund makes payments on the general obligation bonds and the net pension liability.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities		Business-Type Activities	
	General		General	
	Obligation Bonds		Obligation Bonds	
	Principal	Interest	Principal	Interest
2022	\$ 155,000	180,498	185,000	133,300
2023	155,000	177,129	195,000	125,900
2024	265,000	173,661	205,000	118,100
2025	280,000	166,399	210,000	109,900
2026	285,000	158,713	240,000	101,500
2027	290,000	150,467	250,000	92,400
2028	185,000	143,295	160,000	82,900
2029	185,000	138,635	165,000	79,700
2030	195,000	131,475	170,000	73,100
2031	200,000	123,675	180,000	66,300
2032	210,000	115,675	185,000	59,100
2033	220,000	107,275	190,000	51,700
2034	230,000	98,475	195,000	45,810
2035	235,000	89,275	200,000	39,765
2036	245,000	79,875	205,000	33,565
2037	260,000	70,075	210,000	27,210
2038	270,000	59,675	225,000	20,700
2039	190,000	48,875	230,000	13,950
2040	195,000	41,275	235,000	7,050
2041	200,000	34,937	-	-
2042	210,000	28,438	-	-
2043	215,000	21,613	-	-
2044	220,000	14,625	-	-
2045	230,000	7,475	-	-
Totals	<u>5,325,000</u>	<u>2,361,510</u>	<u>3,835,000</u>	<u>1,281,950</u>

VILLAGE OF JOHNSBURG, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

Assessed Valuation - 2020	<u>\$ 236,385,957</u>
Legal Debt Limit - 8.625% of Assessed Value	20,388,289
Amount of Debt Applicable to Limit	<u>-</u>
Legal Debt Margin	<u>20,388,289</u>

Non-Commitment Debt

Special Service Area Bonds

Special service area bonds outstanding as of the date of this report totaled \$995,000. These bonds are not an obligation of the Village and are secured by the levy of annual tax on the real property within the special service area. The Village is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the tax, and forwarding the collections to bondholders. Special service area bonds outstanding are comprised of the following as of April 30, 2021:

Special Service Area #27	\$ 400,000
Special Service Area #28	110,000
Special Service Area #32	<u>485,000</u>
	<u>995,000</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE CLASSIFICATION

Net Investment in Capital Assets

Net investment in capital assets was comprised of the following as of April 30, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 10,985,068
Plus: Unspent Bond Proceeds	3,133,586
Less Capital Related Debt:	
General Obligation Bonds - Net	<u>(5,487,493)</u>
Net Investment in Capital Assets	<u><u>8,631,161</u></u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	7,321,190
Plus: Unspent Bond Proceeds	2,399,943
Plus: Unamortized Loss on Refunding	155,983
Less Capital Related Debt:	
Alternate Revenue Bonds - Net	<u>(3,954,373)</u>
Net Investment in Capital Assets	<u><u>5,922,743</u></u>

Fund Balance Classifications

In the governmental funds financial statements, the Village considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Village first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE CLASSIFICATION – Continued

Fund Balance Classifications – Continued

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Trustees’ intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Village’s highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The Village’s policy manual states that the General Fund should maintain a minimum fund balance equal to 25% to 34% of budgeted operating expenditures.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Special Projects		Capital Projects		Totals
		Motor Fuel Tax	Golf Course	Special Service Area	Land and Building	
Fund Balances						
Nonspendable						
Prepays	\$ 55,000	-	-	-	-	55,000
Restricted						
Motor Fuel Taxes	-	309,151	-	-	-	309,151
Police	36,178	-	-	-	-	36,178
Special Service Areas	-	-	-	60,249	-	60,249
Capital Projects	-	-	-	-	3,133,586	3,133,586
Parks	84,651	-	-	-	-	84,651
	120,829	309,151	-	60,249	3,133,586	3,623,815
Assigned						
Subdivision	264,328	-	-	-	-	264,328
Capital Projects	675,522	-	-	-	199,558	875,080
	939,850	-	-	-	199,558	1,139,408
Unassigned	(17,229)	-	(57,065)	-	-	(74,294)
Total Fund Balances	1,098,450	309,151	(57,065)	60,249	3,333,144	4,743,929

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The Village is exposed to various risks of loss related torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Village has purchased insurance through risk pools and private insurance companies. Risks covered include general liability, workers' compensation and other. During the fiscal year there were no significant reductions in insurance coverage for any category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years. Premiums paid have been displayed as expenditures in appropriate funds.

ECONOMIC DEVELOPMENT INCENTIVES

The Village has entered into an agreement with a developer to provide economic incentives over a fourteen-year period. The incentive is made in tri-annual payments based on sales tax produced by the property which was constructed by the developer. The Village shall rebate to the developer two-thirds of the sales tax revenue received by the Village as generated by the development, in excess of the base amount each year. The maximum incentive under this agreement is \$4,000,000. Through April 30, 2021, the Village has remitted \$3,860,636 to the developer, including \$354,031 in the current year. All payments have been recorded as an expenditure of the General Fund. The remaining maximum obligation as of April 30, 2021 is \$139,363.

CONTINGENT LIABILITIES

Financial Impact from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the Village's operations and financial position cannot be determined.

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

VILLAGE OF JOHNSBURG, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system and the Police Pension Plan, a single-employer pension plan. Separate financial statements for the Police Pension Plan can be obtained by writing the Village at 1515 Channel Beach Avenue, Johnsburg, Illinois 60051. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained on-line at www.imrf.org. The benefit, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amount recognized for the two pension plans is:

	Expenses	Net Pension Liability	Deferred Outflows	Deferred (Inflows)
IMRF	\$ 40,322	201,064	139,898	(291,292)
Police Pension	83,942	6,412,168	3,825,950	(764,612)
	<u>124,264</u>	<u>6,613,232</u>	<u>3,965,848</u>	<u>(1,055,904)</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

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).

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

IMRF provides two tiers of pension benefits. 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
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership. As of December 31, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	4
Inactive Plan Members Entitled to but not yet Receiving Benefits	5
Active Plan Members	<u>10</u>
Total	<u>19</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Contributions. As set by statute, the Village’s Regular Plan Members are required to contribute 4.50% 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. For the year-ended April 30, 2021, the Village’s contribution was 11.42% of covered payroll.

Net Pension Liability. The Village’s net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2020, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85 to 13.75%
Cost of Living Adjustments	3.25%
Inflation	2.25%

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

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	2.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior year valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, IMRF's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the Village calculated using the discount rate as well as what the Village's net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate Sensitivity – Continued

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 574,909	201,064	(92,126)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2019	\$ 2,490,800	2,061,388	429,412
Changes for the Year:			
Service Cost	69,231	-	69,231
Interest on the Total Pension Liability	179,912	-	179,912
Difference Between Expected and Actual Experience of the Total Pension Liability	(32,874)	-	(32,874)
Changes of Assumptions	(41,175)	-	(41,175)
Contributions - Employer	-	80,060	(80,060)
Contributions - Employees	-	31,247	(31,247)
Net Investment Income	-	282,932	(282,932)
Benefit Payments, including Refunds of Employee Contributions	(87,741)	(87,741)	-
Other (Net Transfer)	-	9,203	(9,203)
Net Changes	87,353	315,701	(228,348)
Balances at December 31, 2020	2,578,153	2,377,089	201,064

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements
April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended April 30, 2021, the Village recognized pension expense of \$40,322. At April 30, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 64,827	(60,989)	3,838
Assumption Changes	49,105	(72,180)	(23,075)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(158,123)	(158,123)
Total Expenses to be Recognized in Future Periods	113,932	(291,292)	(177,360)
Pension Contributions Made Subsequent to the Measurement Date	25,966	-	25,966
Total Deferred Amounts Related to IMRF	139,898	(291,292)	(151,394)

\$25,966 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2022. 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:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (35,942)
2023	(20,483)
2024	(66,226)
2025	(30,827)
2026	(5,272)
Thereafter	(18,610)
Total	(177,360)

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements
April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At April 30, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	2
Inactive Plan Members Entitled to but not yet Receiving Benefits	5
Active Plan Members	<u>10</u>
Total	<u><u>17</u></u>

Benefits Provided. The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. Effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040, however, due to GASB requirements the Village is funding using the entry age normal method at 100% of the past service cost by 2040. For the year-ended April 30, 2021, the Village's contribution was 39.04% of covered payroll.

Concentrations. At year-end, the Police Pension Plan has investments over 5 percent of the net position available for benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) invested in VOYA Insurance Contract of \$606,735.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.50%
Salary Increases	3.75% to 9.16%
Cost of Living Adjustments	3.25%
Inflation	2.25%

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions – Continued

Mortality rates were based on the Pub-2010 adjusted for plan status, demographics, and Illinois public pension data.

Discount Rate

A Single Discount Rate of 4.97% was used to measure the total pension liability, and 6.50% in the prior valuation. 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 6.50%, the municipal bond rate is 2.27%, and the resulting single discount rate is 4.97%.

