

VILLAGE OF FOX RIVER
GROVE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL
REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2020

VILLAGE OF FOX RIVER GROVE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2020

Prepared by:
Administration Department

VILLAGE OF FOX RIVER GROVE, ILLINOIS

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INTRODUCTORY SECTION

This section includes:

- List of Principal Officials
- Organizational Chart
- Transmittal Letter

VILLAGE OF FOX RIVER GROVE, ILLINOIS

**List of Principal Officials
April 30, 2020**

BOARD OF TRUSTEES

Robert J. Nunamaker, President

Jennifer Curtiss, Trustee

Jacob Fleischmann, Trustee

Marc McLaughlin, Trustee

Andrew Migdal , Trustee

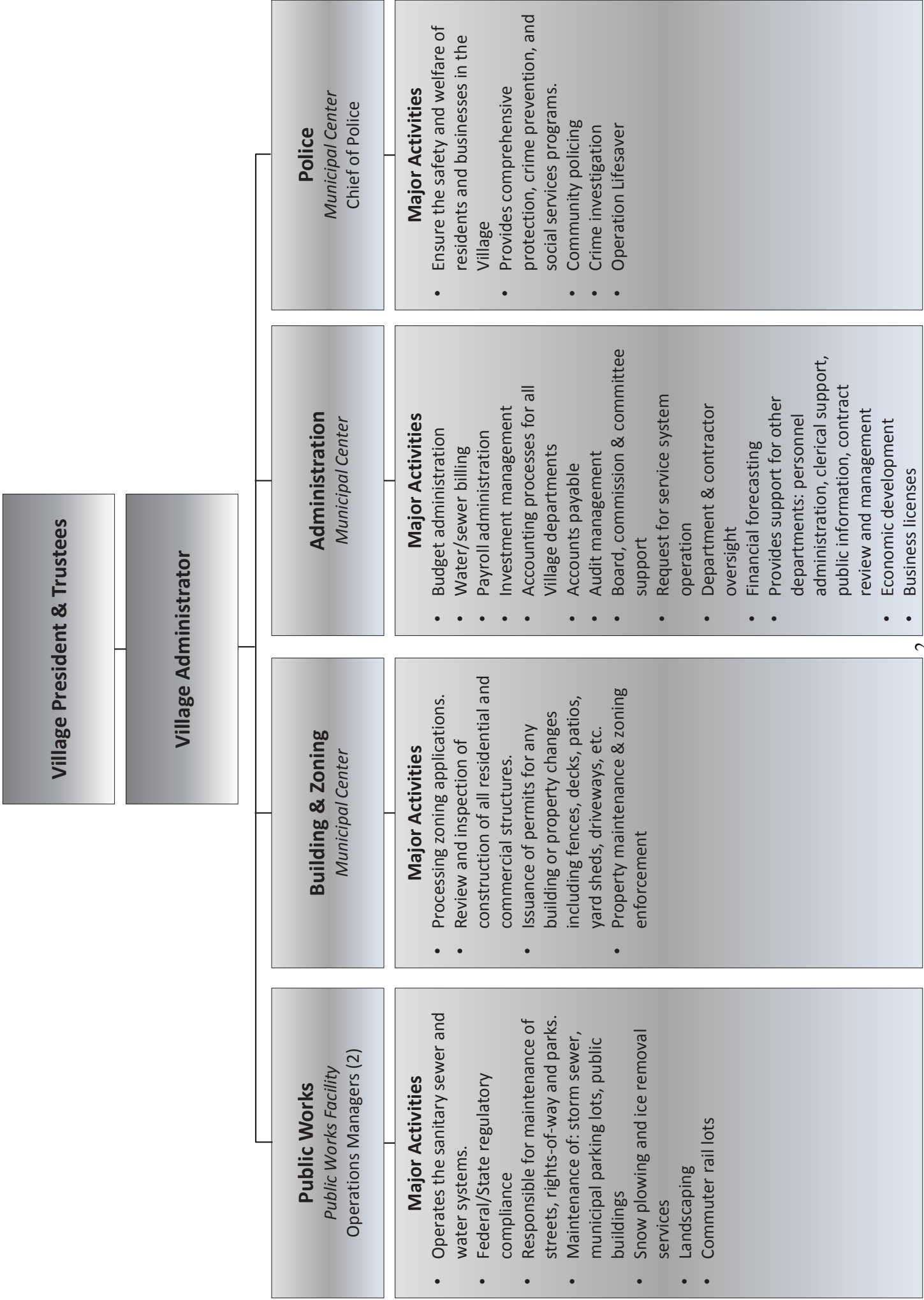
Melissa Schladt , Trustee

Patrick Wall, Trustee

ADMINISTRATION

Derek Soderholm, Village Administrator

Village of Fox River Grove Organizational Chart with Departments & Operating Functions





Village of Fox River Grove

July 31, 2020

To the President, Board of Trustees, and Citizens
of the Village of Fox River Grove, Illinois:

State law requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, the comprehensive annual financial report of the Village of Fox River Grove for the fiscal year ended April 30, 2020 is hereby issued.

This report consists of representations made by Village staff and consultants concerning the finances of the Village. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with Village management. Over the past several years, staff has focused on updating internal policies and controls to ensure that transactions are recorded and reported according to prescribed policies and procedures. To the best of staff and consultants' knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the Village's financial position and the results of all of the Village's funds.

The Village's financial statements have been audited by Lauterbach & Amen, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the Village's financial statements are free from material misstatement. The independent auditor's report, which concluded that there was a reasonable basis for rendering an unmodified opinion that the Village's financial statements are fairly presented in conformity with GAAP, is presented as the first component of the financial section of this report.

Please read this Transmittal Letter in conjunction with Management's Discussion and Analysis, which begins on page 11.

Village Profile

The Village of Fox River Grove was incorporated in 1919. Its population as of the 2010 Census is 4,854. Population growth has been moderate since 1970 when the Village had a population of 2,245. The Village is located along the banks of the Fox River in McHenry and Lake County, Illinois about forty-two miles northwest of the City of Chicago. The Metra Northwest Line and US Highway 14 run through the center of the Village.

The Village is governed by a President and Board of six trustees. The Village Board is responsible for policy making, legislative authority, and appointing the Village Administrator and Chief of Police. The Village Administrator is responsible for the overall management of Village operations, while department managers are responsible for the day-to-day operations within their department.

The Village provides services such as building and zoning, code enforcement, maintenance of streets and parks, water and sewer, police, and other administrative services. The Village is a member of the McHenry County Risk Management Agency, an intergovernmental insurance pool. This pool is defined as a public entity risk pool, and the accounting for which is reported accordingly. The Village's comprehensive annual financial report (CAFR) also includes the activities of the Fox River Grove Police Pension Fund; however, this fund is controlled by an independent Police Pension Fund Board.

Economic Condition and Outlook

One of the most important long-term priorities for the Village remains downtown redevelopment. As the Village has little room to grow geographically, and with a sales tax base centered around a single large retailer, it is incumbent upon Village leadership to find new ways to raise revenue to sustain operations and capital infrastructure as there are limited additional cost savings opportunities available moving forward. Infill development of the Village's downtown corridor near and across from the Metra station could raise revenues from per capita State distributions as well as other revenues, which will also reduce the financial burden on current residents.

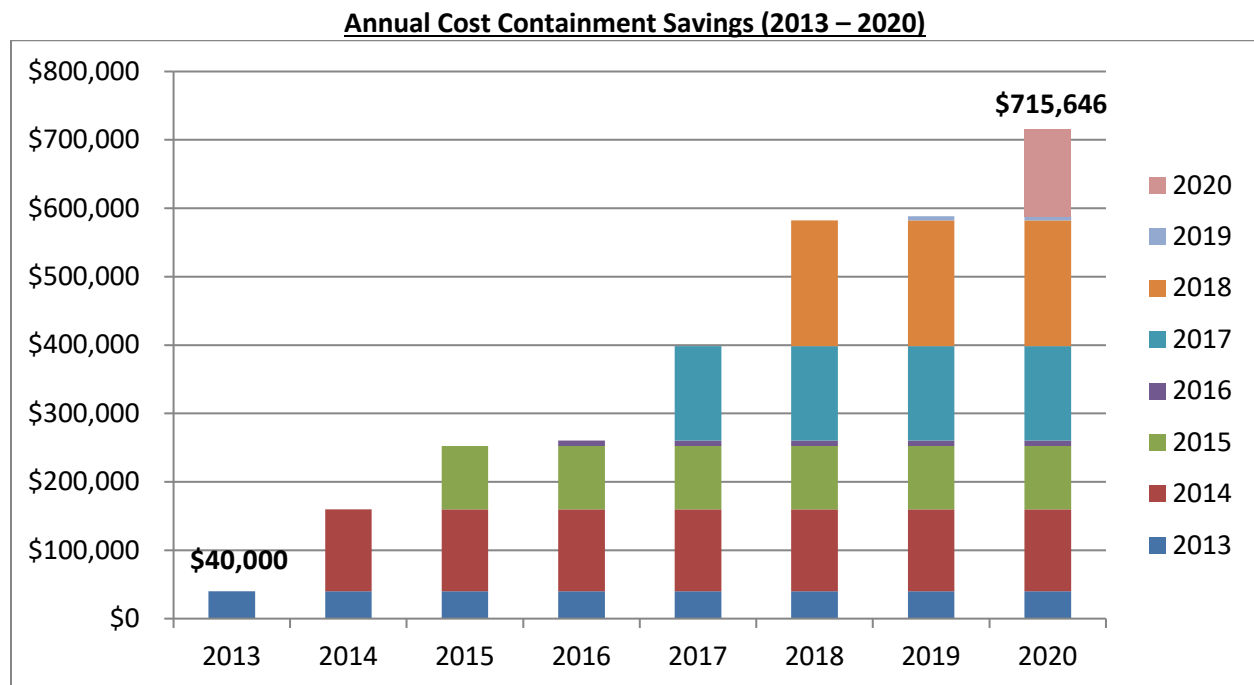
In 2012, the Village Board opened a tax increment financing (TIF) district in its downtown area (the area generally centered around Route 14 between the Fox River and School Drive). Unfortunately, there was no redevelopment in the district in the first three years of its life. In order to spur development, this TIF district was closed and reopened in 2015. The new timetable for this district provides a longer period during which the district can generate increment to be used toward economic development incentives and vital infrastructure. In Fiscal Year End 2020, the Village worked with a local Culver's franchisee to bring a restaurant to Fox River Grove. This \$4 Million investment in the Village's downtown area was assisted through the TIF when the Village provided a financial incentive of \$545,000 to assist in land acquisition.

Perhaps the most critical element of the downtown redevelopment program is the revitalization of the block along Route 14 between Lincoln Avenue and Illinois Street. This block, now referenced as "Block B", is the most recognized by most as downtown Fox River Grove. As there has often been just one viable business on this block for several years, its conversion into something more vibrant is a top priority. The Village is pursuing the purchase of all of the properties within Block B so that all the parcels of land can be combined into a larger single redevelopment project.

Fiscal Management and Long-Term Financial Planning

The Village's multi-year financial forecast serves as the foundation for the Village's financial planning and is used to assist with the formulation of an annual budget. Representatives from the various departments meet annually with the management team to discuss operating budget requests. The Village Administrator uses these requests to develop the proposed operating budget, which is presented to the Village Board in March. The Village Board is required to hold a public hearing on the budget and adopt a final budget no later than April 30th each year. Fund balances, financial performance, and total revenues and expenses are reviewed in each fund. The Village ensures a balanced budget each year (annual operating expenditures are less than or equal to annual operating revenues).

Given the uncertain fiscal outlook associated with the State of Illinois and at times the national economy, the Village of Fox River Grove instituted a cost containment approach in 2014 that attempts to reduce the impact of potential decreases in State distributed revenues and other revenue streams through continually evaluating potential operational cost savings. This approach now saves the Village over \$700,000 annually in operating expenses. The chart below shows the annual savings achieved through the cost containment initiative. In recent years (Fiscal Year 2017/18 to present) budgeted expenses in the General Fund have declined a total of \$81,699 or 3.82%.



The Village received an upgraded bond rating of AA from Standard & Poor's in 2018. In 2018 the Village also paid off the debt service for the Municipal Center constructed in 2000. This was followed by the elimination of all debt in December 2019 when the Village paid off two outstanding debt issues: \$1,238,000 for a road bond, and \$3,010,000 for the Public Works Facility. As a result, Fox River Grove is one of just two municipalities in Illinois out of 339 that is debt free (population greater than 4,800 in 2019).

In combination with the annual budget, the Village's five-year financial forecast helps with major project selections and equipment purchases in future years. Staff meets in the early fall to discuss capital spending such as potential streets for resurfacing and possible replacement of roads and other major assets (vehicles, buildings and their components, maintenance and park equipment, parking lots, etc.). The regularly updated financial forecast is used to develop the proposed capital improvement plan, which is presented to the Village Board in November.

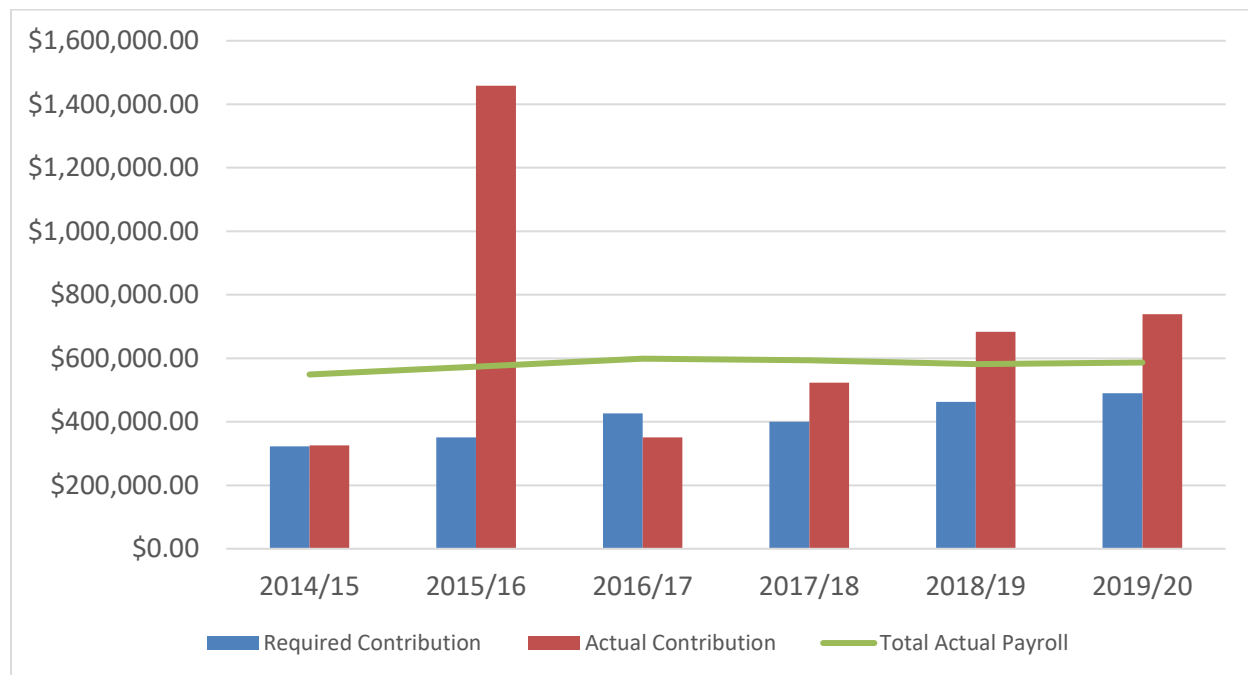
As a result of the Village's approach to finances and operations, it is in a strong financial position. A ten-year projection on the Village's operational and capital needs shows that funds are available to meet

demands. While financially maintaining operations, the Village can fund all major fixed asset replacements, the road resurfacing program, and state mandates police pension contributions.

Major Initiatives

Police Pension Funding – The Village’s Police Pension Fund was created by referendum in 2001. The referendum to fund the newly created pension program at that time failed. This created, and continues to create, a financial stress on the Village’s General Fund as fewer dollars are available for the general operation of the Village because the required annual pension contribution continues to aggressively rise. In order to alleviate some of the financial pressure, the Village made a one-time cash contribution of \$1.12 Million to the Police Pension Fund in 2015. Several excess contributions were made in subsequent fiscal years too. Most recently, the Village Board committed to making an additional contribution of \$250,000 per year above the actuarially required contribution provided there is cash on hand to do so. In addition to the Village’s supplementary contributions, it is anticipating improved returns under the State’s consolidated pension fund. Between the years 2024 to 2029 (5.5 years) the fund is projected to earn between \$700,000 to \$960,000 of additional interest income. The combination of additional Village contributions and improved future return on the Fund’s assets should improve the overall funding levels and alleviate the impacts of the required contribution on the General Fund.

Police Pension Funding
Required Contribution v. Actual Contribution
(In Relation to Payroll) FYE 2015 – FYE 2020



Water Main Replacements – A major financial focus of the Village is the identification of the cost and a funding mechanism to replace the sections of water main in the older sections of the Village. There are 45,529 linear feet of water main that are over ninety years old and the total cost to replace these

sections of watermain in today's dollars is approximately \$13,000,000. In order to ensure that the Village does not have to take on new debt to fund the replacements, a 35-year replacement schedule was developed. To fund this water main replacement schedule water rates require a 62% increase, which equates to a 25% overall water and sewer rate increase.

