



**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED MARCH 31, 2023**

**Lemont Township
Annual Financial Report
For the Year Ended March 31, 2023**

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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, 2023, and the statements of revenues, expenditures and changes in fund balance – budget and actual for the General Town Fund, the Road and Bridge and General Assistance (Major Special Revenue) Funds 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, 2023, and the respective changes in financial position and the respective budgetary comparison for the General Town Fund, the Road and Bridge and General Assistance (Major Special Revenue) Funds 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 4-10), the multiyear schedule of changes in net pension liability and related ratios (pages 45-46), and the multiyear schedule of contributions (page 47) 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.

Selden Fox, Ltd.

December 13, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Lemont Township
Management's Discussion and Analysis
March 31, 2023**

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, 2023. 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 \$19,411,857 (\$18,824,941 at March 31, 2022). Of the Township's net position at the end of the current and prior year, \$5,537,089 and \$4,996,237, respectively, were available to fund future operations. Of this amount, \$2,322,737 (\$1,916,043 at March 31, 2022) is restricted for special revenue fund purposes, and \$3,214,352 (\$3,080,194 at March 31, 2022) is unrestricted.
- The Township has recognized a net pension liability of \$328,802 (net pension asset of \$413,779 at March 31, 2022) 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 \$13,874,768 (\$13,852,082 at March 31, 2022).
- The governmental funds reported combined ending fund balance of \$4,221,756, an increase of \$568,937 or 15.6% from the prior year. Of this amount, \$2,181,386 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 14-25.

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,	
	2023	2022
Assets:		
Current and other assets	\$ 5,478,725	\$ 5,324,409
Capital assets, less accumulated depreciation	13,878,179	13,852,082
Total assets	19,356,904	19,176,491
Deferred outflows:		
Pension-related	455,627	29,824
Total assets and deferred outflows	19,812,531	19,206,315
Liabilities:		
Other liabilities	67,955	52,742
Noncurrent liabilities:		
Due within one year	3,411	19,967
Due in more than one year	328,802	3,411
Total liabilities	400,168	76,120
Deferred inflows:		
Pension-related	506	305,254
Total liabilities and deferred inflows	400,674	381,374
Net position:		
Net investment in capital assets	13,874,768	13,828,704
Restricted	2,322,737	1,916,043
Unrestricted	3,214,352	3,080,194
Total net position	\$ 19,411,857	\$ 18,824,941

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 \$19,356,904 (\$19,176,491 at March 31, 2022). The largest portion of the Township's assets reflects its investment in capital assets of \$13,878,179 (\$13,852,082 at March 31, 2022). 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 (\$5,478,725 and \$4,910,630 at March 31, 2023, and 2022, respectively) and a net pension asset of \$413,779 at March 31, 2022.

The Township's receivables of \$1,798,636 and \$1,276,977 at March 31, 2023 and 2022, include the property tax receivables for the previous calendar year that will be collected in the upcoming fiscal year. The full 2022 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 increase is attributable to the increase in the 2022 levy over the 2021 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 \$20,170 at March 31, 2023 (\$21,011 at March 31, 2022). The Township had total cash and investments on hand at the end of the year of \$3,680,089 (\$3,633,653 March 31, 2022).

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

Net position totals \$19,411,857, of which \$13,874,768 represents the net amount of the capital assets less outstanding debt used to acquire them (\$18,824,941 and \$13,828,704, respectively, at March 31, 2022). 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, 2023 and 2022.

Financial Analysis (cont'd)

Condensed Statement of Activities

	For the Year Ended March 31,	
	2023	2022
Program revenues:		
Charges for services	\$ 74,580	\$ 116,154
Grants and contributions	18,914	122,428
General revenues:		
Taxes	2,252,695	2,332,335
Unrestricted investment earnings	71,051	2,165
Miscellaneous/other	35,838	32,401
Total revenues	2,453,078	2,605,483
Expenses:		
General government	1,040,321	781,815
Highways and streets	823,479	1,075,062
Health and welfare	1,762	3,195
Interest on long-term debt	600	1,420
Total expenses	1,866,162	1,861,492
Changes in net position	586,916	743,991
Net position, beginning of the year	18,824,941	18,080,950
Net position, end of the year	\$ 19,411,857	\$ 18,824,941

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 \$2,359,584 (\$2,366,901), which consist primarily of property tax revenue of \$2,115,816 (\$2,220,337). With the additional charges for services of \$74,580 (\$116,154) and grants and contributions of \$18,914 (\$122,428), the total government-wide revenues were \$2,453,078 (\$2,605,483).