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (3.97%)	Current Discount Rate (4.97%)	1% Increase (5.97%)
Net Pension Liability	\$ 6,742,062	4,634,777	3,008,051

VILLAGE OF JOHNSBURG, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2020	\$ 8,035,200	3,732,055	4,303,145
Changes for the Year:			
Service Cost	281,624	-	281,624
Interest on the Total Pension Liability	433,806	-	433,806
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	(303,817)	-	(303,817)
Changes of Assumptions	1,103,384	-	1,103,384
Contributions - Employer	-	334,189	(334,189)
Contributions - Employees	-	92,144	(92,144)
Net Investment Income	-	796,906	(796,906)
Benefit Payments, including Refunds of Employee Contributions	(97,036)	(97,036)	-
Administrative Expenses	-	(39,874)	39,874
Net Changes	1,417,961	1,086,329	331,632
Balances at April 30, 2021	9,453,161	4,818,384	4,634,777

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

For the year ended April 30, 2021, the Village recognized pension expense of \$614,860. At April 30, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience Assumption Changes	\$ 262,214	(450,121)	(187,907)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,144,874	-	2,144,874
	-	(310,915)	(310,915)
Total Deferred Amounts Related to Police Pension	2,407,088	(761,036)	1,646,052

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:

Fiscal Year	Net Deferred Outflows of Resources
2022	\$ 187,722
2023	163,787
2024	162,014
2025	129,506
2026	238,486
Thereafter	764,537
Total	1,646,052

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Village's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Village. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

General Information about the OPEB Plan – Continued

Benefits Provided. Eligible retirees may continue coverage into retirement on the Village's Plan on a pay-all basis. Coverage is also available for eligible dependents on a pay-all basis. Coverage can continue even when an employee becomes Medicare eligible.

Plan Membership. As of April 30, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>22</u>
Total	<u><u>23</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of April 30, 2021 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the April 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	1.83%
Healthcare Cost Trend Rates	7.70% for 2021, decreasing to an ultimate rate of 4.5% for 2029 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond 20 Year High-Grade Rate Index.

Mortality rates were based on the RP-2014 Combined Annuitant Mortality table for males and females.

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at April 30, 2020	<u>\$ 159,754</u>
Changes for the Year:	
Service Cost	9,495
Interest on the Total Pension Liability	4,459
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	125,124
Changes of Assumptions or Other Inputs	64,863
Benefit Payments	(6,560)
Other Changes	-
Net Changes	<u>197,381</u>
Balance at April 30, 2021	<u><u>357,135</u></u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The discount rate used to measure the total pension liability was 1.83%, while the prior valuation used 2.85%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (0.83%)	Current Discount Rate (1.83%)	1% Increase (2.83%)
Total OPEB Liability	\$ 396,886	357,135	322,061

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a varied Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

VILLAGE OF JOHNSBURG, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – Continued

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 316,497	357,135	404,292

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

For the year ended April 30, 2020, the Village recognized OPEB expense of \$32,515. At April 30, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 113,904	-	113,904
Change in Assumptions	82,328	(9,010)	73,318
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-	-
Total Deferred Amounts Related to OPEB	<u>196,232</u>	<u>(9,010)</u>	<u>187,222</u>

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 113,904	-	113,904
Change in Assumptions	82,328	(9,010)	73,318
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-	-
Total Deferred Amounts Related to OPEB	<u>196,232</u>	<u>(9,010)</u>	<u>187,222</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

SUBSEQUENT EVENTS

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The Village has been allocated \$866,587 to be received in two installments. On August 20, 2021, the Village received their first installment of \$432,846. As of the date of these financials the Village has not received their second installment.

On August 19, 2021, the Village issued Special Service Area No. 33 Special Tax Bonds, Series 2021 in the amount of \$1,092,000 due in annual installments through December 1, 2040.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund

- Schedule of Changes in the Employer's Net Pension Liability
 - Illinois Municipal Retirement Fund
 - Police Pension Fund

- Schedule of Investment Returns
 - Police Pension Fund

- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan

- Budgetary Comparison Schedules
 - General Fund
 - Motor Fuel Tax – Special Revenue Fund
 - Golf Course – Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF JOHNSBURG, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 57,552	\$ 57,552	\$ -	\$ 495,720	11.61%
2017	61,821	61,821	-	555,443	11.13%
2018	74,342	74,342	-	600,152	12.39%
2019	76,885	76,885	-	648,212	11.86%
2020	81,679	81,679	-	718,541	11.37%
2021	80,335	80,335	-	703,173	11.42%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note: This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

VILLAGE OF JOHNSBURG, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 302,429	\$ 130,691	\$ (171,738)	\$ 765,673	17.07%
2016	309,711	189,611	(120,100)	742,697	25.53%
2017	340,708	214,599	(126,109)	839,064	25.58%
2018	339,526	252,350	(87,176)	834,766	30.23%
2019	342,101	283,172	(58,929)	850,677	33.29%
2020	294,096	298,472	4,376	878,326	33.98%
2021	294,099	334,189	40,090	855,985	39.04%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Projected Unit Credit Method
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	Fair Value
Inflation	2.50%
Salary Increases	3.75% - 9.16%
Investment Rate of Return	6.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data

Note: This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

VILLAGE OF JOHNSBURG, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2021**

See Following Page

VILLAGE OF JOHNSBURG, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2021

	<u>12/31/15</u>
Total Pension Liability	
Service Cost	\$ 49,052
Interest	116,916
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	194,049
Change of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	<u>(56,003)</u>
Net Change in Total Pension Liability	304,014
Total Pension Liability - Beginning	<u>1,566,526</u>
Total Pension Liability - Ending	<u><u>1,870,540</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 57,552
Contributions - Members	22,307
Net Investment Income	6,813
Benefit Payments, Including Refunds of Member Contributions	(56,003)
Administrative Expense	<u>(11,667)</u>
Net Change in Plan Fiduciary Net Position	19,002
Plan Net Position - Beginning	<u>1,350,691</u>
Plan Net Position - Ending	<u><u>1,369,693</u></u>
Employer's Net Pension Liability	<u><u>\$ 500,847</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.22%
Covered Payroll	\$ 495,720
Employer's Net Pension Liability as a Percentage of Covered Payroll	101.03%

Note: This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

12/31/16	12/31/17	12/31/18	12/31/19	12/31/20
49,130	56,530	55,941	68,049	69,231
139,283	151,582	159,008	171,802	179,912
-	-	-	-	-
39,551	39,034	32,160	(43,437)	(32,874)
(5,735)	(71,232)	80,410	-	(41,175)
(66,066)	(67,750)	(85,468)	(82,532)	(87,741)
156,163	108,164	242,051	113,882	87,353
1,870,540	2,026,703	2,134,867	2,376,918	2,490,800
2,026,703	2,134,867	2,376,918	2,490,800	2,578,153
61,821	73,232	75,534	81,357	80,060
24,995	26,259	42,147	32,428	31,247
95,951	256,366	(80,597)	307,713	282,932
(66,066)	(67,750)	(85,468)	(82,532)	(87,741)
3,572	(26,893)	21,531	(1,905)	9,203
120,273	261,214	(26,853)	337,061	315,701
1,369,693	1,489,966	1,751,180	1,724,327	2,061,388
1,489,966	1,751,180	1,724,327	2,061,388	2,377,089
536,737	383,687	652,591	429,412	201,064
73.52%	82.03%	72.54%	82.76%	92.20%
555,443	583,528	626,327	720,620	694,363
96.63%	65.75%	104.19%	59.59%	28.96%

VILLAGE OF JOHNSBURG, ILLINOIS

Police Pension Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability April 30, 2021

	<u>4/30/15</u>
Total Pension Liability	
Service Cost	\$ 184,591
Interest	237,051
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	2,806
Change of Assumptions	226,520
Benefit Payments, Including Refunds of Member Contributions	<u>(84,940)</u>
Net Change in Total Pension Liability	566,028
Total Pension Liability - Beginning	<u>3,685,868</u>
Total Pension Liability - Ending	<u><u>4,251,896</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 130,691
Contributions - Members	72,587
Net Investment Income	20,022
Benefit Payments, Including Refunds of Member Contributions	(84,940)
Administrative Expense	<u>35,320</u>
Net Change in Plan Fiduciary Net Position	173,680
Plan Net Position - Beginning	<u>1,843,075</u>
Plan Net Position - Ending	<u><u>2,016,755</u></u>
Employer's Net Pension Liability	<u><u>\$ 2,235,141</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.43%
Covered Payroll	\$ 765,673
Employer's Net Pension Liability as a Percentage of Covered Payroll	291.92%

Note: This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

4/30/16	4/30/17	4/30/18	4/30/19	4/30/20	4/30/21
177,757	200,839	196,582	198,890	215,600	281,624
273,510	299,419	343,889	363,859	387,521	433,806
-	-	-	-	28,868	-
39,582	272,242	(143,324)	(98,549)	58,864	(303,817)
-	-	-	-	1,433,589	1,103,384
(96,092)	(87,715)	(89,165)	(90,659)	(102,203)	(97,036)
394,757	684,785	307,982	373,541	2,022,239	1,417,961
4,251,896	4,646,653	5,331,438	5,639,420	6,012,961	8,035,200
4,646,653	5,331,438	5,639,420	6,012,961	8,035,200	9,453,161
189,611	214,599	252,350	283,172	298,472	334,189
74,236	311,742	86,378	85,672	85,354	92,144
45,698	69,194	52,456	181,083	67,313	796,906
(96,092)	(87,715)	(89,165)	(90,659)	(102,203)	(97,036)
(21,996)	(24,342)	(23,762)	(20,460)	(25,636)	(39,874)
191,457	483,478	278,257	438,808	323,300	1,086,329
2,016,755	2,208,212	2,691,690	2,969,947	3,408,755	3,732,055
2,208,212	2,691,690	2,969,947	3,408,755	3,732,055	4,818,384
2,438,441	2,639,748	2,669,473	2,604,206	4,303,145	4,634,777
47.52%	50.49%	52.66%	56.69%	46.45%	50.97%
742,697	839,064	834,766	850,677	878,326	855,985
328.32%	314.61%	319.79%	306.13%	489.93%	541.46%

VILLAGE OF JOHNSBURG, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
April 30, 2021**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	N/A
2016	0.00%
2017	3.07%
2018	5.07%
2019	5.17%
2020	(4.71%)
2021	27.01%

N/A - Not Available

Note: This schedule is intended to show information for ten years. Additional information will be displayed as it becomes available.