Financial Policies

The Village has several specific policies to guide financial operations. These policies contain provisions relating to accounting, financial reporting, budgeting, investments, purchasing, and cash management. Brief summaries of these policies are provided below.

Fund Balance Policy

The Village has a Fund Balance Policy which stipulates the minimum unassigned balance in the General Fund and sets forth the order of spending from both Governmental and Proprietary Funds. The policy requires that the Village maintain an unassigned fund balance in the General Fund adequate to fund operations for a period of at least two (2) months. The target fund balance for the General Fund is six months or 50% of operating expenses and three months or 25% of operating expenses for the Water / Sewer Fund. The unassigned General Fund balance ended the Fiscal Year in excess of the Fund Balance Policy requirement at 77.6%. The Water / Sewer Fund balance ended the fiscal year in excess of the Fund Balance Policy requirement at 39.0%.

Capital Asset Policy

The Village has a Capital Asset Policy which designates an estimated useful life for each class of its capital assets: roads / streets – 50 years, vehicles – 10 years, buildings – 50 years, machinery and equipment – 15 years, building improvements – 20 years, and infrastructure – 50 years. The Village informally deems assets with a minimum purchase price of \$5,000 capital assets. Per this policy, depreciation is computed using the straight-line method and is recorded beginning in the month the asset is placed in service. The valuation basis for capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Investment Policy

The Village has an investment policy that focuses on the following objectives:

- legality - conformance with Federal, State and other legal requirements;
- safety - protection of investment principal and preservation of capital; liquidity - portfolio shall remain sufficiently liquid to meet all operating requirements;
- return on investments - maintain a policy of receiving the highest interest rate possible per investment on any given day;
- diversification - diversify investments to avoid incurring unreasonable risks from practice of concentrating investments in specific security types and individual financial institutions;
- periodic review - the portfolio should be reviewed periodically as to its effectiveness in meeting the entity's needs for safety, liquidity, rate of return, diversification and its general performance.

The policy also establishes the basis by which the Village will select financial institutions, investment advisors, how cash will be managed, how investments will be selected, the principles by which accounting for investments will be recognized, the design for internal controls (should they become necessary), the performance standard for investments, and financial reporting requirements.

Purchase and Contract Policy

The Village has a purchasing policy that requires competitive quotes for any purchase or contract between \$2,000 and \$20,000. For purchases over \$20,000, a competitive bid process is required. The bid process calls for bid advertisements in a local newspaper, bids to be opened and read aloud, and awarded to the lowest responsible and responsive bidder in most cases. The policy also authorizes the Village Administrator to execute contracts, work orders, change orders, and other agreements that are specifically authorized by the Village Board or included in the annual budget and change orders under \$10,000. Consent of the Village President and Senior Trustee are required for emergency work on change orders above this level.

Debt Policy

The Village is currently debt free and intends to remain debt free as long as possible. However, the Village has an informal debt policy in the event a bond issue is to be considered:

- Long-term debt will not be used to finance current operations. The highest priority for the issuance of long-term debt will be to further the Village's Capital Improvement Program. Long-term debt is defined as bonded debt whose maturity is at least ten years from the date of original issue.
- Long-term debt will be used only for capital projects that cannot be financed from current revenue sources. Where capital improvements or acquisitions are financed through the issuance of debt, such debt will be retired in a period not to exceed the expected life of the improvement or acquisition.
- The Village, a non home-rule community, will adopt the threshold set forth by State Statutes for non-home rule municipalities' limitation of the amount of debt that may be legally incurred. The limitation set by the Statute is 8.625% of the most recent Equalized Assessed Valuation of the real estate in the corporate boundaries of the Village.

Acknowledgments

The preparation of the comprehensive annual financial report on a timely basis was made possible thanks to the efforts of Lauterbach & Amen and Village staff. I would like to express my appreciation to the President and Board of Trustees for their support of the Village's cost containment efforts and adherence to standards of financial excellence.

Sincerely,



Derek Soderholm
Village Administrator

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

July 31, 2020

The Honorable Village President
Members of the Board of Trustees
Village of Fox River Grove, 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 Fox River Grove, Illinois, as of and for the year ended April 30, 2020, 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 Fox River Grove, Illinois, as of April 30, 2020, 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 Fox River Grove, Illinois' basic financial statements. The introductory section, other supplementary information, 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 is 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 is 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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis April 30, 2020

Our discussion and analysis of the Village of Fox River Grove's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2020. Please read it in conjunction with the Village's financial statements, which begin on page 21.

FINANCIAL HIGHLIGHTS

- The Village's overall net position increased as a result of this year's operations. Net position of governmental activities increased by \$2,561,678, and net position of the business-type activities increased by \$183,554.
- During the year, government-wide revenues for the primary government totaled \$8,756,446, while expenses totaled \$6,011,214, resulting in an increase to net position of \$2,745,232.
- The Village's net position totaled \$23,146,039 on April 30, 2020, which includes \$20,780,818 net investment in capital assets, \$2,472,756 subject to external restrictions, and unrestricted net position of negative \$107,535.
- The General Fund reported a surplus this year of \$48,089, resulting in an ending fund balance of \$1,719,107.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (pages 21 - 24 of this report) provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 25 of this report. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 21 - 24 of this report as noted in the preceding paragraph.

The Statement of Net Position reports information on all of the Village's assets/deferred outflows of resources and liabilities/deferred inflows of resources, 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. Consideration of other nonfinancial factors, such as changes in the Village's property tax base and the condition of the Village's infrastructure, is needed to assess the overall health of the Village.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis

April 30, 2020

USING THIS ANNUAL REPORT – Continued

Governmental Funds – Continued

The Village maintains fourteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Tax Increment Financing Fund, the Downtown TIF, and the General Capital Fund, all of which are considered to be major funds. Data from the other ten governmental funds are aggregated into a single presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 25 - 30 of this report.

Proprietary Funds

The Village maintains two enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village of Fox River Grove utilizes enterprise funds to account for its water and sewer and parking.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund and the Parking Fund, all of which are considered to be major funds of the Village.

The basic proprietary fund financial statements can be found on pages 31 - 34 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 35 - 36 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 37 - 76 of this report.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis April 30, 2020

USING THIS ANNUAL REPORT – Continued

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of Fox River Grove's IMRF, police employee pension obligations, and retiree benefits plan. The required supplementary information also contains the budgetary comparison schedules for the General Fund and major special revenue funds. Required supplementary information can be found on pages 77 - 87 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 88 - 109 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village of Fox River Grove, assets/deferred outflows exceeded liabilities/deferred inflows by \$23,146,039.

	Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
Current and Other Assets	\$ 9,866,836	10,751,445	953,207	1,721,738	10,820,043	12,473,183
Capital Assets	17,334,857	15,730,348	4,945,961	4,993,929	22,280,818	20,724,277
Total Assets	27,201,693	26,481,793	5,899,168	6,715,667	33,100,861	33,197,460
Deferred Outflows	865,384	1,266,615	28,645	343,743	894,029	1,610,358
Total Assets/ Deferred Outflows	28,067,077	27,748,408	5,927,813	7,059,410	33,994,890	34,807,818
Long-Term Debt	7,579,933	9,781,971	191,534	1,464,411	7,771,467	11,246,382
Other Liabilities	739,648	866,305	102,618	266,807	842,266	1,133,112
Total Liabilities	8,319,581	10,648,276	294,152	1,731,218	8,613,733	12,379,494
Deferred Inflows	2,034,548	1,948,862	200,570	78,655	2,235,118	2,027,517
Total Liabilities/Deferred Inflows	10,354,129	12,597,138	494,722	1,809,873	10,848,851	14,407,011
Net Position						
Net Investment in Capital Assets	15,834,857	12,330,348	4,945,961	3,723,929	20,780,818	16,054,277
Restricted	2,472,756	3,105,390	-	-	2,472,756	3,105,390
Unrestricted (Deficit)	(594,665)	(284,468)	487,130	1,525,608	(107,535)	1,241,140
Total Net Position	17,712,948	15,151,270	5,433,091	5,249,537	23,146,039	20,400,807

A portion of the Village's net position, \$20,780,818, reflects its investment in capital assets (for example, land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis

April 30, 2020

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – Continued

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the Village of Fox River Grove that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village of Fox River Grove include general government, public safety, streets and parks, building and zoning, and environment. The business-type activities of the Village of Fox River Grove include water and sewer and parking.

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 of Fox River Grove, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The main difference, however, is that the governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

An additional portion, \$2,472,756, of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining net position is reported as unrestricted net position of (\$107,535). Unrestricted net position represents amounts that may be used to meet the government's ongoing obligations to citizens and creditors.

	Changes in Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
Revenues						
Program Revenues						
Charges for Services	\$ 1,989,521	2,378,242	2,214,031	1,700,976	4,203,552	4,079,218
Operating Grants/Contrib.	218,747	166,335	-	-	218,747	166,335
General Revenues						
Property Taxes	1,761,584	1,787,368	-	-	1,761,584	1,787,368
Income Taxes	477,432	502,172	-	-	477,432	502,172
Utility Taxes	185,332	204,678	-	-	185,332	204,678
Sales Taxes	605,996	610,052	-	-	605,996	610,052
Other Intergovernmental	364,171	366,692	-	-	364,171	366,692
Other General Revenues	718,659	554,096	220,973	62,512	939,632	616,608
Total Revenues	6,321,442	6,569,635	2,435,004	1,763,488	8,756,446	8,333,123
Expenses						
General Government	585,655	834,725	-	-	585,655	834,725
Public Safety	2,225,703	2,241,309	-	-	2,225,703	2,241,309
Streets and Parks	644,728	1,595,537	-	-	644,728	1,595,537
Building and Zoning	170,846	194,448	-	-	170,846	194,448
Environment	22,407	31,243	-	-	22,407	31,243
Interest	110,425	161,668	-	-	110,425	161,668
Water and Sewer	-	-	2,166,612	2,047,322	2,166,612	2,047,322
Parking	-	-	84,838	86,967	84,838	86,967
Total Expenses	3,759,764	5,058,930	2,251,450	2,134,289	6,011,214	7,193,219
Change in Net Position before Transfers	2,561,678	1,510,705	183,554	(370,801)	2,745,232	1,139,904
Transfers	-	224,000	-	(224,000)	-	-
Change in Net Position	2,561,678	1,734,705	183,554	(594,801)	2,745,232	1,139,904
Net Position-Beginning	15,151,270	13,416,565	5,249,537	5,844,338	20,400,807	19,260,903
Net Position-Ending	17,712,948	15,151,270	5,433,091	5,249,537	23,146,039	20,400,807

Net position of the Village of Fox River Grove's governmental activities increased from the prior year. Net position increased \$2,561,678 in 2020 and this is \$826,973 more than the net position increase in 2019 largely due to decrease in expenses of \$1,299,166.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis

April 30, 2020

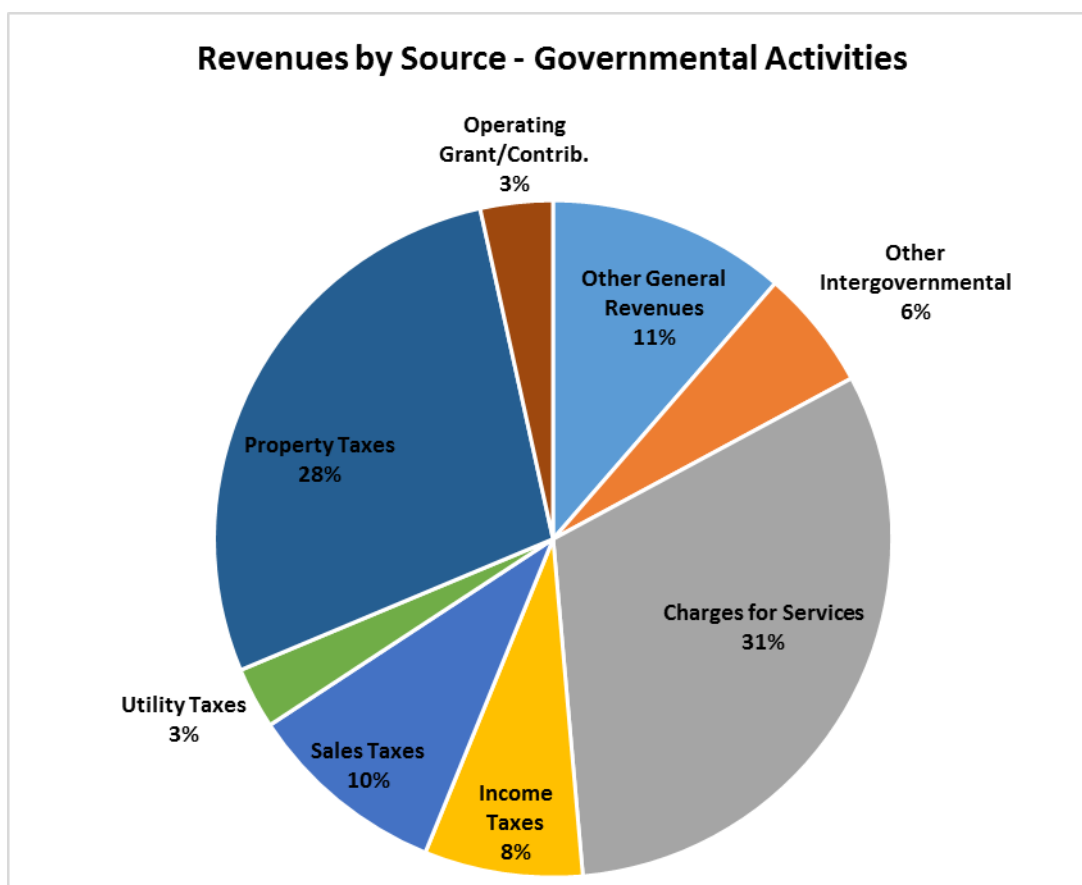
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Net position of business-type activities increased by \$778,355 compared to prior year increase, which was largely due to an increase in Revenue from Charges for Service.

Governmental Activities

Revenues for governmental activities totaled \$6,321,442 while the cost of all governmental functions totaled \$3,759,764. This resulted in a surplus of \$2,561,678. Governmental revenues decreased by 3.8 percent, and expenses decreased by 3.8 percent from the prior year. The decrease in expenses was related to the decrease in IMRF and police pension benefits plan related expenses, specifically the decreases in the net pension liabilities.

The following table graphically depicts the major revenue sources of the Village of Fox River Grove. It depicts very clearly the reliance of property taxes, utility taxes and intergovernmental taxes (sales, income, other intergovernmental) to fund governmental activities.



VILLAGE OF FOX RIVER GROVE, ILLINOIS

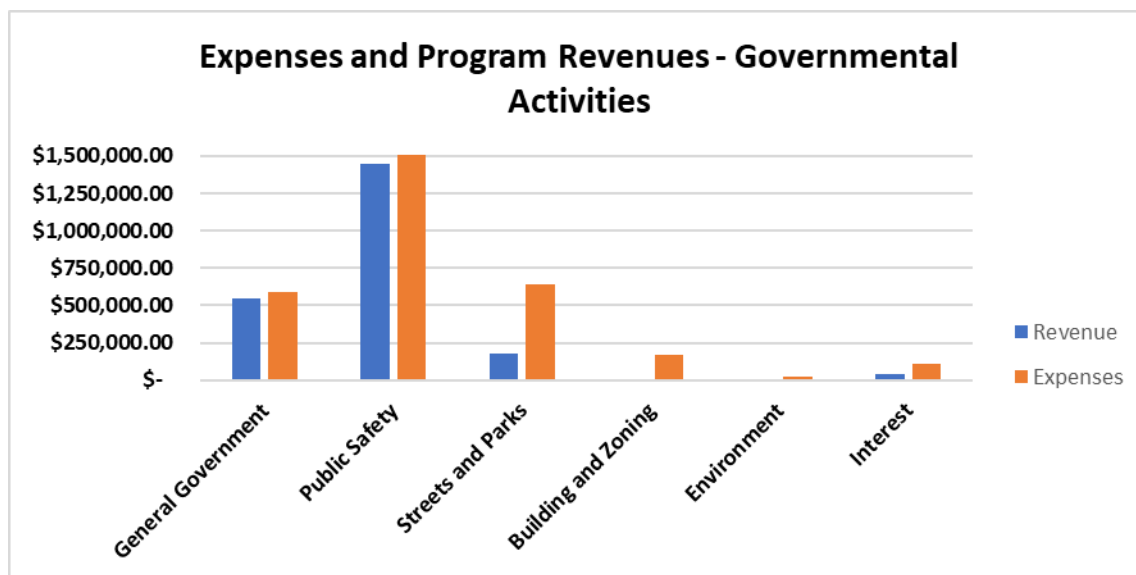
Management's Discussion and Analysis

April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

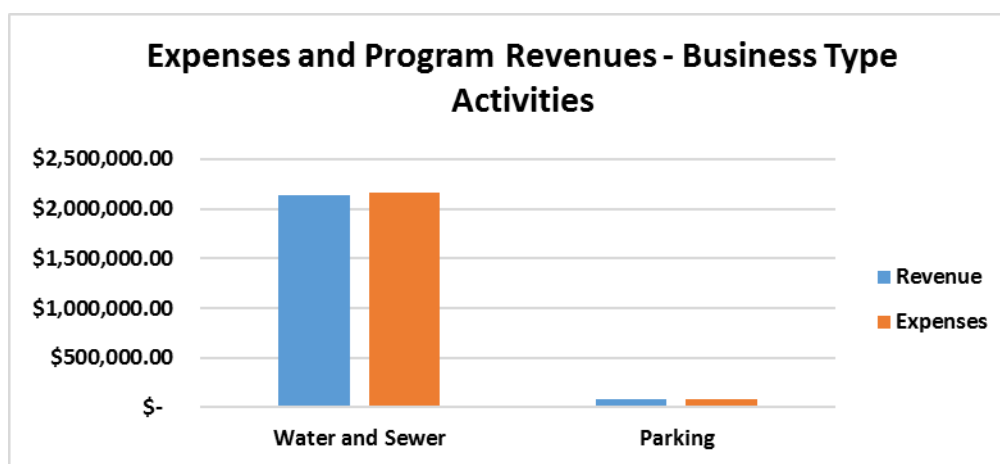
Governmental Activities – Continued

The following table summarizes the revenue and expenses of the governmental activities and identifies those governmental functions where program expenses greatly exceed revenues.



