



**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED MARCH 31, 2022**

**Lemont Township
Annual Financial Report
For the Year Ended March 31, 2022**

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INDEPENDENT AUDITOR'S REPORT

Selden Fox

Accounting for your future

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Lemont Township
Lemont, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of **Lemont Township** as of and for the year ended March 31, 2022, and the statements of revenues, expenditures and changes in fund balance – budget and actual for the General Town Fund and the Road and Bridge (Major Special Revenue) Fund and the related notes to the financial statements, which collectively comprise the basic financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of **Lemont Township**, as of March 31, 2022, and the respective changes in financial position and the respective budgetary comparison for the General Town Fund and the Road and Bridge (Major Special Revenue) Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

Responsibilities of Management for the Financial Statements (cont'd)

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (pages 3-10), the multiyear schedule of changes in net pension liability and related ratios (pages 44-45), and the multiyear schedule of contributions (page 46) be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Seiden Fox, Ltd.

December 14, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Lemont Township
Management's Discussion and Analysis
March 31, 2022**

The Lemont Township provides the following narrative overview and analysis of the Township's financial operations and financial statements for the fiscal year ended March 31, 2022. The following discussion is presented to enable the readers to more fully understand the accompanying audited financial statements. Information in this Management's Discussion and Analysis is shown with comparative totals from the prior year.

Financial Highlights

- The Township's total assets exceeded total liabilities by \$18,824,941 (\$18,080,950 at March 31, 2021). Of the Township's net position at the end of the current and prior year, \$4,996,237 and \$3,913,103, respectively, were available to fund future operations. Of this amount, \$1,916,043 (\$1,302,190 at March 31, 2021) is restricted for special revenue fund purposes, and \$3,080,194 (\$2,610,913 at March 31, 2021) is unrestricted.
- The Township has recognized a net pension asset of \$413,779 (net pension asset of \$127,289 at March 31, 2021) in the statement of net position.
- At the close of the current fiscal year, the Township had total capital or infrastructure assets net of depreciation of \$13,852,082 (\$14,210,371 at March 31, 2021).
- The governmental funds reported combined ending fund balance of \$3,652,819, an increase of \$718,866 or 24.5% from the prior year. Of this amount, \$1,955,356 is unassigned and available for spending at the Township's discretion.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the Lemont Township's basic financial statements. The financial statements have three major components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

The major components of the financial statements are the overall statement of net position and the overall statement of activities. The statement of net position shows the amount that total Township assets exceed total liabilities, which may be considered the current value of net worth for the Township. The statement of activities reflects the overall operations of the Township for the past year excluding revenues from taxes, interest and miscellaneous items. This demonstrates how effectively the Township operates on a business-level model. In simple terms, it shows how the Township would fare as a business, without the support of auxiliary revenues.

Additional required supplementary information includes the schedule of changes in the net pension liability and related ratios, and contributions for the Illinois Municipal Retirement Fund, the Township's state retirement pension fund. Supplementary information includes a combining balance sheet and combining statements for revenues, expenditures and changes in fund balance for nonmajor funds, schedule of revenues, expenditures and changes in fund balance – budget and actual for all of the Township's nonmajor Special Revenue Funds and other financial schedules. These other financial schedules provide additional information on the Township's Debt Service and Capital Projects Funds and long-term debt requirements.

Overview of the Financial Statements (cont'd)

The two main components to the government-wide financial statements are: (1) the statement of net position, and (2) the statement of activities. As discussed before, these are the two major statements that are analyzed in terms of obtaining a broad overview of the finances, value and annual operations of the Township.

The statement of net position is a snapshot as of the end of the fiscal year, illustrating the overall value of the Township. The total net position should be a positive number and can be equated to the Township's total net worth. Over time, increases or decreases in the net position of the Township may serve as a useful indicator of whether the financial position of the Township is improving or deteriorating.

The statement of activities presents information showing how the Township'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 the related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes earned and earned but unused vacation leave).

Both of the government-wide financial statements may be divided into two components: governmental activities, which are operations of the Township primarily supported by tax revenues, and business-type activities, which are those operations intended to be self-supportive, which have no direct attachment to providing Township services other than their own business. All of the Township's operations are considered to be governmental activities.

The government-wide financial statements can be found on pages 11-13.

The fund financial statements provide reporting for the Township's operations at a fund level. A fund is a group of related accounts established for a specific purpose to maintain the control of resources for that purpose. The Township utilizes fund accounting that reports operations categorized by each of their purposes. There are three types of funds: governmental, proprietary and fiduciary. All of the Township's funds are considered to be governmental.

The focus of governmental fund financial statements is narrower than that of the Township-wide financial statements. The fund financial statements provide a more detailed look at the different operating components that comprise the government-wide financial statements. The focus at the fund level is more on current operations and short-term results, whereas the government-wide reporting allows for a greater understanding of the long-term sustainability of the Township. It is useful to compare the two types of statements for the balance sheet and the statement of revenues, expenditures and changes in fund balance to see how current operations reflect upon the long-range value of the Township. Reconciliations between the two types of statements are provided.

The Township maintains six 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 balance for the General Town Fund, the Road and Bridge Fund, and the Debt Service Fund, which are considered to be major funds. Data from the other three funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual funds statements and schedules section of this report. Budgetary comparison statements for the General Town and Road and Bridge Funds are included in the basic financial statements. The basic governmental fund financial statements can be found on pages 14-24.

Overview of the Financial Statements (cont'd)

Notes to the financial statements provide additional information that is needed to gain a full understanding of the Township's financial operations and its reporting. The required supplementary information provides greater detail on the Township's financial operations for all of its major governmental funds, as well as the schedule of funding progress for IMRF. The additional financial schedules provide information valuable in understanding nonmajor funds.

Financial Analysis

Condensed Statement of Net Position

	March 31,	
	2022	2021
Assets:		
Current and other assets	\$ 5,324,409	\$ 4,144,476
Capital assets, less accumulated depreciation	<u>13,852,082</u>	<u>14,210,371</u>
Total assets	<u>19,176,491</u>	<u>18,354,847</u>
Deferred outflows:		
Pension-related	<u>29,824</u>	<u>29,525</u>
Total assets and deferred outflows	<u>19,206,315</u>	<u>18,384,372</u>
Liabilities:		
Other liabilities	52,742	26,527
Noncurrent liabilities:		
Due within one year	19,967	19,147
Due in more than one year	<u>3,411</u>	<u>23,377</u>
Total liabilities	<u>76,120</u>	<u>69,051</u>
Deferred inflows:		
Pension-related	<u>305,254</u>	<u>234,371</u>
Total liabilities and deferred inflows	<u>381,374</u>	<u>303,422</u>
Net position:		
Net investment in capital assets	13,828,704	14,167,847
Restricted	1,916,043	1,302,190
Unrestricted	<u>3,080,194</u>	<u>2,610,913</u>
Total net position	<u>\$ 18,824,941</u>	<u>\$ 18,080,950</u>

Financial Analysis (cont'd)

The largest component of the assets is capital assets, which are all of the infrastructure or fixed assets for the Township. These include land, infrastructure, buildings, and equipment. These items are now depreciated over their useful lives.

The government-wide assets of the Township total \$19,176,491 (\$18,354,847 at March 31, 2021). The largest portion of the Township's assets reflects its investment in capital assets of \$13,852,082 (\$14,210,371 at March 31, 2021). The total value of land, buildings, infrastructure improvements, equipment and vehicles are reported net of the total accumulated depreciation on these items. The remaining portion of assets includes current assets (\$4,910,630 and \$4,017,187 at March 31, 2022, and 2021, respectively) and a net pension asset of \$413,779 at March 31, 2022 (\$127,289 at March 31, 2021).