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 \$586,916 (by \$743,991 for the year ended March 31, 2022). 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 97.6% 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 \$1,122,029, and the Fund’s actual revenues exceeded budgeted expectations by \$89,880. Actual 2023 revenues of \$1,211,909 were an increase of \$129,201 from 2022 revenues. The General Town Fund’s expenditures were \$146,724 more than the budget of \$839,155.

Capital Assets – The Township’s investment in capital assets, net of accumulated depreciation, as of March 31, 2023, amounts to \$13,878,179 (\$13,852,082 as of March 31, 2022). This investment in capital assets includes land, infrastructure, buildings, and equipment. The Township’s net capital assets increased by \$26,097, as additions exceeded depreciation. Additional information on capital assets can be found at Note IV.B. on page 37.

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 financed purchase agreement outstanding at March 31, 2023, with a balance of \$3,411 (\$23,378 at March 31, 2022). Further information can be found at Note IV.D on page 38.

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 residents who have been able to utilize our food pantries and have been able to provide meals to their families including additional assistance for their Thanksgiving meal. We have been able to assist families with Family Assistance Funds, General Assistance, and Emergency Assistance. We helped children to receive Christmas presents this year, which was primarily done through additional donations from the people of Lemont.

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.

The Highway Department worked diligently maintaining our streets and will continue evaluating our roadways and drainage infrastructure. 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.

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

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**Lemont Township
Statement of Net Position
March 31, 2023**

Assets	
Cash and investments:	
General checking	\$ 112,417
Money market	3,205,705
Illinois Funds	256,336
Illinois Institutional Trust	105,631
Total cash and investments	3,680,089
Property taxes receivable	1,778,466
Replacement taxes receivable	20,170
Capital assets, not being depreciated	8,288,525
Capital assets, less accumulated depreciation	5,589,654
Total assets	19,356,904
Deferred Outflows of Resources	
Pension-related	455,627
Total assets and deferred outflows of resources	19,812,531
Liabilities	
Accounts payable	67,955
Noncurrent liabilities:	
Financed purchase, due within one year	3,411
Net pension liability	328,802
Total liabilities	400,168
Deferred Inflows of Resources	
Pension-related	506
Total liabilities and deferred inflows of resources	400,674
Net Position	
Net investment in capital assets	13,874,768
Restricted for:	
General assistance	331,855
Tort liability	12,458
Road and bridge services	1,978,424
Unrestricted	3,214,352
Total net position	\$ 19,411,857

See accompanying notes.

**Lemont Township
Statement of Activities
For the Year Ended March 31, 2023**

Functions/Programs	<u>Expenses</u>	<u>Charges for Services</u>
Governmental activities:		
General government	\$ 1,040,321	\$ 74,287
Highways and streets	823,479	293
Health and welfare	1,762	-
Interest on long-term debt	600	-
Total governmental activities	\$ 1,866,162	\$ 74,580

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>
\$ 18,914	\$ -	\$ (947,120)
-	-	(823,186)
-	-	(1,762)
-	-	(600)
<u>\$ 18,914</u>	<u>\$ -</u>	<u>(1,772,668)</u>

General revenues:

Taxes:

Property	2,115,816
Replacement	136,879
Unrestricted investment earnings	71,051
Miscellaneous	35,838