Business-Type Activities

Business-type activities reported total revenues of \$2,214,031 while the cost of all business-type activities totaled \$2,251,450. This resulted in an operating deficit of \$37,419, prior to interest of \$220,973.



The above graph compares program revenues to expenses for business-type operations.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis April 30, 2020

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Village of Fox River Grove uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Village's governmental funds reported combining ending fund balances of \$7,668,805 which is a decrease of \$1,131,839 from last year's total of \$8,800,644. At April 30, 2020, the total unassigned fund balance for the governmental funds is reported as \$1,692,281. This decrease in governmental fund balances is due to the total repayment of Village debt.

The General Fund reported a surplus change in fund balance for the year of \$48,089. The fund balance increased from \$1,671,018 at April 30, 2019, to \$1,719,107 at April 30, 2020. This increase in general fund balance is mainly due to an increase in use tax, fines and interest revenue.

The Tax Increment Financing Funds are reported as major special revenue funds of the Village and report the Village's TIF allotments and respective authorized expenditures. At April 30, 2020, both TIF Funds reported a combined deficit for the year of \$514,234, resulting in a combined ending fund balance of \$1,764,200. The decrease was mainly due to major capital outlay expenditures in the current year of \$1,182,273 for a redevelopment project reimbursement and land acquisition within the downtown redevelopment project area.

The General Capital Fund is reported as a major capital projects fund of the Village and reports the replacement of Village equipment. During the fiscal year, the General Capital Fund reported a deficit for the year of \$545,094, resulting in an ending fund balance of \$3,503,143. This decrease in the General Capital Fund balance is due to the early repayment of debt.

Proprietary Funds

The proprietary fund statements share the same focus as the government-wide financial statements, reporting both short-term and long-term information about financial status.

The Village's proprietary funds include the Water and Sewer and Parking Funds. All activities necessary to provide such services are accounted for in these funds, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

The Water and Sewer Fund reported a surplus for the year of \$184,540 and the Parking Fund reports a deficit for the year of \$986. With respect to the Water and Sewer Fund, \$221,421 was reported as depreciation expense. The Parking Fund's service charges decreased by \$14,127 due to COVID restrictions and business closures. The Parking Fund's operating revenues of \$83,652 proceeded operating expenses \$84,838, which resulted in an operating deficit as noted above.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis April 30, 2020

GENERAL FUND BUDGETARY HIGHLIGHTS

The Village made no amendments to the General Fund budget in 2020. Revenues came in over budget due mainly to the Village collecting more in taxes and interest income revenues.

On the expenditure side, General Fund expenditures came in at \$2,469,161 versus an original and final budget of \$2,520,824. This was due largely to all functions, except for public safety, actual expenditures being less than budgeted expenditures in the current fiscal year.

The detailed Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual may be found on page 85 of this report.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2020, was \$22,280,818 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, systems and equipment, vehicles, and infrastructure.

	Capital Assets - Net of Depreciation					
	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
Land	\$ 12,407,642	11,860,400	188,918	188,918	12,596,560	12,049,318
Land Improvements	194,048	85,918	-	-	194,048	85,918
Buildings	3,133,568	3,218,960	3,073,753	3,059,236	6,207,321	6,278,196
Systems and Equipment	199,484	17,084	920,781	950,045	1,120,265	967,129
Vehicles	152,210	118,328	100,684	120,189	252,894	238,517
Infrastructure	1,247,905	429,658	661,825	675,541	1,909,730	1,105,199
Totals	17,334,857	15,730,348	4,945,961	4,993,929	22,280,818	20,724,277

This year's additions included the following:

Land	\$ 547,242
Land Improvements	124,663
Building	114,680
Systems and Equipment	257,773
Vehicles	58,774
Infrastructure	841,449
	<u>1,944,581</u>

Additional information on the Village's capital assets can be found in note 3 of this report.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Management's Discussion and Analysis April 30, 2020

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Debt Administration

Outstanding general obligation debt as of April 30, 2020 is as follows:

	Long-Term Debt Outstanding					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
General Obligation Bonds	\$ -	630,000	-	-	-	630,000
Debt Certificates	-	1,270,000	-	1,270,000	-	2,540,000
Notes Payable	1,500,000	1,500,000	-	-	1,500,000	1,500,000
Totals	1,500,000	3,400,000	-	1,270,000	1,500,000	4,670,000

Further explanations of the Village's long term debt are presented in the note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's appointed officials considered many factors when setting the fiscal-year 2021 budget, tax rates, and fees that will be charged for its governmental activities, including the change in the CPI, unemployment rates and other economic factors, including how the global public health emergency of COVID-19 will affect the Village.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village's finances, comply with finance related laws and regulations, provide transparency to the public, and demonstrate the Village's commitment for financial accountability. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Village of Fox River Grove, 305 Illinois Street, Fox River Grove, Illinois 60021.

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 Funds

Fiduciary Fund

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 FOX RIVER GROVE, ILLINOIS

Statement of Net Position

April 30, 2020

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 7,499,972	591,913	8,091,885
Receivables - Net of Allowances	2,131,189	266,991	2,398,180
Prepays	625	292	917
Internal Balances	80,617	(80,617)	-
Total Current Assets	9,712,403	778,579	10,490,982
Noncurrent Assets			
Capital Assets			
Nondepreciable	12,407,642	188,918	12,596,560
Depreciable	7,261,912	9,800,917	17,062,829
Accumulated Depreciation	(2,334,697)	(5,043,874)	(7,378,571)
Total Capital Assets	17,334,857	4,945,961	22,280,818
Other Assets			
Net Pension Asset - IMRF	154,433	174,628	329,061
Total Noncurrent Assets	17,489,290	5,120,589	22,609,879
Total Assets	27,201,693	5,899,168	33,100,861
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	25,333	28,645	53,978
Deferred Items - Police Pension	840,051	-	840,051
Total Deferred Outflows of Resources	865,384	28,645	894,029
Total Assets and Deferred Outflows of Resources	28,067,077	5,927,813	33,994,890

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

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 283,298	78,212	361,510
Accrued Payroll	34,878	19,436	54,314
Accrued Interest Payable	411,268	-	411,268
Current Portion of Long-Term Debt	10,204	4,970	15,174
Total Current Liabilities	739,648	102,618	842,266
Noncurrent Liabilities			
Compensated Absences Payable	40,815	19,882	60,697
Net Pension Liability - Police Pension	5,821,420	-	5,821,420
Total OPEB Liability - RBP	217,698	171,652	389,350
TIF Notes Payable	1,500,000	-	1,500,000
Total Noncurrent Liabilities	7,579,933	191,534	7,771,467
Total Liabilities	8,319,581	294,152	8,613,733
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	1,725,422	-	1,725,422
Deferred Items - IMRF	177,374	200,570	377,944
Deferred Items - Police Pension	131,752	-	131,752
Total Deferred Inflows of Resources	2,034,548	200,570	2,235,118
Total Liabilities and Deferred Inflows of Resources	10,354,129	494,722	10,848,851
NET POSITION			
Investment in Capital Assets	15,834,857	4,945,961	20,780,818
Restricted for			
School Crossing Guard	26,201	-	26,201
Economic Development	1,782,834	-	1,782,834
Retirement	148,831	-	148,831
Insurance	183,935	-	183,935
Highways and Streets	139,861	-	139,861
Audit	10,767	-	10,767
Public Safety	52,313	-	52,313
Special Service Areas	128,014	-	128,014
Unrestricted (Deficit)	(594,665)	487,130	(107,535)
Total Net Position	17,712,948	5,433,091	23,146,039

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2020

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	\$ 585,655	542,632	-	-
Public Safety	2,225,703	1,446,889	-	-
Streets and Parks	644,728	-	179,121	-
Building and Zoning	170,846	-	-	-
Environment	22,407	-	-	-
Interest on Long-Term Debt	110,425	-	39,626	-
Total Governmental Activities	3,759,764	1,989,521	218,747	-
Business-Type Activities				
Water and Sewer	2,166,612	2,130,379	-	-
Parking	84,838	83,652	-	-
Total Business-Type Activities	2,251,450	2,214,031	-	-
Total Primary Government	6,011,214	4,203,552	218,747	-
General Revenues				
Taxes				
Property Taxes				
Utility Taxes				
Other				
Intergovernmental - Unrestricted				
State Income Taxes				
State Sales Taxes				
State Use Taxes				
Replacement Taxes				
Simplified Municipal Tax				
Business District Tax				
Interest Income				
Miscellaneous				
Change in Net Position				
Net Position - Beginning				
Net Position - Ending				

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
(43,023)	-	(43,023)
(778,814)	-	(778,814)
(465,607)	-	(465,607)
(170,846)	-	(170,846)
(22,407)	-	(22,407)
(70,799)	-	(70,799)
(1,551,496)	-	(1,551,496)
-	(36,233)	(36,233)
-	(1,186)	(1,186)
-	(37,419)	(37,419)
(1,551,496)	(37,419)	(1,588,915)
1,761,584	-	1,761,584
185,332	-	185,332
96,048	-	96,048
477,432	-	477,432
605,996	-	605,996
169,856	-	169,856
11,138	-	11,138
79,709	-	79,709
7,420	-	7,420
251,386	70,913	322,299
467,273	150,060	617,333
4,113,174	220,973	4,334,147
2,561,678	183,554	2,745,232
15,151,270	5,249,537	20,400,807
17,712,948	5,433,091	23,146,039

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS**Balance Sheet - Governmental Funds****April 30, 2020**

	General	Special Tax Increment Financing
ASSETS		
Cash and Investments	\$ 1,621,009	1,289,181
Receivables - Net of Allowances		
Property Taxes	790,651	503,354
Other Taxes	8,419	-
Accounts	72,343	-
Due from Other Funds	-	-
Due from Other Governments	182,793	-
Prepays	625	-
Total Assets	2,675,840	1,792,535
LIABILITIES		
Accounts Payable	131,204	71,433
Accrued Payroll	34,878	-
Total Liabilities	166,082	71,433
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	790,651	503,354
Total Liabilities and Deferred Inflows of Resources	956,733	574,787
FUND BALANCES		
Nonspendable	625	-
Restricted	26,201	1,217,748
Assigned	-	-
Unassigned	1,692,281	-
Total Fund Balances	1,719,107	1,217,748
Total Liabilities, Deferred Inflows of Resources and Fund Balances	2,675,840	1,792,535

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

Revenue	Capital		
Downtown	Projects		
TIF	General	Nonmajor	Totals
Capital			
555,698	3,377,480	656,604	7,499,972
191,715	-	239,702	1,725,422
-	116,361	14,396	139,176
-	-	-	72,343
-	80,617	-	80,617
-	-	11,455	194,248
-	-	-	625
747,413	3,574,458	922,157	9,712,403
9,246	71,315	100	283,298
-	-	-	34,878
9,246	71,315	100	318,176
191,715	-	239,702	1,725,422
200,961	71,315	239,802	2,043,598
-	-	-	625
546,452	-	682,355	2,472,756
-	3,503,143	-	3,503,143
-	-	-	1,692,281
546,452	3,503,143	682,355	7,668,805
747,413	3,574,458	922,157	9,712,403

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

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

April 30, 2020

Total Governmental Fund Balances	\$ 7,668,805
 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.	17,334,857
 An addition to a net pension asset is not considered to be an increase in a financial asset in the governmental funds. Increase to Net Pension Asset - IMRF	 154,433
 Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF Deferred Items - Police Pension	 (152,041) 708,299
 Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Compensated Absences Payable Net Pension Liability - Police Pension Total OPEB Liability - RBP Tax Increment Financing Notes Payable Accrued Interest Payable	 (51,019) (5,821,420) (217,698) (1,500,000) (411,268)
 Net Position of Governmental Activities	 <u><u>17,712,948</u></u>

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2020**

See Following Page

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended April 30, 2020

	General	Special Tax Increment Financing
Revenues		
Taxes	\$ 903,643	510,488
Intergovernmental	1,344,131	-
Charges for Services	87,328	-
Licenses, Permits and Fees	80,732	-
Fines and Forfeitures	136,656	-
Interest Income	205,936	34,181
Miscellaneous	210,304	-
Total Revenues	2,968,730	544,669
Expenditures		
Current		
General Government	369,166	-
Public Safety	1,533,059	-
Streets and Parks	502,802	-
Building and Zoning	58,700	6,520
Environment	-	-
Capital Outlay	5,434	82,956
Debt Service		
Principal Retirement	-	-
Interest and Fiscal Charges	-	-
Total Expenditures	2,469,161	89,476
Excess (Deficiency) of Revenues Over (Under) Expenditures	499,569	455,193
Other Financing Sources (Uses)		
Transfers In	-	-
Transfers Out	(451,480)	(1,300,000)
	(451,480)	(1,300,000)
Net Change in Fund Balances	48,089	(844,807)
Fund Balances - Beginning	1,671,018	2,062,555
Fund Balances - Ending	1,719,107	1,217,748

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

Revenue	Capital Projects		
Downtown	General	Nonmajor	Totals
TIF	Capital		
166,009	156,353	306,471	2,042,964
-	24,686	201,481	1,570,298
-	-	-	87,328
-	237,916	-	318,648
-	1,436,430	10,459	1,583,545
7,679	-	3,590	251,386
1,000	188,069	67,900	467,273
174,688	2,043,454	589,901	6,321,442
-	-	340,648	709,814
-	711,052	679	2,244,790
-	-	20,729	523,531
44,798	-	-	110,018
-	-	22,407	22,407
1,099,317	644,249	-	1,831,956
-	1,573,962	326,038	1,900,000
-	110,765	-	110,765
1,144,115	3,040,028	710,501	7,453,281
(969,427)	(996,574)	(120,600)	(1,131,839)
1,300,000	451,480	-	1,751,480
-	-	-	(1,751,480)
1,300,000	451,480	-	-
330,573	(545,094)	(120,600)	(1,131,839)
215,879	4,048,237	802,955	8,800,644
546,452	3,503,143	682,355	7,668,805

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

VILLAGE OF FOX RIVER GROVE, 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, 2020

Net Change in Fund Balances - Total Governmental Funds	\$ (1,131,839)
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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	1,771,128
Depreciation Expense	(166,619)

The net effect of deferred outflows (inflows) of resources related to the pensions
not reported in the funds.

Change in Deferred Items - IMRF	(336,130)
Change in Deferred Items - Police Pension	(104,891)
Change in Deferred Items - RBP	(4,252)

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 Payable	(151)
Change in Net Pension Liability - IMRF	334,688
Change in Net Pension Liability - Police Pension	151,162
Change in Total OPEB Liability - RBP	148,242
Retirement of Debt	1,900,000

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.