The Township's receivables of \$1,276,977 and \$1,215,656 at March 31, 2022 and 2021, include the property tax receivables for the previous calendar year that will be collected in the upcoming fiscal year. The full 2021 levy has been recognized as revenue in the statement of activities, as it becomes revenue when levied under the full accrual basis of accounting in the government-wide financial statements. The small increase is attributable to the increase in the 2021 levy over the 2020 levy, and the timing of collections of property taxes from year to year. This treatment results in a reconciling item between the government-wide financial statements and the fund financial statements, which continues to recognize property tax revenue only if it is received within sixty days of year end. The Township also recognized replacement tax receivables of \$21,011 at March 31, 2022 (none at March 31, 2021). The Township had total cash and investments on hand at the end of the year of \$3,633,653 (\$2,801,531 March 31, 2021).

The Township's liabilities consist of both current (accounts payable), noncurrent (capital lease obligation payable).

Net position totals \$18,824,941, of which \$13,828,704 represents the net amount of the capital assets less outstanding debt used to acquire them (\$18,080,950 and \$14,167,847, respectively, at March 31, 2021). The remaining amount represents the amount of funds the Township would have if all revenues were collected, and all other obligations of the Township were satisfied. As mentioned earlier, this amount is partially restricted for special revenue items, with the remainder unrestricted. The Township is able to report positive balances in all net position categories at March 31, 2022, and 2021.

Financial Analysis (cont'd)

Condensed Statement of Activities

	For the Year Ended March 31,	
	2022	2021
Program revenues:		
Charges for services	\$ 116,154	\$ 72,383
Grants and contributions	122,428	5,461
General revenues:		
Taxes	2,332,335	2,093,392
Unrestricted investment earnings	2,165	4,204
Miscellaneous/other	32,401	41,755
Total revenues	2,605,483	2,217,195
Expenses:		
General government	781,815	725,158
Highways and streets	1,075,062	1,424,183
Health and welfare	3,195	22,429
Interest on long-term debt	1,420	1,785
Total expenses	1,861,492	2,173,555
Changes in net position	743,991	43,640
Net position, beginning of the year	18,080,950	18,037,310
Net position, end of the year	\$ 18,824,941	\$ 18,080,950

The government-wide operations are reflected in the statement of activities that reports the overall expenses and revenues for the Township. The major components of the Township's revenues (prior year amounts in parentheses) are the general revenues of \$2,366,901 (\$2,139,351), which consist primarily of property tax revenue of \$2,220,337 (\$2,052,693). With the additional charges for services of \$116,154 (\$72,383) and grants and contributions of \$122,428 (\$5,461), the total government-wide revenues were \$2,605,483 (\$2,217,195).

Governmental activities (prior year amounts in parentheses) of the Township had \$1,861,492 (\$2,173,555) in expenses, as detailed above. Within highways and street services expense is depreciation expense of \$361,385 (\$375,386).

The Township's total revenues exceeded expenses by \$743,991 (by \$43,640 for the year ended March 31, 2020). The expenses include depreciation but not capital asset additions.

The financial analysis of the operations by fund, including a comparison of actual to budget operations, allows for a greater understanding of the overall Township operations. The Township adheres to fund accounting to ensure and comply with all finance related legal requirements for townships. The three major operational funds of the Township, which represent 95.8% of the total revenues, are the General Town, Road and Bridge and Debt Service Funds. The fund financial statements exclude depreciation expense, which is also not a budgeted item.

Financial Analysis (cont'd)

General Town Fund – The General Town Fund’s revenues were budgeted at \$1,086,748, and the Fund’s actual revenues fell short of budgeted expectations by \$4,040. Actual 2022 revenues of \$1,082,708 were an increase of \$84,584 from 2021 revenues. The General Town Fund’s expenditures were \$99,429 less than the budget of \$994,000 as management strived to reduce expenses where possible. The biggest savings versus budget were within the Human Services Department.

Capital Assets – The Township’s investment in capital assets, net of accumulated depreciation, as of March 31, 2022, amounts to \$13,852,082 (\$14,210,371 as of March 31, 2021). This investment in capital assets includes land, infrastructure, buildings, and equipment. The Township’s net capital assets decreased by \$358,289, as depreciation exceeded additions. Additional information on capital assets can be found at Note IV.B. on page 36.

Long-term Debt – The legal debt limitation (total outstanding general obligation debt) that the Township may have is \$10,000,000. The Township currently has 100% of this amount available. The current debt service levy is limited to \$1,557,022 per year. This amount is available for capital projects on an annual basis or could be used to pay for current or future debt service.

The Township had one capital lease outstanding at March 31, 2022 with a balance of \$23,378 (\$42,524 at March 31, 2021). Further information can be found at Note IV.D on page 37.

Summary and Future Considerations

The Elected Officials and Staff of Lemont Township remain committed to serving the residents of Lemont Township. This has been another busy but exciting year for the Township as we hopefully look at the Covid 19 pandemic in the rear-view mirror.

The Township’s Human Service Department serviced over 127 residents who have been able to utilize our food pantries and have been able to provide meals to their families. We were able to assist 46 families with additional assistance for their Thanksgiving meal. We have been able to assist 25 families with Family Assistance Funds, 2 families with General Assistance, and 9 families with \$ Emergency Assistance. We helped 82 children to receive Christmas presents this year, this was primarily done through additional donations from the people of Lemont.

We held two Vaccine Clinics and were able to help approximately 180 people receive their COVID 19 Vaccines and Boosters.

The Human Service Department also held various senior events throughout the year to ensure our seniors were able to continue to socialize with one another. We continue to sponsor AARP income tax preparation for seniors and low-income members of our community, AARP Safe Drivers courses, Secretary of State’s Rules of the Road courses, various educational events, and Medvan transportation service. Additional volunteers were recruited to help aid seniors and the homebound to help with shopping, as well as with meal deliveries and transportation.

Youth and Family services include: certification of food pantry clients, Thanksgiving food vouchers, Christmas gift program (with the support of the entire Lemont community), Birthday Gift Program with the Lemont Junior Woman’s Club, partnering with Lemont Classic Car Club for their Christmas Party for children in need, the Salvation Army Extension, raising money for Emergency Assistance, networking with Lemont Police, schools and churches, and sponsoring the DARE Program and Kops and Kids with the Lemont Police Department.

Summary and Future Considerations (cont'd)

We continue to offer assistance and work alongside community organizations, clubs, associations, businesses, schools, and residents to reach out to residents in need (either financially, physically, or via the Lemont Open Food Pantries). We once again sponsored the Youth Summer Lunch Program this year.

The Clerk's Office and front office provides important services to our residents including:

- Dog Park Memberships
- Senior/Disabled RTA passes
- Handicap Parking Placards
- Notary Service
- Yard waste stickers
- Voter Registrations
- Early Voting Site Precinct
- Building Rentals
- Culvert Permit Applications
- Covid Vaccine Scheduling Assistance
- MRP Income Tax Scheduling Assistance

In addition to the above, our staff responds to hundreds of calls each month regarding issues outside the jurisdiction of the Township and refers people to the appropriate agency.

The Township's Dial-A-Ride program continues to provide local transportation for seniors and others dependent upon it for transportation within the Township limits. We provided services for a total of 2,047 residents; 14 Adults, 1,450 Seniors, and 583 Disabled people, while providing 583 medical transport trips. As we strive to streamline our fleet, we replaced one of our older 14-passenger PACE bus with a brand new 2021 7-passenger van.

All three Township buildings are in relatively good condition as we continue to be proactive in maintaining them throughout the year. Unfortunately, after 12 years, the parking lot at the Alba Community Center is in need of major repairs and should be replaced.

Throughout the past year our rentals at the Community Center and the Warner Office have been up and down, especially earlier in the year when we faced the Omni Cron Virus wave. Fortunately, as it waned, we have seen most of our regular renters return including the Salt Group, Lemont Garden Club, Lemont Junior Woman's Club, Little Mountain Theater Group, Lemont High School, the Boy & Girl Scouts, Tops and various other organizations.

Our Warner Avenue Office has hosted early voting, AARP Free Tax Preparations, Pathlights and Rules on the Road, along with meetings from the following Homeowners associations: Ashbury, Ashbury Woods, Amberwood Chestnut Xing, Equestrian, Limestone, Wood Glen and The Steeples.