VILLAGE OF JOHNSBURG, ILLINOIS

Retiree Benefit Plan

Required Supplementary Information

Schedule of Changes in the Employer's Total OPEB Liability

April 30, 2021

	4/30/19	4/30/20	4/30/21
Total OPEB Liability			
Service Cost	\$ 8,547	9,625	9,495
Interest	4,170	4,410	4,459
Changes in Benefit Terms	-	-	-
Differences Between Expected and Actual Experience	-	-	125,124
Change of Assumptions or Other Inputs	6,303	8,242	64,863
Benefit Payments	3,484	-	(6,560)
Other Changes	-	106	-
Net Change in Total OPEB Liability	22,504	22,383	197,381
Total OPEB Liability - Beginning	114,867	137,371	159,754
Total OPEB Liability - Ending	137,371	159,754	357,135
Covered-Employee Payroll	\$ 1,491,896	1,491,896	1,491,896
Total OPEB Liability as a Percentage of Covered-Employee Payroll	9.21%	10.71%	23.94%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2019, 2020 and 2021.

VILLAGE OF JOHNSBURG, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 1,487,050	1,487,050	1,538,527
Charges for Services	237,332	237,332	197,619
Licenses and Permits	140,575	140,575	172,927
Intergovernmental	2,966,745	2,966,745	3,058,891
Fines and Forfeitures	104,700	104,700	113,101
Interest	24,500	24,500	1,957
Miscellaneous	70,822	70,822	112,279
Total Revenues	<u>5,031,724</u>	<u>5,031,724</u>	<u>5,195,301</u>
Expenditures			
Current			
General Government	1,452,861	1,452,861	1,195,459
Public Safety	1,906,066	1,906,066	2,048,929
Highways and Streets	948,143	948,143	847,099
Parks and Building	217,143	217,143	209,562
Capital Outlay	174,150	174,150	152,835
Debt Service			
Principal Retirement	280,350	280,350	100,000
Interest and Fiscal Charges	72,998	72,998	20,872
Total Expenditures	<u>5,051,711</u>	<u>5,051,711</u>	<u>4,574,756</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(19,987)	(19,987)	620,545
Other Financing (Uses)			
Transfers Out	<u>(29,825)</u>	<u>(29,825)</u>	<u>(242,650)</u>
Net Change in Fund Balance	<u>(49,812)</u>	<u>(49,812)</u>	377,895
Fund Balance - Beginning			<u>720,555</u>
Fund Balance - Ending			<u><u>1,098,450</u></u>

VILLAGE OF JOHNSBURG, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 269,284	269,284	451,186
Interest	500	500	375
Total Revenues	<u>269,784</u>	<u>269,784</u>	<u>451,561</u>
Expenditures			
Highways and Streets			
Road Maintenance/Resurfacing	<u>260,178</u>	<u>260,178</u>	<u>252,778</u>
Net Change in Fund Balance	<u>9,606</u>	<u>9,606</u>	198,783
Fund Balance - Beginning			<u>110,368</u>
Fund Balance - Ending			<u><u>309,151</u></u>

VILLAGE OF JOHNSBURG, ILLINOIS

Golf Course - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Golf Facility Revenue	\$ 95,000	95,000	95,001
Expenditures			
Parks and Building			
Maintenance	5,000	5,000	404
Engineering	-	-	158
Miscellaneous	500	500	-
Capital Projects	4,000	4,000	699
Debt Service			
Principal	50,000	50,000	50,000
Interest and Fiscal Charges	42,600	42,600	42,600
Total Expenditures	102,100	102,100	93,861
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,100)	(7,100)	1,140
Other Financing Sources			
Transfers In	7,100	7,100	-
Net Change in Fund Balance	-	-	1,140
Fund Balance - Beginning			(58,205)
Fund Balance - Ending			(57,065)

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
 - General Fund
 - Special Service Area - Capital Projects Fund
 - Land and Building - Capital Projects Fund
- Budgetary Comparison Schedule – Enterprise Fund
 - Waterworks and Sewerage
- Budgetary Comparison Schedule – Fiduciary Funds
 - Police Pension – Pension Trust Fund
 - Special Service Areas - Custodial Fund
- Consolidated Year-End Financial Report

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUND

The Special Revenue Funds are created to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are used to account for a report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the maintenance and construction of streets and roads as approved by the Illinois Department of Transportation.

Golf Course Fund

The Golf Course Fund is used to account for revenue received, per contractual agreement, from the management company responsible for operations at the Village owned Chapel Hill Golf Course. Such revenue is used to pay for debt retirement and improvement projects at the Chapel Hill Golf Course.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

Special Service Area Fund

The Special Services Area Fund is used to account for the capital related costs for the areas designated as Special Service Areas.

Land and Building Fund

The Land and Building Fund is used to account for the proceeds of specific revenue for the Village's land and building acquisition.

INDIVIDUAL FUND SCHEDULES

ENTERPRISE FUND

The Enterprise Funds are created to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose. The Village's enterprise fund is a non-major fund.

Waterworks and Sewerage Fund

The Waterworks and Sewerage Fund is used to account for the provision of potable water and wastewater treatment services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

FIDUCIARY FUNDS

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

CUSTODIAL FUND

Special Service Areas Fund

The Special Service Areas Fund is used to account for the collection of property taxes within the Special Service Areas and payments of related special service area debt.

VILLAGE OF JOHNSBURG, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes	\$ 689,500	689,500	884,166
Road and Bridge Taxes	155,550	155,550	146,439
Telecommunication Taxes	205,000	205,000	76,287
Utility Taxes	302,000	302,000	306,918
Other Taxes	135,000	135,000	124,717
	<u>1,487,050</u>	<u>1,487,050</u>	<u>1,538,527</u>
Charges for Services			
Filing/Contractor Service Fees	10,000	10,000	2,059
Village Hall Impact Fees	39,313	39,313	34,432
Emergency Siren Fee	800	800	600
Road Maintenance Fee	9,027	9,027	8,871
Platting/Zoning/Annex Fees	1,000	1,000	2,200
Park Fees	28,098	28,098	16,206
Newsletter Advertising	13,500	13,500	-
Garbage Stickers	10,000	10,000	5,603
Business Registration	-	-	275
Vehicle/Boat Sticker Fee	2,500	2,500	4,065
Copy Fees	600	600	240
Cable Franchise Fees	118,750	118,750	119,336
Water Tower Lease	3,744	3,744	3,732
	<u>237,332</u>	<u>237,332</u>	<u>197,619</u>
Licenses and Permits			
Building Permits	100,000	100,000	129,497
Non-Highway Vehicle Permits	3,000	3,000	9,730
Vending Machine License	5,125	5,125	1,425
Liquor License	32,450	32,450	32,275
	<u>140,575</u>	<u>140,575</u>	<u>172,927</u>

VILLAGE OF JOHNSBURG, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Intergovernmental			
State Sales Tax	\$ 1,871,000	1,871,000	1,778,300
State Income Tax	577,697	577,697	727,350
State Use Tax	213,240	213,240	285,084
Personal Property Replacement Taxes	970	970	1,557
Cannabis Tax	5,070	5,070	5,180
Grants - Police	298,768	298,768	261,420
	<u>2,966,745</u>	<u>2,966,745</u>	<u>3,058,891</u>
Fines and Forfeitures			
Police Fines	2,700	2,700	612
Local Fines	50,000	50,000	75,165
Court Fines	45,000	45,000	31,208
DUI/Drug Seizure	7,000	7,000	6,116
	<u>104,700</u>	<u>104,700</u>	<u>113,101</u>
Interest	<u>24,500</u>	<u>24,500</u>	<u>1,957</u>
Miscellaneous			
Other	<u>70,822</u>	<u>70,822</u>	<u>112,279</u>
Total Revenues	<u>5,031,724</u>	<u>5,031,724</u>	<u>5,195,301</u>

VILLAGE OF JOHNSBURG, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
General Government			
Salaries Administration	\$ 325,876	325,876	329,609
Employers' Pension Contribution IMRF	32,814	32,814	32,973
Social Security/Medicare	25,049	25,049	25,246
Insurance - Medical	30,297	30,297	25,362
Employee Assistance Program	1,420	1,420	1,653
Garbage Stickers	10,000	10,000	9,750
Insurance - Liability	3,815	3,815	5,071
Communication	6,530	6,530	7,159
Travel/Reimbursed Expenditures	8,335	8,335	245
Training	805	805	438
Postage	5,880	5,880	5,951
Publication	1,350	1,350	2,044
Printing	11,925	11,925	4,140
Audit	13,150	13,150	15,510
Engineering	80,000	80,000	189,812
Legal	30,000	30,000	66,455
Building Inspections/Reviews	75,000	75,000	51,808
Community Affairs	66,650	66,650	27,185
Committee Expenditures	150	150	-
McRide Public Transportation	7,930	7,930	5,941
Dues	4,410	4,410	4,701
Contracted Services	5,250	5,250	254
Contractual Maintenance Equipment	15,600	15,600	20,674
Office Supplies	3,025	3,025	1,515
Reserves	75,000	75,000	-
Miscellaneous Expenditures	2,400	2,400	7,932
Sales Tax Reimbursement	610,200	610,200	354,031
Total General Government	1,452,861	1,452,861	1,195,459