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Changes in Net Position of Governmental Activities

2,561,678

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Statement of Net Position - Proprietary Funds

April 30, 2020

See Following Page

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Statement of Net Position - Proprietary Funds April 30, 2020

	Business-Type Activities - Enterprise		
	Water and Sewer	Nonmajor Parking	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 500,656	91,257	591,913
Receivables - Net of Allowances			
Accounts	266,991	-	266,991
Prepays	292	-	292
Total Current Assets	767,939	91,257	859,196
Noncurrent Assets			
Capital Assets			
Nondepreciable	188,918	-	188,918
Depreciable	9,800,917	-	9,800,917
Accumulated Depreciation	(5,043,874)	-	(5,043,874)
Total Capital Assets	4,945,961	-	4,945,961
Other Assets			
Net Pension Asset - IMRF	174,628	-	174,628
Total Noncurrent Assets	5,120,589	-	5,120,589
Total Assets	5,888,528	91,257	5,979,785
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	28,645	-	28,645
Total Assets and Deferred Outflows of Resources	5,917,173	91,257	6,008,430

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

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VILLAGE OF FOX RIVER GROVE, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds For the Fiscal Year Ended April 30, 2020

	Business-Type Activities - Enterprise		
	Water and Sewer	Nonmajor Parking	Totals
Operating Revenues			
Charges for Services	\$ 2,130,379	77,872	2,208,251
Miscellaneous	-	5,780	5,780
Total Operating Revenues	2,130,379	83,652	2,214,031
Operating Expenses			
Operations	1,897,917	84,838	1,982,755
Depreciation	221,421	-	221,421
Total Operating Expenses	2,119,338	84,838	2,204,176
Operating Income (Loss)	11,041	(1,186)	9,855
Nonoperating Revenues (Expenses)			
Interest Income	70,773	140	70,913
Other Income	150,000	60	150,060
Interest Expense	(47,274)	-	(47,274)
	173,499	200	173,699
Change in Net Position	184,540	(986)	183,554
Net Position - Beginning	5,159,557	89,980	5,249,537
Net Position - Ending	5,344,097	88,994	5,433,091

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Statement of Cash Flows - Proprietary Funds For the Fiscal Year Ended April 30, 2020

	Business-Type Activities - Enterprise		
	Water and Sewer	Nonmajor Parking	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 2,453,087	83,712	2,536,799
Payments to Employees	(618,856)	-	(618,856)
Payments to Suppliers	(1,241,484)	(86,949)	(1,328,433)
	<u>592,747</u>	<u>(3,237)</u>	<u>589,510</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(173,453)	-	(173,453)
Principal Retirement	(1,270,000)	-	(1,270,000)
Interest Expense	(47,274)	-	(47,274)
	<u>(1,490,727)</u>	<u>-</u>	<u>(1,490,727)</u>
Cash Flows from Investing Activities Interest Income	<u>70,773</u>	<u>140</u>	<u>70,913</u>
Net Change in Cash and Cash Equivalents	(827,207)	(3,097)	(830,304)
Cash and Cash Equivalents - Beginning	<u>1,327,863</u>	<u>94,354</u>	<u>1,422,217</u>
Cash and Cash Equivalents - Ending	<u>500,656</u>	<u>91,257</u>	<u>591,913</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	11,041	(1,186)	9,855
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation Expense	221,421	-	221,421
Other Income	150,000	60	150,060
(Increase) Decrease in Current Assets	172,708	-	172,708
Increase (Decrease) in Current Liabilities	37,577	(2,111)	35,466
Net Cash Provided by Operating Activities	<u>592,747</u>	<u>(3,237)</u>	<u>589,510</u>

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Statement of Fiduciary Net Position
April 30, 2020

	<u>Pension Trust Police Pension</u>
ASSETS	
Cash and Cash Equivalents	\$ 508,566
Investments	
U.S. Treasuries	1,395,666
U.S. Agencies	58,901
Corporate Bonds	300,684
Mutual Funds	1,393,664
Accounts Receivable - Net of Allowance	
Accrued Interest	<u>8,943</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>3,666,424</u></u>

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Statement of Changes in Fiduciary Net Position For the Fiscal Year Ended April 30, 2020

	Pension Trust Police Pension
Additions	
Contributions - Employer	\$ 738,922
Contributions - Plan Members	58,012
Total Contributions	<u>796,934</u>
Investment Income	
Interest Income	111,900
Net Change in Fair Value	23,321
	<u>135,221</u>
Less Investment Expenses	(8,113)
Net Investment Income	<u>127,108</u>
Total Additions	<u>924,042</u>
Deductions	
Administration	11,116
Benefits and Refunds	543,798
Total Deductions	<u>554,914</u>
Change in Fiduciary Net Position	369,128
Net Position Restricted for Pensions	
Beginning	<u>3,297,296</u>
Ending	<u><u>3,666,424</u></u>

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Fox River Grove (Village), Illinois, was incorporated in 1919 and is governed by a Village President and Board of six trustees. The Village President and Board of Trustees are elected through a general municipal election to four-year staggered terms. The Village's operations include building and zoning, police, streets and parks, water and sewer, and parking services.

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 Fox River Grove
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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, one elected pension beneficiary and two elected police employees 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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION

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. The Village's general government, public safety, streets and parks, building and zoning, and environment are classified as governmental activities. The Village's water and sewer, and parking 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, streets and parks, etc.). The functions are supported by general government revenues (property and utility 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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

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. 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 legally restricted to expenditures for specified purposes. The Village maintains twelve special revenue funds. The Tax Increment Financing Fund, a major fund, is used to account for the revenues from property taxes

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

along with expenditures related to the TIF district. The Downtown TIF Fund, also a major fund, is used to account for the expenditures of incremental property taxes and sales tax generated in the designated downtown Tax Increment Financing area.

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) and the purchase of equipment. The Village maintains one capital projects funds. The General Capital Fund, a major fund, is used to account for the expenditures for the various departments of the Village.

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 Water and Sewer Fund is used to account for revenues generated and costs incurred from the charges for the distribution of water and use of the sanitary sewer system by the residential and commercial users located within the Village's boundaries.

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 pay retirement and other related benefits for sworn members of the Village's police force.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Fiduciary Funds – Continued

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

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 and pension trust 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 and pension trust fund equity is classified as net position.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

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.

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 and pension trust 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 and internal service 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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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.

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.

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.

Prepays

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepaids are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$50,000 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. 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.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets.

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

Land Improvements	50 Years
Buildings	50 Years
Systems and Equipment	15 Years
Vehicles	10 Years
Infrastructure	50 Years

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.

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. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Compensated Absences – Continued

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.

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.”

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. All departments of the Village submit requests for budgets to the Village Administrator so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested budgets for the next fiscal year.

The proposed budget is presented to the Village Board for review. The Village Board holds public hearings and may add to, subtract from, or change budgeted amounts, but may not change the form of the budget.

Prior to May 1, the budget, which by State law also serves as the appropriation ordinance, is adopted by the Board of Trustees and constitutes the legal budget of the Village. The Village Administrator is authorized to transfer budgeted amounts within any fund; however, the Board of Trustees must approve any revisions that alter the total expenditures of any fund. State statutes establish that expenditures may not legally exceed budgeted appropriations at the fund level. Appropriations lapse at the end of the fiscal year. There was no amendment resolution to the funds in fiscal year 2020.

EXCESS OF ACTUAL EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenses over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
Police Pension	\$ 61,982

The over budget amount was due to three officers leaving during the fiscal year and the Pension Fund paying out their employee contributions.

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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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.

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 OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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 \$6,513,659 and the bank balances totaled \$6,571,477.

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

Investment Instrument	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasuries	\$ 332,199	100,609	231,590	-	-
U.S. Agencies	1,052,606	276,734	509,424	-	266,448
Municipal Bonds	193,421	65,370	128,051	-	-
	<u>1,578,226</u>	<u>442,713</u>	<u>869,065</u>	<u>-</u>	<u>266,448</u>

The Village has the following recurring fair value measurements as of April 30, 2020:

Investments by Fair Value Level	Total	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. Treasuries	\$ 332,199	332,199	-	-
U.S. Agencies	1,052,606	-	1,052,606	-
Municipal Bonds	193,421	-	193,421	-
Total Investments by Fair Value Level	<u>1,578,226</u>	<u>332,199</u>	<u>1,246,027</u>	<u>-</u>

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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

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

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village places a limit of 50% on the amount the Village may invest in any one 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).

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 does not address custodial credit risk for deposits. At year-end, the entire amount of the bank balance of deposits was covered by FDIC insurance or sufficiently collateralized.

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 Village's investment policy does not mitigate custodial credit risk for investments.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village is allowed to invest in any type of security allowed for in Illinois statutes regarding the investment of public funds limited to:

- Bonds, notes, certificates of indebtedness, treasury bills, or other securities backed by the full faith and credit of the government of the United States of America
- Interest bearing savings accounts, certificates of deposits, or time deposits or any other investment constituting direct obligations of any institution as defined by the Illinois Banking Act and that is insured by the Federal Deposit Insurance Corporation; and
- Illinois Public Treasurer's Investment Pool

At year-end, the Village's investments in U.S. Agencies are rated AA+ by Standard and Poor's and the Municipal Bonds are rated AA+ to AAA.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

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

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$508,566 and the bank balances totaled \$508,716.

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

Investment Instrument	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasuries	\$ 1,395,666	187,379	794,148	414,139	-
U.S. Agencies	58,901	50,580	-	-	8,321
Corporate Bonds	300,684	50,397	148,633	101,654	-
	<u>1,755,251</u>	<u>288,356</u>	<u>942,781</u>	<u>515,793</u>	<u>8,321</u>

The Fund has the following recurring fair value measurements as of April 30, 2020:

Investments by Fair Value Level	Total	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. Treasuries	\$ 1,395,666	1,395,666	-	-
U.S. Agencies	58,901	-	58,901	-
Corporate Bonds	300,684	-	300,684	-
Mutual Funds	1,393,664	1,393,664	-	-
Total Investments by Fair Value Level	<u>3,148,915</u>	<u>2,789,330</u>	<u>359,585</u>	<u>-</u>

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

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. 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. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Fund's investment policy limits its exposure by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the plan.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Fund's investment policy limits its exposure by primarily investing in obligations guaranteed by the United States Government, securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government, and investment grade corporate bonds rated by at least one of the two largest rating services at the time of purchase. If subsequently downgraded below investment grade, the bonds must be liquidated by the manager from the portfolio within 90 days after being downgraded. However, certain fixed income securities are not rated. At year-end, the Fund's investments in U.S. Agencies were not rated and the Corporate Bonds were rated Baa3 to A1 by Moody'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. For deposits, the Fund's investment policy requires all bank balances to be covered by federal depository insurance. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. In the case of investments, the Fund's investment policy does not address custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Fund's investment policy does not address concentration risk. In addition to the securities and fair values listed above, the Fund also has \$1,393,664 invested in mutual funds. At year-end, the Fund has no investments over 5 percent of net plan position available for retirement 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).

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

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

Concentration Risk – Continued. 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	44.00%	0.31%
Domestic Equities	44.70%	2.50%
International Equities	11.20%	0.70%
Cash and Cash Equivalents	0.10%	0.00%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 45%. 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 was determined using an asset allocation study conducted by the Fund's investment management consultant in May 2020 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 were 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. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April, 30, 2020 are listed in the table above.

Rate of Return

For the year ended April 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 3.74%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2019 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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

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	\$ 11,860,400	547,242	-	12,407,642
Depreciable Capital Assets				
Land Improvements	458,450	124,663	-	583,113
Buildings	4,269,604	-	-	4,269,604
Systems and Equipment	130,290	199,000	-	329,290
Vehicles	300,065	58,774	-	358,839
Infrastructure	879,617	841,449	-	1,721,066
	6,038,026	1,223,886	-	7,261,912
Less Accumulated Depreciation				
Land Improvements	372,532	16,533	-	389,065
Buildings	1,050,644	85,392	-	1,136,036
Systems and Equipment	113,206	16,600	-	129,806
Vehicles	181,737	24,892	-	206,629
Infrastructure	449,959	23,202	-	473,161
	2,168,078	166,619	-	2,334,697
Total Net Depreciable Capital Assets	3,869,948	1,057,267	-	4,927,215
Total Net Capital Assets	15,730,348	1,604,509	-	17,334,857

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 18,238
Public Safety	27,184
Streets and Parks	121,197
	<u>166,619</u>

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

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	\$ 188,918	-	-	188,918
Depreciable Capital Assets				
Buildings	4,979,451	114,680	-	5,094,131
Systems and Equipment	3,653,152	58,773	71,000	3,640,925
Vehicles	380,049	-	-	380,049
Infrastructure	685,812	-	-	685,812
	<u>9,698,464</u>	<u>173,453</u>	<u>71,000</u>	<u>9,800,917</u>
Less Accumulated Depreciation				
Buildings	1,920,215	100,163	-	2,020,378
Systems and Equipment	2,703,107	88,037	71,000	2,720,144
Vehicles	259,860	19,505	-	279,365
Infrastructure	10,271	13,716	-	23,987
	<u>4,893,453</u>	<u>221,421</u>	<u>71,000</u>	<u>5,043,874</u>
Total Net Depreciable Capital Assets	<u>4,805,011</u>	<u>(47,968)</u>	<u>-</u>	<u>4,757,043</u>
Total Net Capital Assets	<u>4,993,929</u>	<u>(47,968)</u>	<u>-</u>	<u>4,945,961</u>

Depreciation expense was charged to business-type as follows:

Water and Sewer	<u>\$ 221,421</u>
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VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND BALANCES

Interfund balances are advances in anticipation of receipts. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
General Capital	Water and Sewer	<u>\$ 80,617</u>

INTERFUND TRANSFERS

Transfer In	Transfer Out	Amount
General Capital	General	\$ 451,480 (2)
Downtown TIF	Tax Increment Financing	<u>1,300,000 (1)</u>
		<u>1,751,480</u>

Transfers are used (1) to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

LONG-TERM DEBT

Tax Increment Financing Notes Payable

On November 18, 2004, the Village signed a note for 18 years with Buchanan Property Group, LLC in the amount of \$1,500,000 at an interest rate of 7.50% per annum. These notes will only be paid if there are incremental real estate taxes (paid from the Tax Increment Financing Fund) from which to pay it. Tax increment financing notes currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Tax Increment Financing Notes Payable of 2004 - Due from incremental real estate taxes, when available, with an interest rate of 7.50%.	Tax Increment Financing	<u>\$ 1,500,000</u>	-	-	<u>1,500,000</u>

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

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 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) Bonds of 2010A - Due in annual installments of \$68,000 to \$120,000 plus interest at 3.60% to 5.80% through December 15, 2024.	Motor Fuel Tax	\$ 630,000	-	630,000	-

Debt Certificates

The Village issues debt certificates to provide funds for the acquisition and construction of major capital facilities. Debt certificates have been issued for both governmental and business-type activities. Debt Certificates issued for business-type activities are reported in the proprietary funds as they are expected to be repaid from proprietary revenues. Debt certificates currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Debt Certificates of 2010 - Due in annual installments of \$150,000 to \$305,000 plus interest at 4.20% to 6.30% through December 15, 2029.	General Capital Water and Sewer	\$ 1,270,000	-	1,270,000	-
		1,270,000	-	1,270,000	-
		2,540,000	-	2,540,000	-

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

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	\$ 50,868	302	151	51,019	10,204
Net Pension Liability/(Asset) - IMRF	180,255	-	334,688	(154,433)	-
Net Pension Liability - Police Pension	5,972,582	-	151,162	5,821,420	-
Total OPEB Liability - RBP	365,940	-	148,242	217,698	-
General Obligations Bonds	630,000	-	630,000	-	-
Debt Certificates	1,270,000	-	1,270,000	-	-
Tax Increment Financing Notes Payable	1,500,000	-	-	1,500,000	-
	<u>9,969,645</u>	<u>302</u>	<u>2,534,243</u>	<u>7,435,704</u>	<u>10,204</u>
Business-Type Activities					
Compensated Absences	27,931	3,079	6,158	24,852	4,970
Net Pension Liability/(Asset) - IMRF	259,566	-	434,194	(174,628)	-
Total OPEB Liability - RBP	-	171,652	-	171,652	-
Debt Certificates	1,270,000	-	1,270,000	-	-
	<u>1,557,497</u>	<u>174,731</u>	<u>1,710,352</u>	<u>21,876</u>	<u>4,970</u>

For governmental activities, the General Fund makes payments on the compensated absences, the net pension liabilities, and the total OPEB liability. The general obligation bonds are being liquidated by the Motor Fuel Tax Fund and the Debt Service Fund. The General Capital Fund is making payments on the debt certificates. The Tax Increment Financing Fund is making payments on the Tax Increment Financing Notes Payable. For business-type activities, the Water and Sewer Fund makes payments on the compensated absences, the net pension liability, and the debt certificates.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

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 - 2019	<u>\$ 146,828,327</u>
Bonded Debt Limit - 8.625% of Assessed Value	12,663,943
Amount of Debt Applicable to Limit	<u>1,500,000</u>
Legal Debt Margin	<u>11,163,943</u>

NET POSITION/FUND BALANCE

Net Position Classifications

Net investment in capital assets was comprised of the following as of April 30, 2020:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 17,334,857
Less Capital Related Debt:	
Tax Increment Financing Notes Payable	<u>(1,500,000)</u>
Net Investment in Capital Assets	<u>15,834,857</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	<u>4,945,961</u>

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE – Continued

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.

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 50% of budgeted operating expenditures.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE – Continued

Fund Balance Classifications – Continued

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

	General	Special Revenue		Capital Projects	Nonmajor	Totals
		Tax Increment Financing	Downtown TIF	General Capital		
Fund Balances						
Nonspendable	\$ 625	-	-	-	-	625
Restricted						
School Crossing Guard	26,201	-	-	-	-	26,201
Economic Development	-	1,217,748	546,452	-	18,634	1,782,834
Retirement	-	-	-	-	148,831	148,831
Insurance	-	-	-	-	183,935	183,935
Highways and Streets	-	-	-	-	139,861	139,861
Audit	-	-	-	-	10,767	10,767
Public Safety	-	-	-	-	52,313	52,313
Special Service Areas	-	-	-	-	128,014	128,014
	26,201	1,217,748	546,452	-	682,355	2,472,756
Assigned						
Capital Improvements	-	-	-	3,503,143	-	3,503,143
Unassigned	1,692,281	-	-	-	-	1,692,281
Total Fund Balances	1,719,107	1,217,748	546,452	3,503,143	682,355	7,668,805

NOTE 4 – OTHER INFORMATION

CONTINGENT LIABILITIES

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 FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

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.

RISK MANAGEMENT

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

The Village is a member of the McHenry County Municipal Risk Management Agency (MCMRMA), a public entity risk pool through which property, general liability, automobile liability, crime, excess property, excess liability, and boiler and machinery coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

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

MCMRMA is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Board of Directors. MCMRMA also provides its members with risk management services, including the defense of and settlement of claims, and establishes reasonable and necessary loss reduction and prevention procedures to be followed by the members. During fiscal year 2020 there were no significant reductions in insurance coverage for any category.