Total general revenues 2,359,584

Changes in net position 586,916

Net position, beginning of the year 18,824,941

Net position, end of the year \$ 19,411,857

**Lemont Township
Balance Sheet - Governmental Funds
March 31, 2023**

	<u>General Town</u>	<u>Road and Bridge</u>	<u>General Assistance</u>
Assets			
Cash and investments:			
Checking	\$ 66,290	\$ 46,127	\$ -
Money market	1,785,819	866,265	553,621
Illinois Funds	256,336	-	-
Illinois Institutional Trust	105,631	-	-
	<u>2,214,076</u>	<u>912,392</u>	<u>553,621</u>
Total cash and investments	2,214,076	912,392	553,621
Property taxes receivable	719,433	1,026,241	26,178
Replacement tax receivable	12,150	8,020	-
Due from other funds	399,512	191,519	-
	<u>3,345,171</u>	<u>2,138,172</u>	<u>579,799</u>
Total assets	\$ 3,345,171	\$ 2,138,172	\$ 579,799
Liabilities			
Accounts payable	\$ 59,775	\$ 8,180	\$ -
Due to other funds	653,343	151,568	247,944
	<u>713,118</u>	<u>159,748</u>	<u>247,944</u>
Total liabilities	713,118	159,748	247,944
Deferred Inflows of Resources			
Property taxes	450,667	723,377	10,827
	<u>450,667</u>	<u>723,377</u>	<u>10,827</u>
Total liabilities and deferred inflows of resources	1,163,785	883,125	258,771
Fund Balances			
Restricted for debt service	-	-	-
Restricted for general assistance	-	-	321,028
Restricted for tort liability	-	-	-
Restricted for road and bridge	-	1,255,047	-
Assigned for capital outlay	-	-	-
Unassigned	2,181,386	-	-
	<u>2,181,386</u>	<u>1,255,047</u>	<u>321,028</u>
Total fund balances	2,181,386	1,255,047	321,028
Total liabilities, deferred inflows of resources and fund balances	\$ 3,345,171	\$ 2,138,172	\$ 579,799

See accompanying notes.

Nonmajor Funds	Totals Governmental Funds
\$ -	\$ 112,417
-	3,205,705
-	256,336
-	105,631
-	3,680,089
6,614	1,778,466
-	20,170
461,824	1,052,855
<u>\$ 468,438</u>	<u>\$ 6,531,580</u>
\$ -	\$ 67,955
-	1,052,855
-	1,120,810
<u>4,143</u>	<u>1,189,014</u>
<u>4,143</u>	<u>2,309,824</u>
363,168	363,168
-	321,028
8,315	8,315
-	1,255,047
92,812	92,812
-	2,181,386
<u>464,295</u>	<u>4,221,756</u>
<u>\$ 468,438</u>	<u>\$ 6,531,580</u>

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**Lemont Township
Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
March 31, 2023**

Total fund balance - governmental funds (page 15)	\$ 4,221,756
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.	13,878,179
Revenues are recognized for governmental activities when earned, regardless of when collected, and not deferred on the statement of net position.	1,189,014
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.	(3,411)
Deferred outflows of resources related to the net pension liability are not deferred in the governmental funds.	455,627
Deferred inflows of resources related to the net pension liability are not deferred in the governmental funds.	(506)
Pension asset (liability) is not due and payable in the current period and, therefore, is not reported in the funds.	<u>(328,802)</u>
Net position of governmental activities (page 11)	<u>\$ 19,411,857</u>

See accompanying notes.

Lemont Township
Combined Statement of Revenues, Expenditures and
Changes in Fund Balance - Governmental Funds
For the Year Ended March 31, 2023

	General Town	Special Revenue Road and Bridge	General Assistance
Revenues:			
Property taxes	\$ 962,351	\$ 1,100,406	\$ 57,132
Replacement taxes	68,341	68,538	-
Interest income	55,848	11,457	3,748
RTA fees and grants	22,836	-	-
Medvan income	3,155	-	-
Senior income	2,275	-	-
Youth family income	10,460	-	-
Rental income	41,349	-	-
Other income	45,294	1,224	-
Total revenues	1,211,909	1,181,625	60,880
Expenditures:			
General government:			
Administration	421,769	52,811	12
Services	245,607	-	-
Supplies and materials	10,486	-	-
Assessor division	103,304	-	-
Human services	68,466	-	-
Other expenditures	111,680	-	-
Road division	-	14,714	-
Building division	-	70,291	-
Equipment division	-	36,598	-
Permanent road improvements	-	656,558	-
Home relief	-	-	1,750
Liability insurance	-	-	-
Debt service	-	20,567	-
Capital outlay	24,567	-	-
Total expenditures	985,879	851,539	1,762
Revenues over (under) expenditures	226,030	330,086	59,118
Fund balance, beginning of the year	1,955,356	924,961	261,910
Fund balance, end of the year	\$ 2,181,386	\$ 1,255,047	\$ 321,028

See accompanying notes.

