

VILLAGE OF MONEE, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2019

VILLAGE OF MONEE, ILLINOIS

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FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

May 5, 2020

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Monee, Illinois, as of and for the year ended April 30, 2019, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Monee, Illinois, as of April 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF MONEE, ILLINOIS

Management's Discussion and Analysis April 30, 2019

Our discussion and analysis of the Village of Monee's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2019. Please read it in conjunction with the Village's financial statements, which begin on page 15.

FINANCIAL HIGHLIGHTS

- The Village's net position reflects an overall increase as a result of this year's operations. The net position of governmental activities had an increase of \$2,778,894, or 48.9% and business-type activities had an increase of \$812,411, or a 13.5% increase.
- During the year, Village-wide revenues before transfers for the primary government totaled \$12,824,348, while expenses totaled \$9,233,043, resulting in an increase to net position of \$3,591,305.
- The Village's net position totaled \$15,302,491 on April 30, 2019, which includes \$13,195,090 net investment in capital assets, \$10,831,058 of restricted net position and deficit of \$8,723,657 of unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported a surplus this year of \$1,246,455, resulting in ending fund balance of \$5,377,775.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 15 - 18) provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 19. For governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 15 - 18 of this report.

The Statement of Net Position reports information on all of the Village's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Village's property tax base and the condition of the Village's facilities, is needed to assess the overall health of the Village.

VILLAGE OF MONEE, ILLINOIS

Management's Discussion and Analysis April 30, 2019

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – Continued

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

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government public safety, health and sanitation, economic development, highways and streets, and culture and recreation functions. The business-type activities of the Village include water and sewer and garbage operations.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

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

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

VILLAGE OF MONEE, ILLINOIS

Management's Discussion and Analysis April 30, 2019

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

The Village maintains fourteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Tax Increment Financing Fund, Tax Increment Financing #3 Fund, Tax Increment Financing #4 Fund Tax Increment Financing #5 Fund, Liability Insurance Fund, Road and Bridge Fund, and Bond and Interest Fund all of which are considered to be major funds. Data from the other six governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

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

The basic governmental fund financial statements can be found on pages 19 - 24 of this report.

Proprietary Funds

The Village maintains one proprietary fund type, an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village utilizes enterprise funds to account for its pre-school/daycare operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, which is considered a major fund and the Garbage Fund, which is considered to be nonmajor fund.

The basic proprietary fund financial statements can be found on pages 25 - 27 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 28 - 29 of this report.

VILLAGE OF MONEE, ILLINOIS

Management's Discussion and Analysis April 30, 2019

USING THIS ANNUAL REPORT – Continued

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 30 - 71 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's I.M.R.F. employee pension obligation, other post-employment benefits, as well as budgetary compliance schedules for the General Fund and major special revenue funds, including the Recreation Fund and Special Recreation Fund. Required supplementary information can be found on pages 72 - 85 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 86 - 98 of this report.

VILLAGE OF MONEE, ILLINOIS

Management's Discussion and Analysis April 30, 2019

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village, assets/deferred outflows exceeded liabilities/deferred inflows by \$15,302,491.

	Net Position					
	Governmental Activities		Business-type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Current and Other Assets	\$ 14,424,922	13,983,308	431,671	(139,643)	14,856,593	13,843,665
Capital Assets	12,792,651	12,879,249	6,580,532	6,144,797	19,373,183	19,024,046
Total Assets	27,217,573	26,862,557	7,012,203	6,005,154	34,229,776	32,867,711
Deferred Outflows of Resources	838,382	701,160	-	-	838,382	701,160
Total Assets/Deferred Outflows	28,055,955	27,563,717	7,012,203	6,005,154	35,068,158	33,568,871
Long-Term Debt	16,598,527	11,612,456	-	-	16,598,527	11,612,456
Other Liabilities	938,925	604,041	173,326	166,400	1,112,251	770,441
Total Liabilities	17,537,452	12,216,497	173,326	166,400	17,710,778	12,382,897
Deferred Inflows of Resources	2,054,889	2,529,610	-	-	2,054,889	2,529,610
Total Liabilities and Deferred Inflows of Resources	19,592,341	14,746,107	173,326	166,400	19,765,667	14,912,507
Net Position						
Net Investment in Capital						
Assets	6,614,558	6,713,313	6,580,532	6,144,797	13,195,090	12,858,110
Restricted	10,831,058	9,417,952	-	-	10,831,058	9,417,952
Unrestricted	(8,982,002)	(3,313,655)	258,345	(306,043)	(8,723,657)	(3,619,698)
Total Net Position	8,463,614	12,817,610	6,838,877	5,838,754	15,302,491	18,656,364

A large portion of the Village's net position, \$13,195,090, reflects its investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$10,831,058, of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit of \$8,723,657, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

VILLAGE OF MONEE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2019**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2019	2018	2019	2018	2019	2018
Revenues						
Program Revenues						
Charges for Services	\$ 647,377	1,549,839	2,481,957	1,877,663	3,129,334	3,427,502
Capital Grants/Contributions	-	-	-	-	-	-
General Revenues						
Property Taxes	6,134,255	6,723,346	-	-	6,134,255	6,723,346
Other Taxes	2,636,998	2,318,132	-	-	2,636,998	2,318,132
Interest Income	176,775	31,759	-	-	176,775	31,759
Miscellaneous	746,406	-	580	-	746,986	-
Total Revenues	10,341,811	10,623,076	2,482,537	1,877,663	12,824,348	12,500,739
Expenses						
General Government	1,787,699	2,499,566	-	-	1,787,699	2,499,566
Public Safety	2,383,173	2,140,152	-	-	2,383,173	2,140,152
Health and Sanitation	544,773	19,393	-	-	544,773	19,393
Economic Development	1,141,430	2,722,589	-	-	1,141,430	2,722,589
Highways and Street	981,219	698,319	-	-	981,219	698,319
Culture and Recreation	182,631	66,789	-	-	182,631	66,789
Interest on Long-Term Debt	212,992	346,390	-	-	212,992	346,390
Water and Sewer	-	-	1,589,241	1,803,226	1,589,241	1,803,226
Garbage	-	-	409,885	396,400	409,885	396,400
Total Expenses	7,233,917	8,493,198	1,999,126	2,199,626	9,233,043	10,692,824
Change in Net Position						
Before Transfers	3,107,894	2,129,878	483,411	(321,963)	3,591,305	1,807,915
Transfers	(329,000)	-	329,000	-	-	-
Change in Net Position	2,778,894	2,129,878	812,411	(321,963)	3,591,305	1,807,915
Net Position - Beginning as Restated	5,684,720	10,687,732	6,026,466	6,160,717	11,711,186	16,848,449
Net Position - Ending	8,463,614	12,817,610	6,838,877	5,838,754	15,302,491	18,656,364

Net position was restated due to the implementation of GASB Statement No. 75 and to correct errors on recognition of certain receivables and payables. Net position of the Village’s governmental activities increased by 48.9 percent (\$8,463,614 in 2019 compared to a restated \$5,684,720 in 2018). Unrestricted net position for governmental activities, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit of \$8,982,002 at April 30, 2019.

Net position of business-type activities increased by 13.5 percent (\$6,838,877 in 2019 compared to a restated \$6,026,466 in 2018).

VILLAGE OF MONEE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2019**

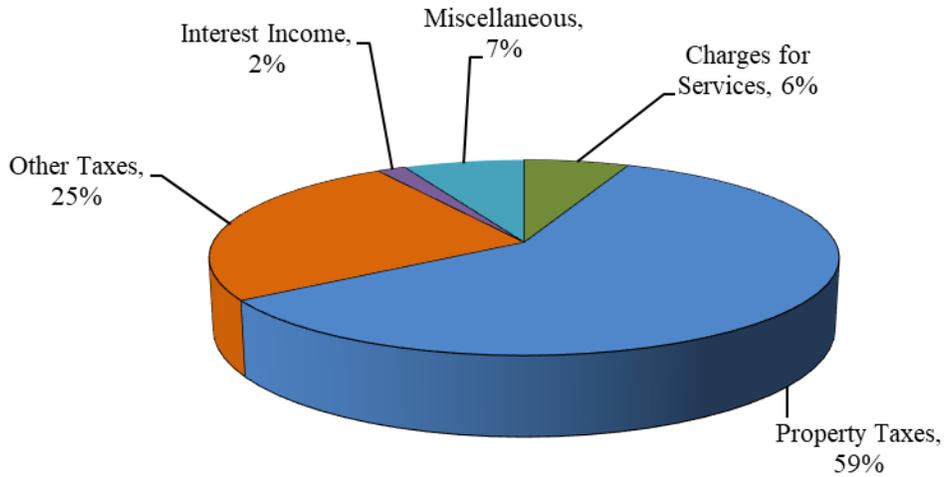
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities

Revenues for governmental activities totaled \$10,341,811, while the cost of all governmental functions totaled \$7,233,917. This results in a surplus of \$3,107,894 prior to transfers out of \$329,000. In 2018, revenues of \$10,623,076 exceeded expenses of \$8,493,198, resulting in a surplus of \$2,129,878. The increase in 2019 was due in large part to a decrease in program related expenses.

The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance of property taxes and service fees to fund governmental activities.