The Village is insured under a retrospectively-rated policy for workers' compensation coverage. Whereas the initial premium may be adjusted based on actual experience, adjustments in premiums are recorded when paid or received. During the year ended April 30, 2020, there were no significant adjustments in premiums based on actual experience.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

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 which is a single-employer pension plan. Separate reports are issued for the Police Pension Plan and can be obtained by writing the Village at 305 Illinois, Fox River Grove, Illinois 60021. 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 online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

The aggregate amount recognized for the two pension plans is:

	Net Pension Liability/ (Asset)	Deferred Outflows	Deferred Inflows	Pension Expenses/ (Revenues)
IMRF	\$ (329,061)	53,978	377,944	60,019
Police Pension	5,821,420	840,051	131,752	692,651
	<u>5,492,359</u>	<u>894,029</u>	<u>509,696</u>	<u>752,670</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).

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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. 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, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	17
Inactive Plan Members Entitled to but not yet Receiving Benefits	22
Active Plan Members	<u>14</u>
Total	<u><u>53</u></u>

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, 2020, the Village's contribution was 5.80% of covered payroll.

Net Pension Liability. The Village's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.35% to 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

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:

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

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.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.25%
Domestic Equities	37.00%	5.75%
International Equities	18.00%	6.50%
Real Estate	9.00%	5.20%
Blended	7.00%	3.60% - 7.60%
Cash and Cash Equivalents	1.00%	1.85%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior 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, the Fund'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 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:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 610,365	(329,061)	(1,105,253)

VILLAGE OF FOX RIVER GROVE, ILLINOIS**Notes to the Financial Statements
April 30, 2020****NOTE 4 – OTHER INFORMATION – Continued****EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued****Illinois Municipal Retirement Fund (IMRF) – Continued****Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 7,337,085	6,897,264	439,821
Changes for the Year:			
Service Cost	93,878	-	93,878
Interest on the Total Pension Liability	523,162	-	523,162
Difference Between Expected and Actual Experience of the Total Pension Liability	(88,581)	-	(88,581)
Changes of Assumptions	-	-	-
Contributions - Employer	-	47,557	(47,557)
Contributions - Employees	-	43,497	(43,497)
Net Investment Income	-	1,260,533	(1,260,533)
Benefit Payments, including Refunds of Employee Contributions	(336,002)	(336,002)	-
Other (Net Transfer)	-	(54,246)	54,246
Net Changes	192,457	961,339	(768,882)
Balances at December 31, 2019	7,529,542	7,858,603	(329,061)

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

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 – Continued

For the year ended April 30, 2020, the Village recognized pension expense of \$60,019. At April 30, 2020, 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	\$ -	(66,837)	(66,837)
Change in Assumptions	28,417	-	28,417
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	-	(311,107)	(311,107)
Total Pension Expense to be Recognized			
in Future Periods	28,417	(377,944)	(349,527)
Pension Contributions Made Subsequent			
to the Measurement Date	25,561	-	25,561
Total Deferred Amounts Related to IMRF	53,978	(377,944)	(323,966)

\$25,561 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2021.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

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 – Continued

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2021	\$ (112,707)
2022	(117,017)
2023	34,464
2024	(154,267)
2025	-
Thereafter	-
Total	<u>(349,527)</u>

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 Mayor, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At April 30, 2020, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	9
Inactive Plan Members Entitled to but not yet Receiving Benefits	1
Active Plan Members	<u>9</u>
Total	<u>19</u>

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

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 $\frac{1}{2}$ 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.

Benefits Provided – Continued. 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 96 consecutive months of service within the last 120 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 $\frac{1}{2}$ 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. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ 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 of $\frac{1}{2}$ 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. However, 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. For the year-ended April 30, 2020, the Village's contribution was 126.23% of covered payroll.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Concentrations. At year end, the Pension Plan has no investments over 5 percent of net plan assets available for retirement 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).

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2020, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	6.50%
Salary Increases	3.50% to 7.78%
Cost of Living Adjustments	Tier 1: 3.00% Tier 2: 1.25%
Inflation	2.50%

Mortality rates are based on the RP-2000 combined healthy mortality with a blue collar adjustment, projected to the valuation date with scale BB.

Discount Rate

The discount rate used to measure the total pension liability was 6.50%, the same as the prior 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, the Fund'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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the 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 (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net Pension Liability	\$ 7,136,177	5,821,420	4,743,502

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2019	\$ 9,269,878	3,297,296	5,972,582
Changes for the Year:			
Service Cost	178,209	-	178,209
Interest on the Total Pension Liability	596,452	-	596,452
Difference Between Expected and Actual Experience of the Total Pension Liability	(15,720)	-	(15,720)
Changes of Assumptions	13	-	13
Changes of Benefit Terms	2,810	-	2,810
Contributions - Employer	-	738,922	(738,922)
Contributions - Employees	-	58,012	(58,012)
Net Investment Income	-	127,108	(127,108)
Benefit Payments, including Refunds of Employee Contributions	(543,798)	(543,798)	-
Administrative Expense	-	(11,116)	11,116
Net Changes	217,966	369,128	(151,162)
Balances at April 30, 2020	9,487,844	3,666,424	5,821,420

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

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

For the year ended April 30, 2020, the Village recognized pension expense of \$692,651. At April 30, 2020, the Village reported deferred outflows or 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	\$ 373,180	(91,489)	281,691
Change in Assumptions	371,776	(40,263)	331,513
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	95,095	-	95,095
Total Deferred Amounts Related to Police Pension	840,051	(131,752)	708,299

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/ (Inflows) of Resources
2021	\$ 163,712
2022	189,918
2023	184,660
2024	172,627
2025	(2,618)
Thereafter	-
Total	708,299

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

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.

Benefits Provided. RBP provides healthcare and dental benefits for retirees and their dependents. Retirees and their dependents are responsible for the full cost of coverage and may continue coverage past Medicare eligibility.

Plan Membership. As of April 30, 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	-
Active Plan Members	<u>22</u>
Total	<u><u>26</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of April 30, 2020, and was determined by an actuarial valuation date of April 30, 2019.

Actuarial assumptions and other inputs. The total OPEB liability in the April 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Inflation	2.25%
Salary Increases	3.00%
Discount Rate	2.56%
Healthcare Cost Trend Rates	The initial trend rate is based on the 2019 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates selected fall within a generally accepted range.
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on a combination of the expected long-term rate of return on plan assets and the municipal bond rate.

Mortality rates were based on the Sex Distinct Raw Rates as developed in the RP-2014 Study, with blue collar adjustment. These rates are improved generationally using MP-2016 improvement rates.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at April 30, 2019	<u>\$ 365,940</u>
Changes for the Year:	
Service Cost	485
Interest on the Total OPEB Liability	13,474
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	30,206
Benefit Payments	<u>(20,755)</u>
Net Changes	<u>23,410</u>
Balance at April 30, 2020	<u><u>389,350</u></u>

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 2.56%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.56%)	Current Discount Rate (2.56%)	1% Increase (3.56%)
Total OPEB Liability	\$ 417,200	389,350	364,303

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates decreasing to (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 355,740	389,350	426,605

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB.

For the year ended April 30, 2020, the Village recognized OPEB expense of \$48,417. 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	\$ -	-	-
Change in Assumptions	-	-	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-	-
Total Deferred Amounts Related to OPEB	-	-	-

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

Fiscal Year	Net Deferred Outflows of Resources
2021	\$ -
2022	-
2023	-
2024	-
2025	-
Thereafter	-
Total	-

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 Benefits Plan
- Budgetary Comparison Schedules
 - General Fund
 - Tax Increment Financing – Special Revenue Fund
 - Downtown TIF - 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 FOX RIVER GROVE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2020

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	\$ 67,914	\$ 67,914	\$ -	\$ 921,490	7.37%
2017	91,340	91,340	-	970,673	9.41%
2018	81,073	81,073	-	940,858	8.62%
2019	69,274	69,274	-	932,890	7.43%
2020	55,758	55,758	-	961,994	5.80%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	24 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.50%
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. Information for additional years will be displayed as it becomes available.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Police Pension Fund

Required Supplementary Information Schedule of Employer Contributions April 30, 2020

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	\$ 322,333	\$ 325,362	\$ 3,029	\$ 548,963	59.27%
2016	350,960	1,458,831	1,107,871	573,875	254.21%
2017	426,226	351,303	(74,923)	598,749	58.67%
2018	400,493	523,016	122,523	593,532	88.12%
2019	462,537	683,748	221,211	581,927	117.50%
2020	457,739	738,922	281,183	585,388	126.23%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	21 Years
Asset Valuation Method	Market
Inflation	2.50%
Salary Increases	3.50 % - 7.78%
Investment Rate of Return	6.50%
Retirement Age	50-70
Mortality	RP-2000 Combined Healthy mortality table with a blue collar adjustment projected to the valuation date with Scale BB.

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability April 30, 2020

	12/31/15
Total Pension Liability	
Service Cost	\$ 99,510
Interest	462,653
Differences Between Expected and Actual Experience	(64,209)
Changes of Assumptions	-
Benefit Payments, Including	
Refunds of Member Contributions	(246,827)
Net Change in Total Pension Liability	251,127
Total Pension Liability - Beginning	6,242,371
Total Pension Liability - Ending	6,493,498
Plan Fiduciary Net Position	
Contributions - Employer	\$ 67,914
Contributions - Members	41,467
Net Investment Income	31,481
Benefit Payments, Including	
Refunds of Member Contributions	(246,827)
Other (Net Transfer)	(52,119)
Net Change in Plan Fiduciary Net Position	(158,084)
Plan Net Position - Beginning	6,364,941
Plan Net Position - Ending	6,206,857
Employer's Net Pension Liability/(Asset)	\$ 286,641
Plan Fiduciary Net Position as	
a Percentage of the Total Pension Liability	95.59%
Covered Payroll	\$ 921,490
Employer's Net Pension Liability as a Percentage of	
Covered Payroll	31.11%

Note:

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

12/31/16	12/31/17	12/31/18	12/31/19
100,685	106,716	85,650	93,878
481,343	508,724	511,562	523,162
47,654	(94,303)	(89,780)	(88,581)
-	(191,525)	191,213	-
(251,877)	(283,344)	(279,131)	(336,002)
377,805	46,268	419,514	192,457
6,493,498	6,871,303	6,917,571	7,337,085
6,871,303	6,917,571	7,337,085	7,529,542
91,340	81,250	82,187	47,557
43,680	43,371	41,323	43,497
432,687	1,148,042	(390,335)	1,260,533
(251,877)	(283,344)	(279,131)	(336,002)
29,781	(74,653)	(23,914)	(54,246)
345,611	914,666	(569,870)	961,339
6,206,857	6,552,468	7,467,134	6,897,264
6,552,468	7,467,134	6,897,264	7,858,603
318,835	(549,563)	439,821	(329,061)
95.36%	107.94%	94.01%	104.37%
970,673	963,807	918,293	966,608
32.85%	(57.02%)	47.90%	(34.04%)

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability

April 30, 2020

	4/30/15
Total Pension Liability	
Service Cost	\$ 150,617
Interest	468,226
Differences Between Expected and Actual Experience	-
Change of Assumptions	-
Benefit Payments, Including	
Refunds of Member Contributions	(387,180)
Net Change in Total Pension Liability	231,663
Total Pension Liability - Beginning	7,246,444
Total Pension Liability - Ending	7,478,107
Plan Fiduciary Net Position	
Contributions - Employer	\$ 325,362
Contributions - Members	53,043
Net Investment Income	33,030
Benefit Payments, Including	
Refunds of Member Contributions	(387,180)
Administrative Expense	(11,632)
Net Change in Plan Fiduciary Net Position	12,623
Plan Net Position - Beginning	1,280,765
Plan Net Position - Ending	1,293,388
Employer's Net Pension Liability	\$ 6,184,719
Plan Fiduciary Net Position as	
a Percentage of the Total Pension Liability	17.30%
Covered Payroll	\$ 548,963
Employer's Net Pension Liability as a	
Percentage of Covered Payroll	1126.62%

Note:

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

4/30/16	4/30/17	4/30/18	4/30/19	4/30/20
152,221	150,487	170,919	164,937	178,209
483,750	492,118	505,404	522,608	596,452
-	-	-	-	2,810
(428,008)	(35,270)	140,640	454,289	(15,720)
298,262	-	(80,526)	483,085	13
(376,019)	(375,552)	(471,119)	(460,455)	(543,798)
130,206	231,783	265,318	1,164,464	217,966
7,478,107	7,608,313	7,840,096	8,105,414	9,269,878
7,608,313	7,840,096	8,105,414	9,269,878	9,487,844
1,458,831	351,303	523,016	683,748	738,922
56,871	59,336	58,820	57,669	58,012
17,999	146,774	146,097	183,656	127,108
(376,019)	(375,552)	(471,119)	(460,455)	(543,798)
(10,916)	(18,779)	(12,912)	(14,460)	(11,116)
1,146,766	163,082	243,902	450,158	369,128
1,293,388	2,440,154	2,603,236	2,847,138	3,297,296
2,440,154	2,603,236	2,847,138	3,297,296	3,666,424
5,168,159	5,236,860	5,258,276	5,972,582	5,821,420
32.07%	33.20%	35.13%	35.57%	38.64%
573,875	598,749	593,532	581,927	585,388
900.57%	874.63%	885.93%	1026.35%	994.45%

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Investment Returns

April 30, 2020

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	2.60%
2016	0.90%
2017	6.06%
2018	5.51%
2019	6.32%
2020	3.74%

Note:

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Retiree Benefits Plan

Required Supplementary Information

Schedule of Changes in the Employer's Total OPEB Liability

April 30, 2020

	2019	2020
Total OPEB Liability		
Service Cost	\$ 456	485
Interest	14,140	13,474
Changes in Benefit Terms	-	-
Differences Between Expected and Actual Experience	-	-
Change of Assumptions or Other Inputs	4,574	30,206
Benefit Payments	(18,847)	(20,755)
Net Change in Total OPEB Liability	323	23,410
Total OPEB Liability - Beginning	365,617	365,940
Total OPEB Liability - Ending	365,940	389,350
Covered Payroll	\$ 1,403,311	1,470,649
Total OPEB Liability as a Percentage of Covered Payroll	26.08%	26.47%

Notes:

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

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 418,619	418,619	903,643
Intergovernmental	1,261,000	1,261,000	1,344,131
Charges for Services	88,500	88,500	87,328
Licenses, Permits and Fees	69,200	69,200	80,732
Fines and Forfeitures	105,000	105,000	136,656
Interest Income	70,000	70,000	205,936
Miscellaneous	195,600	195,600	210,304
Total Revenues	2,207,919	2,207,919	2,968,730
Expenditures			
Current			
General Government	413,910	413,910	369,166
Public Safety	1,509,743	1,509,743	1,533,059
Streets and Parks	518,273	518,273	502,802
Building and Zoning	60,398	60,398	58,700
Capital Outlay	18,500	18,500	5,434
Total Expenditures	2,520,824	2,520,824	2,469,161
Excess (Deficiency) of Revenues Over (Under) Expenditures	(312,905)	(312,905)	499,569
Other Financing (Uses)			
Transfers Out	-	-	(451,480)
Net Change in Fund Balance	(312,905)	(312,905)	48,089
Fund Balance - Beginning			1,671,018
Fund Balance - Ending			1,719,107

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Tax Increment Financing - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 490,000	490,000	510,488
Interest	10,000	10,000	34,181
Miscellaneous	100	100	-
Total Revenues	500,100	500,100	544,669
Expenditures			
Current			
Building and Zoning	25,100	25,100	6,520
Capital Outlay	951,000	951,000	82,956
Total Expenditures	976,100	976,100	89,476
Excess (Deficiency) of Revenues Over (Under) Expenditures	(476,000)	(476,000)	455,193
Other Financing (Uses)			
Transfers Out	(1,300,000)	(1,300,000)	(1,300,000)
Net Change in Fund Balance	(1,776,000)	(1,776,000)	(844,807)
Fund Balance - Beginning			2,062,555
Fund Balance - Ending			1,217,748

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Downtown TIF District - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 120,000	120,000	166,009
Intergovernmental	1,100	1,100	-
Interest	1,000	1,000	7,679
Miscellaneous	100	100	1,000
Total Revenues	122,200	122,200	174,688
Expenditures			
Building and Zoning			
Contractual Services	30,300	30,300	44,798
Capital Outlay	1,545,000	1,545,000	1,099,317
Total Expenditures	1,575,300	1,575,300	1,144,115
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,453,100)	(1,453,100)	(969,427)
Other Financing Sources			
Transfers In	1,300,000	1,300,000	1,300,000
Net Change in Fund Balance	(153,100)	(153,100)	330,573
Fund Balance - Beginning			215,879
Fund Balance - Ending			546,452

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
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Major Enterprise Funds
- Budgetary Comparison Schedule – Pension Trust Fund

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Tax Increment Financing Fund

The Tax Increment Financing Fund is used to account for the revenues from property taxes along with expenditures related to the TIF district.

Downtown TIF Fund

The Downtown TIF Fund is used to account for the expenditures of incremental property taxes and sales tax generated in the designated downtown Tax Increment Financing area.

Retirement Fund

The Retirement Fund is used to account for resources and costs of retirement benefits for Village employees. The major revenue source in this fund is property taxes.

Insurance Fund

The Insurance Fund is used to account for the operations of the insurance and risk management activities. Financing is provided by a specific annual levy.

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.

Audit Fund

The Audit Fund is used to account for the resources and cost of the audit. The major revenue source in this fund is property taxes.

Police Narcotics Fund

The Police Narcotics Fund is used to account for excess property acquired during a drug related crime.

DUI Fund

The DUI Fund is used to account for DUI related revenues collected from DUI citations and approved DUI expenditures.