Nonmajor Funds	Totals Governmental Funds
\$ 11,960	\$ 2,131,849
-	136,879
-	71,053
-	22,836
-	3,155
-	2,275
-	10,460
46,642	87,991
922	47,440
59,524	2,513,938
32,800	507,392
-	245,607
-	10,486
-	103,304
-	68,466
-	111,680
-	14,714
-	70,291
-	36,598
-	656,558
-	1,750
37,891	37,891
-	20,567
35,130	59,697
105,821	1,945,001
(46,297)	568,937
510,592	3,652,819
\$ 464,295	\$ 4,221,756

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**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, 2023**

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)	\$ 568,937
<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>	26,097
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	(16,054)
<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>	19,967
<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>(12,031)</u>
Changes in net position of governmental activities (page 13)	<u>\$ 586,916</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, 2023**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 978,334	\$ 978,334	\$ 962,351	\$ (15,983)
Replacement tax	36,257	36,257	68,341	32,084
Interest income	8	8	55,848	55,840
RTA bus fees	5,433	5,433	3,922	(1,511)
RTA bus grant	3,502	3,502	18,914	15,412
Medvan income	3,110	3,110	3,155	45
Senior income	2,150	2,150	2,275	125
Youth and family income	20,979	20,979	10,460	(10,519)
Rental income	40,163	40,163	41,349	1,186
Other income	32,093	32,093	45,294	13,201
Total revenues	1,122,029	1,122,029	1,211,909	89,880
Expenditures:				
Administration:				
Supervisor salary	20,950	20,950	21,753	(803)
Clerk salary	13,100	13,100	13,620	(520)
Transportation director salary	-	-	43,154	(43,154)
Highway commissioner salary	15,500	15,500	17,250	(1,750)
Trustees' salary	5,800	5,800	7,600	(1,800)
Township administrator	109,528	109,528	72,855	36,673
Administrative assistant	-	-	10,656	(10,656)
Secretaries/facility managers	74,342	74,342	18,134	56,208
FICA/Medicare	34,143	34,143	31,578	2,565
Major medical insurance	119,383	119,383	162,110	(42,727)
Group life insurance	1,708	1,708	1,006	702
IMRF expense	-	-	17,633	(17,633)
Payroll service	3,914	3,914	4,420	(506)
Total administration	398,368	398,368	421,769	(23,401)
Services:				
Audit	7,000	7,000	22,123	(15,123)
Bank service charge	4,976	4,976	2,287	2,689
Building operations	60,986	60,986	94,311	(33,325)
Computer support	2,695	2,695	11,506	(8,811)

(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, 2023**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Services (cont'd):				
Dues	\$ 24,533	\$ 24,533	\$ 3,199	\$ 21,334
Equipment maintenance	3,326	3,326	15,524	(12,198)
Legal services	17,164	17,164	35,253	(18,089)
Miscellaneous	14,455	14,455	16,195	(1,740)
Printing	1,122	1,122	632	490
Telephone	3,847	3,847	3,822	25
Travel and training	487	487	2,061	(1,574)
Utilities	37,735	37,735	38,694	(959)
Total services	178,326	178,326	245,607	(67,281)
Supplies and materials:				
Office supplies	3,893	3,893	10,486	(6,593)
Total supplies and materials	3,893	3,893	10,486	(6,593)
Assessor division:				
Assessor/secretary salary	75,102	75,102	102,329	(27,227)
Office supplies	1,353	1,353	975	378
Travel and training	36	36	-	36
Total assessor division	76,491	76,491	103,304	(26,813)
Human services:				
Salaries	55,408	55,408	48,217	7,191
Travel and training	200	200	300	(100)
DARE/youth program	500	500	500	-
Handicap vehicle program	2,037	2,037	1,434	603
Senior program	1,249	1,249	3,626	(2,377)

(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, 2023**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Human services (cont'd):				
Family assistance	\$ 10,019	\$ 10,019	\$ 10,247	\$ (228)
Family support program	2,055	2,055	1,500	555
Operating supplies	42	42	2,642	(2,600)
Total human services	71,510	71,510	68,466	3,044
Other expenditures:				
Intergovernmental - fireworks	10,000	10,000	-	10,000
LEMA contribution	-	-	28,000	(28,000)
Marketing	9,040	9,040	11,665	(2,625)
Transportation – RTA dial-a-ride	3,613	3,613	-	3,613
Transportation – PACE salaries	63,650	63,650	50,400	13,250
Transportation – PACE bus	15,532	15,532	21,615	(6,083)
Total other expenditures	101,835	101,835	111,680	(9,845)
Capital outlay:				
Building	-	-	579	(579)
Office equipment	8,732	8,732	23,988	(15,256)
Total capital outlay	8,732	8,732	24,567	(15,835)
Total expenditures	839,155	839,155	985,879	(146,724)
Revenues over expenditures	\$ 282,874	\$ 282,874	226,030	\$ (56,844)
Fund balance, beginning of the year			1,955,356	
Fund balance, end of the year			\$ 2,181,386	