Our 2021/22 Events included: Earth Day, Food Pantry Garden planting, Blooms& Blues LJWC (raised \$5000) Scarecrow Contest and Fest, many Senior events and luncheons along with Craft events that were started to occupy their time during the isolation due to Covid. The Lemont Garden club partnered to help with the planting and collection of the I-grow community food pantry garden.

Summary and Future Considerations (cont'd)

We Located on the same cell tower, Verizon Wireless and AT&T provided over \$38,000 in annual revenue was used to offset the ongoing maintenance of the 50+ acre Heritage Woodland Sanctuary, thus decreasing the dependence on taxpayers to maintain this wonderful treasure.

The Highway Department worked diligently maintaining our streets and will continue evaluating our roadways and drainage infrastructure. Utilizing Motor Fuel Tax revenue, we were able to complete numerous drainage projects. During the winter months, we spread approximately 1,200 tons of our salt allocation. Working with a mix of employees and contractors allows us to save taxpayers money and get a great deal of work accomplished. We thank Highway Commissioner Mark Labno and his crew for their commitment and passion to make Lemont Township Highway Department a proud department to serve Lemont.

The Lemont Township Assessor's Office continues to serve the community with property assessments and tax issues that residents may have. This is our local source for assistance to appeal assessed values, and to apply for Homeowner, Disabled, and Senior Assessment Freeze exemptions. Disabled Veterans with 70% or greater disability will not have to pay property taxes. Those with disability greater than 30% will be eligible for a reduction in the tax; based upon the percent of disability.

The Assessor's office assists residents with analyzing and appealing valuations. The office also processes building permits, maintains a database containing assessed values, sales and transfers information.

Sadly, we said goodbye to our long-time Tax Assessor Ken Jacobowski, as he retired after serving the Township residents for 24 years. Thank you Ken, and good luck in life's next chapter. With the assistance of Joyce Black, our Administrative Assessor Assistant, Patrick Hynes has graciously stepped in to serve as our Interim Assessor until a full time Assessor is named.

Our Township website enables us to connect our services with our residents and visitors.

Our staff, elected officials, and community volunteers have been instrumental in providing the services highlighted here. We are truly a caring community that works together to make Lemont Township the best place to live in Illinois.

Requests for Information – This financial report is designed to provide a general overview of the financial operations of the Lemont Township. Questions concerning any of the information in this report or requests for additional information should be sent to the Township Supervisor, 16020 127th Street, Lemont, Illinois 60439.

BASIC FINANCIAL STATEMENTS

**Lemont Township
Statement of Net Position
March 31, 2022**

Assets	
Cash and investments:	
General checking	\$ 927,009
Money market	2,354,393
Illinois Funds	249,476
Illinois Institutional Trust	102,775
Total cash and investments	3,633,653
Property taxes receivable	1,255,966
Replacement taxes receivable	21,011
Net pension asset	413,779
Capital assets, not being depreciated	8,288,525
Capital assets, less accumulated depreciation	5,563,557
Total assets	19,176,491
Deferred Outflows of Resources	
Pension-related	29,824
Total assets and deferred outflows of resources	19,206,315
Liabilities	
Accounts payable	52,742
Noncurrent liabilities:	
Capital lease payable, due within one year	19,967
Capital lease payable, due in more than one year	3,411
Total liabilities	76,120
Deferred Inflows of Resources	
Pension-related	305,254
Total liabilities and deferred inflows of resources	381,374
Net Position	
Net investment in capital assets	13,828,704
Restricted for:	
General assistance	289,102
Tort liability	42,487
Road and bridge services	1,584,454
Unrestricted	3,080,194
Total net position	\$ 18,824,941

See accompanying notes.

**Lemont Township
Statement of Activities
For the Year Ended March 31, 2022**

Functions/Programs	<u>Expenses</u>	<u>Charges for Services</u>
Governmental activities:		
General government	\$ 781,815	\$ 111,383
Highways and streets	1,075,062	4,771
Health and welfare	3,195	-
Interest on long-term debt	1,420	-
Total governmental activities	<u>\$ 1,861,492</u>	<u>\$ 116,154</u>

See accompanying notes.

<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Changes in Net Position</u>
\$ 3,502	\$ -	\$ (666,930)
118,926	-	(951,365)
-	-	(3,195)
-	-	(1,420)
<u>\$ 122,428</u>	<u>\$ -</u>	<u>(1,622,910)</u>

General revenues:

Taxes:

Property	2,220,337
Replacement	111,998
Unrestricted investment earnings	2,165
Miscellaneous	<u>32,401</u>

Total general revenues 2,366,901

Changes in net position 743,991

Net position, beginning of the year 18,080,950

Net position, end of the year \$ 18,824,941

**Lemont Township
Balance Sheet - Governmental Funds
March 31, 2022**

	<u>General Town</u>	<u>Road and Bridge</u>	<u>Debt Service</u>
Assets			
Cash and investments:			
Checking	\$ 447,316	\$ 479,693	\$ -
Money market	1,691,612	397,455	-
Illinois Funds	249,476	-	-
Illinois Institutional Trust	102,775	-	-
	<u>2,491,179</u>	<u>877,148</u>	<u>-</u>
Total cash and investments	2,491,179	877,148	-
Property taxes receivable	532,769	686,156	-
Replacement tax receivable	10,145	10,866	-
Due from other funds	151,568	186,188	363,146
	<u>151,568</u>	<u>186,188</u>	<u>363,146</u>
Total assets	<u>\$ 3,185,661</u>	<u>\$ 1,760,358</u>	<u>\$ 363,146</u>
Liabilities			
Accounts payable	\$ 28,406	\$ 24,336	\$ -
Due to other funds	691,756	151,568	-
	<u>691,756</u>	<u>151,568</u>	<u>-</u>
Total liabilities	<u>720,162</u>	<u>175,904</u>	<u>-</u>
Deferred Inflows of Resources			
Property taxes	510,143	659,493	-
	<u>510,143</u>	<u>659,493</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>1,230,305</u>	<u>835,397</u>	<u>-</u>
Fund Balances			
Restricted for debt service	-	-	363,146
Restricted for general assistance	-	-	-
Restricted for tort liability	-	-	-
Restricted for road and bridge	-	924,961	-
Assigned for capital outlay	-	-	-
Unassigned	1,955,356	-	-
	<u>1,955,356</u>	<u>924,961</u>	<u>363,146</u>
Total fund balances	<u>1,955,356</u>	<u>924,961</u>	<u>363,146</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,185,661</u>	<u>\$ 1,760,358</u>	<u>\$ 363,146</u>

See accompanying notes.

Nonmajor Funds	Totals Governmental Funds
\$ -	\$ 927,009
265,326	2,354,393
-	249,476
-	102,775
265,326	3,633,653
37,041	1,255,966
-	21,011
142,422	843,324
\$ 444,789	\$ 5,753,954
\$ -	\$ 52,742
-	843,324
-	896,066
35,433	1,205,069
35,433	2,101,135
-	363,146
261,910	261,910
34,246	34,246
-	924,961
113,200	113,200
-	1,955,356
409,356	3,652,819
\$ 444,789	\$ 5,753,954

**Lemont Township
Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
March 31, 2022**

Total fund balance - governmental funds (page 15)	\$ 3,652,819
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.	13,852,082
Revenues are recognized for governmental activities when earned, regardless of when collected, and not deferred on the statement of net position.	1,205,069
Capital lease obligation in the statement of net position does not require the use of current financial resources and, therefore, is not reported as a liability in the governmental funds.	(23,378)
Deferred outflows of resources related to the net pension liability are not deferred in the governmental funds.	29,824
Deferred inflows of resources related to the net pension liability are not deferred in the governmental funds.	(305,254)
Pension asset (liability) is not due and payable in the current period and, therefore, is not reported in the funds.	413,779
Net position of governmental activities (page 11)	<u>\$ 18,824,941</u>

See accompanying notes.