INDIVIDUAL FUND DESCRIPTIONS

SPECIAL REVENUE FUNDS – CONTINUED

Police Vehicles Fund

The Police Vehicles Fund is used to account for police vehicle revenues and approved vehicle fund expenditures.

Electronic Citations Fund

The Electronic Citations Fund is used to account for electronic citation revenues and approved electronic citation fund expenditures.

Special Service Areas Fund

The Special Service Areas Fund is used to account for the receipt of incremental property tax levied revenues and expenditures for material and maintenance of those designated special service area.

Business District Fund

The Business District Fund is used to account for the receipt of business district sales tax revenues and expenditures for qualified business district expenditures in the area known as 1050 Northwest Highway.

CAPITAL PROJECTS FUNDS

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.

General Capital Fund

The General Capital Fund is used to account for the capital expenditures for the various departments of the Village.

INDIVIDUAL FUND DESCRIPTIONS

ENTERPRISE FUNDS

Enterprise Funds are used 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 funds are both major funds.

Water and Sewer Fund

The Water and Sewer Fund is used to account for revenues generated and costs incurred from the charges for the distribution of water and use of the sanitary sewer system by the residential and commercial users located within the Village's boundaries.

Parking Fund

The Parking Fund is used to account for revenues generated and costs incurred from the operation of the Commuter and Metra parking lot maintained by the Village.

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.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Taxes			
Property Tax	\$ 283,619	283,619	778,616
Utility Tax	135,000	135,000	125,027
Total Taxes	418,619	418,619	903,643
Intergovernmental			
State Income Tax	445,000	445,000	477,432
State Sales Tax	590,000	590,000	605,996
State Use Tax	125,000	125,000	169,856
State Replacement Tax	7,000	7,000	11,138
Simplified Municipal Tax	94,000	94,000	79,709
Total Intergovernmental	1,261,000	1,261,000	1,344,131
Charges for Services			
Franchise Fees	80,000	80,000	78,814
Other	8,500	8,500	8,514
Total Charges for Services	88,500	88,500	87,328
Licenses, Permits and Fees	69,200	69,200	80,732
Fines and Forfeitures	105,000	105,000	136,656
Interest Income	70,000	70,000	205,936
Miscellaneous			
Special Events	9,000	9,000	11,811
Other	186,600	186,600	198,493
Total Miscellaneous	195,600	195,600	210,304
Total Revenues	2,207,919	2,207,919	2,968,730

VILLAGE OF FOX RIVER GROVE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
General Government			
Board of Trustees/Commissions			
Personal Services	\$ 27,300	27,300	23,623
Contractual Services	89,620	89,620	69,059
Miscellaneous	42,228	42,228	26,965
Administration			-
Personal Services	192,461	192,461	187,194
Commodities	7,350	7,350	6,158
Contractual Services	51,951	51,951	51,446
Miscellaneous	3,000	3,000	4,721
Total General Government	413,910	413,910	369,166
Public Safety			
Police Department			
Personal Services	879,473	879,473	917,165
Commodities	15,400	15,400	15,646
Contractual Services	121,870	121,870	108,331
Miscellaneous	3,000	3,000	2,995
Pension Contributions	490,000	490,000	488,922
Total Public Safety	1,509,743	1,509,743	1,533,059
Streets and Parks			
Personal Services	259,923	259,923	258,233
Commodities	68,050	68,050	64,534
Contractual Services	179,300	179,300	177,744
Miscellaneous	11,000	11,000	2,291
Total Streets and Parks	518,273	518,273	502,802
Building and Zoning			
Personal Services	49,500	49,500	44,260
Commodities	400	400	-
Contractual Services	9,998	9,998	14,108
Miscellaneous	500	500	332
Total Building and Zoning	60,398	60,398	58,700

VILLAGE OF FOX RIVER GROVE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Capital Outlay			
General Government	\$ 5,000	5,000	2,434
Public Safety	3,000	3,000	3,000
Streets and Parks	10,500	10,500	-
Total Capital Outlay	18,500	18,500	5,434
Total Expenditures	2,520,824	2,520,824	2,469,161

VILLAGE OF FOX RIVER GROVE, ILLINOIS

General Capital - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Utility Tax	\$ 60,000	60,000	60,305
Video Gaming	90,000	90,000	96,048
Intergovernmental			
Interest Rebate	24,648	24,648	24,686
Licenses, Permits and Fees	231,249	231,249	237,916
Fines and Forfeitures	586,000	586,000	1,436,430
Miscellaneous	128,500	128,500	188,069
Total Revenues	1,120,397	1,120,397	2,043,454
Expenditures			
Public Safety			
Contractual Services	2,000	2,000	461,052
Pension Contributions	250,000	250,000	250,000
Capital Outlay			
General Government	107,000	107,000	71,545
Public Safety	93,000	93,000	94,432
Streets and Parks	2,094,898	2,094,898	478,272
Debt Service			
Principal Retirement	2,092,578	2,092,578	1,573,962
Interest and Fiscal Charges	-	-	110,765
Total Expenditures	4,639,476	4,639,476	3,040,028
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,519,079)	(3,519,079)	(996,574)
Other Financing Sources (Uses)			
Transfers In	-	-	451,480
Transfers Out	(224,000)	(224,000)	-
	(224,000)	(224,000)	451,480
Net Change in Fund Balance	(3,743,079)	(3,743,079)	(545,094)
Fund Balance - Beginning			4,048,237
Fund Balance - Ending			3,503,143

VILLAGE OF FOX RIVER GROVE, ILLINOIS**Nonmajor Governmental - Special Revenue Funds****Combining Balance Sheet****April 30, 2020**

	Retirement	Insurance	Motor Fuel Tax	Audit
ASSETS				
Cash and Investments	\$ 148,831	184,007	114,010	10,767
Receivables - Net of Allowances				
Property Taxes	119,502	69,200	-	25,000
Other Taxes	-	-	14,396	-
Due from Other Governments	-	-	11,455	-
Total Assets	268,333	253,207	139,861	35,767
LIABILITIES				
Accounts Payable	-	72	-	-
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	119,502	69,200	-	25,000
Total Liabilities and Deferred Inflows of Resources	119,502	69,272	-	25,000
FUND BALANCES				
Restricted	148,831	183,935	139,861	10,767
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	268,333	253,207	139,861	35,767

Police Narcotics	DUI	Police Vehicle	Electronic Citations	Special Service Areas	Business District	Totals
13,431	26,622	7,557	4,703	128,042	18,634	656,604
-	-	-	-	26,000	-	239,702
-	-	-	-	-	-	14,396
-	-	-	-	-	-	11,455
13,431	26,622	7,557	4,703	154,042	18,634	922,157
-	-	-	-	28	-	100
-	-	-	-	26,000	-	239,702
-	-	-	-	26,028	-	239,802
13,431	26,622	7,557	4,703	128,014	18,634	682,355
13,431	26,622	7,557	4,703	154,042	18,634	922,157

VILLAGE OF FOX RIVER GROVE, ILLINOIS**Nonmajor Governmental - Special Revenue Funds****Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended April 30, 2020**

	Retirement	Insurance	Motor Fuel Tax	Audit
Revenues				
Taxes	\$ 189,795	67,747	-	26,940
Intergovernmental	-	-	194,061	-
Fines and Forfeitures	-	-	-	-
Interest	-	-	3,483	-
Miscellaneous	-	67,900	-	-
Total Revenues	189,795	135,647	197,544	26,940
Expenditures				
Current				
General Government	189,998	126,200	-	24,450
Public Safety	-	-	-	-
Streets and Parks	-	-	20,729	-
Environment	-	-	-	-
Debt Service				
Principal Retirement	-	-	326,038	-
Total Expenditures	189,998	126,200	346,767	24,450
Net Change in Fund Balances	(203)	9,447	(149,223)	2,490
Fund Balances - Beginning	149,034	174,488	289,084	8,277
Fund Balances - Ending	148,831	183,935	139,861	10,767

Police Narcotics	DUI	Police Vehicles	Electronic Citations	Special Service Areas	Business District	Totals
-	-	-	-	21,989	-	306,471
-	-	-	-	-	7,420	201,481
-	8,458	1,120	881	-	-	10,459
-	-	-	-	-	107	3,590
-	-	-	-	-	-	67,900
-	8,458	1,120	881	21,989	7,527	589,901
-	-	-	-	-	-	340,648
-	679	-	-	-	-	679
-	-	-	-	-	-	20,729
-	-	-	-	22,407	-	22,407
-	-	-	-	-	-	326,038
-	679	-	-	22,407	-	710,501
-	7,779	1,120	881	(418)	7,527	(120,600)
13,431	18,843	6,437	3,822	128,432	11,107	802,955
13,431	26,622	7,557	4,703	128,014	18,634	682,355

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Retirement - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 190,050	190,050	189,795
Interest	10	10	-
Miscellaneous	100	100	-
Total Revenues	190,160	190,160	189,795
Expenditures			
General Government	190,050	190,050	189,998
Net Change in Fund Balance	110	110	(203)
Fund Balance - Beginning			149,034
Fund Balance - Ending			148,831

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Insurance - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 67,900	67,900	67,747
Interest	10	10	-
Miscellaneous	68,000	68,000	67,900
Total Revenues	135,910	135,910	135,647
Expenditures			
General Government	134,850	134,850	126,200
Net Change in Fund Balance	1,060	1,060	9,447
Fund Balance - Beginning			174,488
Fund Balance - Ending			183,935

VILLAGE OF FOX RIVER GROVE, 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, 2020

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Taxes	\$ 125,710	125,710	179,121
Interest Rebate	14,072	14,072	14,940
Interest	1,500	1,500	3,483
Miscellaneous	100	100	-
Total Revenues	141,382	141,382	197,544
Expenditures			
Streets and Parks	21,100	21,100	20,729
Debt Service			
Principal Retirement	326,038	326,038	326,038
Total Expenditures	347,138	347,138	346,767
Net Change in Fund Balance	(205,756)	(205,756)	(149,223)
Fund Balance - Beginning			289,084
Fund Balance - Ending			139,861

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Audit - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2020**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 27,000	27,000	26,940
Interest	10	10	-
Total Revenues	27,010	27,010	26,940
Expenditures			
General Government	27,000	27,000	24,450
Net Change in Fund Balance	10	10	2,490
Fund Balance - Beginning			8,277
Fund Balance - Ending			10,767

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Police Narcotics - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Fines and Forfeitures	\$ 500	500	-
Interest	10	10	-
Total Revenues	510	510	-
Expenditures			
Public Safety	350	350	-
Net Change in Fund Balance	160	160	-
Fund Balance - Beginning			13,431
Fund Balance - Ending			13,431

VILLAGE OF FOX RIVER GROVE, ILLINOIS

DUI - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Fines and Forfeitures	\$ 4,000	4,000	8,458
Interest	10	10	-
Total Revenues	4,010	4,010	8,458
Expenditures			
Public Safety	750	750	679
Net Change in Fund Balance	3,260	3,260	7,779
Fund Balance - Beginning			18,843
Fund Balance - Ending			26,622

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Police Vehicles - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Fines and Forfeitures	\$ 4,000	4,000	1,120
Interest	10	10	-
Total Revenues	4,010	4,010	1,120
Expenditures			
Public Safety	-	-	-
Net Change in Fund Balance	4,010	4,010	1,120
Fund Balance - Beginning			6,437
Fund Balance - Ending			7,557

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Electronic Citations - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2020**

	Budget		Actual
	Original	Final	
Revenues			
Fines and Forfeitures	\$ 500	500	881
Interest	5	5	-
Total Revenues	505	505	881
Expenditures			
Public Safety	350	350	-
Net Change in Fund Balance	155	155	881
Fund Balance - Beginning			3,822
Fund Balance - Ending			4,703

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Special Service Areas - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Tax	\$ 22,000	22,000	21,989
Interest	40	40	-
Total Revenues	22,040	22,040	21,989
Expenditures			
Environment	26,500	26,500	22,407
Net Change in Fund Balance	(4,460)	(4,460)	(418)
Fund Balance - Beginning			128,432
Fund Balance - Ending			128,014

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Business District - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Business District Taxes	\$ 10,000	10,000	7,420
Interest	50	50	107
Miscellaneous	100	100	-
Total Revenues	10,150	10,150	7,527
Expenditures			
Building and Zoning	37,000	37,000	-
Capital Outlay	5,000	5,000	-
Total Expenditures	42,000	42,000	-
Net Change in Fund Balance	(31,850)	(31,850)	7,527
Fund Balance - Beginning			11,107
Fund Balance - Ending			18,634

VILLAGE OF FOX RIVER GROVE, ILLINOIS**Water and Sewer - Enterprise Fund****Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2020**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Sales	\$ 1,678,500	1,678,500	1,853,585
Water Tap-on Fees	5,000	5,000	18,000
Sewer Charges	303,000	303,000	258,794
Total Operating Revenues	1,986,500	1,986,500	2,130,379
Operating Expenses			
Operations			
Personal Services	828,313	828,313	995,832
Commodities	290,800	290,800	164,876
Contractual Services	1,861,694	1,861,694	737,209
Depreciation	-	-	221,421
Total Operating Expenses	2,980,807	2,980,807	2,119,338
Operating Income (Loss)	(994,307)	(994,307)	11,041
Nonoperating Revenues (Expenses)			
Interest Income	37,648	37,648	70,773
Other Income	151,100	151,100	150,000
Interest Expense	-	-	(47,274)
	188,748	188,748	173,499
Income (Loss) Before Transfers	(805,559)	(805,559)	184,540
Transfers In	224,000	224,000	-
Change in Net Position	(581,559)	(581,559)	184,540
Net Position - Beginning			5,159,557
Net Position - Ending			5,344,097

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Parking - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual For the Fiscal Year Ended April 30, 2020

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 87,000	87,000	77,872
Miscellaneous			
Lawn Maintenance and Snow Removal	5,780	5,780	5,780
Total Operating Revenues	92,780	92,780	83,652
Operating Expenses			
Operations			
Personal Services	49,300	49,300	49,300
Commodities	18,500	18,500	16,474
Contractual Services	22,300	22,300	19,064
Total Operating Expenses	90,100	90,100	84,838
Operating Income (Loss)	2,680	2,680	(1,186)
Nonoperating Revenues			
Interest Income	10	10	140
Other Income	100	100	60
	110	110	200
Change in Net Position	2,790	2,790	(986)
Net Position - Beginning			89,980
Net Position - Ending			88,994

VILLAGE OF FOX RIVER GROVE, ILLINOIS**Police Pension - Pension Trust Fund****Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2020**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 490,000	490,000	738,922
Contributions - Plan Members	61,640	61,640	58,012
Total Contributions	551,640	551,640	796,934
Investment Income			
Interest Income	25,000	25,000	111,900
Net Change in Fair Value	10,000	10,000	23,321
	35,000	35,000	135,221
Less Investment Expenses	(6,500)	(6,500)	(8,113)
Net Investment Income	28,500	28,500	127,108
Total Additions	580,140	580,140	924,042
Deductions			
Administration	19,000	19,000	11,116
Benefits and Refunds	473,932	473,932	543,798
Total Deductions	492,932	492,932	554,914
Change in Fiduciary Net Position	87,208	87,208	369,128
Net Position Restricted for Pensions			
Beginning			3,297,296
Ending			3,666,424

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Consolidated Year-End Financial Report April 30, 2020

CSFA #	Program Name	State	Federal	Other	Totals
420-22-1867	Installation and/or Replacement of Utilities	\$ 147,035	-	-	147,035
494-00-1488	Motor Fuel Tax Program	346,767	-	-	346,767
	Other Grant Programs and Activities	-	-	-	-
	All Other Costs Not Allocated	-	-	5,517,412	5,517,412
	Totals	493,802	-	5,517,412	6,011,214

STATISTICAL SECTION

(Unaudited)

This part of the comprehensive annual 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 FOX RIVER GROVE, ILLINOIS**Net Position by Component - Last Ten Fiscal Years***
April 30, 2020 (Unaudited)

	2011	2012	2013
Governmental Activities			
Net Investment in Capital Assets	\$ 13,297,401	13,452,815	13,474,577
Restricted	2,260,329	1,291,954	1,370,456
Unrestricted (Deficit)	1,769,944	2,937,203	3,960,894
Total Governmental Activities Net Position	17,327,674	17,681,972	18,805,927
Business-Type Activities			
Net Investment in Capital Assets	3,547,427	3,545,743	3,423,527
Restricted	1,711,658	-	-
Unrestricted	574,044	2,465,558	2,471,421
Total Business-Type Activities Net Position	5,833,129	6,011,301	5,894,948
Primary Government			
Net Investment in Capital Assets	16,844,828	16,998,558	16,898,104
Restricted	3,971,987	1,291,954	1,370,456
Unrestricted (Deficit)	2,343,988	5,402,761	6,432,315
Total Primary Government Net Position	23,160,803	23,693,273	24,700,875

* Accrual Basis of Accounting

Data Source: Village Records

2014	2015	2016	2017	2018	2019	2020
13,762,550	13,840,576	14,125,079	14,649,608	12,178,912	12,330,348	15,834,857
1,287,381	1,319,762	2,180,388	2,170,380	2,555,716	3,105,390	2,472,756
3,842,164	4,139,683	(2,096,946)	(3,376,128)	(1,470,041)	(284,468)	(594,665)
18,892,095	19,300,021	14,208,521	13,443,860	13,264,587	15,151,270	17,712,948
3,464,741	3,364,736	3,365,111	2,171,529	3,159,736	3,723,929	4,945,961
-	-	-	-	-	-	-
2,792,387	2,735,571	2,670,812	4,065,690	2,684,602	1,525,608	487,130
6,257,128	6,100,307	6,035,923	6,237,219	5,844,338	5,249,537	5,433,091
17,227,291	17,205,312	17,490,190	16,821,137	15,338,648	16,054,277	20,780,818
1,287,381	1,319,762	2,180,388	2,170,380	2,555,716	3,105,390	2,472,756
6,634,551	6,875,254	573,866	689,562	1,214,561	1,241,140	(107,535)
25,149,223	25,400,328	20,244,444	19,681,079	19,108,925	20,400,807	23,146,039