**Revenues by Source - Governmental Activities
April 30, 2019**



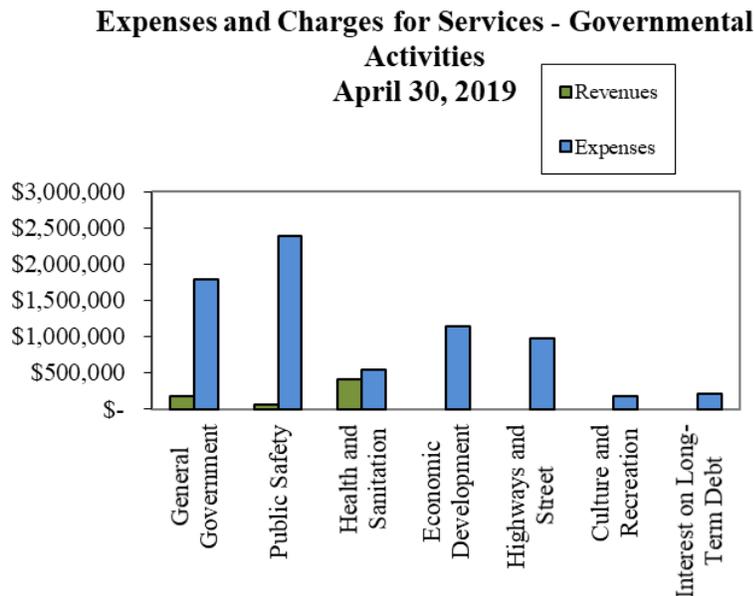
VILLAGE OF MONEE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2019**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

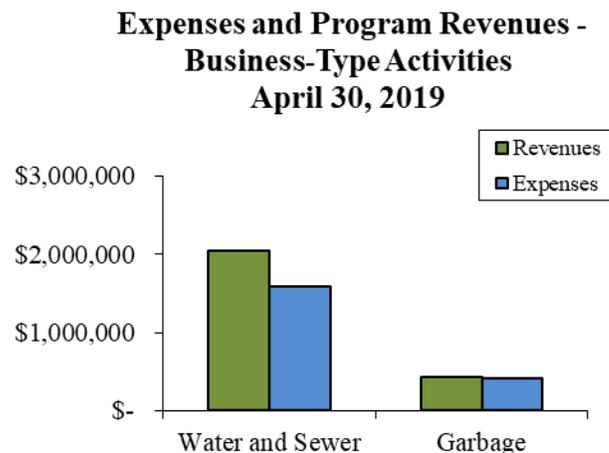
Governmental Activities – Continued

The ‘Expenses and Program Revenues’ Table identifies those governmental functions where program expenses greatly exceed the related charges for services. This chart reflects program expenses funded by user fees. Tax revenues are needed to fund the balance of expenses for general government, recreation and debt retirement expenditures.



Business-Type Activities

Business-Type activities posted total revenues of \$2,482,537, while the cost of all business-type activities totaled \$1,999,126. This results in a surplus of \$483,411 prior to transfers in of \$329,000. In 2018, expenses of \$2,199,626 exceed revenues of \$1,877,663, resulting in a deficit of \$321,966. The increase in 2019 was due in part to an increase in user fees.



The above graph compares program revenues to expenses for water and sewer and garbage operations.

VILLAGE OF MONEE, ILLINOIS

Management's Discussion and Analysis April 30, 2019

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

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

The Village's governmental funds reported combining ending fund balances of \$12,800,641, which is \$1,014,358, or 8.6 percent, higher than last year's restated total of \$11,786,283. Of the \$12,800,641 total, \$1,850,441, or approximately 14.6 percent, of the fund balance constitutes unrestricted fund balance.

The General Fund reported a surplus in fund balance for the year of \$1,246,445 an increase of 30.2 percent. Revenue increases were due primarily as a result in increased tax collections, while expenditures decreased primarily due to decreases in general government expenditures which occurred during the year. Budgeted revenues totaled \$4,627,200 while actual revenues totaled \$5,067,115. These variances are further outlined on the General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance on page 80.

The General Fund is the chief operating fund of the Village. At April 30, 2019, unrestricted fund balance in the General Fund was \$4,196,434, which represents 78.0 percent of the total fund balance of the General Fund.

The Tax Increment Financing Fund beginning fund balance of \$6,807,188 was separated and transferred into the Tax Increment Financing #3 Fund, Tax Increment Financing #4 Fund and Tax Increment Financing #5 Fund. These funds all reported increases in fund balance due to the transfer from the Tax Increment Financing Fund.

The Liability Insurance Fund reported a deficit during the year of \$574,534 due to the Village collapsing the fund into the General Fund at year-end.

The Road and Bridge Fund reported a decrease in fund balance of \$581,816, resulting in an ending deficit fund balance of \$2,345,721. Capital outlay expenditures were over budget for the year, contributing to this decrease.

The Bond and Interest Fund reported a decrease in the fund balance by \$28,658. The Bond and Interest Fund ending balance is restricted for future debt service payments.

VILLAGE OF MONEE, ILLINOIS

Management's Discussion and Analysis April 30, 2019

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Proprietary Funds

The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Water and Sewer Fund as a major proprietary fund. The Water and Sewer Fund accounts for the operation of a water and sewer services to the residents of the Village.

The Village intends to run the fund at a small surplus. Water is sold to all municipal customers at a rate of \$3.64 per thousand gallons for water and a rate of \$6.71 for sewer. The spread between purchase and sale rates is intended to finance the operations of the utility system, including labor costs, supplies, and infrastructure maintenance. The surplus in the Water and Sewer Fund during the current fiscal year was \$782,781, while the previous fiscal year reported a deficit of \$324,191. Unrestricted net position in the Water and Sewer Fund totaled a deficit of \$8,648 at April 30, 2019.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Village had no budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$5,067,115, compared to budgeted revenues of \$4,627,200. Revenues for property taxes and licenses and permits were significantly higher than budgeted.

The General Fund actual expenditures for the year were \$182,981 lower than budgeted (\$4,700,100 actual compared to \$4,883,081 budgeted). The general government, public safety, and culture and recreation functions', actual expenditures were lower than budgeted expenditures by \$175,942, \$9,101, and \$41,810, respectively. The Highways and Streets and capital outlay functions expenditures of \$35,379 and \$31,720 over budget.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2019 was \$19,373,183 (net of accumulated depreciation). This investment in capital assets includes land and land improvements, infrastructure, buildings, and equipment.

VILLAGE OF MONEE, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2019**

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Capital Assets – Continued

	Capital Assets - Net of Depreciation					
	Governmental Activities		Business-type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Land	\$ 755,610	944,641	-	-	755,610	944,641
Construction in Progress	199,957	-	176,400	-	376,357	-
Buildings	1,907,736	1,803,972	-	-	1,907,736	1,803,972
Land Improvements	7,021,491	7,186,167	-	-	7,021,491	7,186,167
Equipment	810,628	793,692	499,378	420,384	1,310,006	1,214,076
Infrastructure	2,097,229	2,150,777	5,904,754	5,724,413	8,001,983	7,875,190
Totals	<u>12,792,651</u>	<u>12,879,249</u>	<u>6,580,532</u>	<u>6,144,797</u>	<u>19,373,183</u>	<u>19,024,046</u>

This year’s major additions included:

Governmental Activities Additions	<u>\$ 358,686</u>
Business-Type Activities Additions	<u>749,520</u>

The largest capital asset additions during the year included the replacement of the roof for the new Industrial Drive DPW building \$130,372. Additional information on the Village’s capital assets can be found in note 3 on pages 46 - 47 of this report.

VILLAGE OF MONEE, ILLINOIS

Management's Discussion and Analysis April 30, 2019

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Debt Administration

At year-end, the Village had total outstanding debt of \$12,871,945 as compared to \$14,575,993 the previous year, a decrease of 11.7 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental Activities		Business-type Activities		Totals	
	2019	2018	2019	2018	2019	2018
General Obligation Bonds	\$ 6,080,000	7,050,000	-	-	6,080,000	7,050,000
TIF Notes Payable	6,693,852	7,390,057	-	-	6,693,852	7,390,057
Installment Contract	98,093	135,936	-	-	98,093	135,936
	12,871,945	14,575,993	-	-	12,871,945	14,575,993

Additional information on the Village's long-term debt can be found in Note 3 on pages 48 - 51 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when setting the fiscal-year 2020 budget, tax rates, and fees that will be charged for its governmental and business-type activities.

Government requirements, such as mandates regarding the minimum wage can have a major impact on the Budget. State Government may also impact local government units by the manner in which they disburse cash and potential laws regarding taxation. Other state legislation that impact the Village would include a potential freeze on Property Taxes.