VILLAGE OF JOHNSBURG, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Public Safety			
Salaries Police	\$ 1,147,279	1,147,279	1,079,313
Overtime Salaries Police	106,253	106,253	128,408
Employer's Pension Contribution IMRF	12,905	12,905	13,921
Employers' Pension Contribution Police Pension	137,523	137,523	334,189
Social Security/Medicare	27,180	27,180	29,375
Insurance - Medical	112,630	112,630	109,155
Maintenance - Vehicle	13,000	13,000	25,955
Maintenance - Equipment	13,150	13,150	13,946
Insurance - Liability	71,418	71,418	63,368
Communication	120,170	120,170	117,856
Travel/Reimbursable Expenditures	2,950	2,950	921
Training	12,840	12,840	14,559
Postage	1,250	1,250	275
Legal	39,840	39,840	30,114
Dues	17,098	17,098	24,624
Office Supplies	2,400	2,400	1,390
Gas and Oil Expenditures	39,000	39,000	26,470
Operating Expenditures/Supplies	6,400	6,400	6,590
Uniforms	8,780	8,780	9,294
DUI Seizure Expenditures	10,000	10,000	5,145
Drug Seizure Expenditures	1,000	1,000	12,138
Police Commission Expenditures	3,000	3,000	1,923
Total Public Safety	1,906,066	1,906,066	2,048,929
Highways and Streets			
Salaries Public Works	178,603	178,603	169,833
Overtime Salaries Public Works	10,829	10,829	17,957
Employer's Pension Contribution IMRF	24,732	24,732	22,069
Social Security/Medicare	14,492	14,492	14,393
Insurance - Medical	20,985	20,985	18,262
Maintenance -Vehicle	11,500	11,500	12,685
Maintenance - Equipment	9,300	9,300	14,103
Maintenance - Streets	51,000	51,000	150,740
Snow Removal	70,000	70,000	54,447
Insurance - Liability	39,940	39,940	47,150
Communication	5,500	5,500	5,760

VILLAGE OF JOHNSBURG, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Street Lighting/Signalization	\$ 82,700	82,700	84,845
Equipment Rental	1,000	1,000	4,183
Contracted Services	1,125	1,125	553
Gas and Oil Expenditures	20,000	20,000	18,778
Operating Supplies	3,000	3,000	4,535
Uniforms	1,400	1,400	979
Road and Subdivison Projects	205,769	205,769	202,260
Downtown Sidewalk Improvements	195,768	195,768	3,166
Miscellaneous Expenditures	500	500	401
Total Highways and Streets	948,143	948,143	847,099
Parks and Building			
Park Salaries	93,740	93,740	81,527
Overtime Salaries Admiinistration	-	-	1,585
Employer's Pension Contribution IMRF	8,467	8,467	7,002
Social Security/Medicare	7,248	7,248	6,493
Insurance - Medical	10,196	10,196	8,278
Maintenance -Vehicle	250	250	258
Maintenance - Village Hall	1,000	1,000	694
Maintenance - Public Safety	1,000	1,000	3,428
Maintenance - Parks	6,250	6,250	8,457
Maintenance - Public Works	1,400	1,400	1,019
Insurance - Liability	3,670	3,670	3,751
Communication	1,106	1,106	1,186
Utilities	5,748	5,748	5,810
Equipment Rental	-	-	368
Taxes	372	372	584
Contracted Services	47,766	47,766	50,661
Gas and Oil Expenditures	4,000	4,000	6,190
Park Supplies	2,000	2,000	2,478
Building Supplies	4,250	4,250	1,761
Uniforms	300	300	725
Rent	12,000	12,000	12,000
Building Improvements	5,880	5,880	1,266
Friends of the Park Expenditures	500	500	4,041
Total Parks and Building	217,143	217,143	209,562

VILLAGE OF JOHNSBURG, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Capital Outlay			
Public Safety			
Vehicles	\$ 35,000	35,000	-
Equipment	45,050	45,050	45,890
Public Works			
Equipment	500	500	1,950
Parks and Building			
Improvements	93,600	93,600	104,995
	<u>174,150</u>	<u>174,150</u>	<u>152,835</u>
Debt Service			
Principal Retirement	280,350	280,350	100,000
Interest and Fiscal Charges	72,998	72,998	20,872
	<u>353,348</u>	<u>353,348</u>	<u>120,872</u>
Total Expenditures	<u>5,051,711</u>	<u>5,051,711</u>	<u>4,574,756</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Special Service Area - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 12,500	12,500	12,508
Interest	900	900	113
Total Revenues	<u>13,400</u>	<u>13,400</u>	12,621
Expenditures			
General Government			
Maintenance SSA #6, 11, 13	<u>13,400</u>	<u>13,400</u>	16,444
Net Change in Fund Balance	<u>-</u>	<u>-</u>	(3,823)
Fund Balance - Beginning			<u>64,072</u>
Fund Balance - Ending			<u>60,249</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Land and Building - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 9,922	9,922	9,887
Interest	2,000	2,000	5,034
Total Revenues	<u>11,922</u>	<u>11,922</u>	<u>14,921</u>
Expenditures			
Capital Outlay			
Engineering	300,000	300,000	191,673
Land Improvements	3,370,000	3,370,000	174,741
Debt Service			
Principal Retirement	17,724	17,724	13,701
Interest and Fiscal Charges	84,572	84,572	172,411
Total Expenditures	<u>3,772,296</u>	<u>3,772,296</u>	<u>552,526</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,760,374)</u>	<u>(3,760,374)</u>	<u>(537,605)</u>
Other Financing Sources			
Bond Proceeds	3,650,947	3,650,947	3,570,000
Premium on Bond Proceeds	-	-	169,264
Transfers In	6,050	6,050	6,050
	<u>3,656,997</u>	<u>3,656,997</u>	<u>3,745,314</u>
Net Change in Fund Balance	<u>(103,377)</u>	<u>(103,377)</u>	3,207,709
Fund Balance - Beginning			<u>125,435</u>
Fund Balance - Ending			<u><u>3,333,144</u></u>

VILLAGE OF JOHNSBURG, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 307,500	307,500	564,167
Operating Expenses			
Operations	225,594	225,594	396,186
Depreciation	-	-	414,093
Total Operating Expenses	225,594	225,594	810,279
Operating Income (Loss)	81,906	81,906	(246,112)
Nonoperating Revenues (Expenses)			
Interest Income	9,000	9,000	5,223
Bond Proceeds	2,601,081	2,601,081	-
Other Income	-	-	4
Interest and Fiscal Charges	(56,633)	(56,633)	(206,882)
	2,553,448	2,553,448	(201,655)
Income (Loss) Before Transfers	2,635,354	2,635,354	(447,767)
Transfers In	27,760	27,760	236,600
Transfers Out	(118,666)	(118,666)	-
	(90,906)	(90,906)	236,600
Change in Net Position	2,544,448	2,544,448	(211,167)
Net Position - Beginning			7,230,448
Net Position - Ending			7,019,281

VILLAGE OF JOHNSBURG, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Operations			
Shiloh Ridge Water Utility			
Salary	\$ 17,089	17,089	12,565
Employer Pension Cotribution	1,261	1,261	(2,307)
Social Security/Medicare	1,308	1,308	999
Maintenance	2,500	2,500	2,730
Insurance - Liability	837	837	93
Utilities	2,825	2,825	2,741
Postage	160	160	160
Maintenance Water Testing	800	800	928
Supplies	2,200	2,200	2,226
Water Meters	700	700	-
Miscellaneous Expenses	300	300	357
	<u>29,980</u>	<u>29,980</u>	<u>20,492</u>
Route 31 Water System			
Salary	17,089	17,089	17,225
Employer Pension Cotribution	1,261	1,261	1,030
Social Security/Medicare	1,308	1,308	1,365
Maintenance	6,100	6,100	35,676
Insurance - Liability	1,165	1,165	284
Utilities	8,100	8,100	8,585
Postage	700	700	700
Engineering	-	-	521
Maintenance Water Testing	1,500	1,500	2,855
Supplies	2,100	2,100	3,391
Water Meters	7,850	7,850	1,580
Miscellaneous Expenses	1,475	1,475	1,181
	<u>48,648</u>	<u>48,648</u>	<u>74,393</u>
Sewer Improvements			
Salary	34,178	34,178	28,404
Employer Pension Cotribution	2,523	2,523	2,060
Social Security/Medicare	2,615	2,615	2,323
Maintenance	44,160	44,160	66,667
Insurance - Liability	1,950	1,950	2,291
Utilities	15,250	15,250	14,067
Postage	640	640	640