Lemont Township
Combined Statement of Revenues, Expenditures and
Changes in Fund Balance - Governmental Funds
For the Year Ended March 31, 2022

	General Town	Special Revenue Road and Bridge	Debt Service
Revenues:			
Property taxes	\$ 921,000	\$ 1,087,291	\$ -
Replacement taxes	54,078	57,920	-
Motor fuel tax allocation	-	118,926	-
Interest income	1,767	265	-
RTA fees and grants	8,757	-	-
Medvan income	2,945	-	-
Senior citizen fees	1,750	-	-
Youth family income	20,979	-	-
Rental income	39,363	-	-
Other income	32,069	6,385	-
Total revenues	1,082,708	1,270,787	-
Expenditures:			
General government:			
Administration	422,777	101,944	-
Services	191,351	-	-
Supplies and materials	3,776	-	-
Assessor division	76,075	-	-
Human services	71,853	-	-
Other expenditures	120,668	-	-
Road division	-	17,885	-
Building division	-	69,072	-
Equipment division	-	31,365	-
Permanent road improvements	-	496,506	-
Home relief	-	-	-
Liability insurance	-	-	-
Debt service	-	20,567	-
Capital outlay	8,071	-	-
Total expenditures	894,571	737,339	-
Revenues over (under) expenditures	188,137	533,448	-
Fund balance, beginning of the year	1,767,219	391,513	363,146
Fund balance, end of the year	\$ 1,955,356	\$ 924,961	\$ 363,146

See accompanying notes.

Nonmajor Funds	Totals Governmental Funds
\$ 63,685	\$ 2,071,976
-	111,998
-	118,926
131	2,163
-	8,757
-	2,945
-	1,750
-	20,979
38,844	78,207
1,534	39,988
<u>104,194</u>	<u>2,457,689</u>
28,149	552,870
-	191,351
-	3,776
-	76,075
-	71,853
-	120,668
-	17,885
-	69,072
-	31,365
-	496,506
2,850	2,850
38,056	38,056
-	20,567
37,858	45,929
<u>106,913</u>	<u>1,738,823</u>
(2,719)	718,866
<u>412,075</u>	<u>2,933,953</u>
<u>\$ 409,356</u>	<u>\$ 3,652,819</u>

**Lemont Township
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balance of
Governmental Funds to the Statement of Activities
For the Year Ended March 31, 2022**

Amounts reported for governmental activities in the statement of activities (pages 12 and 13) are different because:

Net changes in fund balance - total governmental funds (page 18)	\$ 718,866
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the current period.</p>	(358,289)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	148,362
<p>The issuance of long-term debt (capital lease) provides current financial resources to the governmental funds, while the repayment of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in treatment of long-term debt and related items.</p>	19,147
<p>Outflows related to the net pension liability, as well as the change in the net pension liability, are not due and payable in the current period and, therefore, are not reported in the funds.</p>	<u>215,905</u>
Changes in net position of governmental activities (page 13)	<u>\$ 743,991</u>

See accompanying notes.

**Lemont Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2022**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 997,948	\$ 997,948	\$ 921,000	\$ (76,948)
Replacement tax	20,000	20,000	54,078	34,078
Interest income	5,000	5,000	1,767	(3,233)
RTA bus fees	720	720	5,255	4,535
RTA bus grant	480	480	3,502	3,022
Medvan income	-	-	2,945	2,945
Senior citizen fees	-	-	1,750	1,750
Youth and family income	20,000	20,000	20,979	979
Rental income	15,600	15,600	39,363	23,763
Other income	27,000	27,000	32,069	5,069
Total revenues	1,086,748	1,086,748	1,082,708	(4,040)
Expenditures:				
Administration:				
Supervisor salary	20,100	20,100	21,030	(930)
Clerk salary	12,569	12,569	13,180	(611)
Highway commissioner salary	14,871	14,871	15,500	(629)
Trustees' salary	5,565	5,565	5,800	(235)
Township administrator	105,085	105,085	110,138	(5,053)
Secretaries/facility managers	71,327	71,327	74,420	(3,093)
FICA/Medicare	32,758	32,758	34,176	(1,418)
Major medical insurance	114,540	114,540	119,383	(4,843)
Group life insurance	1,639	1,639	1,708	(69)
IMRF expense	22,574	22,574	23,528	(954)
Payroll service	3,755	3,755	3,914	(159)
Total administration	404,783	404,783	422,777	(17,994)
Services:				
Audit	7,000	7,000	16,967	(9,967)
Bank service charge	3,782	3,782	4,976	(1,194)
Building operations	59,417	59,417	60,900	(1,483)
Computer support	2,689	2,689	3,098	(409)

(cont'd)

**Lemont Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2022**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Services (cont'd):				
Dues	\$ 18,629	\$ 18,629	\$ 24,508	\$ (5,879)
Equipment maintenance	2,887	2,887	7,241	(4,354)
Legal services	93,000	93,000	12,416	80,584
Miscellaneous	9,000	9,000	14,455	(5,455)
Printing	853	853	1,122	(269)
Telephone	2,924	2,924	3,847	(923)
Travel and training	370	370	4,086	(3,716)
Utilities	37,106	37,106	37,735	(629)
Total services	237,657	237,657	191,351	46,306
Supplies and materials:				
Office supplies	3,233	3,233	3,776	(543)
Total supplies and materials	3,233	3,233	3,776	(543)
Assessor division:				
Assessor/secretary salary	72,056	72,056	74,686	(2,630)
Office supplies	1,028	1,028	1,353	(325)
Travel and training	27	27	36	(9)
Total assessor division	73,111	73,111	76,075	(2,964)
Human services:				
Salaries	53,161	53,161	55,151	(1,990)
Travel and training	152	152	200	(48)
DARE/youth program	22,000	22,000	500	21,500
Handicap vehicle program	2,000	2,000	2,037	(37)
Senior program	14,000	14,000	1,249	12,751
Counseling services	10,000	10,000	-	10,000

(cont'd)

**Lemont Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2022**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Human services (cont'd):				
Family assistance	\$ 17,000	\$ 17,000	\$ 10,419	\$ 6,581
Family support program	15,000	15,000	2,255	12,745
Operating supplies	32	32	42	(10)
Total human services	133,345	133,345	71,853	61,492
Other expenditures:				
Intergovernmental - fireworks	10,000	10,000	-	10,000
LEMA contribution	55,000	55,000	28,000	27,000
Marketing	6,871	6,871	9,040	(2,169)
Transportation – RTA dial-a-ride	6,000	6,000	3,613	2,387
Transportation – PACE salaries	37,000	37,000	64,483	(27,483)
Transportation – PACE bus	2,000	2,000	15,532	(13,532)
Total other expenditures	116,871	116,871	120,668	(3,797)
Capital outlay:				
Office equipment	25,000	25,000	8,071	16,929
Total capital outlay	25,000	25,000	8,071	16,929
Total expenditures	994,000	994,000	894,571	99,429
Revenues over expenditures	\$ 92,748	\$ 92,748	188,137	\$ 95,389
Fund balance, beginning of the year			1,767,219	
Fund balance, end of the year			\$ 1,955,356	

See accompanying notes.