As a result of the World Health Organization declaring the COVID-19 virus a public health emergency, the extent of the impact on the Village's operations and financial position are still to be determined.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Office of the Business Manager, Village of Monee, 5130 W Court Street, Monee, Illinois 60449.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

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

VILLAGE OF MONEE, ILLINOIS

Statement of Net Position

April 30, 2019

See Following Page

VILLAGE OF MONEE, ILLINOIS

Statement of Net Position

April 30, 2019

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 10,948,627	329,618	11,278,245
Receivables - Net of Allowances	2,937,988	613,274	3,551,262
Inventories	27,086	-	27,086
Internal Balances	511,221	(511,221)	-
Total Current Assets	14,424,922	431,671	14,856,593
Noncurrent Assets			
Capital Assets			
Nondepreciable	955,567	176,400	1,131,967
Depreciable	14,207,345	10,525,916	24,733,261
Accumulated Depreciation	(2,370,261)	(4,121,784)	(6,492,045)
Total Noncurrent Assets	12,792,651	6,580,532	19,373,183
Total Assets	27,217,573	7,012,203	34,229,776
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	406,326	-	406,326
Deferred Items - Police Pension	429,187	-	429,187
Deferred Items - RBP	2,869	-	2,869
Total Deferred Outflows of Resources	838,382	-	838,382
Total Assets and Deferred Outflows of Resources	28,055,955	7,012,203	35,068,158

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 256,378	116,654	373,032
Accrued Payroll	125,094	-	125,094
Other Payables	48,206	56,672	104,878
Accrued Interest Payable	92,056	-	92,056
Current Portion of Long-Term Debt	417,191	-	417,191
Total Current Liabilities	938,925	173,326	1,112,251
Noncurrent Liabilities			
Compensated Absences Payable	94,242	-	94,242
Net Pension Liability - IMRF	28,398	-	28,398
Net Pension Liability - Police Pension	3,914,872	-	3,914,872
Total OPEB Liability - RBP	82,701	-	82,701
General Obligation Bonds Payable	5,725,000	-	5,725,000
TIF Notes Payable	6,693,852	-	6,693,852
Installment Contracts Payable	59,462	-	59,462
Total Noncurrent Liabilities	16,598,527	-	16,598,527
Total Liabilities	17,537,452	173,326	17,710,778
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	1,194,603	-	1,194,603
Deferred Items - IMRF	179,361	-	179,361
Deferred Items - Police Pension	680,434	-	680,434
Deferred Items - RBP	491	-	491
Total Deferred Inflows of Resources	2,054,889	-	2,054,889
Total Liabilities and Deferred Inflows of Resources	19,592,341	173,326	19,765,667
NET POSITION			
Net Investment in Capital Assets	6,614,558	6,580,532	13,195,090
Restricted - Property Tax Levies			
Liability Insurance	649,092	-	649,092
IMRF	505,163	-	505,163
Civil Defense	280,994	-	280,994
Debt Service	517,724	-	517,724
Restricted - Street Improvement	881,978	-	881,978
Restricted - Economic Development	7,996,107	-	7,996,107
Unrestricted	(8,982,002)	258,345	(8,723,657)
Total Net Position	8,463,614	6,838,877	15,302,491

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

VILLAGE OF MONEE, ILLINOIS

**Statement of Activities
For the Fiscal Year Ended April 30, 2019**

	Expenses	Program Revenues	
		Charges for Services	Capital Grants/ Contributions
Governmental Activities			
General Government	\$ 1,787,699	176,648	-
Public Safety	2,383,173	63,490	-
Health and Sanitation	544,773	407,239	-
Economic Development	1,141,430	-	-
Highways and Street	981,219	-	-
Culture and Recreation	182,631	-	-
Interest on Long-Term Debt	212,992	-	-
Total Governmental Activities	7,233,917	647,377	-
Business-Type Activities			
Water and Sewer	1,589,241	2,043,022	-
Garbage	409,885	438,935	-
Total Business-Type Activity	1,999,126	2,481,957	-
Total Primary Government	9,233,043	3,129,334	-

General Revenues
 Taxes
 Property Taxes
 Other Taxes
 Interest Income
 Miscellaneous
 Transfers - Internal Activity

Change in Net Position

Net Position - Beginning as Restated

Net Position - Ending

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

Net (Expenses)/Revenues		
Governmental Activities	Business-Type Activities	Totals
(1,611,051)	-	(1,611,051)
(2,319,683)	-	(2,319,683)
(137,534)	-	(137,534)
(1,141,430)	-	(1,141,430)
(981,219)	-	(981,219)
(182,631)	-	(182,631)
(212,992)	-	(212,992)
(6,586,540)	-	(6,586,540)
-	453,781	453,781
-	29,050	29,050
-	482,831	482,831
(6,586,540)	482,831	(6,103,709)
6,134,255	-	6,134,255
2,636,998	-	2,636,998
176,775	580	177,355
746,406	-	746,406
(329,000)	329,000	-
9,365,434	329,580	9,695,014
2,778,894	812,411	3,591,305
5,684,720	6,026,466	11,711,186
8,463,614	6,838,877	15,302,491

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

VILLAGE OF MONEE, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2019

	General	Tax Increment Financing	Tax Increment Financing #3
ASSETS			
Cash and Investments	\$ 1,660,743	-	3,305,053
Receivables - Net of Allowances			
Property Taxes	1,525,254	-	-
Other Taxes	282,292	-	-
Accounts	91,184	-	-
Other	55,075	-	-
Due from other Funds	2,874,920	-	1,181
Inventories	27,086	-	-
Total Assets	<u>6,516,554</u>	-	<u>3,306,234</u>
LIABILITIES			
Accounts Payable	228,182	-	-
Accrued Payroll	125,094	-	-
Other Payables	48,206	-	-
Due to Other Funds	6,256	-	-
Total Liabilities	<u>407,738</u>	-	-
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	731,041	-	-
Total Liabilities and Deferred Inflows of Resources	<u>1,138,779</u>	-	-
FUND BALANCES			
Nonspendable	27,086	-	-
Restricted	1,154,255	-	3,306,234
Unassigned	4,196,434	-	-
Total Fund Balances	<u>5,377,775</u>	-	<u>3,306,234</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>6,516,554</u>	-	<u>3,306,234</u>

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

Special Revenue						
Tax Increment Financing #4	Tax Increment Financing #5	Liability Insurance	Road and Bridge	Bond and Interest	Nonmajor	Totals
35,128	4,652,038	-	-	312,021	983,644	10,948,627
-	-	-	330,309	571,835	65,043	2,492,441
-	-	-	-	-	11,395	293,687
-	-	-	5,601	-	-	96,785
-	-	-	-	-	-	55,075
2,266	-	-	-	-	194,263	3,072,630
-	-	-	-	-	-	27,086
37,394	4,652,038	-	335,910	883,856	1,254,345	16,986,331
-	-	-	24,031	-	4,165	256,378
-	-	-	-	-	-	125,094
-	-	-	-	-	-	48,206
-	-	-	2,499,289	-	55,864	2,561,409
-	-	-	2,523,320	-	60,029	2,991,087
-	-	-	158,311	274,076	31,175	1,194,603
-	-	-	2,681,631	274,076	91,204	4,185,690
-	-	-	-	-	-	27,086
37,394	4,652,038	-	-	609,780	1,163,413	10,923,114
-	-	-	(2,345,721)	-	(272)	1,850,441
37,394	4,652,038	-	(2,345,721)	609,780	1,163,141	12,800,641
37,394	4,652,038	-	335,910	883,856	1,254,345	16,986,331

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

VILLAGE OF MONEE, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to
Net Position - Governmental Activities**

April 30, 2019

Total Governmental Fund Balances	\$ 12,800,641
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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.	12,792,651
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	226,965
Deferred Items - Police Pension	(251,247)
Deferred Items - RBP	2,378
Long-Term Liabilities are not Due and Payable in the Current Period and therefore are not Reported in the Funds.	
Compensated Absences Payable	(117,802)
Net Pension Liability - IMRF	(28,398)
Net Pension Liability - Police Pension	(3,914,872)
Total OPEB Liability - RBP	(82,701)
General Obligation Bonds Payable	(6,080,000)
TIF Notes Payable	(6,693,852)
Installment Contract Payable	(98,093)
Accrued Interest Payable	(92,056)
	<hr/>
Net Position of Governmental Activities	8,463,614 <hr/> <hr/>

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

VILLAGE OF MONEE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2019**

	General	Tax Increment Financing	Tax Increment Financing #3
Revenues			
Taxes	\$ 3,773,692	-	2,397,169
Charges for Services	-	-	-
Licenses and Permits	407,239	-	-
Administrative Fees	-	-	-
Franchise Fees	104,487	-	-
Interest	9,353	-	113,140
Miscellaneous	772,344	-	-
Total Revenues	5,067,115	-	2,510,309
Expenditures			
Current			
General Government	1,376,486	-	-
Public Safety	2,275,652	-	-
Health and Sanitation	544,773	-	-
Economic Development	-	-	845,969
Highways and Streets	168,479	-	-
Culture and Recreation	154,490	-	-
Capital Outlay	180,220	-	-
Debt Service			
Principal Retirement	-	-	783,792
Interest and Fiscal Charges	-	-	-
Total Expenditures	4,700,100	-	1,629,761
Excess (Deficiency) of Revenues Over (Under) Expenditures	367,015	-	880,548
Other Financing Sources (Uses)			
Debt Issuance	-	-	87,587
Disposal of Capital Assets	78,250	-	-
Transfers In	1,154,255	-	4,338,099
Transfers Out	(353,065)	(6,807,188)	(2,000,000)
	879,440	(6,807,188)	2,425,686
Net Change in Fund Balances	1,246,455	(6,807,188)	3,306,234
Fund Balances - Beginning as Restated	4,131,320	6,807,188	-
Fund Balances - Ending	5,377,775	-	3,306,234