VILLAGE OF JOHNSBURG, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Operations - Continued			
Sewer Improvements - Continued			
Engineering	\$ 20,000	20,000	58,713
Maintenance Sewer Testing	16,500	16,500	16,142
Supplies	1,000	1,000	1,071
Miscellaneous Expenses	8,150	8,150	8,866
	<u>146,966</u>	<u>146,966</u>	<u>201,244</u>
Capital Outlay			
Sewer Capital	2,500,000	2,500,000	100,057
Less Nonoperating Items			
Capitalizations	<u>(2,500,000)</u>	<u>(2,500,000)</u>	-
Total Capital Outlay	<u>-</u>	<u>-</u>	<u>100,057</u>
Total Operations	<u>225,594</u>	<u>225,594</u>	<u>396,186</u>
Depreciation	<u>-</u>	<u>-</u>	<u>414,093</u>
Total Operating Expenses	<u>225,594</u>	<u>225,594</u>	<u>810,279</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 334,876	334,876	334,189
Contributions - Plan Members	95,896	95,896	92,144
Total Contributions	430,772	430,772	426,333
Investment Income			
Interest Earned	80,000	80,000	51,698
Net Change in Fair Value	-	-	753,880
	80,000	80,000	805,578
Less Investment Expenses	-	-	(8,672)
Net Investment Income	80,000	80,000	796,906
Total Additions	510,772	510,772	1,223,239
Deductions			
Administration	30,000	30,000	39,874
Benefits and Refunds	95,428	95,428	97,036
Total Deductions	125,428	125,428	136,910
Change in Fiduciary Net Position	385,344	385,344	1,086,329
Net Position Restricted for Pension			
Beginning			3,732,055
Ending			4,818,384

VILLAGE OF JOHNSBURG, ILLINOIS

Special Service Areas - Custodial Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Additions			
Property Taxes	\$ 91,040	91,040	89,679
Interest	-	-	9
Miscellaneous	27,675	27,675	1
Total Additions	118,715	118,715	89,689
Deductions			
Administration	11,970	11,970	21,974
Debt Service			
Principal	65,000	65,000	65,000
Interest and Fiscal Charges	40,816	40,816	47,746
Total Deductions	117,786	117,786	134,720
Change in Fiduciary Net Position	929	929	(45,031)
Net Position Restricted for Other Organizations			
Beginning			144,509
Ending			99,478

VILLAGE OF JOHNSBURG, ILLINOIS

**Consolidated Year-End Financial Report
April 30, 2021**

CSFA #	Program Name	State	Federal	Other	Totals
494-00-0967	High-Growth Cities Program	\$ 15,480	-	-	15,480
494-00-1488	Motor Fuel Tax Program	237,298	-	-	237,298
420-00-2433	Local Coronavirus Urgent Remediation Emergency (or Local CURE) & Economic Support Payments Grants Program	-	261,420	-	261,420
	Other Grant Programs and Activities	-	-	-	-
	All Other Costs Not Allocated	-	-	6,564,379	6,564,379
	Totals	252,778	261,420	6,564,379	7,078,577



REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS

April 29, 2022

The Honorable Village President
Members of the Board of Trustees
Village of Johnsburg, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Johnsburg, Illinois, as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the Village’s basic financial statements, and have issued our report thereon dated April 29, 2022.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

SUPPLEMENTAL SCHEDULES

VILLAGE OF JOHNSBURG, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Revenue Source Refunding Bonds of 2017
April 30, 2021**

Date of Issue	September 7, 2017
Date of Maturity	February 1, 2027
Authorized Issue	\$1,055,000
Denomination of Bonds	\$5,000
Interest Rates	1.60% - 2.50%
Interest Dates	August 1 and February 1
Principal Maturity Date	February 1
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 105,000	14,348	119,348
2023	105,000	12,404	117,404
2024	105,000	10,462	115,462
2025	110,000	8,100	118,100
2026	110,000	5,624	115,624
2027	115,000	2,876	117,876
	<u>650,000</u>	<u>53,814</u>	<u>703,814</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Revenue Source Refunding Bonds of 2018
April 30, 2021**

Date of Issue	March 28, 2018
Date of Maturity	February 1, 2038
Authorized Issue	\$1,255,000
Denomination of Bonds	\$5,000
Interest Rates	2.25% - 4.00%
Interest Dates	August 1 and February 1
Principal Maturity Date	February 1
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 50,000	41,225	91,225
2023	50,000	39,800	89,800
2024	50,000	38,274	88,274
2025	55,000	36,674	91,674
2026	55,000	34,914	89,914
2027	55,000	33,016	88,016
2028	60,000	31,120	91,120
2029	60,000	28,960	88,960
2030	65,000	26,800	91,800
2031	65,000	24,200	89,200
2032	65,000	21,600	86,600
2033	70,000	19,000	89,000
2034	75,000	16,200	91,200
2035	75,000	13,200	88,200
2036	80,000	10,200	90,200
2037	85,000	7,000	92,000
2038	90,000	3,600	93,600
	<u>1,105,000</u>	<u>425,783</u>	<u>1,530,783</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Long-Term Debt Requirements

**General Obligation W&S Refunding Alternate Revenue Source Refunding Bonds of 2018
April 30, 2021**

Date of Issue	November 1, 2018
Date of Maturity	February 1, 2027
Authorized Issue	\$1,585,000
Denomination of Bonds	\$5,000
Interest Rates	4.00%
Interest Dates	August 1 and February 1
Principal Maturity Date	February 1
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 185,000	49,400	234,400
2023	195,000	42,000	237,000
2024	205,000	34,200	239,200
2025	210,000	26,000	236,000
2026	215,000	17,600	232,600
2027	225,000	9,000	234,000
	<u>1,235,000</u>	<u>178,200</u>	<u>1,413,200</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Revenue Source Refunding Bonds of 2020A
April 30, 2021**

Date of Issue	May 28, 2020
Date of Maturity	February 1, 2045
Authorized Issue	\$3,570,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 4.00%
Interest Dates	August 1 and February 1
Principal Maturity Date	February 1
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ -	124,925	124,925
2023	-	124,925	124,925
2024	110,000	124,925	234,925
2025	115,000	121,625	236,625
2026	120,000	118,175	238,175
2027	120,000	114,575	234,575
2028	125,000	112,175	237,175
2029	125,000	109,675	234,675
2030	130,000	104,675	234,675
2031	135,000	99,475	234,475
2032	145,000	94,075	239,075
2033	150,000	88,275	238,275
2034	155,000	82,275	237,275
2035	160,000	76,075	236,075
2036	165,000	69,675	234,675
2037	175,000	63,075	238,075
2038	180,000	56,075	236,075
2039	190,000	48,875	238,875
2040	195,000	41,275	236,275
2041	200,000	34,937	234,937
2042	210,000	28,438	238,438
2043	215,000	21,613	236,613
2044	220,000	14,625	234,625
2045	230,000	7,475	237,475
	<u>3,570,000</u>	<u>1,881,913</u>	<u>5,451,913</u>

VILLAGE OF JOHNSBURG, ILLINOIS

Long-Term Debt Requirements

**General Obligation W&S Refunding Alternate Revenue Source Refunding Bonds of 2020B
April 30, 2021**

Date of Issue	May 28, 2018
Date of Maturity	February 1, 2040
Authorized Issue	\$2,600,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 4.00%
Interest Dates	August 1 and February 1
Principal Maturity Date	February 1
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ -	83,900	83,900
2023	-	83,900	83,900
2024	-	83,900	83,900
2025	-	83,900	83,900
2026	25,000	83,900	108,900
2027	25,000	83,400	108,400
2028	160,000	82,900	242,900
2029	165,000	79,700	244,700
2030	170,000	73,100	243,100
2031	180,000	66,300	246,300
2032	185,000	59,100	244,100
2033	190,000	51,700	241,700
2034	195,000	45,810	240,810
2035	200,000	39,765	239,765
2036	205,000	33,565	238,565
2037	210,000	27,210	237,210
2038	225,000	20,700	245,700
2039	230,000	13,950	243,950
2040	235,000	7,050	242,050
	2,600,000	1,103,750	3,703,750

STATISTICAL SECTION (Unaudited)

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

VILLAGE OF JOHNSBURG, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
April 30, 2021 (Unaudited)

See Following Page

VILLAGE OF JOHNSBURG, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
April 30, 2021 (Unaudited)

	2012	2013	2014
Governmental Activities			
Net Investment in Capital Assets	\$ 11,308,400	10,980,988	10,410,687
Restricted	698,728	840,975	682,396
Unrestricted	2,259,135	3,120,606	3,455,026
Total Governmental Activities Net Position	<u>14,266,263</u>	<u>14,942,569</u>	<u>14,548,109</u>
Business-Type Activities			
Net Investment in Capital Assets	6,116,220	5,717,949	6,265,582
Restricted	-	-	-
Unrestricted	(1,220,718)	(385,799)	(1,407,085)
Total Business-Type Activities Net Position	<u>4,895,502</u>	<u>5,332,150</u>	<u>4,858,497</u>
Net Position			
Net Investment in Capital Assets	17,424,620	16,698,937	16,676,269
Restricted	698,728	840,975	682,396
Unrestricted	1,038,417	2,734,807	2,047,941
Total Net Position	<u>19,161,765</u>	<u>20,274,719</u>	<u>19,406,606</u>