**Lemont Township
Road and Bridge Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2022**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 1,191,582	\$ 1,191,582	\$ 1,087,291	\$ (104,291)
Replacement tax	24,200	24,200	57,920	33,720
Motor fuel tax allocation	-	-	118,926	118,926
Interest	1,000	1,000	265	(735)
Other income	1,700	1,700	6,385	4,685
Total revenues	1,218,482	1,218,482	1,270,787	52,305
Expenditures:				
Administration:				
Administrative salary	40,997	40,997	35,673	5,324
Audit	12,284	12,284	6,485	5,799
Legal services	4,975	4,975	2,626	2,349
FICA/Medicare	18,218	18,218	16,118	2,100
Dues	74	74	121	(47)
IMRF	32,741	32,741	17,284	15,457
Major medical insurance	2,992	2,992	2,663	329
Office supplies	464	464	751	(287)
Insurance	425	425	378	47
Bank service charges	133	133	216	(83)
Payroll service	1,956	1,956	3,170	(1,214)
Computer support	-	-	-	-
Miscellaneous	5,000	5,000	16,459	(11,459)
Total administration	120,259	120,259	101,944	18,315
Road division:				
Street lighting	30,000	30,000	4,777	25,223
Gas and oil	12,512	12,512	13,108	(596)
Total road division	42,512	42,512	17,885	24,627
Building division:				
Supplies	30,000	30,000	40,918	(10,918)
Utilities	17,373	17,373	28,154	(10,781)
Total building division	47,373	47,373	69,072	(21,699)

(cont'd)

Lemont Township
Road and Bridge Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Equipment division:				
Equipment repairs	\$ 11,718	\$ 11,718	\$ 7,217	\$ 4,501
Supplies	38,282	38,282	23,576	14,706
Capital outlay	50,000	50,000	572	49,428
Total equipment division	100,000	100,000	31,365	68,635
Permanent road improvements:				
Maintenance service	405,336	405,336	214,907	190,429
Labor	187,368	187,368	166,312	21,056
Maintenance supplies	219,664	219,664	115,287	104,377
Total permanent road improvements	812,368	812,368	496,506	315,862
Debt service:				
Capital lease principal	-	-	19,147	(19,147)
Capital lease interest	-	-	1,420	(1,420)
Total debt service	-	-	20,567	(20,567)
Total expenditures	1,122,512	1,122,512	737,339	385,173
Revenues over expenditures	\$ 95,970	\$ 95,970	533,448	\$ 437,478
Fund balance, beginning of the year			391,513	
Fund balance, end of the year			\$ 924,961	

See accompanying notes.

Lemont Township
Notes to the Financial Statements

I. Summary of Significant Accounting Policies

A. The Reporting Entity

The Lemont Township (“Township”) is duly organized and existing under the provisions of the laws of the state of Illinois and is operating under the provisions of the Township Code of the State of Illinois. The Township is governed by an elected Board of a Township Supervisor and four Township Trustees. The Township includes all funds of its governmental operations and its component units based on financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will and fiscal dependency. The accompanying financial statements include only those funds of the Township, as there are no other organizations for which it has financial accountability.

The accounting policies and financial statements of Lemont Township conform to accounting principles generally accepted in the United States of America as applicable to governments. Following is a summary of the more significant policies.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the primary government. The effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. All the Township’s activities are considered governmental activities.

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

C. Measurement Focus, Basis of Accounting and Basis of Presentation

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

Lemont Township
Notes to the Financial Statements (cont'd)

I. **Summary of Significant Accounting Policies (cont'd)**

C. **Measurement Focus, Basis of Accounting and Basis of Presentation (cont'd)**

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recorded only when the payment is due.

Property taxes and interest earned are susceptible to accrual. Replacement income tax collected and held by the State of Illinois at year end on behalf of the Township is also recognized as revenue. Other receipts become measurable and available when cash is received and are recognized at that time. The Township reports the following major governmental funds:

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

Road and Bridge Fund – The Road and Bridge Fund accounts for the activities associated with the maintenance and repair of Township roads, including snow removal, weed control, culvert permits, road signs and light pole replacement.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

Use of Estimates – The preparation of governmental-wide financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenue and expenses during the accounting period. Accounting estimates made by the Township include: (1) determining the allowance for uncollectible property taxes, (2) establishing the useful lives for capital assets, and (3) actuarial assumptions used in the calculation of the net pension liability.

Lemont Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity

1. Deposits and Investments

The Township's cash and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Statutes authorize the Township to invest in the following:

- Bonds, notes, certificates of indebtedness, Treasury bills or other securities which are guaranteed by the full faith and credit of the United States as to principal and interest.
- Bonds, notes, debentures or similar obligations of the United States of America or its agencies.
- Savings accounts, certificates of deposit, time accounts, or other investments constituting direct obligations of a bank as defined by the Illinois Banking Act.
- Securities legally issuable by savings and loan associations incorporated under the laws of any state of the United States of America. Share accounts and share certificates of a credit union chartered under the laws of the state of Illinois or United States of America, provided the principal office of the credit union is located within the State of Illinois. Short-term discount obligations of the Federal National Mortgage Association (FNMA). Investments may be made only in financial institutions which are insured by either the Federal Deposit Insurance Corporation or other applicable law for credit unions.
- Short-term obligations (maturing within 180 days of date of purchase) of corporations with assets exceeding five hundred million dollars (\$500,000,000). Such obligations must be rated, at the time of purchase, at one of the three highest classifications established by at least two standard rating services. This type of obligation is limited to one-third of the Township's funds available for investment and cannot exceed 10% of the corporation's outstanding obligation.

Lemont Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

1. Deposits and Investments (cont'd)

- Money market mutual funds, registered under the Investment Company Act of 1940, which invest only in bonds, notes, certificates of indebtedness, Treasury bills, and other securities which are guaranteed by the full faith and credit of the United States of America as to principal and interest and agrees to repurchase such obligations.
- Repurchase agreements of government securities subject to The Government Securities Act of 1986.
- Illinois Funds and Illinois Institutional Investment Trust. The Illinois Treasurer's Office has regulatory oversight for the Illinois Funds.

Investments with maturities of one year or more from the date of purchase are stated at fair value based on quoted market prices. Investments with maturities of one year or less from the date of purchase are stated at amortized cost. All other investments, which do not consider market rates, are stated at cost. Investment income has been allocated to each fund based on investments held by the fund.

2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (the current portion of interfund loans), or "advances to/from other funds" (the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Advances between funds are offset by a fund balance reserve account to indicate that they are not available for appropriation and are not expendable available resources.

The Township's property taxes are required to be levied by ordinance. A certified copy of the levy ordinance must be filed with the county clerk no later than the last Tuesday in December of each year. Taxes are due and collectible one-half on February 1 and one-half on September 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1.

Lemont Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

2. Receivables and Payables (cont'd)

Property taxes are based on the assessed valuation of the Township's real property as equalized by the State of Illinois. The equalized assessed valuation of real property totaled \$943,463,198 for the calendar year 2021. An allowance for uncollected taxes of 3 - 5% of the uncollected 2021 levy was recorded at March 31, 2022.

3. Capital Assets

Capital assets, which include property, plant and equipment and infrastructure assets, are reported in the government-wide financial statements. The Township defines capital assets as assets with an initial cost of more than \$2,500 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset, or materially extend assets' lives, are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of governmental activities is not capitalized.

Property, plant and equipment of the primary government are depreciated using the straight-line method, over the following estimated useful lives:

Infrastructure	25 years
Buildings	40 years
Land improvements	20 years
Equipment and vehicles	7 years

4. Deferred Outflows of Resources

Deferred outflows of resources are defined as a consumption of net assets by the government that is applicable to a future reporting period; they increase net position, similar to assets. Note V.A. provides further detail on the components of deferred outflow of resources.

Lemont Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

5. Compensated Absences

The Township has no vested or accumulated vacation or sick leave as of March 31, 2022.

6. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using a straight-line method that approximates the interest method. Bonds payable is reported net of the applicable bond premium or discount. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as general government expenses.

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, 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.

7. Deferred Inflow of Resources

Deferred inflows of resources are defined as the receipt of net assets by the government that is applicable to a future reporting period; they decrease net position, similar to liabilities. Note V.A. provides further detail on the components of deferred inflows of resources.

In the governmental fund financial statements, property tax revenues are recorded on the "deferred method." Because of the extraordinarily long period of time between the levy date and the receipt of tax distributions from the county collector, property taxes are not "available" to finance the current year's expenditures. For those funds on the modified accrual basis of accounting, the current year's tax levy is recorded as property taxes receivable and a deferred inflow of resources.

Lemont Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

8. Fund Equity and 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, net of accumulated depreciation and related debt.
- Restricted net position – consists of net position with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted net position – consists of all other net position that does not meet the definition of restricted or invested in capital assets.