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

Special Revenue						
Tax Increment Financing #4	Tax Increment Financing #5	Liability Insurance	Road and Bridge	Bond and Interest	Nonmajor	Totals
17,624	1,080,964	205,346	333,556	585,944	376,958	8,771,253
-	-	-	-	-	63,490	63,490
-	-	-	-	-	-	407,239
-	-	-	72,161	-	-	72,161
-	-	-	-	-	-	104,487
44	501	-	5,601	6,338	41,798	176,775
-	-	25,755	59,088	-	-	857,187
17,668	1,081,465	231,101	470,406	592,282	482,246	10,452,592
-	-	156,543	-	-	88,538	1,621,567
-	-	-	-	-	48,125	2,323,777
-	-	-	-	-	-	544,773
202,595	96,039	-	-	-	(3,173)	1,141,430
-	-	-	563,977	-	42,238	774,694
-	-	-	-	-	-	154,490
-	-	-	447,779	-	33,778	661,777
-	-	-	37,843	385,000	585,000	1,791,635
-	-	-	2,623	235,940	22,365	260,928
202,595	96,039	156,543	1,052,222	620,940	816,871	9,275,071
(184,927)	985,426	74,558	(581,816)	(28,658)	(334,625)	1,177,521
-	-	-	-	-	-	87,587
-	-	-	-	-	-	78,250
222,321	3,666,612	-	-	-	2,270,833	11,652,120
-	-	(649,092)	-	-	(2,171,775)	(11,981,120)
222,321	3,666,612	(649,092)	-	-	99,058	(163,163)
37,394	4,652,038	(574,534)	(581,816)	(28,658)	(235,567)	1,014,358
-	-	574,534	(1,763,905)	638,438	1,398,708	11,786,283
37,394	4,652,038	-	(2,345,721)	609,780	1,163,141	12,800,641

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

VILLAGE OF MONEE, ILLINOIS

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

For the Fiscal Year Ended April 30, 2019

Net Change in Fund Balances - Total Governmental Funds \$ 1,014,358

Amounts Reported for Governmental Activities in the Statement of Activities
are Different Because:

Governmental Funds Report Capital Outlays as Expenditures. However, in the
Statement of Activities the Cost of those Assets is Allocated over their Estimated
Useful Lives and Reported as Depreciation Expense.

Capital Outlays	548,077
Depreciation Expense	(445,644)
Disposals - Cost	(189,031)

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

Change in Deferred Items - IMRF	593,584
Change in Deferred Items - Police Pension	(104,617)
Change in Deferred Items - RBP	2,378

The Issuance of Long-Term Debt Provides Current Financial Resources to
Governmental Funds, While the Repayment of the Principal on Long-Term
Debt Consumes the Current Financial Resources of the Governmental Funds.

(Additions) to Compensated Absences Payable	(24,545)
(Additions) to Net Pension Liability - IMRF	(553,584)
Deductions to Net Pension Liability - Police Pension	187,572
(Additions) to Total OPEB Liability - RBP	(1,638)
Issuance of Debt	(87,587)
Retirement of Debt - Net	1,826,527

Changes to Accrued Interest on Long-Term Debt in the Statement of Activities
does not Require the use of Current Financial Resources and, therefore, are not
Reported as Expenditures in the Governmental Funds.

13,044

Changes in Net Position of Governmental Activities

2,778,894

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

VILLAGE OF MONEE, ILLINOIS

**Statement of Net Position - Proprietary Fund
April 30, 2019**

	Business-Type Activities		
	Water and Sewer	Nonmajor Garbage	Total
ASSETS			
Current Assets			
Cash and Investments	\$ 73,631	255,987	329,618
Accounts Receivables	490,825	122,449	613,274
Due from Other Funds	55,616	2,968	58,584
Total Current Assets	620,072	381,404	1,001,476
Noncurrent Assets			
Capital Assets			
Nondepreciable	176,400	-	176,400
Depreciable	10,525,916	-	10,525,916
Accumulated Depreciation	(4,121,784)	-	(4,121,784)
Total Noncurrent Assets	6,580,532	-	6,580,532
Total Assets	7,200,604	381,404	7,582,008
LIABILITIES			
Current Liabilities			
Accounts Payable	116,654	-	116,654
Other Payables	56,672	-	56,672
Due to Other Funds	455,214	114,591	569,805
Total Liabilities	628,540	114,591	743,131
NET POSITION			
Investment in Capital Assets	6,580,532	-	6,580,532
Unrestricted	(8,468)	266,813	258,345
Total Net Position	6,572,064	266,813	6,838,877

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

VILLAGE OF MONEE, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund
For the Fiscal Year Ended April 30, 2019**

	Business-Type Activities		
	Water and Sewer	Nonmajor Garbage	Total
Operating Revenues			
Charges for Services	\$ 1,799,990	438,935	2,238,925
Late Fees and Other Miscellaneous Income	243,032	-	243,032
Total Operating Revenues	2,043,022	438,935	2,481,957
Operating Expenses			
Operations			
Water	433,739	-	433,739
Sewer	841,717	-	841,717
Contracted Services	-	409,885	409,885
Depreciation	313,785	-	313,785
Total Operating Expenses	1,589,241	409,885	1,999,126
Operating Income	453,781	29,050	482,831
Nonoperating Revenues			
Interest Income	-	580	580
Income Before Transfers	453,781	29,630	483,411
Transfers In	329,000	-	329,000
Change in Net Position	782,781	29,630	812,411
Net Position - Beginning as Restated	5,789,283	237,183	6,026,466
Net Position - Ending	6,572,064	266,813	6,838,877

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

VILLAGE OF MONEE, ILLINOIS

**Statement of Cash Flows - Proprietary Fund
For the Fiscal Year Ended April 30, 2019**

	Business-Type Activities		
	Water and Sewer	Nonmajor Garbage	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 1,953,167	444,744	2,397,911
Payments to Suppliers	(1,393,804)	(409,885)	(1,803,689)
Payments to Employees	(174,790)	-	(174,790)
	<u>384,573</u>	<u>34,859</u>	<u>419,432</u>
Cash Flows from Noncapital and Related Financing Activities			
Transfers In	329,000	-	329,000
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(749,520)	-	(749,520)
Cash Flows from Investing Activities			
Interest Received	-	580	580
Net Change in Cash and Cash Equivalents	(35,947)	35,439	(508)
Cash and Cash Equivalents - Beginning	109,578	220,548	330,126
Cash and Cash Equivalents - Ending	<u>73,631</u>	<u>255,987</u>	<u>329,618</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	453,781	29,050	482,831
Adjustments to Reconcile Operating Income to Net Income to Net Cash Provided by (Used in) Operating Activities:			
Depreciation Expense	313,785	-	313,785
(Increase) Decrease in Current Assets	(89,855)	5,809	(84,046)
Increase (Decrease) in Current Liabilities	(293,138)	-	(293,138)
Net Cash Provided by Operating Activities	<u>384,573</u>	<u>34,859</u>	<u>419,432</u>

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

VILLAGE OF MONEE, ILLINOIS

**Statement of Fiduciary Net Position
April 30, 2019**

	<u>Pension Trust</u> <u>Police Pension</u>
ASSETS	
Cash and Cash Equivalents	\$ 36,184
Investments	
U.S. Treasury Obligations	292,060
U.S. Agency Obligations	1,560,525
Municipal Bonds	242,961
Corporate Bonds	29,966
Mutual Funds	233,183
Accrued Interest	17,686
Prepays	2,731
Due from Village	<u>18,571</u>
Total Assets	2,433,867
LIABILITIES	
Accounts Payable	<u>695</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>2,433,172</u></u>

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

VILLAGE OF MONEE, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2019**

	Pension Trust
	<u>Police Pension</u>
Additions	
Contributions - Employer	\$ 538,637
Contributions - Plan Members	96,949
Total Contributions	<u>635,586</u>
Investment Income	
Interest Earned	72,324
Net Change in Fair Value	54,772
	<u>127,096</u>
Less Investment Expenses	(6,989)
Net Investment Income	<u>120,107</u>
Total Additions	<u>755,693</u>
Deductions	
Benefits and Refunds	98,506
Administration	24,209
Total Deductions	<u>122,715</u>
Change in Fiduciary Net Position	632,978
Net Position Restricted for Pensions	
Beginning	<u>1,800,194</u>
Ending	<u><u>2,433,172</u></u>

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

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Monee, Illinois (the "Village"), located in Will County, is a home-rule municipality and was incorporated in 1874 under the provisions of the constitution and general statutes of the State of Illinois. The Village operates under the trustee-village form of government and provides a full range of services including public safety, roads, planning, water and sewer, garbage and general administrative services.

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

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Monee
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Village.

Police Pension Employees Retirement System

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

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Village's public safety, health and sanitation, economic development, highways and streets, culture and recreation, and general government services are classified as governmental activities. The Village's water and sewer and garbage activities are classified as business-type activities.

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

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, culture and recreation, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, certain intergovernmental revenues, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property and person property replacement taxes, certain intergovernmental revenues, interest income, etc.).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

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

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

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

Governmental Funds

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

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

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains twelve special revenue funds. The Tax Increment Financing, Tax Increment Financing #3, Tax Increment Financing #4, Tax Increment Financing #5, all major funds, are used to account for expenditures of incremental property taxes generated in the designated Tax Increment Financing areas. Liability Insurance, also a major fund, is used to account for the operations of the Village's insurance and risk management activities funded by a specific property tax levy. The Road and Bridge Fund, also a major fund, is used to account for the revenues derived from a specific annual property tax levy and expenditures for road and bridge maintenance and improvements.

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Governmental Funds – Continued

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and records the Village's general obligation debt activity.

Proprietary Funds

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

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Water and Sewer Fund, a major fund, is used to account for the provision of water and sewer services to the residents of the Village. The Garbage Fund, a nonmajor fund, accounts for revenues and expenses related to providing garbage services to the residents of the Village.

Fiduciary Funds

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

Pension Trust Funds are used to account for assets held in a trustee capacity by the Village for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force.

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

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

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

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

Basis of Accounting

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

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

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Cash and Investments

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

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

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Receivables

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

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

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

Buildings	50 Years
Land Improvements	20 Years
Equipment	5 - 20 Years
Infrastructure	30 – 50 Years

Deferred Outflows/Inflows of Resources

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

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

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

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Long-Term Obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Net Position

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

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

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

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

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Prior to June 30, the Treasurer submits to the Village Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures/expenses and the means to finance them. Public hearings are held on the tentative budget to obtain taxpayer comments.