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
April 30, 2020 (Unaudited)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental Activities										
General Government	\$ 882,147	949,506	832,759	805,482	701,550	803,096	793,512	751,488	834,725	585,655
Public Safety	1,526,660	1,487,230	1,492,384	1,487,735	1,574,297	1,754,429	1,487,955	2,057,353	2,241,309	2,225,703
Streets and Parks	1,733,669	1,258,799	939,987	1,444,085	1,434,234	1,610,793	1,490,514	1,382,359	1,595,537	644,728
Building and Zoning	307,476	341,661	380,310	388,260	433,070	145,880	66,207	280,074	194,448	170,846
Environment	11,825	11,828	11,333	9,456	20,968	38,619	27,931	18,927	31,243	22,407
Interest on Long-Term Debt	382,384	405,560	332,448	355,916	275,881	293,549	275,153	88,896	161,668	110,425
Unallocated Depreciation	43,700	43,700	43,700	43,700	43,777	-	-	-	-	-
Total Governmental Activities Expenses	4,887,861	4,498,284	4,032,921	4,534,634	4,483,777	4,646,366	4,141,272	4,579,097	5,058,930	3,759,764
Business-Type Activities										
Waterworks and Sewerage	1,489,879	1,550,727	1,945,107	1,495,105	1,521,262	1,745,915	1,789,158	2,024,924	2,047,322	2,166,612
Parking	47,012	40,427	36,033	63,619	137,450	57,457	73,533	74,836	86,967	84,838
Total Business-Type Activities Expenses	1,536,891	1,591,154	1,981,140	1,558,724	1,658,712	1,803,372	1,862,691	2,099,760	2,134,289	2,251,450
Total Primary Government Expenses	6,424,752	6,089,438	6,014,061	6,093,358	6,142,489	6,449,738	6,003,963	6,678,857	7,193,219	6,011,214
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	688,418	701,755	784,315	544,257	605,407	574,969	553,387	537,225	529,261	542,632
Public Safety	669,271	951,223	924,198	824,906	838,374	844,764	1,303,161	1,368,573	1,848,981	1,446,889
Streets and Parks	2,851	-	-	-	-	-	-	-	-	-
Building and Zoning	17,706	57,163	66,872	54,122	50,315	21,604	-	-	-	-
Environment	-	-	-	-	-	-	-	-	-	-
Operating Grants/Contributions	127,426	89,931	100,408	88,797	104,068	70,477	173,533	180,384	166,335	218,747
Capital Grants/Contributions	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities Program Revenues	1,505,672	1,800,072	1,875,793	1,512,082	1,598,164	1,511,814	2,030,081	2,086,182	2,544,577	2,208,268
Business-Type Activities										
Charges for Services										
Waterworks and Sewerage	1,544,837	1,663,265	1,797,334	1,715,532	1,863,305	1,836,140	1,825,822	1,888,828	1,603,310	2,130,379
Parking	69,811	70,360	62,296	63,668	72,375	91,935	101,335	99,541	97,666	83,652
Total Business-Type Activities Program Revenues	1,614,648	1,733,625	1,859,630	1,779,200	1,935,680	1,928,075	1,927,157	1,988,369	1,700,976	2,214,031
Total Primary Government Program Revenues	3,120,320	3,533,697	3,735,423	3,291,282	3,533,844	3,439,889	3,957,238	4,074,551	4,245,553	4,422,299

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Net (Expense) Revenue										
Governmental Activities	\$ (3,382,189)	(2,698,212)	(2,157,128)	(3,022,552)	(2,885,613)	(3,134,552)	(2,111,191)	(2,492,915)	(2,514,353)	(1,551,496)
Business-Type Activities	77,757	142,471	(121,510)	220,476	276,968	124,703	64,466	(111,391)	(433,313)	(37,419)
Total Primary Government Net (Expense) Revenue	(3,304,432)	(2,555,741)	(2,278,638)	(2,802,076)	(2,608,645)	(3,009,849)	(2,046,725)	(2,604,306)	(2,947,666)	(1,588,915)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	1,553,346	1,539,079	1,511,965	1,547,606	1,581,988	1,545,067	1,731,448	1,752,541	1,787,368	1,761,584
Utility	220,219	204,787	201,656	236,693	216,843	182,249	195,999	199,570	204,678	185,332
Other	-	-	-	-	-	-	86,485	98,187	96,421	96,048
Intergovernmental - Unrestricted										
State Income Taxes	376,256	411,260	459,272	463,548	489,020	496,501	457,673	441,685	502,172	477,432
State Sales Taxes	525,458	584,417	583,411	554,833	623,589	706,782	598,686	610,597	610,052	605,996
State Use Taxes	-	-	-	-	-	-	116,821	127,677	147,577	169,856
Replacement Taxes	11,056	10,314	9,706	10,660	11,027	11,317	11,790	8,472	9,156	11,138
Simplified Municipal Tax	178,715	171,279	342,687	155,230	119,661	126,260	110,829	98,721	102,945	79,709
Business District Tax	-	-	-	-	-	-	-	-	10,593	7,420
Motor Fuel Tax	123,000	119,865	115,586	119,835	118,979	124,160	-	-	-	-
Interest	12,813	11,509	8,800	(14,350)	83,138	65,532	33,029	(940)	206,973	251,386
Miscellaneous	82,459	-	-	2,729	(186,606)	39,638	610,123	315,584	347,123	467,273
Transfers	(1,234,644)	-	48,000	31,936	235,900	189,626	(112,000)	(75,318)	224,000	-
Total Governmental Activities General Revenues	1,848,678	3,052,510	3,281,083	3,108,720	3,293,539	3,487,132	3,840,883	3,576,776	4,249,058	4,113,174
Business-Type Activities										
Interest	4,294	4,584	5,385	2,924	15,323	539	30,000	21,549	68,720	70,913
Miscellaneous	-	-	-	-	(213,212)	-	(7,890)	16,311	(6,208)	150,060
Transfers	1,234,644	-	(48,000)	(31,936)	(235,900)	(189,626)	112,000	75,318	(224,000)	-
Total Business-Type Activities General Revenues	1,238,938	4,584	(42,615)	(29,012)	(433,789)	(189,087)	134,110	113,178	(161,488)	220,973
Total Primary Government General Revenues	3,087,616	3,057,094	3,238,468	3,079,708	2,859,750	3,298,045	3,974,993	3,689,954	4,087,570	4,334,147
Changes in Net Position										
Governmental Activities	(1,533,511)	354,298	1,123,955	86,168	407,926	352,580	1,729,692	1,083,861	1,734,705	2,561,678
Business-Type Activities	1,316,695	147,055	(164,125)	191,464	(156,821)	(64,384)	198,576	1,787	(594,801)	183,554
Total Primary Government Changes in Net Position	(216,816)	501,353	959,830	277,632	251,105	288,196	1,928,268	1,085,648	1,139,904	2,745,232

* Accrual Basis of Accounting

Data Source: Village Records

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years* April 30, 2020 (Unaudited)

	2011	2012	2013
General Fund			
Nonspendable	\$ -	-	-
Restricted	1,743,583	1,611,572	1,612,438
Unassigned	1,733,468	1,968,416	2,527,840
Total General Fund	3,477,051	3,579,988	4,140,278
All Other Governmental Funds			
Restricted	537,791	1,246,419	1,323,934
Committed	-	975,000	658,056
Assigned	-	113,193	899,538
Unassigned	1,663,545	-	-
Total All Other Governmental Funds	2,201,336	2,334,612	2,881,528
Total Governmental Funds	5,678,387	5,914,600	7,021,806

* Modified Accrual Basis of Accounting

Data Source: Village Records

2014	2015	2016	2017	2018	2019	2020
-	-	-	-	-	-	625
15,125	18,407	17,643	19,604	21,801	24,001	26,201
1,240,079	1,631,096	1,785,094	1,716,146	1,558,243	1,647,017	1,692,281
	1,649,503	1,802,737	1,735,750	1,580,044	1,671,018	1,719,107
2,713,116	2,650,215	2,717,318	2,192,073	2,567,088	3,081,389	2,446,555
-	-	-	-	-	-	-
2,741,667	2,629,427	1,406,870	2,363,356	2,761,336	4,048,237	3,503,143
-	-	-	(1,655,714)	-	-	-
5,454,783	5,279,642	4,124,188	2,899,715	5,328,424	7,129,626	5,949,698
5,454,783	6,929,145	5,926,925	4,635,465	6,908,468	8,800,644	7,668,805

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years* April 30, 2020 (Unaudited)

	2011	2012	2013
Revenues			
Taxes	\$ 1,773,565	1,743,866	1,713,621
Intergovernmental	1,323,698	1,376,928	1,589,978
Charges for Services	306,532	305,568	321,894
Licenses, Permits and Fees	111,967	156,355	134,052
Fines and Forfeitures	736,985	1,024,484	1,002,414
Interest Income	12,813	11,509	8,800
Miscellaneous	240,975	233,872	338,117
Total Revenues	4,506,535	4,852,582	5,108,876
Expenditures			
Current			
General Government	857,829	916,686	774,672
Public Safety	1,469,339	1,416,284	1,481,675
Streets and Parks	809,437	702,398	766,178
Building and Zoning	11,353	45,404	69,701
Environment	11,825	11,828	11,333
Capital Outlay	916,054	640,245	121,750
Debt Service			
Principal Retirement	412,623	482,507	503,859
Interest and Fiscal Charges	327,178	401,017	320,502
Total Expenditures	4,815,638	4,616,369	4,049,670
Excess (Deficiency) of Revenues Over (Under) Expenditures	(309,103)	236,213	1,059,206
Other Financing Sources (Uses)			
Transfers In	187,695	-	48,000
Transfers Out	(1,234,644)	-	-
Total Other Financing Sources (Uses)	(1,046,949)	-	48,000
Net Change in Fund Balances	(1,356,052)	236,213	1,107,206
Debt Service as a Percentage of Noncapital Expenditures	15.36%	19.14%	20.36%

* Modified Accrual Basis of Accounting

Data Source: Village Records

2014	2015	2016	2017	2018	2019	2020
1,784,299	1,798,831	1,727,316	932,717	861,228	2,088,467	2,042,964
1,376,465	1,454,497	1,512,587	1,295,799	1,287,152	1,548,830	1,570,298
94,068	115,341	118,381	99,148	101,771	95,474	87,328
165,431	385,933	338,513	82,524	80,742	336,406	318,648
903,762	921,747	933,145	143,004	126,757	1,946,362	1,583,545
49,896	47,392	50,003	30,970	(5,347)	206,973	251,386
212,216	118,668	121,336	206,937	232,267	347,123	467,273
4,586,137	4,842,409	4,801,281	2,791,099	2,684,570	6,569,635	6,321,442
765,891	665,230	656,241	356,716	359,921	710,907	709,814
1,457,288	1,557,154	2,704,597	1,334,433	1,462,039	2,257,549	2,244,790
635,141	496,006	499,879	498,092	468,771	502,147	523,531
98,168	75,825	60,642	58,793	52,680	85,024	110,018
9,456	20,968	38,619	-	-	22,843	22,407
1,183,641	1,345,098	1,505,226	9,910	7,001	1,212,340	1,831,956
478,451	436,501	288,609	-	-	287,500	1,900,000
304,585	278,203	251,972	-	-	125,335	110,765
4,932,621	4,874,985	6,005,785	2,257,944	2,350,412	5,203,645	7,453,281
(346,484)	(32,576)	(1,204,504)	533,155	334,158	1,365,990	(1,131,839)
34,665	251,734	202,284	-	-	732,107	1,751,480
-	-	-	(622,832)	(489,864)	(508,107)	(1,751,480)
34,665	251,734	202,284	(622,832)	(489,864)	224,000	-
(311,819)	219,158	(1,002,220)	(89,677)	(155,706)	1,589,990	(1,131,839)
15.87%	14.66%	9.00%	0.00%	0.00%	7.93%	35.39%

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years - McHenry April 30, 2020 (Unaudited)

Fiscal Year Ended April 30	Tax Levy Year	Residential Property	Farm	Railroad
2011	2010	\$ 114,034,354	\$ -	\$ 186,849
2012	2011	102,856,523	-	198,449
2013	2012	92,762,041	-	186,370
2014	2013	83,834,567	-	229,850
2015	2014	79,737,805	-	239,604
2016	2015	83,577,921	-	287,369
2017	2016	89,040,671	-	292,368
2018	2017	95,027,846	-	298,255
2019	2018	101,184,286	-	320,359
2020	2019	109,049,993	-	349,592

Data Source: Office of the County Clerk

(1) Assessed value is set by the County Assessor on an annual basis. The assessment level is then adjusted by the State with a County Multiplier based on the factor needed to bring the average prior years' level up to 33-1/3% of market value. All property is reassessed on a repeating triennial cycle.

Commercial Property	Industrial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
\$ 16,430,570	\$ 534,855	\$ -	\$ 131,186,628	0.5898
15,037,053	492,197	-	118,584,222	0.6598
13,387,404	450,506	-	106,786,321	0.7359
11,566,289	412,594	-	96,043,300	0.8247
11,171,960	395,183	-	91,544,552	0.8757
11,412,620	395,669	-	95,673,579	0.8387
11,786,487	396,349	-	101,515,875	0.8032
11,936,868	397,074	-	107,660,043	0.7588
12,439,899	397,792	-	114,342,336	0.6683
12,482,531	398,814	-	122,280,930	0.6441

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years - Lake April 30, 2020 (Unaudited)

Fiscal Year Ended April 30	Tax Levy Year	Residential Property	Farm
2011	2010	\$ 23,148,827	\$ 98,107
2012	2011	21,457,272	94,992
2013	2012	20,240,071	66,734
2014	2013	19,500,534	65,421
2015	2014	19,129,036	64,998
2016	2015	21,289,175	95,190
2017	2016	20,441,849	100,743
2018	2017	21,220,495	104,411
2019	2018	21,383,884	106,618
2020	2019	21,608,483	106,571

Data Source: Office of the County Clerk

(1) Assessed value is set by the County Assessor on an annual basis. The assessment level is then adjusted by the State with a County Multiplier based on the factor needed to bring the average prior years' level up to 33-1/3% of market value. All property is reassessed on a repeating triennial cycle.

Commercial Property	Industrial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
\$ 1,920,896	\$ -	\$ -	\$ 25,167,830	0.5920
2,249,949	-	-	23,802,213	0.6610
2,416,183	-	-	22,722,988	0.7400
2,336,955	-	-	21,902,910	0.8260
2,297,461	-	-	21,491,495	0.8768
2,292,945	-	-	23,677,310	0.8398
2,444,737	-	-	22,987,329	0.8081
2,540,571	-	-	23,865,477	0.7596
2,586,655	-	-	24,077,157	0.6683
2,832,343	-	-	24,547,397	0.6421

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years - McHenry April 30, 2020 (Unaudited)

Fiscal Year	2011	2012	2013
Tax Year	2010	2011	2012
Village Direct Rates			
General	0.1141	0.1188	0.1117
Bond	0.0745	0.0839	0.0907
IMRF	0.0308	0.0319	0.0430
Police Protection	0.0217	0.0333	0.0347
Police Pension	0.1622	0.1880	0.2279
Audit	0.0142	0.0162	0.0167
Liability Insurance	0.1089	0.1194	0.1313
Social Security	0.0622	0.0669	0.0782
School Cross Guard	0.0012	0.0013	0.0017
Total Direct Rates	0.5898	0.6598	0.7359
Overlapping Rates			
Mchnery County	0.7927	0.8879	0.9958
Mchenry County Consv	0.1956	0.2191	0.2481
College District 528	0.3039	0.3395	0.3921
School District 3	4.2207	4.6599	5.3446
School District 155	2.0347	2.2979	2.6450
Fox River Grove FPD	0.6228	0.6992	0.7163
Fox River Grove Library	0.4192	0.4674	0.5321
Algonquin Township	0.0577	0.0659	0.0742
Algonquin Township R&B	0.1270	0.1450	0.1627
Barrington Comm Unit School Dist #220	3.9499	4.3265	3.9920
Barrington Public Library District	0.1948	0.2063	0.2006
Barrington Hills Park	0.0339	0.0365	0.0386
Rainey-Harper Junior College #512	0.3438	0.3549	0.4104
	13.2967	14.7059	15.7523