When both restricted and unrestricted resources are available for use, it is the Township's policy to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, governmental funds report fund balance as either nonspendable or spendable. Spendable fund balance is further classified as restricted, committed, assigned or unassigned, based on the relative strength of the constraints that control how specific amounts can be spent.

Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. The fund balances for the special revenue and debt service funds are considered restricted, as the source of these fund balances are dedicated property tax revenues.

Committed fund balance is constrained by formal actions, in the form of ordinances, of the Township's Board of Trustees, which is considered the Township's highest level of decision making authority. The modification to or rescinding of a fund balance must be done by passage of an ordinance by the Board of Trustees. The Township has no committed fund balance.

Assigned fund balance represents amounts constrained by the Township's intent to use them for a specific purpose. Assignments are made at the Board level. The fund balance in the Capital Projects Fund is considered assigned for the purpose of the fund. The fund balance in the General Fund is considered unassigned.

Lemont Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

8. Fund Equity and Net Position (cont'd)

The Township has not adopted a fund balance policy that identifies a certain individual(s) with the authority to assign fund balance. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Township considers restricted funds to have been spent first in the General Fund and unrestricted funds to have been spent first in the other funds.

When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Township considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

- The Combined Budget and Appropriations Ordinance is prepared in tentative form by the Township Supervisor and is made available for public inspection thirty days prior to final Board action. A public hearing is held on the tentative Combined Budget and Appropriations Ordinance to obtain taxpayer comments.
- Prior to July 1, the Budget and Appropriations Ordinance is legally enacted.

Lemont Township
Notes to the Financial Statements (cont'd)

II. Stewardship, Compliance and Accountability (cont'd)

A. Budgetary Information (cont'd)

- The Board of Township Trustees may:
 - Amend the Budget and Appropriations Ordinance in the same manner as its original enactment.
 - Transfer between items of any fund not exceeding in the aggregate ten percent (10%) of the total amount appropriated in such fund.
 - After six months of the fiscal year, by two-thirds vote, transfer any appropriation item it anticipates being unexpended to any other appropriation item.

Management cannot amend the Budget and Appropriations Ordinance; however, expenditures may exceed appropriations at the subobject level. The Board of Trustees, as outlined above, must approve expenditures that exceed individual appropriations at the object level. The Board approved amendments to the current year budget.

The Township does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system, in accordance with various legal requirements, which govern the Township.

B. Excess of Expenditures Over Appropriations

Expenditures exceeded appropriations at the object level as follows:

	<u>Appropriation</u>	<u>Actual</u>	<u>Excess</u>
General Town Fund:			
Administration	\$ 404,783	\$ 422,777	\$ 17,994
Supplies and materials	3,233	3,776	543
Assessor division	73,111	76,075	2,964
Other expenditures	116,871	120,668	3,797
Road and Bridge Fund:			
Building division	47,373	69,072	21,699
Debt service	-	20,567	20,567

The excess was funded out of existing fund balances.

Lemont Township
Notes to the Financial Statements (cont'd)

III. Reconciliation of Government-wide and Fund Financial Statements

The governmental fund statement of revenues, expenditures and changes in fund balance includes reconciliation between net changes in fund balance – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains: “Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$(358,289) are as follows:

Capital outlay	\$ 3,096
Depreciation expense	<u>(361,385)</u>
Net adjustment to decrease net change in fund balance – total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (358,289)</u>

IV. Detailed Notes for All Fund Types and Account Groups

A. Deposits and Investments

Deposits – At year end, the carrying amount of the Township’s deposits was \$3,281,402, and the bank balance was \$4,126,328 of which \$3,376,328 was uninsured and uncollateralized. In addition, the Township has funds on deposit with Illinois Institutional Investors Trust and Illinois Funds. The Township’s carrying amount of the Illinois Institutional Investors Trust investment was \$102,775, consisting of a money market account. The Township’s carrying amount of the Illinois Funds investment was \$249,476. Both investments meet the criteria contained in GASB Statement No. 79, *Certain Investment Pools and Pool Participants*. This allows both Illinois Institutional Investors Trust and Illinois Funds and those local governments investing in these funds to measure its investment at amortized cost. The criteria contained in GASB Statement No. 79 address (1) how the pool interacts with participants, (2) requirements for portfolio maturity, quality, diversification and liquidity, and (3) calculation and requirements of a shadow price.

Lemont Township
Notes to the Financial Statements (cont'd)

IV. Detailed Notes for All Fund Types and Account Groups (cont'd)

A. Deposits and Investments (cont'd)

Interest Rate Risk – This is the risk that changes in the market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Township does not have a formal investment policy regarding interest rate risk, however, the Township does manage its interest rate risk by structuring its investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by limiting the amount invested for more than a short term.

Credit Risk – Generally, credit risk is the risk that an issuer of a debt-type instrument will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. The Township's investments in both the Illinois Institutional Investors Trust and the Illinois Funds are rated "AAAm" by Standard & Poor's.

Custodial Credit Risk – The Township does not have a policy that directly addresses custodial credit risk. For deposits, this is the risk that, in the event of a bank failure, a government will not be able to recover its deposits. Township deposits with financial institutions are subject to custodial credit risk to the extent balances on deposit with a financial institution exceed federally insured limits.

The Township invests in the Illinois Institutional Investors Trust, a money market fund that invests in high quality short-term U.S. debt securities. The Township also invests in the Illinois Funds, a money market fund in which the funds of individual participants are pooled together and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U.S. Treasury, fully collateralized time deposits in Illinois financial institutions, collateralized repurchase agreements, and in Treasury mutual funds that invest in U.S. Treasury obligations and collateralized repurchase agreements. The individual participants in the Illinois Funds maintain separate investment accounts representing a proportionate share of the pool assets and its respective collateral; therefore, no collateral is identified with each individual participant's account.

Lemont Township
Notes to the Financial Statements (cont'd)

IV. Detailed Notes for All Fund Types and Account Groups (cont'd)

B. Capital Assets

Capital asset activity for the year ended March 31, 2022, was as follows:

	Balance April 1, 2021	Additions	Retirements/ Adjustments	Balance March 31, 2022
Governmental Activities				
Capital assets, not being depreciated – land	\$ 8,288,525	\$ -	\$ -	\$ 8,288,525
Capital assets, being depreciated:				
Infrastructure	16,680,144	-	-	16,680,144
Land improvements	1,448,791	-	-	1,448,791
Buildings	4,311,849	-	-	4,311,849
Equipment/vehicles	1,410,913	3,096	-	1,414,009
Total capital assets being depreciated	23,851,697	3,096	-	23,854,793
Less accumulated depreciation for:				
Infrastructure	14,523,838	116,620	-	14,640,458
Land improvements	940,677	72,440	-	1,013,117
Buildings	1,319,339	107,796	-	1,427,135
Equipment/vehicles	1,145,997	64,529	-	1,210,526
Total accumulated depreciation	17,929,851	361,385	-	18,291,236
Total capital assets, being depreciated, net	5,921,846	(358,289)	-	5,563,557
Governmental activities' capital assets, net	\$ 14,210,371	\$ (358,289)	\$ -	\$ 13,852,082

Depreciation expense was included with highways and streets expense in the statement of activities.

Lemont Township
Notes to the Financial Statements (cont'd)

IV. Detailed Notes for All Fund Types and Account Groups (cont'd)

C. Interfund Receivables and Payables

The composition of interfund balances as of March 31, 2022, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Town	Road and Bridge	\$ 151,568
Road and Bridge	General Town	186,188
Debt Service	General Town	363,146
Nonmajor Governmental	General Town	<u>142,422</u>
		<u>\$ 843,324</u>

The Township anticipates refunding the interfund balances through future tax revenues or budgeted transfers.

D. Capital Lease Payable

The Township entered into a capital lease obligation to fund the cost of certain equipment. The lease obligation is to be repaid in thirty-six monthly installments of \$1,714 commencing June 30, 2020, including interest at 4.2%. The outstanding balance on the lease obligation was \$23,378 at March 31, 2022. Current year principal and interest paid on the lease was \$19,147 and \$1,420, respectively. The equipment has an original cost of \$57,878 and accumulated depreciation through March 31, 2022, of \$16,537, and a carrying amount of \$41,341 at March 31, 2022.