*Accrual Basis of Accounting
 Data Source: Village Records

2015	2016	2017	2018	2019	2020	2021
10,341,108	11,377,205	11,148,110	10,330,692	9,888,503	9,521,085	8,631,161
921,407	1,064,614	366,881	320,223	119,746	264,165	490,229
3,385,563	(2,230,147)	(1,576,658)	(1,546,093)	(2,466,844)	(2,575,510)	(2,664,843)
14,648,078	10,211,672	9,938,333	9,104,822	7,541,405	7,209,740	6,456,547
6,117,993	6,253,958	6,986,603	7,031,195	6,692,365	6,432,273	5,922,743
-	392,875	392,875	427,602	363,260	359,138	290,665
(1,703,360)	85,283	156,008	151,204	290,335	439,037	805,873
4,414,633	6,732,116	7,535,486	7,610,001	7,345,960	7,230,448	7,019,281
16,459,101	17,631,163	18,134,713	17,361,887	16,580,868	15,953,358	14,553,904
921,407	1,457,489	759,756	747,825	483,006	623,303	780,894
1,682,203	(2,144,864)	(1,420,650)	(1,394,889)	(2,176,509)	(2,136,473)	(1,858,970)
19,062,711	16,943,788	17,473,819	16,714,823	14,887,365	14,440,188	13,475,828

VILLAGE OF JOHNSBURG, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
April 30, 2021 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental Activities										
General Government	\$ 582,598	564,952	1,093,725	1,186,534	1,332,361	1,977,180	1,573,795	1,887,041	1,456,478	1,218,705
Public Safety	1,106,730	1,206,642	1,473,533	1,492,987	2,000,457	1,659,525	2,024,094	2,168,527	2,029,345	2,593,503
Highways and Streets	985,708	1,086,531	1,688,875	1,151,174	1,621,516	1,308,717	1,156,012	1,750,949	1,211,667	1,968,116
Parks and Building	70,175	75,002	88,100	91,578	134,304	147,801	364,520	382,259	568,944	246,073
Sanitation	318,708	354,424	393,442	377,394	196,592	7,050	-	-	-	-
Interest	54,373	53,006	48,146	45,712	(8,204)	46,697	132,942	96,681	61,898	259,601
Total Governmental Activities Expenses	3,118,292	3,340,557	4,785,821	4,345,379	5,277,026	5,146,970	5,251,363	6,285,457	5,328,332	6,285,998
Business-Type Activities										
Waterworks and Sewerage	724,189	734,785	794,023	588,288	711,132	684,228	688,942	802,818	680,963	1,017,161
Interest	-	-	-	103,008	-	-	-	-	-	-
Total Business-Type Activities Expenses	724,189	734,785	794,023	691,296	711,132	684,228	688,942	802,818	680,963	1,017,161
Total Expenses	3,842,481	4,075,342	5,579,844	5,036,675	5,988,158	5,831,198	5,940,305	7,088,275	6,009,295	7,303,159
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	304,971	278,532	325,973	306,658	380,336	483,007	358,128	375,705	367,019	451,242
Public Safety	131,252	127,823	154,519	139,444	10,561	7,720	3,949	15,901	6,805	7,328
Highways and Streets	605	-	-	63,350	1,015	-	1,671	2,136	5,416	8,871
Parks and Building	9,658	-	11,988	17,258	5,060	16,384	32,495	101,116	91,468	111,207
Sanitation	8,458	2,080	5,450	5,941	-	-	-	-	-	-
Operating Grants/Contributions	200,564	194,413	220,742	191,581	173,908	172,258	168,270	167,260	238,742	712,606
Capital Grants/Contributions	-	6,938	29,091	17,792	459,888	-	-	-	-	-
	655,508	609,786	747,763	742,024	1,030,768	679,369	564,513	662,118	709,450	1,291,254
Business-Type Activities										
Charges for Services										
Waterworks and Sewerage	257,293	207,914	215,606	226,769	272,806	269,344	326,414	315,244	320,440	564,167
Capital Grants/Contributions										
Waterworks and Sewerage	-	913,460	71,740	-	-	611,909	102,955	-	-	-
	257,293	1,121,374	287,346	226,769	272,806	881,253	429,369	315,244	320,440	564,167
Total Program Revenues	912,801	1,731,160	1,035,109	968,793	1,303,574	1,560,622	993,882	977,362	1,029,890	1,855,421

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (Expense) Revenue										
Governmental Activities	\$ (2,462,784)	(2,730,771)	(4,038,058)	(3,603,355)	(4,246,258)	(4,467,601)	(4,686,850)	(5,623,339)	(4,618,882)	(4,994,744)
Business-Type Activities	(466,896)	386,589	(506,677)	(464,527)	(438,326)	197,025	(259,573)	(487,574)	(360,523)	(452,994)
Total Net (Expense) Revenue	<u>(2,929,680)</u>	<u>(2,344,182)</u>	<u>(4,544,735)</u>	<u>(4,067,882)</u>	<u>(4,684,584)</u>	<u>(4,270,576)</u>	<u>(4,946,423)</u>	<u>(6,110,913)</u>	<u>(4,979,405)</u>	<u>(5,447,738)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	1,093,791	1,112,392	1,148,368	1,131,689	1,068,296	1,007,586	866,215	877,575	883,000	906,561
Utility	318,525	303,129	335,475	315,538	273,943	298,656	293,812	308,378	292,951	306,918
Hospitality	7,220	6,357	2,832	2,148	-	-	-	-	-	-
Other	230,922	267,797	257,780	214,059	382,785	253,238	397,471	484,601	420,170	347,443
Intergovernmental										
Sales	727,880	968,979	1,214,261	1,254,896	1,490,250	1,791,159	1,951,006	1,921,737	1,996,981	2,063,384
Income	614,708	831,340	715,080	777,961	642,335	600,113	572,852	615,263	686,831	727,350
Replacement	1,214	1,309	1,399	1,479	1,335	1,486	1,260	993	1,627	1,557
Cannabis	-	-	-	-	-	-	-	-	1,037	5,180
Investment Income	2,124	2,429	1,427	1,410	1,895	6,689	14,412	29,071	27,058	7,479
Miscellaneous	-	-	-	80,362	67,058	840,083	84,919	41,011	212,510	112,279
Transfers - Interfund Activity	-	(50,000)	(33,024)	(76,218)	(331,068)	(604,748)	(328,608)	(213,494)	(234,948)	(236,600)
Total Governmental Activities	<u>2,996,384</u>	<u>3,443,732</u>	<u>3,643,598</u>	<u>3,703,324</u>	<u>3,596,829</u>	<u>4,194,262</u>	<u>3,853,339</u>	<u>4,065,135</u>	<u>4,287,217</u>	<u>4,241,551</u>
Business-Type Activities										
Investment Income	16	59	-	-	3	1,597	5,480	10,039	10,063	5,227
Transfers - Interfund Activity	-	50,000	33,024	20,663	331,068	604,748	328,608	213,494	234,948	236,600
Total Business-Type Activities	<u>16</u>	<u>50,059</u>	<u>33,024</u>	<u>20,663</u>	<u>331,071</u>	<u>606,345</u>	<u>334,088</u>	<u>223,533</u>	<u>245,011</u>	<u>241,827</u>
Totals	<u>2,996,400</u>	<u>3,493,791</u>	<u>3,676,622</u>	<u>3,723,987</u>	<u>3,927,900</u>	<u>4,800,607</u>	<u>4,187,427</u>	<u>4,288,668</u>	<u>4,532,228</u>	<u>4,483,378</u>
Changes in Net Position										
Governmental Activities	533,600	712,961	(394,460)	99,969	(649,429)	(273,339)	(833,511)	(1,558,204)	(331,665)	(753,193)
Business-Type Activities	(466,880)	436,648	(473,653)	(443,864)	(107,255)	803,370	74,515	(264,041)	(115,512)	(211,167)
Totals	<u>66,720</u>	<u>1,149,609</u>	<u>(868,113)</u>	<u>(343,895)</u>	<u>(756,684)</u>	<u>530,031</u>	<u>(758,996)</u>	<u>(1,822,245)</u>	<u>(447,177)</u>	<u>(964,360)</u>

*Accrual Basis of Accounting
Data Source: Village Records

VILLAGE OF JOHNSBURG, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
April 30, 2021 (Unaudited)

	2012	2013	2014
General Fund			
Nonspendable	\$ 39,986	38,089	41,286
Restricted	208,135	201,619	206,373
Assigned	336,411	770,654	914,049
Unassigned	2,045,021	2,647,228	2,740,138
Total General Fund	2,629,553	3,657,590	3,901,846
All Other Governmental Funds			
Restricted	450,607	601,267	434,737
Assigned	-	-	-
Unassigned	2,300	2,884	2,515
Total All Other Governmental Funds	452,907	604,151	437,252
Total Governmental Funds	3,082,460	4,261,741	4,339,098

*Modified Accral Basis of Accounting

**Decrease in fund balance for 2016 was due to the Village restating beginning net position to correct prior years errors in debt and interfunds.