Data Source: Office of the County Clerk

Note: Rates are per \$1,000 of Assessed Value

2014	2015	2016	2017	2018	2019	2020
2013	2014	2015	2016	2017	2018	2019
0.1953	0.2192	0.2091	0.1805	0.1329	0.1296	0.0993
0.1019	0.1082	0.1041	0.0962	0.0740	-	-
0.0382	0.0274	0.0327	0.0288	0.0266	0.0188	0.0205
0.0382	0.0398	0.0377	0.0359	0.0342	0.0325	0.0307
0.2755	0.3017	0.2983	0.3195	0.3517	0.3540	0.3666
0.0187	0.0203	0.0201	0.0184	0.0198	0.0195	0.0171
0.0789	0.0796	0.0612	0.0511	0.0497	0.0491	0.0473
0.0763	0.0774	0.0737	0.0711	0.0682	0.0632	0.0612
0.0019	0.0019	0.0018	0.0018	0.0017	0.0016	0.0015
0.8247	0.8757	0.8387	0.8032	0.7588	0.6683	0.6441
1.0960	1.1412	1.0781	1.0539	0.9019	0.8317	0.7868
0.2748	0.2840	0.2766	0.2588	0.2449	0.2380	0.2286
0.4306	0.4453	0.4348	0.4066	0.3847	0.3655	0.3564
5.9403	6.3242	6.0659	5.8022	5.5896	5.4022	4.8295
2.9613	3.0948	3.0255	2.8287	2.7019	2.6130	2.5700
0.7629	0.8321	0.8045	0.7657	0.7391	0.7172	0.6876
0.5952	0.6381	0.6182	0.5852	0.5216	0.4615	0.4388
0.0821	0.0851	0.0828	0.0712	0.0638	0.0603	0.0573
0.1827	0.1913	0.1862	0.1705	0.1527	0.1417	0.1323
3.8220	4.9130	4.3719	4.4226	4.4837	4.4945	4.3887
0.1871	0.2518	0.2223	0.2227	0.2273	0.2288	0.2336
0.0381	0.0481	0.0435	0.0435	0.0436	0.0440	0.0452
0.3587	0.4940	0.3847	0.4028	0.3990	0.3922	0.3921
16.7319	18.7430	17.5951	17.0343	16.4537	15.9904	15.1471

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years - Lake April 30, 2020 (Unaudited)

Fiscal Year	2011	2012	2013
Tax Year	2010	2011	2012
Village Direct Rates			
General	0.1160	0.1570	0.1120
Bond	0.0760	0.0850	0.0920
IMRF	0.0310	0.0250	0.0430
Police Protection	0.0190	0.0240	0.0350
Police Pension	0.1630	0.1890	0.2280
Audit	0.0150	0.0160	0.0170
Liability Insurance	0.1090	0.1100	0.1320
Social Security	0.0630	0.0550	0.0790
School Cross Guard	-	-	0.0020
Total Direct Rates	0.5920	0.6610	0.7400
Overlapping Rates			
Rainey-Harper Junior College #512	0.3050	0.3320	0.4270
Lake County	0.5050	0.5540	0.6080
Barrington Comm Unit School Dist #220	3.4380	3.6610	4.2920
Barrington CountrySide FPD	0.3180	0.3660	0.4010
Fox River Grove FPD	0.6250	0.7000	0.7170
Barrington Public Library District	0.1700	0.1850	0.2130
Forest Preserve	0.1980	0.2010	0.2120
	5.5590	5.9990	6.8700

Data Source: Office of the County Clerk

Note: Rates are per \$1,000 of Assessed Value

2014	2015	2016	2017	2018	2019	2020
2013	2014	2015	2016	2017	2018	2019
0.1920	0.21925	0.2091	0.1815	0.1329	0.1296	0.0990
0.1030	0.10929	0.1052	0.0971	0.0748	-	-
0.0390	0.02743	0.0327	0.0289	0.0266	0.0188	0.0204
0.0390	0.03981	0.0377	0.0361	0.0342	0.0325	0.0307
0.2760	0.30167	0.2983	0.3213	0.3517	0.3540	0.3654
0.0190	0.02035	0.0201	0.0185	0.0198	0.0195	0.0170
0.0790	0.07962	0.0612	0.0514	0.0496	0.0491	0.0471
0.0770	0.07741	0.0737	0.0715	0.0682	0.0632	0.0610
0.0020	0.00195	0.0018	0.0018	0.0017	0.0016	0.0015
0.8260	0.8768	0.8398	0.8081	0.7596	0.6683	0.6421
0.4360	0.4532	0.3909	0.4012	0.3845	0.3766	0.3886
0.6630	0.6825	0.6628	0.6320	0.6218	0.6117	0.5968
4.6070	4.6972	4.4681	4.4370	4.3721	4.3648	4.3960
0.4340	0.4439	0.4513	0.4369	0.4292	0.4324	0.4529
0.7640	0.8321	0.8045	0.7657	0.7391	0.7172	0.6875
0.2280	0.2307	0.2254	0.2203	0.2167	0.2179	0.2228
0.2180	0.2100	0.2079	0.1929	0.1873	0.1820	0.1798
7.3500	7.5497	7.2109	7.0861	6.9507	6.9026	6.9244

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Principal Property Tax Payers - Current Year and Nine Years Ago - McHenry April 30, 2020 (Unaudited)

Taxpayer	2020			2011		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Jewel Fox River Grove LLC	\$ 1,769,392	1	1.45%			
Fox River Grove LP	1,635,782	2	1.34%	1,759,160	2	1.34%
1050 Northwest HWY LLC	942,860	3	0.77%			
Buchanan Prop Group LLC	919,169	4	0.75%	1,175,099	3	0.90%
Walnut Prop Group LLC	857,601	5	0.70%			
Phase II Partnership LLC	754,078	6	0.62%	1,078,664	4	0.82%
Fox River Grove LLC	601,797	7	0.49%			
Barrington Real Est Investors	536,305	8	0.44%	552,744	7	0.42%
Pioneer TR SVGS Bank TR	506,377	9	0.41%	593,729	6	0.45%
Archland Prop II LP	438,665	10	0.36%			
Dominicks Finer Foods Inc				2,088,442	1	1.59%
Fox River Northwest II LLC				747,589	5	0.57%
JP Morgan Chase Bank				477,604	8	0.36%
Huschitt Frank Marion				410,149	9	0.31%
Equilon ENT LLC				403,054	10	0.31%
	<u>8,962,026</u>		<u>0.00%</u>	<u>9,286,234</u>		<u>7.08%</u>

Data Source: Office of the County Clerk

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Principal Property Tax Payers - Current Year and Nine Years Ago - Lake April 30, 2020 (Unaudited)

Taxpayer	2020			2011		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Barrington Office Building LLC	\$ 388,128	1	1.58%			
Fox Glen Building, LLC	297,608	2	1.21%			
Carrington Investments LLC	285,629	3	1.16%			
Great Properties LLC	232,161	4	0.95%			
Individual	214,029	5	0.87%	\$ 236,819	5	0.94%
Individual	208,592	6	0.85%	242,659	2	0.96%
Individual	206,244	7	0.84%	226,793	9	0.90%
Wilmington Savings Fund Society	204,923	8	0.83%			
Individual	202,679	9	0.83%			
Individual	202,104	10	0.82%			
Cummings Real Estate Management Corp.				286,648	1	1.14%
Individual				241,634	3	0.96%
Indiviudal				237,933	4	0.95%
Indiviudal				234,626	6	0.93%
Indiviudal				231,460	7	0.92%
Indiviudal				226,864	8	0.90%
Indiviudal				225,883	10	0.90%
	<u>2,442,097</u>		<u>9.95%</u>	<u>2,391,319</u>		<u>9.50%</u>

Data Source: Office of the County Clerk

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Property Tax Levies and Collections - Last Ten Fiscal Years April 30, 2020 (Unaudited)

Fiscal Year Ended April 30	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	2010	\$ 1,097,030	\$ 922,781	84.12%	\$ -	\$ 922,781	84.12%
2012	2011	1,104,513	939,699	85.08%	-	939,699	85.08%
2013	2012	954,255	954,009	99.97%	-	954,009	99.97%
2014	2013	998,094	973,013	97.49%	-	973,013	97.49%
2015	2014	1,014,992	990,076	97.55%	-	990,076	97.55%
2016	2015	1,034,262	1,001,233	96.81%	-	1,001,233	96.81%
2017	2016	1,038,774	1,001,158	96.38%	-	1,001,158	96.38%
2018	2017	1,019,012	998,205	97.96%	-	998,205	97.96%
2019	2018	926,585	924,039	99.73%	-	924,039	99.73%
2020	2019	945,226	-	0.00%	-	-	0.00%

Data Source: Office of the County Clerk

Tax Levy Year 2019 Taxes to be collected in fiscal year end April 30, 2021.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Ratios of Outstanding Debt By Type - Last Ten Fiscal Years April 30, 2020 (Unaudited)

Fiscal Year	Governmental Activities				Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General	Debt	TIF	Debt					
	Obligation Bonds	Certificates	Notes Payable	Certificates					
2011	\$ 2,101,393	\$ 1,621,250	\$ 1,500,000	\$ 1,853,750	\$ 7,076,393	0.00%	\$ 1,498.60		
2012	1,938,594	1,598,000	1,500,000	1,784,000	6,820,594	0.00%	1,442.29		
2013	1,768,795	1,574,750	1,500,000	1,714,250	6,557,795	0.00%	1,408.16		
2014	1,610,138	1,551,500	1,500,000	1,644,500	6,306,138	0.00%	1,327.89		
2015	1,428,110	1,528,250	1,500,000	1,574,750	6,031,110	0.00%	1,272.65		
2016	1,241,082	1,505,000	1,500,000	1,505,000	5,751,082	0.00%	1,192.68		
2017	1,044,055	1,430,000	1,500,000	1,430,000	5,404,055	0.00%	1,120.94		
2018	837,027	1,352,500	1,500,000	1,352,500	5,042,027	0.00%	1,029.20		
2019	630,000	1,270,000	1,500,000	1,270,000	4,670,000	0.00%	1,021.21		
2020	-	-	-	-	-	0.00%	-		

Data Source: Village Records

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

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years April 30, 2020 (Unaudited)

Fiscal Year	Governmental Activities General Obligation Bonds	Less: Amounts Available in Debt Service	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2011	\$ 2,101,393	\$ 62,247	\$ 2,039,146	8.10%	\$ 431.84
2012	1,938,594	36,611	1,901,983	7.99%	402.20
2013	1,768,795	45,735	1,723,060	7.58%	369.99
2014	1,610,138	44,633	1,565,505	7.15%	329.65
2015	1,428,110	-	1,428,110	6.65%	301.35
2016	1,241,082	-	1,241,082	5.24%	257.38
2017	1,044,055	-	1,044,055	4.54%	216.56
2018	837,027	-	837,027	3.51%	170.86
2019	630,000	-	630,000	2.62%	137.77
2020	-	-	-	0.00%	-

Data Source: Village Records

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

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

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

VILLAGE OF FOX RIVER GROVE, ILLINOIS

**Schedule of Legal Debt Margin - Last Ten Fiscal Years
April 30, 2020 (Unaudited)**

	2011	2012	2013
Legal Debt Limit	\$ 14,366,480	12,280,830	11,170,178
Total Net Debt Applicable to Limit	5,578,000	5,322,000	5,059,000
Legal Debt Margin	8,788,480	6,958,830	6,111,178
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	38.83%	43.34%	45.29%

Data Source: Audited Financial Statements

2014	2015	2016	2017	2018	2019	2020
10,172,861	9,749,359	10,294,014	10,738,401	11,344,076	11,938,681	12,663,943
3,151,500	2,948,250	2,740,000	3,900,000	3,540,000	3,170,000	1,500,000
7,021,361	6,801,109	7,554,014	6,838,401	7,804,076	8,768,681	11,163,943
30.98%	30.24%	26.62%	36.32%	31.21%	26.55%	11.84%

Legal Debt Margin Calculation for Fiscal Year 2020	
Assessed Value	<u>\$ 146,828,327</u>
Bonded Debt Limit - 8.625% of Assessed Value	12,663,943
Amount of Debt Applicable to Limit	<u>1,500,000</u>
Legal Debt Margin	<u>11,163,943</u>

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Schedule of Direct and Overlapping Governmental Activities Debt April 30, 2020 (Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt Applicable to Village (1)	Village's Share of Debt
Village	\$ -	100.000%	\$ -
Overlapping Debt			
Rainey-Harper Junior College #512	103,580,000	1.900%	1,968,020
Barrington Comm Unit School Dist #220	12,180,600	1.900%	231,431
Barrington Countryside FPD	2,840,000	4.900%	139,160
Forest Preserve	222,645,000	0.100%	222,645
MCHENRY COUNTY	8,574,757	100.000%	8,574,757
MCHENRY CO CONSV.	88,085,000	88.100%	77,602,885
COLLEGE DIST #512	134,849,515	0.900%	1,213,646
SCHOOL DIST #3	690,000	100.000%	690,000
SCHOOL DIST #155	15,630,000	98.600%	15,411,180
SCHOOL DIST #220	28,425,852	4.400%	1,250,737
Total Overlapping Debt	617,500,724		107,304,461
Total Direct and Overlapping Debt	617,500,724		107,304,461

Data Source: McHenry and Lake Counties Tax Extension Department

(1) Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2020 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2011	4,722	\$ 170,615,304	\$ 36,132	9.70%
2012	4,729	172,613,229	36,501	8.70%
2013	4,657	169,142,240	36,320	8.40%
2014	4,749	169,743,507	35,743	6.30%
2015	4,739	189,323,050	39,950	5.20%
2016	4,822	189,138,128	39,224	4.70%
2017	4,821	214,659,846	44,526	3.80%
2018	4,899	225,050,262	45,938	2.80%
2019	4,573	227,054,023	49,651	3.10%
2020	4,614	229,089,714	49,651	4.10%

Data Source:

(1) United States Census Bureau

(2) Bureau of Labor Statistics

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Principal Employers - Current Year and Nine Years Ago April 30, 2020 (Unaudited)

Employer	2020			2011		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Jewel Osco	N/A		N/A	N/A		N/A
Truckstop.com	N/A		N/A	N/A		N/A
School District 3	N/A		N/A	N/A		N/A
Avante Banquets	N/A		N/A	N/A		N/A
Excalibur Technology	N/A		N/A	N/A		N/A
McDonald's	N/A		N/A	N/A		N/A
Panera Bread	N/A		N/A	N/A		N/A
Brunch Café	N/A		N/A	N/A		N/A
Village of Fox River Grove	N/A		N/A	N/A		N/A
Grove Plating	N/A		N/A	N/A		N/A
	<u>N/A</u>		<u>N/A</u>	<u>N/A</u>		<u>N/A</u>

Data Source: Village Community Development Department Records and U.S. Census Bureau.

Note: Due to privacy concerns, the Village does not report the number of employees employed by each employer.

N/A - Not Available

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years April 30, 2020 (Unaudited)

	2011	2012	2013
General Government			
Administration	3	3	3
Finance	1	1	1
Building and Zoning	-	1	1
Public Safety			
Police Officers	10	10	10
Public Works	12	11	11
Total	26	26	26

Data Source: Village Records

2014	2015	2016	2017	2018	2019	2020
3	4	4	4	4	4	4
1	1	1	1	-	-	-
-	-	-	-	-	-	-
10	10	10	10	9	9	9
10	9	9	9	9	9	9
24	24	24	24	22	22	22

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years April 30, 2020 (Unaudited)

	2011	2012	2013
Management Services			
Business Licenses	-	-	-
Request for Service Completed	-	-	-
Finance			
Water Bills	N/A	N/A	N/A
Utility Billing Auto Debit Payments	N/A	N/A	N/A
Metra Prepay Parking Payments	N/A	N/A	N/A
Building			
Building Permits	N/A	N/A	N/A
Property Maintenance Violations	N/A	N/A	N/A
Building Inspections	N/A	N/A	N/A
Public Safety			
Police			
Physical Arrests	-	-	-
Traffic Violations	-	-	-
Public Works			
Lane Miles Cleared for Snow Events	47	47	47
Water and Sewer			
Number of Metered Accounts	-	-	-
Number of Hydrants Flushed/Inspected	766	766	766
New Connections	-	-	-
Water Average Daily Consumption (Thousands of Gallons)	-	280	274
Parking			
Number of Spaces	317	317	317

Data Source: Village Departments

N/A - Not Available

2014	2015	2016	2017	2018	2019	2020
-	-	-	82	82	82	83
-	174	168	145	176	210	169
N/A	N/A	N/A	1,648	1,650	1,653	1,655
N/A	N/A	N/A	224	248	276	302
24	111	203	140	88	56	56
N/A	367	232	259	265	322	281
N/A	N/A	70	232	152	159	183
N/A	N/A	395	658	694	680	874
-	-	303	291	-	-	-
-	-	1,139	1,199	1,584	1,606	1,473
47	47	47	47	47	47	47
-	-	-	1,648	1,650	1,653	1,655
766	766	766	766	766	766	-
1	1	-	-	2		2
288	294	280	274	280	264	296
317	317	317	317	317	317	317

VILLAGE OF FOX RIVER GROVE, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years April 30, 2020 (Unaudited)

	2011	2012	2013
Public Safety			
Police			
Stations	1	1	1
Area Patrols	2	2	2
Patrol Units	4	4	4
Public Works			
Buildings	6	6	6
Streets (Miles)	23	23	23
Sidwalks (Miles)	21	21	21
Streetlights	126	126	126
Water and Sewer			
Water Mains (Miles)	21	21	21
Fire Hydrants	383	383	383
Sanitary Sewers (Miles)	23	23	23
Storm Sewers (Miles)	11	11	11

Data Source: Various Village Departments

2014	2015	2016	2017	2018	2019	2020
1	1	1	1	1	1	1
2	2	2	2	2	2	2
4	4	4	4	4	4	4
6	6	6	6	6	7	7
23	23	23	23	23	23	23
21	21	21	21	21	21	21
126	126	126	126	126	126	126
21	21	21	21	21	21	21
383	383	383	383	383	383	383
23	23	23	23	23	23	23
11	11	11	11	11	11	11