Prior to July 31, the budget is legally enacted through passage of an appropriations ordinance. All actual expenditures/expenses contained herein have been compared to the annual operating budget. Appropriations lapse at the end of the fiscal year.

The Treasurer is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Village Board.

Budgets for the General Fund and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles. The Village budgets revenue, expenditures/expenses and transfers based on anticipated funds to be received. Budgets reflect gains or losses, by fund, for each fiscal year. The Village does not budget for the Police Pension Fund.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
Road and Bridge	\$ 371,213
Bond and Interest	51,940
Audit and Accounting	4,480

DEFICIT FUND BALANCE

The following funds had deficit fund balance as of the date of this report:

<u>Fund</u>	<u>Deficit</u>
Road and Bridge	\$ 2,345,721
Tax Increment Financing #2	272

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." The deposits and investments of the pension trust funds are held separately from those of other funds. The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes.

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

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

At year-end, the carrying amount of the Village's deposits totaled \$11,278,245 and the bank balances totaled \$11,365,835.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village limits its exposure to interest rate risk by attempting to coincide its investment maturities with projected cash flow needs. The Village's investment policy does not further limit interest rate risk.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations. The Village's investment policy does not further limit its investment choices. As of April 30, 2019, the Village did not hold any investments.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that the Village shall diversify its investments to avoid incurring unreasonable risks regarding specific security types and/or individual institutions., but no other concentration restrictions are outlined in the investment policy. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village’s deposits may not be returned to it. At April 30, 2019, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. Furthermore, the Village’s investment policy states that deposit amounts in excess of the federally insured amount must be collateralized to the extent of 125% of market value of the deposits.

For an investment, this is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At April 30, 2019, there were no investments subject to custodial credit risk.

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

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$36,184 and the bank balances totaled \$37,656.

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Obligations	\$ 292,060	24,895	180,822	86,343	-
U.S. Agency Obligations	1,560,525	89,975	376,137	1,073,461	20,952
Municipal Bonds	242,961	10,010	140,544	92,407	-
Corporate Bonds	29,966	-	-	29,966	-
	<u>2,125,512</u>	<u>124,880</u>	<u>697,503</u>	<u>1,282,177</u>	<u>20,952</u>

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

The Fund has the following recurring fair value measurements as of April 30, 2019:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasury Obligations	\$ 292,060	292,060	-	-
U.S. Agency Obligations	1,560,525	-	1,560,525	-
Municipal Bonds	242,961	-	242,961	-
Corporate Bonds	29,966	-	29,966	-
Equity Securities				
Mutual Funds	233,183	233,183	-	-
Total Investments Measured at Fair Value	2,358,695	525,243	1,833,452	-

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

Interest Rate Risk. The Fund's investment policy states that the investment portfolio will limit its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

Credit Risk. The Fund's investment policy limits its exposure to credit risk by primarily investing U.S. Treasury obligations and other obligations which are rated Baa or better by national rating agency. The U.S. Agency obligations were rated AA+ by Standard and Poor's. The corporate bonds and municipal bonds were rate AAA - AA- by Standard and Poor's.

Custodial Credit Risk. The Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the market value of the funds secured, with the collateral held by an independent third party or the Federal Reserve Bank and evidenced by safekeeping receipts. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Custodial Credit Risk – Continued. For an investment, the Fund limits its exposure by requiring all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held by an independent third-party custodian and evidenced by safekeeping receipts. At year-end, the Fund’s investments in U.S. Government Agencies are all insured or registered with the Fund or its agent in the Fund’s name.

Concentration Risk. The Fund’s investment policy requires diversification of investment to avoid unreasonable risk. Maximum percentages are cash 20%, fixed income 100%, large cap domestic equities 70%, small cap domestic equities 20%, and international equities 10%. In addition to the securities and fair values listed above, the Fund also has \$233,183 invested in mutual funds. At year-end, the Fund does not have any investments over 5 percent of net position available for benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments). This is in compliance with the Fund’s investment policy.

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

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	89.00%	1.60%
Domestic Equities	2.00% - 9.00%	6.60% - 8.40%
International Equities	1.00%	6.75%
Cash and Cash Equivalents	1.00%	2.00%

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

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Concentration Risk - Continued. The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in May 2019 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2019, are listed in the table above.

Rate of Return

For the year ended April 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.53%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2018 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by March of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments on or about June 1 and September 1. The County collects such taxes and remits them periodically.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND BALANCES

Interfund balances are advances in anticipation of receipts. Individual fund advances are as follows:

Receivable Fund	Payable Fund	Amount
General	Road and Bridge	\$ 2,264,952
General	Nonmajor Governmental	55,585
General	Water and Sewer	455,214
General	Nonmajor Business-Type	99,169
Tax Increment Financing #3	General	902
Tax Increment Financing #3	Nonmajor Governmental	279
Tax Increment Financing #4	General	2,266
Nonmajor Governmental	Road and Bridge	194,263
Water and Sewer	General	120
Water and Sewer	Road and Bridge	40,074
Water and Sewer	Nonmajor Business-Type	15,422
Nonmajor Business-Type	General	2,968
		<u>3,131,214</u>

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Liability Insurance	\$ 649,092 (3)
General	Nonmajor Governmental	505,163 (3)
Tax Increment Financing #3	Tax Increment Financing	4,338,099 (2)
Tax Increment Financing #4	Tax Increment Financing	222,321 (2)
Tax Increment Financing #5	Tax Increment Financing #3	2,000,000 (1)
Tax Increment Financing #5	Nonmajor Governmental	1,666,612 (1)
Nonmajor Governmental	Tax Increment Financing	2,246,768 (2)
Nonmajor Governmental	General	24,065 (3)
Water and Sewer	General	329,000 (1)
		<u>11,981,120</u>

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND TRANSFERS – Continued

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Additionally, (2) the Tax Increment Financing Fund made transfers out to breakout the individual Tax Increment Financing Funds for district’s #1 through #6, and (3) the remaining fund balance in the Liability Insurance Fund, the Audit and Accounting Fund, and the Illinois Municipal Retirement Fund were transferred to the General Fund as of April 30, 2019.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 944,641	-	189,031	755,610
Construction in Progress	-	199,957	-	199,957
	<u>944,641</u>	<u>199,957</u>	<u>189,031</u>	<u>955,567</u>
Depreciable Capital Assets				
Buildings	2,456,496	161,664	-	2,618,160
Land Improvements	7,880,777	-	-	7,880,777
Equipment	1,165,652	186,456	-	1,352,108
Infrastructure	2,356,300	-	-	2,356,300
	<u>13,859,225</u>	<u>348,120</u>	<u>-</u>	<u>14,207,345</u>
Less Accumulated Depreciation				
Buildings	652,524	57,900	-	710,424
Land Improvements	694,610	164,676	-	859,286
Equipment	371,960	169,520	-	541,480
Infrastructure	205,523	53,548	-	259,071
	<u>1,924,617</u>	<u>445,644</u>	<u>-</u>	<u>2,370,261</u>
 Total Net Depreciable Capital Assets	 <u>11,934,608</u>	 <u>(97,524)</u>	 <u>-</u>	 <u>11,837,084</u>
 Total Net Capital Assets	 <u>12,879,249</u>	 <u>102,433</u>	 <u>189,031</u>	 <u>12,792,651</u>

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Governmental Activities – Continued

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 68,627
Public Safety	142,351
Highways and Streets	206,525
Culture and Recreation	28,141
	<u>445,644</u>

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Construction in Progress	\$ -	176,400	-	176,400
Depreciable Capital Assets				
Equipment	862,409	154,643	58,172	958,880
Infrastructure	9,148,559	418,477	-	9,567,036
	<u>10,010,968</u>	<u>573,120</u>	<u>58,172</u>	<u>10,525,916</u>
Less Accumulated Depreciation				
Equipment	442,025	75,649	58,172	459,502
Infrastructure	3,424,146	238,136	-	3,662,282
	<u>3,866,171</u>	<u>313,785</u>	<u>58,172</u>	<u>4,121,784</u>
Total Net Depreciable Capital Assets	<u>6,144,797</u>	<u>259,335</u>	<u>-</u>	<u>6,404,132</u>
Total Net Capital Assets	<u>6,144,797</u>	<u>435,735</u>	<u>-</u>	<u>6,580,532</u>

Depreciation expense of \$313,785 was charged to the Water and Sewer business-type activity.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

General Obligation Bonds

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

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Tax Increment Revenue Bonds of 2005 - Due in annual installments of \$145,000 to \$535,000 plus interest at 3.80% to 4.50% through December 1, 2018.	\$ 535,000	-	535,000	-
General Obligation Refunding Bonds of 2010 - Due in annual installments of \$65,000 to \$245,000 plus interest at 0.85% to 3.40% through December 1, 2022.	485,000	-	165,000	320,000
General Obligation Bonds of 2015 - Due in annual installments of \$260,000 to \$475,000 plus interest at 2.00% to 4.00% through December 1, 2034.	6,030,000	-	270,000	5,760,000
	<u>7,050,000</u>	<u>-</u>	<u>970,000</u>	<u>6,080,000</u>

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts Payable

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

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Installment Contract of 2016 - Due in semi-annual installments of \$20,233 including interest at 1.04% through July 29, 2021.	\$ 135,936	-	37,843	98,093