Data Source: Village Records

2015	2016**	2017	2018	2019	2020	2021
35,214	45,416	43,356	39,533	46,662	53,162	55,000
274,254	951,476	231,068	59,746	63,766	89,725	120,829
706,388	-	1,018,649	1,013,297	964,662	882,013	939,850
3,049,264	280,018	6,936	142,952	(362,719)	(304,345)	(17,229)
4,065,120	1,276,910	1,300,009	1,255,528	712,371	720,555	1,098,450
611,939	113,138	135,813	286,859	55,980	174,440	3,502,986
-	14,915	-	28,367	165,527	125,435	199,558
7,221	-	(87,173)	(62,102)	(87,873)	(58,205)	(57,065)
619,160	128,053	48,640	253,124	133,634	241,670	3,645,479
4,684,280	1,404,963	1,348,649	1,508,652	846,005	962,225	4,743,929

VILLAGE OF JOHNSBURG, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
April 30, 2021 (Unaudited)

	2012	2013	2014
Revenues			
Taxes	\$ 3,137,064	3,600,148	3,870,566
Charges for Services	33,312	6,462	11,599
Licenses and Permits	-	-	-
Intergovernmental	24,448	-	42,863
Fines and Forfeits	337,962	319,611	370,544
Interest	2,124	2,429	1,427
Miscellaneous	116,982	174,868	127,386
Total Revenues	3,651,892	4,103,518	4,424,385
Expenditures			
General Government	531,952	525,056	1,059,634
Public Safety	984,757	1,165,778	1,371,015
Highways and Streets	409,136	484,712	735,192
Parks and Building	35,978	40,805	55,261
Sanitation	318,708	354,424	393,442
Capital Outlay	447,471	344,884	530,288
Debt Service			
Principal	59,731	90,102	116,990
Interest and Fiscal Charges	65,393	51,847	52,182
Total Expenditures	2,853,126	3,057,608	4,314,004
Excess (Deficiency) of Revenues Over (Under) Expenditures	798,766	1,045,910	110,381
Other Financing Sources (Uses)			
Debt Issuance	48,000	183,371	-
Premium on Debt Issuance	-	-	-
Payment to Escrow Agent	-	-	-
Disposal of Capital Assets	-	-	-
Transfers In	-	32,991	46,639
Transfers Out	-	(82,991)	(79,663)
	48,000	133,371	(33,024)
Net Change in Fund Balances	846,766	1,179,281	77,357
Debt Service as a Percentage of Noncapital Expenditures	21.76%	5.44%	4.22%

*Modified Accrual Basis of Accounting
 Data Source: Village Records

2015	2016	2017	2018	2019	2020	2021
3,889,351	1,726,359	1,560,966	1,558,758	1,671,547	1,596,121	1,560,922
80,362	211,160	342,959	231,525	280,577	247,229	292,620
-	67,638	74,377	82,738	95,299	137,796	172,927
81,142	2,306,493	2,563,530	2,692,128	2,704,260	2,925,218	3,510,077
312,580	118,174	89,775	81,980	118,982	85,683	113,101
1,410	1,895	6,689	14,412	29,071	27,058	7,479
156,721	67,058	840,083	84,919	41,011	212,510	112,279
4,521,566	4,498,777	5,478,379	4,746,460	4,940,747	5,231,615	5,769,405
985,156	1,225,709	1,973,005	1,377,296	1,522,619	1,177,193	1,211,903
1,461,023	1,667,598	1,715,533	1,862,718	1,928,700	1,969,674	2,048,929
599,835	1,017,085	814,030	1,460,985	1,211,653	787,481	1,099,877
58,131	102,220	352,735	359,637	344,589	531,274	210,124
377,394	196,592	7,050	-	-	-	-
388,249	919,138	250,271	1,219,697	342,744	154,593	519,948
200,544	35,134	48,124	167,775	205,826	197,641	163,701
47,834	5,301	46,697	130,048	81,351	62,591	235,883
4,118,166	5,168,777	5,207,445	6,578,156	5,637,482	4,880,447	5,490,365
403,400	(670,000)	270,934	(1,831,696)	(696,735)	351,168	279,040
-	250,000	-	3,410,000	-	-	3,570,000
-	-	-	-	-	-	169,264
-	-	-	(1,089,693)	-	-	-
18,000	174,900	-	-	137,928	-	-
111,400	348,099	60,880	43,971	209,006	107,735	6,050
(187,618)	(679,167)	(388,128)	(372,579)	(422,500)	(342,683)	(242,650)
(58,218)	93,832	(327,248)	1,991,699	(75,566)	(234,948)	3,502,664
345,182	(576,168)	(56,314)	160,003	(772,301)	116,220	3,781,704
6.15%	0.85%	2.16%	6.73%	5.57%	5.75%	7.62%

VILLAGE OF JOHNSBURG, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
April 30, 2021 (Unaudited)**

Tax Levy Year	Residential Property	Farm	Commercial Property
2011	\$ 195,462,563	1,158,680	23,837,193
2012	175,662,367	1,043,994	25,153,080
2013	155,674,465	960,464	22,298,454
2014	149,641,258	942,732	21,181,804
2015	153,925,795	890,546	20,830,327
2016	166,219,872	992,850	22,648,829
2017	179,095,109	1,193,254	23,401,016
2018	191,632,057	1,267,359	24,169,449
2019	198,242,356	1,311,605	24,943,709
2020	208,713,860	1,755,539	25,766,053

Data Source: McHenry County Clerk's and Treasurer's Offices

Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
607,282	221,065,718	-	221,065,718	0.443
560,799	202,420,240	-	202,420,240	0.505
503,968	179,437,351	-	179,437,351	0.581
436,869	172,202,663	-	172,202,663	0.618
427,521	176,074,189	-	176,074,189	0.488
459,157	190,320,708	-	190,320,708	0.452
165,516	203,854,895	-	203,854,895	0.425
136,653	217,205,518	-	217,205,518	0.402
136,653	224,634,323	-	224,634,323	0.398
150,505	236,385,957	-	236,385,957	0.390

VILLAGE OF JOHNSBURG, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years April 30, 2021 (Unaudited)

	2011	2012	2013
Village of Johnsburg			
General Rate	\$ 0.443	0.505	0.581
Overlapping Rates			
Public Library	0.136	0.157	0.181
Community Unit School District #12	4.767	5.568	6.535
McHenry County	0.888	0.996	1.096
McHenry Township Fire District	0.449	0.499	0.593
Community College District #528	0.339	0.392	0.431
McHenry County Conservation District	0.219	0.248	0.275
McHenry Township	0.150	0.168	0.191
McHenry Township Road & Bridge	0.273	0.305	0.354
Total Direct and Overlapping Tax Rate	<u>7.665</u>	<u>8.838</u>	<u>10.236</u>

Notes:

Overlapping rates are those of local and county governments that apply to property owners within the Village.

Not all overlapping rates apply to all Village property owners.

Data Source: McHenry County Clerk's and Treasurer's Offices

2014	2015	2016	2017	2018	2019	2020
0.618	0.488	0.452	0.425	0.402	0.398	0.390
0.192	0.191	0.179	0.172	0.165	0.163	0.160
6.928	6.798	6.392	6.112	5.894	5.824	5.687
1.141	1.078	1.054	0.902	0.831	0.786	0.762
0.628	0.628	0.589	0.568	0.551	0.535	0.523
0.445	0.435	0.406	0.385	0.365	0.356	0.343
0.284	0.277	0.259	0.245	0.238	0.228	0.223
0.200	0.198	0.165	0.129	0.122	0.115	0.062
0.355	0.351	0.292	0.263	0.258	0.244	0.162
10.790	10.443	9.788	9.201	8.826	8.649	8.312

VILLAGE OF JOHNSBURG, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2021 (Unaudited)**

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Wal Mart Real Est Bus TR	\$ 3,764,493	1	1.59%			
Fox River TEI LLC ET AL	1,900,216	2	0.80%			
J C Penney Prop Inc	1,581,743	3	0.67%	\$ 3,296,799	1	1.24%
Broders Property LLC	1,054,120	4	0.45%			
Boat House Bald Knob Real Est	1,015,068	5	0.43%			
Lake Forest North Trust Bank Tr	714,916	6	0.30%	941,397	2	0.35%
Val Mar Center LLC	714,636	7	0.30%	617,262	3	0.23%
MJLST LLC	696,775	8	0.29%			
Private Ownership	665,717	9	0.28%			
McHenry Moose Lodge 691	616,845	10	0.26%			
	<u>12,724,529</u>		<u>5.37%</u>	<u>4,855,458</u>		<u>1.82%</u>

Data Source: McHenry County Clerk's and Treasurer's Offices

Note: All available data for 2012 has been presented

VILLAGE OF JOHNSBURG, ILLINOIS

**Property Tax Levies and Collections - Last Ten Tax Levy Years
April 30, 2021 (Unaudited)**

Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	\$ 979,609	\$ 977,284	99.76%	N/A	\$ 977,284	99.76%
2012	1,022,445	1,021,752	99.93%	N/A	1,021,752	99.93%
2013	1,042,710	1,039,668	99.71%	N/A	1,039,668	99.71%
2014	1,063,386	1,060,804	99.76%	N/A	1,060,804	99.76%
2015	1,002,415	1,000,088	99.77%	N/A	1,000,088	99.77%
2016	1,007,558	1,006,674	99.91%	N/A	1,006,674	99.91%
2017	1,010,333	1,008,499	99.82%	-	1,008,499	99.82%
2018	1,022,092	1,019,577	99.75%	-	1,019,577	99.75%
2019	1,043,891	1,040,474	99.67%	-	1,040,474	99.67%
2020	1,022,698	-	0.00%	-	-	0.00%

N/A - Not Available

Data Source: Village Records

Tax Levy Year 2020 will be collected in fiscal year 2021.