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, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 1,279,444	\$ 1,279,444	\$ 1,100,406	\$ (179,038)
Replacement tax	44,508	44,508	68,538	24,030
Motor fuel tax allocation	118,926	118,926	-	(118,926)
Interest	265	265	11,457	11,192
Other income	16,019	16,019	1,224	(14,795)
Total revenues	1,459,162	1,459,162	1,181,625	(277,537)
Expenditures:				
Administration:				
Administrative salary	36,485	36,485	18,850	17,635
Legal services	9,111	9,111	3,082	6,029
FICA/Medicare	16,213	16,213	12,416	3,797
Dues	121	121	1,882	(1,761)
IMRF	3,170	3,170	11,217	(8,047)
Major medical insurance	2,663	2,663	40	2,623
Office supplies	751	751	353	398
Insurance	378	378	-	378
Bank service charges	216	216	11	205
Payroll service	-	-	3,505	(3,505)
Computer support	-	-	160	(160)
Miscellaneous	1,609	1,609	1,295	314
Total administration	70,717	70,717	52,811	17,906
Road division:				
Street lighting	4,777	4,777	1,909	2,868
Gas and oil	13,108	13,108	12,805	303
Total road division	17,885	17,885	14,714	3,171
Building division:				
Supplies	40,918	40,918	43,326	(2,408)
Utilities	28,154	28,154	26,193	1,961
Capital outlay	-	-	772	(772)
Total building division	69,072	69,072	70,291	(1,219)

(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, 2023**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Equipment division:				
Equipment repairs	\$ 7,217	\$ 7,217	\$ 15,399	\$ (8,182)
Supplies	23,576	23,576	21,026	2,550
Capital outlay	19,425	19,425	173	19,252
Total equipment division	50,218	50,218	36,598	13,620
Permanent road improvements:				
Maintenance service	212,735	212,735	457,802	(245,067)
Labor	166,744	166,744	143,323	23,421
Maintenance supplies	115,287	115,287	55,433	59,854
Total permanent road improvements	494,766	494,766	656,558	(161,792)
Debt service:				
Capital lease principal	-	-	19,967	(19,967)
Capital lease interest	-	-	600	(600)
Total debt service	-	-	20,567	(20,567)
Total expenditures	702,658	702,658	851,539	(148,881)
Revenues over expenditures	\$ 756,504	\$ 756,504	330,086	\$ (426,418)
Fund balance, beginning of the year			924,961	
Fund balance, end of the year			\$ 1,255,047	

See accompanying notes.

**Lemont Township
General Assistance Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2023**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 46,502	\$ 46,502	\$ 57,132	\$ 10,630
Interest	133	133	3,748	3,615
Other income	25	25	-	(25)
Total revenues	<u>46,660</u>	<u>46,660</u>	<u>60,880</u>	<u>14,220</u>
Expenditures:				
Administration:				
Light and water	300	300	-	300
Professional supplies	45	45	12	33
Total administration	<u>345</u>	<u>345</u>	<u>12</u>	<u>333</u>
Home relief:				
Shelter	1,600	1,600	1,750	(150)
Personal allowance	950	950	-	950
Miscellaneous	300	300	-	300
Total home relief	<u>2,850</u>	<u>2,850</u>	<u>1,750</u>	<u>1,100</u>
Total expenditures	<u>3,195</u>	<u>3,195</u>	<u>1,762</u>	<u>1,433</u>
Revenues over expenditures	<u>\$ 43,465</u>	<u>\$ 43,465</u>	<u>59,118</u>	<u>\$ 15,653</u>
Fund balance, beginning of the year			<u>261,910</u>	
Fund balance, end of the year			<u>\$ 321,028</u>	

See independent auditor's report.

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.

General Assistance Fund – The General Assistance Fund is used to account for the accumulation of resources for, and the payment of, general assistance from the Township to the Public.

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 \$937,177,218 for the calendar year 2022. An allowance for uncollected taxes of 3-5% of the uncollected 2022 levy was recorded at March 31, 2023.