Tax Increment Financing

The Village issues notes with builders to finance construction projects within the Tax Increment Financing Districts of the Village. These notes will only be paid if there are incremental real estate taxes (paid from the Tax Increment Financing funds) from which to pay them. Tax increment financing notes currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Tax Increment Financing Notes Payable of 2001 - Due from incremental real estate taxes, when available, with an interest rate of 7.00%	Tax Increment Financing #3	\$ 1,939,763	21,344	-	1,961,107
Tax Increment Financing Notes Payable of 2004 - Due from incremental real estate taxes, when available, with an interest rate of 7.00%	Tax Increment Financing #3	2,571,006	54,792	115,807	2,509,991
Tax Increment Financing Notes Payable of 2005 - Due from incremental real estate taxes, when available, with an interest rate of 6.00%	Tax Increment Financing #3	903,035	11,451	-	914,486
Tax Increment Financing Notes Payable of 2007 - Due from incremental real estate taxes, when available, with an interest rate of 7.00%	Tax Increment Financing #3	1,522,975	-	667,985	854,990

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Tax Increment Financing – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Tax Increment Financing Notes Payable of 2017 - Due from incremental real estate taxes, when available. This is a non-interest bearing note.	Tax Increment Financing #3	\$ 453,278	-	-	453,278
		<u>7,390,057</u>	<u>87,587</u>	<u>783,792</u>	<u>6,693,852</u>

Long-Term Liability Activity

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

Type of Debt	Restated Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 93,257	49,090	24,545	117,802	23,560
Net Pension Liability/(Asset) - IMRF	(525,186)	553,584	-	28,398	-
Net Pension Liability - Police Pension	4,102,444	-	187,572	3,914,872	-
Total OPEB Liability - RBP	81,063	1,638	-	82,701	-
General Obligation Bonds	7,050,000	-	970,000	6,080,000	355,000
Unamortized Bond Premium	34,892	-	34,892	-	-
TIF Notes Payable	7,390,057	87,587	783,792	6,693,852	-
Installment Contracts	135,936	-	37,843	98,093	38,631
	<u>18,362,463</u>	<u>691,899</u>	<u>2,038,644</u>	<u>17,015,718</u>	<u>417,191</u>

For the governmental activities, the compensated absences, the net pension liabilities, and the total OPEB liability are generally liquidated by the General Fund. Payments on the general obligation bonds are made by the Debt Service Fund. Payments on the TIF Notes Payable are made by the Tax Increment Financing #3 Fund. Payments on the installment contracts are made by the Road and Bridge Fund.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities			
	General		Installment	
	Obligation Bonds		Contracts	
	Principal	Interest	Principal	Interest
2020	\$ 355,000	220,935	38,631	1,835
2021	360,000	212,715	39,437	1,030
2022	375,000	201,595	20,025	208
2023	375,000	189,750	-	-
2024	310,000	177,975	-	-
2025	320,000	168,675	-	-
2026	335,000	155,875	-	-
2027	345,000	142,475	-	-
2028	360,000	130,400	-	-
2029	370,000	117,800	-	-
2030	385,000	103,000	-	-
2031	405,000	87,600	-	-
2032	420,000	71,400	-	-
2033	435,000	54,600	-	-
2034	455,000	37,200	-	-
2035	475,000	19,000	-	-
Total	6,080,000	2,090,995	98,093	3,073

Legal Debt Margin

Article VII, Section 6(k) of the 1970 Illinois Constitution governs the computation of legal debt margin.

“The General Assembly may limit by law the amount and require referendum approval of debt to the incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.”

To date the Illinois General Assembly has set no limits for home rule municipalities. The Village is a home rule municipality.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCES

Net Position/Fund Balance Restatement

Beginning net position/fund balance was restated due to the implementation of GASB Statement No. 75 and to correct errors in recognition of certain receivables and payables. The following is a summary of the net position/fund balances as originally reported and as restated:

<u>Net Position/Fund Balance</u>	<u>As Reported</u>	<u>As Restated</u>	<u>Increase (Decrease)</u>
Governmental Activities	\$ 12,817,610	5,684,720	(7,132,890)
Business-Type Activities	5,838,754	6,026,466	187,712
General	4,387,739	4,131,320	(256,419)
Road and Bridge	(2,150,842)	(1,763,905)	386,937
Motor Fuel Tax	754,230	766,015	11,785
Water and Sewer	5,665,558	5,789,283	123,725
Garbage	173,196	237,183	63,987

Net Position Classifications

Investment in capital assets – net of related debt, was comprised of the following as of April 30, 2019:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 12,792,651
Less Capital Related Debt:	
General Obligation Refunding Bonds of 2010	(320,000)
General Obligation Bonds of 2015	(5,760,000)
Installment Contract	<u>(98,093)</u>
Net Investment in Capital Assets	<u>6,614,558</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	<u>6,580,532</u>

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCES – Continued

Fund Balance Classifications

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

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

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

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

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

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

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund should maintain a minimum unassigned fund balance equal to three months of budgeted operating expenditures. Fund balances in excess of said levels may be transferred to other funds at the discretion of the Board.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCES – Continued

Fund Balance Classifications – Continued

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

	General	Special Revenue			Road and Bridge	Bond and Interest	Nonmajor	Totals
		Tax Increment Financing #3	Tax Increment Financing #4	Tax Increment Financing #5				
Fund Balances								
Nonspendable - Inventories	\$ 27,086	-	-	-	-	-	-	27,086
Restricted								
Property Tax Levies								
Liability Insurance	649,092	-	-	-	-	-	-	649,092
IMRF	505,163	-	-	-	-	-	-	505,163
Civil Defense	-	-	-	-	-	280,994	280,994	280,994
Debt Service	-	-	-	-	609,780	-	609,780	609,780
Street Improvement	-	-	-	-	-	881,978	881,978	881,978
Economic Development	-	3,306,234	37,394	4,652,038	-	-	441	7,996,107
	1,154,255	3,306,234	37,394	4,652,038	-	609,780	1,163,413	10,923,114
Unassigned	4,196,434	-	-	-	(2,345,721)	-	(272)	1,850,441
Total Fund Balances	5,377,775	3,306,234	37,394	4,652,038	(2,345,721)	609,780	1,163,141	12,800,641

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

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

The Village participates in the Southwest Agency for Risk Management (SWARM). SWARM is an organization of municipalities and special districts in Illinois, which have formed an association under the Illinois Intergovernmental Cooperation statute, to pool its risk management needs. The Agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

The Village's payments to SWARM are displayed on the financial statements as expenditures/expenses in the appropriate funds. Each member assumes the first \$1,000 of each occurrence. Coverage limits in excess of this range from \$1,000,000 to \$10,000,000 based upon the type of coverage. The Village purchases commercial insurance to cover its employees for health and accident claims and does not provide post-employment healthcare benefits for retired employees. The Village has not had significant reductions in insurance coverage from the previous fiscal year nor did settlements exceed insurance coverage in any of the last three years.

Intergovernmental Personnel Benefit Cooperative (IPBC)

Risks for medical and death benefits for employees and retirees are provided for through the Village's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

CONTINGENT LIABILITIES

Litigation

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

Grants

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

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

The Village contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school Villages in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan; those provisions can only be amended by the Illinois General Assembly. IMRF provides retirement, disability, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amount of pension expense recognized for the two pension plans is:

IMRF	\$ 6,058
Police Pension	455,682
	<u>461,740</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff’s Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership. As of December 31, 2018, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	17
Inactive Plan Members Entitled to but not yet Receiving Benefits	8
Active Plan Members	<u>15</u>
Total	<u><u>40</u></u>

Contributions. As set by statute, the Village’s Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2019, the Village’s contribution was 5.06% of covered payroll.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Net Pension Liability. The Village’s net pension liability was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.39% to 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

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

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

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.75%
Domestic Equities	37.00%	7.15%
International Equities	18.00%	7.25%
Real Estate	9.00%	6.25%
Blended	7.00%	3.20% - 8.50%
Cash and Cash Equivalents	1.00%	2.50%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, a decrease of 0.25% from the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

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

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability/(Asset)	\$ 522,160	28,398	(377,911)

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2017	\$ 3,509,321	4,034,507	(525,186)
Changes for the Year:			
Service Cost	88,480	-	88,480
Interest on the Total Pension Liability	258,601	-	258,601
Difference Between Expected and Actual Experience of the Total Pension Liability	1,202	-	1,202
Changes of Assumptions	109,041	-	109,041
Contributions - Employer	-	53,513	(53,513)
Contributions - Employees	-	41,519	(41,519)
Net Investment Income	-	(255,842)	255,842
Benefit Payments, including Refunds of Employee Contributions	(211,096)	(211,096)	-
Other (Net Transfer)	-	64,550	(64,550)
Net Changes	246,228	(307,356)	553,584
Balances at December 31, 2018	3,755,549	3,727,151	28,398

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended April 30, 2019, the Village recognized pension expense of 6,058. At April 30, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 50,005	(113,770)	(63,765)
Change in Assumptions	85,568	(65,591)	19,977
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	261,099	-	261,099
Total Pension Expense to be			
Recognized in Future Periods	396,672	(179,361)	217,311
Pension Contributions Made Subsequent to the Measurement Date	9,654	-	9,654
Total Deferred Amounts Related to IMRF	<u>406,326</u>	<u>(179,361)</u>	<u>226,965</u>

\$9,654 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2020. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources
2020	\$ 61,143
2021	(1,397)
2022	30,952
2023	126,613
2024	-
Thereafter	-
Total	<u>217,311</u>

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

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

Plan Membership. At April 30, 2019, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>15</u>
Total	<u><u>16</u></u>

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

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

VILLAGE OF MONEE, ILLINOIS

Notes to the Financial Statements April 30, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2019, the Village's contribution was 48.34% of covered payroll.