The debt service requirements to maturity for the capital lease obligation is as follows:

<u>Year Ending March 31,</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2023	\$ 20,567	\$ 19,967	\$ 600
2024	<u>3,428</u>	<u>3,411</u>	<u>17</u>
	<u>\$ 23,995</u>	<u>\$ 23,378</u>	<u>\$ 617</u>

Lemont Township
Notes to the Financial Statements (cont'd)

V. **Other Information**

A. **Employee Retirement System**

General Information About the Pension Plan

Plan Description – The Township’s defined benefit pension plan, the Illinois Municipal Retirement Fund (“IMRF”) provides pensions for all full-time employees of the Township. IMRF is an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The types of benefits and benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained on-line at www.imrf.org.

At December 31, 2021, the IMRF Plan membership consisted of:

Retirees and beneficiaries	10
Inactive, non-retired members	1
Active members	<u>10</u>
Total	<u>21</u>

Benefits Provided – IMRF provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011, who retire at or after age 60 with 8 years of service, are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent of each year thereafter. Employees with at least 8 years of service may retire at or after age 55 and receive a reduced benefit. For participating members hired on or after January 1, 2011, who retire at or after age 67 with 10 years of service, are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of \$119,892 and \$116,740 at January 1, 2022 and 2021, respectively. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits.

Lemont Township
Notes to the Financial Statements (cont'd)

V. **Other Information** (cont'd)

A. **Employee Retirement System** (cont'd)

General Information About the Pension Plan (cont'd)

Contributions – Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Township is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution and annual required contribution rate for calendar year 2022 and 2021 were 6.89 percent and 8.27 percent, respectively. The Township's contribution to the Plan totaled \$38,906 in the current fiscal year which was equal to its annual required contribution.

Net Pension (Asset) Liability

The Township's net pension liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Valuation and Assumptions – The actuarial assumptions used in the December 31, 2021, valuation were based on an actuarial experience study for the period January 1, 2017 – December 31, 2019, using the entry age normal actuarial cost method. The total pension liability in the December 31, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	2.85% to 13.75%
Investment rate of return	7.25%
Post-retirement benefit increase:	
Tier 1	3.0%-simple
Tier 2	lesser of 3.0%-simple or ½ increase in CPI

The actuarial value of IMRF assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at March 31, 2022, was 22 years.

Lemont Township
Notes to the Financial Statements (cont'd)

V. **Other Information** (cont'd)

A. **Employee Retirement System** (cont'd)

Net Pension (Asset) Liability (cont'd)

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

Long-term Expected Rate of Return – The long-term expected rate of return is the expected return to be earned over the entire trust portfolio based on the asset allocation of the portfolio, using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) developed for each major asset class. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Equities	39%	4.50%
International equities	15%	5.75%
Fixed income	25%	2.00%
Real estate	10%	5.90%
Alternatives:	10%	
Private equity		8.10%
Commodities		4.30%
Cash equivalents	1%	1.70%

Discount Rate – The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that Township contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees for the next 99 years. Therefore, the long-term expected rate of return on pension plan investments (7.25%) was applied to the next 99 periods of projected benefit payments, and then the municipal bond rate of 1.84% (based on an index of 20-year general obligation bonds with an average AA credit rating with is published by the Federal Reserve as of December 31, 2021) was utilized, resulting in a single discount rate of 7.25% being used to determine the total pension liability.

Lemont Township
Notes to the Financial Statements (cont'd)

V. **Other Information** (cont'd)

A. **Employee Retirement System** (cont'd)

Net Pension (Asset) Liability (cont'd)

Changes in Net Pension (Asset) Liability

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balances 12/31/20	\$ 2,055,775	\$ 2,183,064	\$ (127,289)
Changes for the year:			
Service cost	51,350	-	51,350
Interest	146,001	-	146,001
Differences between expected and actual experience	20,419	-	20,419
Changes in assumptions	-	-	-
Contributions - employer	-	49,002	(49,002)
Contributions - employee	-	23,298	(23,298)
Net investment income	-	371,029	(371,029)
Benefit payments, including refunds of employee contributions	(135,291)	(135,291)	-
Other changes	-	60,931	(60,931)
Balances 12/31/21	\$ 2,138,254	\$ 2,552,033	\$ (413,779)

Discount Rate Sensitivity – The following presents the net pension liability of the Township, calculated using the discount rate of 7.25%, as well as what the Township's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension (asset) liability	\$ (211,134)	\$ (413,779)	\$ (583,560)

Pension Plan Fiduciary Net Position – Detailed information about the pension plan's fiduciary net position is available in the separately issued IMRF financial report.

Lemont Township
Notes to the Financial Statements (cont'd)

V. **Other Information** (cont'd)

A. **Employee Retirement System** (cont'd)

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

For the year ended March 31, 2022, the Township recognized pension income of \$170,815 in the government-wide financial statements. At December 31, 2021, the Township 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	Net Deferred Outflows (Inflows) of Resources
Differences between expected and actual experience	\$ 23,333	\$ 22,846	\$ 487
Changes in assumptions	-	1,691	(1,691)
Net difference between projected and actual earnings on pension plan investments	-	280,717	(280,717)
Subtotal	23,333	305,254	(281,921)
Contributions subsequent to the measurement date	6,491	-	6,491
Total	<u>\$ 29,824</u>	<u>\$ 305,254</u>	<u>\$ (275,430)</u>

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

Year Ending March 31,

2023	\$ (74,383)
2024	(97,048)
2025	(67,922)
2026	<u>(42,568)</u>
Total	<u>\$ (281,921)</u>

Lemont Township
Notes to the Financial Statements (cont'd)

V. **Other Information** (cont'd)

B. **Risk Management**

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

The Township is a member of the Township Officials of Illinois Risk Management Association (TOIRMA), which provides sufficient coverage to reduce the risk of any material loss. There have been no significant reductions in coverage in the current year, and there have been no settlements in excess of coverage in the past three years. The Township made an annual contribution of \$43,566 during the year ended March 31, 2022.

REQUIRED SUPPLEMENTARY INFORMATION

**Lemont Township
Illinois Municipal Retirement Fund
Required Supplementary Information - Multiyear Schedule
of Changes in Net Pension Liability and Related Ratios
Last Ten Calendar Years***

	<u>2021</u>	<u>2020</u>
Total pension liability:		
Service cost	\$ 51,350	\$ 51,402
Interest on the total pension liability	146,001	139,623
Benefit changes	-	-
Difference between expected and actual changes	20,419	21,164
Assumption changes	-	(4,061)
Benefit payments and refunds	<u>(135,291)</u>	<u>(104,984)</u>
Net change in total pension liability	82,479	103,144
Total pension liability - beginning	<u>2,055,775</u>	<u>1,952,631</u>
Total pension liability - ending	<u>\$ 2,138,254</u>	<u>\$ 2,055,775</u>
Plan fiduciary net position:		
Employer contributions	\$ 49,002	\$ 60,527
Employee contributions	23,298	23,437
Pension plan net investment income	371,029	279,241
Benefit payments and refunds	(135,291)	(104,984)
Other	<u>60,931</u>	<u>(359)</u>
Net change in plan fiduciary net position	368,969	257,862
Plan fiduciary net position - beginning	<u>2,183,064</u>	<u>1,925,202</u>
Plan fiduciary net position - ending	<u>\$ 2,552,033</u>	<u>\$ 2,183,064</u>
Net pension liability	<u>\$ (413,779)</u>	<u>\$ (127,289)</u>
Plan fiduciary net position as a percentage of total pension liability	<u>119.35%</u>	<u>106.19%</u>
Covered valuation payroll	<u>\$ 517,731</u>	<u>\$ 522,989</u>
Net pension liability as a percentage of covered valuation payroll	<u>-79.92%</u>	<u>-24.34%</u>

* The Township adopted GASB 68 in the fiscal year ended March 31, 2016, and will build a ten-year history prospectively.