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 represent a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. 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, 2023.

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 represent an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. 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.

E. Change in Accounting Principle

For the fiscal year ended March 31, 2023, the Township implemented Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. GASB Statement No. 87 enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease assets. At implementation, the Township had no leases meeting the criteria of GASB Statement No. 87. The purchase agreement previously reported as a capital lease does not qualify as a lease under the new standard, and was consequently reclassified as a financed purchase in the current year financial statements.

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.

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:
 - Prior to July 1, the Budget and Appropriations Ordinance is legally enacted.
 - 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's 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.

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

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

B. Excess of Expenditures Over Appropriations

Expenditures exceeded appropriations at the object level as follows:

	Appropriation	Actual	Excess
General Town Fund:			
Administration	\$ 398,368	\$ 421,769	\$ 23,401
Services	178,326	245,607	67,281
Supplies and materials	3,893	10,486	6,593
Assessor division	76,491	103,304	26,813
Other expenditures	101,835	111,680	9,845
Capital outlay	8,732	24,567	15,835
Road and Bridge Fund:			
Building division	69,072	70,291	1,219
Permanent road improvements	494,766	656,558	161,792
Debt service	-	20,567	20,567
Tort Liability Fund:			
Liability insurance	32,006	37,891	5,885
Capital Projects Fund:			
Administrative	28,204	32,800	4,596

The excess was funded out of existing fund balances.

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 \$26,097 are as follows:

Capital outlay	\$ 403,738
Depreciation expense	(377,641)
Net adjustment to increase net change in fund balance – total governmental funds to arrive at changes in net position of governmental activities	\$ 26,097

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

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 \$3,318,122, and the bank balance was \$3,330,294 all of which was insured or collateralized. 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 \$105,631, consisting of a money market account. The Township’s carrying amount of the Illinois Funds investment was \$256,336. 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.

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, 2023, was as follows:

	Balance April 1, 2022	Additions	Retirements/ Adjustments	Balance March 31, 2023
Governmental Activities				
Capital assets, not being depreciated – land	\$ 8,288,525	\$ -	\$ -	\$ 8,288,525
Capital assets, being depreciated:				
Infrastructure	16,680,144	385,135	-	17,065,279
Land improvements	1,448,791	-	-	1,448,791
Buildings	4,311,849	-	-	4,311,849
Equipment/vehicles	1,414,009	18,603	-	1,432,612
Total capital assets being depreciated	23,854,793	403,738	-	24,258,531
Less accumulated depreciation for:				
Infrastructure	14,640,458	132,026	-	14,772,484
Land improvements	1,013,117	72,439	-	1,085,556
Buildings	1,427,135	107,796	-	1,534,931
Equipment/vehicles	1,210,526	65,380	-	1,275,906
Total accumulated depreciation	18,291,236	377,641	-	18,668,877
Total capital assets, being depreciated, net	5,563,557	26,097	-	5,589,654
Governmental activities' capital assets, net	\$ 13,852,082	\$ 26,097	\$ -	\$ 13,878,179

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, 2023, 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
General Town	General Assistance	247,944
Road and Bridge	General Town	191,519
Nonmajor Governmental	General Town	461,824
		<u>\$ 1,052,855</u>

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

D. Financed Purchase

The Township entered into an agreement for financing the acquisition of certain equipment. Capital assets of \$57,878 have been added to machinery and equipment for governmental activities because of this financed purchase agreement. The agreement qualifies as a financed purchase for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception date. The future minimum lease payments and the net present value of these minimum lease payments are as follows.

The debt service requirements to maturity for the financed purchase is as follows:

<u>Year Ending March 31,</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2024	<u>\$ 3,428</u>	<u>\$ 3,411</u>	<u>\$ 17</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, 2022, the IMRF Plan membership consisted of:

Retirees and beneficiaries	13
Inactive, non-retired members	2
Active members	<u>8</u>
Total	<u>23</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 \$123,489 and \$119,892 at January 1, 2023 and 2022, 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 2023 and 2022 were 3.70 percent and 6.89 percent, respectively. The Township's contribution to the Plan totaled \$24,699 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, 2022, 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, 2022, 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, 2022, 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, 2023, was 21 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	35.5%	6.50%
International equities	18%	7.60%
Fixed income	25.5%	4.90%
Real estate	10.5%	6.20%
Alternatives:	9.5%	
Private equity		9.90%
Commodities		6.25%
Cash equivalents	1%	4.00%