VILLAGE OF JOHNSBURG, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
April 30, 2021 (Unaudited)**

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Installment Contracts	Debt Certificates	General Obligation Bonds	General Obligation Bonds				
2012	\$ 40,081	50,184	\$ -	\$ 3,180,000	\$ 3,270,265	0.65%	\$ 516.06	
2013	73,542	150,492	-	2,965,000	3,189,034	0.63%	505.79	
2014	37,076	116,468	-	2,740,000	2,893,544	0.53%	459.22	
2015	-	-	-	2,510,000	2,510,000	0.40%	397.21	
2016	214,866	-	-	2,275,000	2,489,866	0.37%	395.28	
2017	166,742	-	-	2,035,000	2,201,742	N/A	348.54	
2018	117,168	-	2,205,000	1,785,000	4,107,168	N/A	N/A	
2019	66,342	-	2,050,000	1,585,000	3,701,342	N/A	585.28	
2020	13,701	-	1,905,000	1,484,990	3,403,691	N/A	534.50	
2021	-	-	5,487,493	3,954,373	9,441,866	N/A	1,478.99	

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See Schedule of Demographic and Economic Statistics for personal income and population data.

N/A - Not Available

Data Source: Village Records

VILLAGE OF JOHNSBURG, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
April 30, 2021 (Unaudited)**

Fiscal Year	Gross General Obligation Bonds	Less: Amounts Available for Debt Service	Net General Obligation Bonds	Percentage of Equalized Assessed Valuation (1)	Per Capita (2)
2012	\$ 3,180,000	\$ -	\$ 3,180,000	1.44%	\$ 501.81
2013	2,965,000	-	2,965,000	1.46%	470.26
2014	2,740,000	-	2,740,000	1.53%	434.85
2015	2,510,000	-	2,510,000	1.46%	397.21
2016	2,275,000	-	2,275,000	1.29%	361.17
2017	2,035,000	31,036	2,003,964	1.05%	317.23
2018	1,785,000	-	1,785,000	0.88%	N/A
2019	3,635,000	-	3,635,000	1.67%	574.79
2020	3,389,990	-	3,389,990	1.51%	532.35
2021	9,441,866	-	9,441,866	3.99%	1,478.99

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See Legal of Legal Debt Margin for Equalized Assessed Value data.

(2) See Schedule of Demographic and Economic Statistics for population data.

N/A - Not Available

Data Source: Village Records

VILLAGE OF JOHNSBURG, ILLINOIS

**Schedule of Direct and Overlapping Governmental Activities Debt
April 30, 2021 (Unaudited)**

Governmental Unit	Gross Debt	*Percentage to Debt Applicable to Village	Village's Share of Debt
Village of Johnsburg	\$ 5,487,493	100.00%	\$ 5,487,493
Overlapping			
McHenry County	-	2.59%	-
McHenry County Conservation District	67,510	2.59%	1,749,859
Johnsburg CUSD #12	36,850,000	57.43%	21,161,481
McHenry CCSD #15	-	0.02%	-
McHenry CCSD #156	41,760,000	2.00%	835
McHenry Township	-	0.00%	-
Total Overlapping Debt	78,677,510		22,912,175
Total Direct and Overlapping Debt	84,165,003		28,399,668

* Determined by the ratio of assessed value of property in the Village subject to taxation by the Governmental Unit to the total assessed value of property of the Governmental Unit.

Data Source: McHenry County Tax Extension Department

VILLAGE OF JOHNSBURG, ILLINOIS

**Legal Debt Margin - Last Ten Fiscal Years
April 30, 2021 (Unaudited)**

See Following Page

VILLAGE OF JOHNSBURG, ILLINOIS

**Schedule of Legal Debt Margin - Last Ten Fiscal Years
April 30, 2021 (Unaudited)**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Assessed Valuation	<u>\$ 221,065,718</u>	<u>202,420,240</u>	<u>179,437,351</u>	<u>172,202,663</u>
Bonded Debt Limit 8.625% of Assessed Value	19,122,185	17,509,351	15,521,331	14,895,530
Amount of Debt Applicable to Limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal Debt Margin	<u>19,122,185</u>	<u>17,509,351</u>	<u>15,521,331</u>	<u>14,895,530</u>
Percentage of Legal Debt Margin to Bonded Debt Limit	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

Data Source: Village Records

2016	2017	2018	2019	2020	2021
176,074,189	190,320,708	203,854,895	217,205,518	224,634,323	236,385,957
15,230,417	16,415,161	17,582,485	18,733,976	19,374,710	20,388,289
-	166,742	117,168	66,342	13,701	-
15,230,417	16,248,419	17,465,317	18,667,634	19,361,009	20,388,289
100.00%	98.98%	99.33%	99.65%	99.93%	100.00%

VILLAGE OF JOHNSBURG, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
April 30, 2021 (Unaudited)**

Fiscal Year	(1) Population	(2) Per Capita Personal Income	Personal Income	(3) Unemployment Rate
2012	6,337	\$ 78,963	\$ 500,388,531	9.0%
2013	6,305	79,917	503,876,685	8.7%
2014	6,301	86,797	546,907,897	6.6%
2015	6,319	98,879	624,816,401	5.3%
2016	6,299	105,700	665,804,300	4.8%
2017	6,317	N/A	N/A	4.4%
2018	N/A	N/A	N/A	3.3%
2019	6,324	33,831	213,947,244	4.4%
2020	6,368	43,291	275,677,088	3.3%
2021	6,384	N/A	N/A	N/A

Data Sources:

(1) U.S. Census Bureau Annual Estimates of Residential Population

(2) U.S. Census Bureau American Community Survey

(3) Data for Village of Johnsburg unavailable. Rates listed are McHenry County annual average per the Illinois Department of Employment Security. 2021 is as of April, 2021.

N/A - Not Available

VILLAGE OF JOHNSBURG, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2021 (Unaudited)**

Employer	2021			2012		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Northwestern Medicine	5,000	1	N/A	N/A	N/A	N/A
District 47	1,528	2	N/A	N/A	N/A	N/A
District 158	1,500	4	N/A	N/A	N/A	N/A
McHenry County	1,400	5	N/A	N/A	N/A	N/A
Follet Library Resources, Inc.	1,378	3	N/A	N/A	N/A	N/A
Catalent Pharma Solutions	830	6	N/A	N/A	N/A	N/A
Mercy Health System	732	7	N/A	N/A	N/A	N/A
Snap-On Tools Co.	590	8	N/A	N/A	N/A	N/A
Stryker	583	9	N/A	N/A	N/A	N/A
Madela	540	10	N/A	N/A	N/A	N/A
	<u>14,081</u>		<u>N/A</u>	<u>N/A</u>		<u>N/A</u>

Data Sources: 2021 Illinois Manufacturers Directory and Illinois Services Directory for the Village and nearby communities.

N/A - Not Available

VILLAGE OF JOHNSBURG, ILLINOIS

**Full-Time Equivalent Government Employees by Function/Program - Last Ten Fiscal Years
April 30, 2021 (Unaudited)**

See Following Page

VILLAGE OF JOHNSBURG, ILLINOIS

Full-Time Equivalent Government Employees by Function/Program - Last Ten Fiscal Years April 30, 2021 (Unaudited)

Function/Program	2012	2013	2014
General Government			
Administration	2.50	2.50	3.00
Finance	0.50	0.50	0.50
Community Development			
Building & Zoning	1.00	1.00	1.00
Police			
Officers	8.00	10.00	10.00
Civilians	1.00	1.00	1.00
Public Works			
Maintenance	3.00	3.00	3.00
Water/Sewer Services	0.50	0.50	0.50
Totals	16.50	18.50	19.00

Data Source: Village Records

2015	2016	2017	2018	2019	2020	2021
3.00	3.00	3.00	3.00	3.00	3.00	3.00
0.50	1.00	1.00	1.00	1.00	1.00	1.00
1.00	-	-	-	1.00	1.00	1.00
10.00	10.00	10.00	10.00	11.00	12.00	12.00
1.00	2.00	2.00	2.00	2.00	2.00	2.00
3.00	4.00	4.00	4.00	4.00	4.00	4.00
0.50	0.50	0.50	0.50	0.50	0.50	0.50
19.00	20.50	20.50	20.50	22.50	23.50	23.50

VILLAGE OF JOHNSBURG, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years April 30, 2021 (Unaudited)

Function/Program	2012	2013	2014
Police			
Arrests	151	169	195
Parking Violations	16	40	22
Traffic Violation	587	1,402	1,303
Public Works			
Street Resurfacing (Miles)	2.30	-	4.50
Water			
Average Daily Consumption (Thousands of Gallons)	N/A	N/A	N/A
Peak Daily Consumption (Thousands of Gallons)	N/A	N/A	N/A

Data Source: Village Records

N/A - Not Available

2015	2016	2017	2018	2019	2020	2021
274	68	83	168	141	93	77
7	3	46	36	42	50	24
564	279	706	1,022	1,743	1,433	825
-	2.00	0.90	1.90	3.50	-	-
N/A	100	100	100	100	100	100
N/A	165	165	165	165	165	165

VILLAGE OF JOHNSBURG, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years April 30, 2021 (Unaudited)

Function/Program	2012	2013	2014
Police			
Stations	1	1	1
Patrol Units	3	3	4
Public Works			
Streets (Miles)	55	55	55
Parks and Recreation			
Acreage	279	279	279
Playgrounds	5	5	5
Golf Course	-	-	-
Sanitary Sewer			
Lift Stations	3	3	3

Data Source: Village Records

2015	2016	2017	2018	2019	2020	2021
1	1	1	1	1	1	1
4	4	4	4	5	5	5
55	55	55	55	55	55	55
279	279	279	379	379	379	379
5	5	5	5	5	5	5
-	-	-	1	1	1	1
3	3	3	3	3	3	3