See independent auditor's report.

2019	2018	2017	2016	2015
\$ 56,129	\$ 48,322	\$ 50,923	\$ 53,892	\$ 50,848
144,486	138,731	133,563	122,884	111,899
-	-	-	-	-
(169,645)	(15,523)	10,690	17,634	35,371
-	47,975	(57,076)	(32,651)	16,676
(86,368)	(74,119)	(61,674)	(50,087)	(45,787)
(55,398)	145,386	76,426	111,672	169,007
2,008,029	1,862,643	1,786,217	1,674,545	1,505,538
<u>\$ 1,952,631</u>	<u>\$ 2,008,029</u>	<u>\$ 1,862,643</u>	<u>\$ 1,786,217</u>	<u>\$ 1,674,545</u>
\$ 60,864	\$ 59,401	\$ 52,206	\$ 51,544	\$ 53,183
24,997	21,131	19,100	19,410	19,085
289,894	(86,675)	248,117	93,091	6,676
(86,368)	(74,119)	(61,674)	(50,087)	(45,787)
21,101	21,686	(33,362)	5,008	(25,102)
310,488	(58,576)	224,387	118,966	8,055
1,614,714	1,673,290	1,448,903	1,329,937	1,321,882
<u>\$ 1,925,202</u>	<u>\$ 1,614,714</u>	<u>\$ 1,673,290</u>	<u>\$ 1,448,903</u>	<u>\$ 1,329,937</u>
<u>\$ 27,429</u>	<u>\$ 393,315</u>	<u>\$ 189,353</u>	<u>\$ 337,314</u>	<u>\$ 344,608</u>
<u>98.60%</u>	<u>80.41%</u>	<u>89.83%</u>	<u>81.12%</u>	<u>79.42%</u>
<u>\$ 538,629</u>	<u>\$ 469,572</u>	<u>\$ 424,441</u>	<u>\$ 431,338</u>	<u>\$ 424,103</u>
<u>5.09%</u>	<u>83.76%</u>	<u>44.61%</u>	<u>78.20%</u>	<u>81.26%</u>

**Lemont Township
Illinois Municipal Retirement Fund
Required Supplementary Information -
Multiyear Schedule of Contributions - Last 10 Fiscal Years*
March 31, 2022**

Fiscal Year Ended March 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2022	\$ 38,906	\$ 38,906	\$ -	\$ 486,169	8.00 %
2021	54,782	54,782	-	507,706	10.79
2020	61,859	61,859	-	543,387	11.38
2019	59,604	59,604	-	469,572	12.69
2018	53,456	53,456	-	431,157	12.40
2017	52,989	52,989	-	440,072	12.04
2016	53,310	53,310	-	428,926	12.43

Notes to Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	5-Year Smoothed Market; 20% Corridor
Wage Growth	3.25%
Inflation	2.50%
Salary Increases	3.25% to 14.25% Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	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 adjustments 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 Township adopted GASB 68 in the fiscal year ended March 31, 2016, and will build a ten-year history prospectively.

See independent auditor's report.

SUPPLEMENTARY INFORMATION

**Lemont Township
Combining Balance Sheet -
Nonmajor Governmental Funds
March 31, 2022**

Assets	<u>Total</u>	<u>General Assistance</u>	<u>Tort Liability</u>	<u>Capital Projects</u>
Current assets:				
Cash and investments:				
Money market	<u>\$ 265,326</u>	<u>\$ 265,326</u>	<u>\$ -</u>	<u>\$ -</u>
Total cash and investments	265,326	265,326	-	-
Property tax receivable	37,041	28,436	8,605	-
Due from other funds	<u>142,422</u>	<u>(4,660)</u>	<u>33,882</u>	<u>113,200</u>
Total assets	<u>\$ 444,789</u>	<u>\$ 289,102</u>	<u>\$ 42,487</u>	<u>\$ 113,200</u>
Deferred Inflows of Resources				
Property taxes	<u>\$ 35,433</u>	<u>\$ 27,192</u>	<u>\$ 8,241</u>	<u>\$ -</u>
Fund Balances				
Restricted for general assistance	261,910	261,910	-	-
Restricted for tort liability	34,246	-	34,246	-
Assigned for capital outlay	<u>113,200</u>	<u>-</u>	<u>-</u>	<u>113,200</u>
Total fund balances	<u>409,356</u>	<u>261,910</u>	<u>34,246</u>	<u>113,200</u>
Total deferred inflows of resources and fund balances	<u>\$ 444,789</u>	<u>\$ 289,102</u>	<u>\$ 42,487</u>	<u>\$ 113,200</u>

See independent auditor's report.

Lemont Township
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance - Nonmajor Governmental Funds
For the Year Ended March 31, 2022

	<u>Total</u>	<u>General Assistance</u>	<u>Tort Liability</u>	<u>Capital Projects</u>
Revenues:				
Property tax revenue	\$ 63,685	\$ 48,693	\$ 14,992	\$ -
Interest income	131	131	-	-
Rental income	38,844	-	-	38,844
Other income	1,534	25	-	1,509
Total revenues	104,194	48,849	14,992	40,353
Expenditures:				
Administration	28,149	345	-	27,804
Home relief	2,850	2,850	-	-
Liability insurance	38,056	-	38,056	-
Capital outlay	37,858	-	-	37,858
Total expenditures	106,913	3,195	38,056	65,662
Revenues over (under) expenditures	(2,719)	45,654	(23,064)	(25,309)
Fund balance, beginning of the year	412,075	216,256	57,310	138,509
Fund balance, end of the year	\$ 409,356	\$ 261,910	\$ 34,246	\$ 113,200

See independent auditor's report.

**Lemont Township
General Assistance Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2022**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 47,190	\$ 47,190	\$ 48,693	\$ 1,503
Interest	250	250	131	(119)
Other income	-	-	25	25
Total revenues	47,440	47,440	48,849	1,409
Expenditures:				
Administration:				
Light and water	2,095	2,095	300	1,795
Professional supplies	-	-	45	(45)
Total administration	2,095	2,095	345	1,750
Home relief:				
Shelter	11,175	11,175	1,600	9,575
Personal allowance	6,635	6,635	950	5,685
Miscellaneous	2,095	2,095	300	1,795
Total home relief	19,905	19,905	2,850	17,055
Total expenditures	22,000	22,000	3,195	18,805
Revenues over expenditures	\$ 25,440	\$ 25,440	45,654	\$ 20,214
Fund balance, beginning of the year			216,256	
Fund balance, end of the year			\$ 261,910	

See independent auditor's report.

**Lemont Township
Tort Liability Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2022**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues – property taxes	\$ 15,288	\$ 15,288	\$ 14,992	\$ (296)
Expenditures:				
Tort liability insurance	43,250	43,250	38,056	5,194
Total expenditures	43,250	43,250	38,056	5,194
Revenues under expenditures	\$ (27,962)	\$ (27,962)	(23,064)	\$ 4,898
Fund balance, beginning of the year			57,310	
Fund balance, end of the year			\$ 34,246	

See independent auditor's report.

**Lemont Township
Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2022**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Rentals	\$ 37,566	\$ 37,566	\$ 38,844	\$ 1,278
Other income	1,300	1,300	1,509	209
Total revenues	38,866	38,866	40,353	1,487
Expenditures:				
Administrative:				
Salaries	3,700	3,700	4,000	(300)
Legal fees	10,000	10,000	23,804	(13,804)
Capital outlay:				
Dog park maintenance	-	-	4,525	(4,525)
Equipment maintenance	5,000	5,000	1,449	3,551
Land maintenance	30,000	30,000	23,784	6,216
Path maintenance	15,000	15,000	50	14,950
Miscellaneous	2,000	2,000	8,050	(6,050)
Total expenditures	65,700	65,700	65,662	38
Revenues under expenditures	\$ (26,834)	\$ (26,834)	(25,309)	\$ 1,525
Fund balance, beginning of the year			138,509	
Fund balance, end of the year			\$ 113,200	

See independent auditor's report.