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 4.05% (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, 2022) 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 12/31/21	\$ 2,138,254	\$ 2,552,033	\$ (413,779)
Changes for the year:			
Service cost	40,708	-	40,708
Interest	150,620	-	150,620
Differences between expected and actual experience	315,032	-	315,032
Changes in assumptions	-	-	-
Contributions - employer	-	29,651	(29,651)
Contributions - employee	-	19,261	(19,261)
Net investment income	-	(360,332)	360,332
Benefit payments, including refunds of employee contributions	(162,188)	(162,188)	-
Other changes	-	75,199	(75,199)
Balances 12/31/22	\$ 2,482,426	\$ 2,153,624	\$ 328,802

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 liability	\$ 562,229	\$ 328,802	\$ 130,451

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, 2023, the Township recognized pension expense of \$38,263 in the government-wide financial statements. At December 31, 2022, 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	\$ 235,667	\$ -	\$ 235,667
Changes in assumptions	-	506	(506)
Net difference between projected and actual earnings on pension plan investments	216,887	-	216,887
Subtotal	452,554	506	452,048
Contributions subsequent to the measurement date	3,073	-	3,073
Total	\$ 455,627	\$ 506	\$ 455,121

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,

2024	\$ 102,372
2025	131,498
2026	109,384
2027	108,794
Total	\$ 452,048

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 \$37,891 during the year ended March 31, 2023.

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>2022</u>	<u>2021</u>
Total pension liability:		
Service cost	\$ 40,708	\$ 51,350
Interest on the total pension liability	150,620	146,001
Benefit changes	-	-
Difference between expected and actual changes	315,032	20,419
Assumption changes	-	-
Benefit payments and refunds	<u>(162,188)</u>	<u>(135,291)</u>
Net change in total pension liability	344,172	82,479
Total pension liability - beginning	<u>2,138,254</u>	<u>2,055,775</u>
Total pension liability - ending	<u>\$ 2,482,426</u>	<u>\$ 2,138,254</u>
Plan fiduciary net position:		
Employer contributions	\$ 29,651	\$ 49,002
Employee contributions	19,261	23,298
Pension plan net investment income	(360,332)	371,029
Benefit payments and refunds	(162,188)	(135,291)
Other	<u>75,199</u>	<u>60,931</u>
Net change in plan fiduciary net position	(398,409)	368,969
Plan fiduciary net position - beginning	<u>2,552,033</u>	<u>2,183,064</u>
Plan fiduciary net position - ending	<u>\$ 2,153,624</u>	<u>\$ 2,552,033</u>
Net pension liability	<u>\$ 328,802</u>	<u>\$ (413,779)</u>
Plan fiduciary net position as a percentage of total pension liability	<u>86.75%</u>	<u>119.35%</u>
Covered valuation payroll	<u>\$ 416,493</u>	<u>\$ 517,731</u>
Net pension liability as a percentage of covered valuation payroll	<u>78.95%</u>	<u>-79.92%</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.

2020	2019	2018	2017	2016	2015
\$ 51,402	\$ 56,129	\$ 48,322	\$ 50,923	\$ 53,892	\$ 50,848
139,623	144,486	138,731	133,563	122,884	111,899
-	-	-	-	-	-
21,164	(169,645)	(15,523)	10,690	17,634	35,371
(4,061)	-	47,975	(57,076)	(32,651)	16,676
(104,984)	(86,368)	(74,119)	(61,674)	(50,087)	(45,787)
103,144	(55,398)	145,386	76,426	111,672	169,007
1,952,631	2,008,029	1,862,643	1,786,217	1,674,545	1,505,538
<u>\$ 2,055,775</u>	<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>
\$ 60,527	\$ 60,864	\$ 59,401	\$ 52,206	\$ 51,544	\$ 53,183
23,437	24,997	21,131	19,100	19,410	19,085
279,241	289,894	(86,675)	248,117	93,091	6,676
(104,984)	(86,368)	(74,119)	(61,674)	(50,087)	(45,787)
(359)	21,101	21,686	(33,362)	5,008	(25,102)
257,862	310,488	(58,576)	224,387	118,966	8,055
1,925,202	1,614,714	1,673,290	1,448,903	1,329,937	1,321,882
<u>\$ 2,183,064</u>	<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>\$ (127,289)</u>	<u>\$ 27,429</u>	<u>\$ 393,315</u>	<u>\$ 189,353</u>	<u>\$ 337,314</u>	<u>\$ 344,608</u>
<u>106.19%</u>	<u>98.60%</u>	<u>80.41%</u>	<u>89.83%</u>	<u>81.12%</u>	<u>79.42%</u>
<u>\$ 522,989</u>	<u>\$ 538,629</u>	<u>\$ 469,572</u>	<u>\$ 424,441</u>	<u>\$ 431,338</u>	<u>\$ 424,103</u>
<u>-24.34%</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, 2023**

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
2023	\$ 24,699	\$ 24,699	\$ -	\$ 396,935	6.22 %
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	21 Years
Asset Valuation Method	5-Year Smoothed Market; 20% Corridor
Wage Growth	2.75%
Inflation	2.25%
Salary Increases	2.85% to 13.75% Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled, retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

* 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, 2023**

Assets	<u>Total</u>	<u>Tort Liability</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Current assets:				
Cash and investments:				
Money market	\$ -	\$ -	\$ -	\$ -
Total cash and investments	-	-	-	-
Property tax receivable	6,614	6,614	-	-
Due from other funds	461,824	5,844	363,168	92,812
Total assets	\$ 468,438	\$ 12,458	\$ 363,168	\$ 92,812
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deferred Inflows of Resources				
Property taxes	\$ 4,143	\$ 4,143	\$ -	\$ -
Total liabilities and deferred inflows of resources	4,143	4,143	-	-
Fund Balances				
Restricted for tort liability	8,315	8,315	-	-
Restricted for debt service	363,168	-	363,168	-
Assigned for capital outlay	92,812	-	-	92,812
Total fund balances	464,295	8,315	363,168	92,812
Total deferred inflows of resources and fund balances	\$ 468,438	\$ 12,458	\$ 363,168	\$ 92,812

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, 2023

	<u>Total</u>	<u>Tort Liability</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Revenues:				
Property tax revenue	\$ 11,960	\$ 11,960	\$ -	\$ -
Interest income	-	-	-	-
Rental income	46,642	-	-	46,642
Other income	922	-	22	900
Total revenues	59,524	11,960	22	47,542
Expenditures:				
Administration	32,800	-	-	32,800
Home relief	-	-	-	-
Liability insurance	37,891	37,891	-	-
Capital outlay	35,130	-	-	35,130
Total expenditures	105,821	37,891	-	67,930
Revenues over (under) expenditures	(46,297)	(25,931)	22	(20,388)
Fund balance, beginning of the year	510,592	34,246	363,146	113,200
Fund balance, end of the year	\$ 464,295	\$ 8,315	\$ 363,168	\$ 92,812

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, 2023**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues – property taxes	\$ 12,307	\$ 12,307	\$ 11,960	\$ (347)
Expenditures:				
Tort liability insurance	32,006	32,006	37,891	(5,885)
Total expenditures	32,006	32,006	37,891	(5,885)
Revenues under expenditures	\$ (19,699)	\$ (19,699)	(25,931)	\$ (6,232)
Fund balance, beginning of the year			34,246	
Fund balance, end of the year			\$ 8,315	

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, 2023**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Rentals	\$ 38,844	\$ 38,844	\$ 46,642	\$ 7,798
Other income	1,529	1,529	900	(629)
Total revenues	40,373	40,373	47,542	7,169
Expenditures:				
Administrative:				
Salaries	4,400	4,400	2,000	2,400
Legal fees	23,804	23,804	30,800	(6,996)
Total administrative	28,204	28,204	32,800	(4,596)
Capital outlay:				
Dog park maintenance	4,850	4,850	7,537	(2,687)
Equipment maintenance	1,449	1,449	1,391	58
Land maintenance	23,784	23,784	23,390	394
Path maintenance	50	50	-	50
Miscellaneous	8,049	8,049	2,812	5,237
Total capital outlay	38,182	38,182	35,130	3,052
Total expenditures	66,386	66,386	67,930	(1,544)
Revenues under expenditures	\$ (26,013)	\$ (26,013)	(20,388)	\$ 5,625
Fund balance, beginning of the year			113,200	
Fund balance, end of the year			\$ 92,812	

See independent auditor's report.

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