Concentrations. At year end, the Pension Plan has no investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) in any one organization that represent 5 percent or more of net position available for benefits.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	4.38%
Salary Increases	4.00% to 10.38%
Cost of Living Adjustments	2.50%
Inflation	2.50%

Mortality rates were based on the RP2014 bases rates with blue collar adjustments projected to the valuation date with scale MP2018.

Discount Rate

A Single Discount Rate of 4.38% was used to measure the total pension liability and 4.31% in the prior valuation. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 4.75%, the municipal bond rate is 3.79%, and the resulting single discount rate is 4.38%.

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity

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

	1% Decrease 3.38%	Current Discount Rate 4.38%	1% Increase 5.38%
Net Pension Liability	\$ 5,179,996	3,914,872	2,918,419

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2018	\$ 5,902,638	1,800,194	4,102,444
Changes for the Year:			
Service Cost	379,494	-	379,494
Interest on the Total Pension Liability	252,282	-	252,282
Difference Between Expected and Actual Experience of the Total Pension Liability	(8,947)	-	(8,947)
Changes of Assumptions	(78,917)	-	(78,917)
Contributions - Employer	-	538,637	(538,637)
Contributions - Employees	-	96,949	(96,949)
Net Investment Income	-	120,107	(120,107)
Benefit Payments, including Refunds of Employee Contributions	(98,506)	(98,506)	-
Administrative Expense	-	(24,209)	24,209
Net Changes	445,406	632,978	(187,572)
Balances at April 30, 2019	6,348,044	2,433,172	3,914,872

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

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

For the fiscal year ended April 30, 2019, the Village recognized pension expense of \$455,682. At April 30, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 360,232	(8,909)	351,323
Change in Assumptions	-	(653,592)	(653,592)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	68,955	(17,933)	51,022
Total Pension Expense to be			
Recognized in Future Periods	429,187	(680,434)	(251,247)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2020	\$ (5,664)
2021	(9,303)
2022	(18,210)
2023	(34,041)
2024	(29,560)
Thereafter	(154,469)
Total	(251,247)

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

Plan Descriptions, Provisions and Funding Policies

General Information about the OPEB Plan

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

Benefits Provided. The Village’s retiree medical plan provides continuation of employer subsidized comprehensive health coverage (for the retiree and their dependents, if any) upon the retirement from the Village after meeting the age and service requirements for retirement. Retirees pay 100% of the cost (blended) of coverage based on their age and service at retirement. The Village pays 100% of the cost of coverage for disabled Police Officers and Firefighters catastrophically injured in the line of duty.

Plan Membership. As of April 30, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>31</u>
Total	<u><u>32</u></u>

Total OPEB Liability

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

Actuarial Assumptions and Other Inputs. The total OPEB liability in the April 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	3.21%
Healthcare Cost Trend Rates	Initial trend rate is based on the 2019 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates fall within a generally accepted range.
Retirees' Share of Benefit-Related Costs	100% of benefit related costs

The discount rate was based on an index of 20-year general obligation bonds with an average AA credit rating.

Mortality rates were based on probabilities of death for participants were according to RP2014 Blue Collar base rates projected to 2018 using scale MP2018 for Police and Fire. For all others the RP2014 base rates projected to 2018 using scale MP2018 was used. No additional provision (besides those already embedded) were included for mortality improvements beyond 2018.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at April 30, 2018	<u>\$ 81,063</u>
Changes for the Year:	
Service Cost	7,029
Interest	2,747
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	3,170
Benefit Payments	(10,766)
Other Changes	(542)
Net Changes	<u>1,638</u>
Balance at April 30, 2019	<u><u>82,701</u></u>

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 3.21%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (2.21%)	Current Discount Rate (3.21%)	1% Increase (4.21%)
Total OPEB Liability	\$ 90,840	82,701	75,382

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

The following presents the total OPEB liability, calculated using a Healthcare Trend Rate of 4.50%, with an ultimate rate of 4.50% as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.50%)	Healthcare Cost Trend Rates (4.50%)	1% Increase (5.50%)
Total OPEB Liability	\$ 73,140	82,701	93,919

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

For the year ended April 30, 2019, the Village recognized OPEB expense of \$10,026. At April 30, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	-	-
Change in Assumptions	2,869	(491)	2,378
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-	-
Total Deferred Amounts Related to OPEB	<u>2,869</u>	<u>(491)</u>	<u>2,378</u>

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

Fiscal Year	Net Deferred Outflows of Resources
2020	\$ 249
2021	249
2022	249
2023	249
2024	249
Thereafter	<u>1,133</u>
Total	<u>2,378</u>

VILLAGE OF MONEE, ILLINOIS

**Notes to the Financial Statements
April 30, 2019**

NOTE 4 – OTHER INFORMATION – Continued

SUBSEQUENT EVENT

Subsequent to the date of the financial statements and prior to the audit opinion date, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the Village's operations and financial position cannot be determined.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

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

- Schedule of Investment Returns
 - Police Pension Fund

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

- Budgetary Comparison Schedule
 - General Fund
 - Tax Increment Financing District #3 – Special Revenue Fund
 - Tax Increment Financing District #4 – Special Revenue Fund
 - Tax Increment Financing District #5 – Special Revenue Fund
 - Liability Insurance - Special Revenue Fund
 - Road and Bridge - Special Revenue Fund
 - Bond and Interest - Debt Service Fund

Notes to the Required Supplementary Information

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

VILLAGE OF MONEE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 54,334	\$ 54,334	\$ -	\$ 824,489	6.59%
2017	51,643	51,642	(1)	862,147	5.99%
2018	57,151	57,102	(49)	921,795	6.19%
2019	46,058	46,058	-	910,752	5.06%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	25 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	RP-2014 (base year 2012)

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

VILLAGE OF MONEE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 396,506	\$ 218,539	\$ (177,967)	\$ 797,346	27.41%
2017	489,151	213,215	(275,936)	961,645	22.17%
2018	335,819	299,853	(35,966)	992,898	30.20%
2019	446,834	538,637	91,803	1,114,174	48.34%

Notes to the Required Supplementary Information:

Actuarial Valuation Date	April 30, 2019
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	17 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	4.00% - 13.88%
Investment Rate of Return	4.75%
Retirement Age	See the Notes to the Financial Statements
Mortality	RP-2014 Adjusted for Plan Status, Collar, and Illinois Public Pension Data

Note:

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

VILLAGE OF MONEE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

April 30, 2019

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 73,290
Interest	247,846
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	64,421
Change of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	<u>(213,254)</u>
Net Change in Total Pension Liability	172,303
Total Pension Liability - Beginning	<u>3,374,600</u>
Total Pension Liability - Ending	<u><u>3,546,903</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	54,334
Contributions - Members	37,102
Net Investment Income	18,362
Benefit Payments, Including Refunds of Member Contributions	(213,254)
Other (Net Transfers)	<u>(12,886)</u>
Net Change in Plan Fiduciary Net Position	(116,342)
Plan Net Position - Beginning	<u>3,733,265</u>
Plan Net Position - Ending	<u><u>3,616,923</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>(70,020)</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	101.97%
Covered Payroll	\$ 824,489
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	(8.49%)

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

12/31/2016	12/31/2017	12/31/2018
91,098	84,850	88,480
261,763	252,678	258,601
-	-	-
(260,929)	64,299	1,202
-	(111,449)	109,041
(204,555)	(215,337)	(211,096)
(112,623)	75,041	246,228
3,546,903	3,434,280	3,509,321
3,434,280	3,509,321	3,755,549
51,642	57,102	53,513
38,797	41,443	41,519
247,223	659,685	(255,842)
(204,555)	(215,337)	(211,096)
(208,493)	(49,923)	64,550
(75,386)	492,970	(307,356)
3,616,923	3,541,537	4,034,507
3,541,537	4,034,507	3,727,151
(107,257)	(525,186)	28,398
103.12%	114.97%	99.24%
862,147	921,795	922,646
(12.44%)	(56.97%)	3.08%

VILLAGE OF MONEE, ILLINOIS

Police Pension Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability April 30, 2019

	<u>2016</u>
Total Pension Liability	
Service Cost	\$ 263,494
Interest	181,396
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	-
	<hr/>
Net Change in Total Pension Liability	444,890
Total Pension Liability - Beginning	4,687,223
	<hr/>
Total Pension Liability - Ending	5,132,113
	<hr/>
Plan Fiduciary Net Position	
Contributions - Employer	218,539
Contributions - Members	98,039
Contributions - Other	-
Net Investment Income	32,252
Benefit Payments, Including Refunds of Member Contributions	-
Administrative Expense	(18,405)
	<hr/>
Net Change in Plan Fiduciary Net Position	330,425
Plan Net Position - Beginning	912,536
	<hr/>
Plan Net Position - Ending	1,242,961
	<hr/>
Employer's Net Pension Liability	3,889,152
	<hr/>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	24.22%
Covered Payroll	\$ 797,346
Employer's Net Pension Liability as a Percentage of Covered Payroll	487.76%

Note:

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

2017	2018	2019
349,493	364,067	379,494
213,474	229,401	252,282
-	-	-
476,065	(822)	(8,947)
(602,454)	(149,442)	(78,917)
(25,667)	(83,590)	(98,506)
410,911	359,614	445,406
5,132,113	5,543,024	5,902,638
5,543,024	5,902,638	6,348,044
213,515	299,853	538,637
84,529	92,465	96,949
-	-	-
20,436	(453)	120,107
(25,667)	(83,590)	(98,506)
(21,999)	(21,856)	(24,209)
270,814	286,419	632,978
1,242,961	1,513,775	1,800,194
1,513,775	1,800,194	2,433,172
4,029,249	4,102,444	3,914,872
27.31%	30.50%	38.33%
961,645	992,898	1,114,174
419.00%	413.18%	351.37%

VILLAGE OF MONEE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Investment Returns

April 30, 2019

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2016	*
2017	*
2018	*
2019	5.53%

Note:

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

*Detailed information not available

VILLAGE OF MONEE, ILLINOIS

Retiree Benefits Plan

**Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
April 30, 2019**

	<u>2019</u>
Total OPEB Liability	
Service Cost	\$ 7,029
Interest	2,747
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions or Other Inputs	3,170
Benefit Payments	(10,766)
Other Changes	(542)
Net Change in Total OPEB Liability	<u>1,638</u>
Total OPEB Liability - Beginning	<u>81,063</u>
Total OPEB Liability - Ending	<u><u>82,701</u></u>
Covered Payroll	\$ 2,210,354
Total OPEB Liability as a Percentage of Covered Payroll	3.74%

Notes:

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

Changes of Benefit Terms. There was no change in the retirees' share of health insurance premiums.

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the trend rate each period. The following are the trend rates used in each period:

<u>Fiscal Year</u>	<u>HMO</u>	<u>PPO</u>
2020	6.60%	7.10%
2021	6.45%	6.91%
2022	6.30%	6.73%
2023	6.15%	6.54%
2024	6.00%	6.36%
2025	5.85%	6.17%
2026	5.70%	5.99%
2027	5.55%	5.80%
2028	5.40%	5.61%
2029	5.25%	5.43%
Subsequent	4.50% - 5.10%	4.50% - 5.24%

In 2019, there was no change in the healthcare trend rates from the prior year.

VILLAGE OF MONEE, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 987,000	987,000	1,136,694	149,694
Other Taxes	2,709,200	2,709,200	2,636,998	(72,202)
Licenses and Permits	281,300	281,300	407,239	125,939
Franchise Fees	100,000	100,000	104,487	4,487
Interest	400	400	9,353	8,953
Miscellaneous	549,300	549,300	772,344	223,044
Total Revenues	4,627,200	4,627,200	5,067,115	439,915
Expenditures				
General Government	1,552,428	1,552,428	1,376,486	(175,942)
Public Safety	2,284,753	2,284,753	2,275,652	(9,101)
Health and Sanitation	568,000	568,000	544,773	(23,227)
Highways and Streets	133,100	133,100	168,479	35,379
Culture and Recreation	196,300	196,300	154,490	(41,810)
Capital Outlay	148,500	148,500	180,220	31,720
Total Expenditures	4,883,081	4,883,081	4,700,100	(182,981)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(255,881)	(255,881)	367,015	622,896
Other Financing Sources (Uses)				
Disposal of Capital Assets	-	-	78,250	78,250
Transfers In	-	-	1,154,255	1,154,255
Transfers Out	-	-	(353,065)	(353,065)
	-	-	879,440	879,440
Net Change In Fund Balance	(255,881)	(255,881)	1,246,455	1,502,336
Fund Balance - Beginning as Restated			4,131,320	
Fund Balance - Ending			5,377,775	

VILLAGE OF MONEE, ILLINOIS

Tax Increment Financing #3 - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 2,396,330	2,396,330	2,397,169	839
Interest	1,000	1,000	113,140	112,140
Total Revenues	<u>2,397,330</u>	<u>2,397,330</u>	<u>2,510,309</u>	<u>112,979</u>
Expenditures				
Economic Development	4,278,278	4,278,278	845,969	(3,432,309)
Debt Service				
Principal Retirement	630,000	630,000	783,792	153,792
Total Expenditures	<u>4,908,278</u>	<u>4,908,278</u>	<u>1,629,761</u>	<u>(3,278,517)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,510,948)</u>	<u>(2,510,948)</u>	880,548	3,391,496
Other Financing Sources (Uses)				
Debt Issuance	-	-	87,587	87,587
Transfers In	-	-	4,338,099	4,338,099
Transfers Out	-	-	(2,000,000)	(2,000,000)
	<u>-</u>	<u>-</u>	<u>2,425,686</u>	<u>2,425,686</u>
Net Change in Fund Balance	<u>(2,510,948)</u>	<u>(2,510,948)</u>	3,306,234	<u>5,817,182</u>
Fund Balance - Beginning			<u>-</u>	
Fund Balance - Ending			<u>3,306,234</u>	

VILLAGE OF MONEE, ILLINOIS

Tax Increment Financing #4 - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 20,455	20,455	17,624	(2,831)
Interest	-	-	44	44
Total Revenues	20,455	20,455	17,668	(2,787)
Expenditures				
Economic Development	1,055,000	1,055,000	202,595	(852,405)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,034,545)	(1,034,545)	(184,927)	849,618
Other Financing Sources				
Transfers In	-	-	222,321	222,321
Net Change in Fund Balance	<u>(1,034,545)</u>	<u>(1,034,545)</u>	37,394	<u>1,071,939</u>
Fund Balance - Beginning			<u>-</u>	
Fund Balance - Ending			<u>37,394</u>	

VILLAGE OF MONEE, ILLINOIS

Tax Increment Financing #5 - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 1,081,283	1,081,283	1,080,964	(319)
Interest	-	-	501	501
Total Revenues	<u>1,081,283</u>	<u>1,081,283</u>	<u>1,081,465</u>	<u>182</u>
Expenditures				
Economic Development	<u>1,081,283</u>	<u>1,081,283</u>	<u>96,039</u>	<u>(985,244)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	985,426	985,426
Other Financing Sources				
Transfers In	<u>-</u>	<u>-</u>	<u>3,666,612</u>	<u>3,666,612</u>
Net Change in Fund Balance	<u><u>-</u></u>	<u><u>-</u></u>	<u>4,652,038</u>	<u>4,652,038</u>
Fund Balance - Beginning			<u>-</u>	
Fund Balance - Ending			<u>4,652,038</u>	

VILLAGE OF MONEE, ILLINOIS

Liability Insurance Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 200,000	200,000	205,346	5,346
Miscellaneous	-	-	25,755	25,755
Total Revenues	<u>200,000</u>	<u>200,000</u>	231,101	31,101
Expenditures				
General Government	<u>185,000</u>	<u>185,000</u>	156,543	(28,457)
Excess (Deficiency) of Revenues Over (Under) Expenditures	15,000	15,000	74,558	59,558
Other Financing (Uses)				
Transfers Out	<u>-</u>	<u>-</u>	(649,092)	(649,092)
Net Change in Fund Balance	<u>15,000</u>	<u>15,000</u>	(574,534)	<u>(589,534)</u>
Fund Balance - Beginning			<u>574,534</u>	
Fund Balance - Ending			<u>-</u>	

VILLAGE OF MONEE, ILLINOIS

Road and Bridge Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 300,000	300,000	333,556	33,556
Administrative Fees	63,000	63,000	72,161	9,161
Interest	-	-	5,601	5,601
Miscellaneous	20,644	20,644	59,088	38,444
Total Revenues	383,644	383,644	470,406	86,762
Expenditures				
Highways and Streets	455,009	455,009	563,977	108,968
Capital Outlay	226,000	226,000	447,779	221,779
Debt Service				
Principal Retirement	-	-	37,843	37,843
Interest and Fiscal Charges	-	-	2,623	2,623
Total Expenditures	681,009	681,009	1,052,222	371,213
Net Change in Fund Balance	<u>(297,365)</u>	<u>(297,365)</u>	(581,816)	<u>(284,451)</u>
Fund Balance - Beginning as Restated			<u>(1,763,905)</u>	
Fund Balance - Ending			<u>(2,345,721)</u>	

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Tax Increment Financing

The Tax Increment Financing Fund is used to account for the collective revenues from property taxes along with expenditures related to the TIF districts maintained by the Village.

Tax Increment Financing #3

The Tax Increment Financing Fund is used to account for the revenues from property taxes along with expenditures related to the TIF #3 district.

Tax Increment Financing #4

The Tax Increment Financing Fund is used to account for the revenues from property taxes along with expenditures related to the TIF #4 district.

Tax Increment Financing #5

The Tax Increment Financing Fund is used to account for the revenues from property taxes along with expenditures related to the TIF #5 district.

Liability Insurance Fund

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

Road and Bridge Fund

The Road and Bridge Fund is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies for road and bridge maintenance and improvements throughout the Village.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

SPECIAL REVENUE FUNDS – CONTINUED

Audit and Accounting Fund

The Audit and Accounting Fund is used to account for the resources and cost of the audit. Financing is provided by a specific annual property tax levy.

Illinois Municipal Retirement Fund

The Illinois Municipal Retirement Fund (IMRF) Fund is used to account for the Village's participation in the Illinois Municipal Retirement Fund. Financing is provided by a specific annual property tax levy which produces a sufficient amount to pay the Village's contributions to the fund on behalf of its employees.

EMA Fund

The EMA Fund is used to account for the support of the Monee Police Department and Public Works department in support roles. Financing is provided by a specific annual property tax levy.

Tax Increment Financing #2

The Tax Increment Financing Fund is used to account for the revenues from property taxes along with expenditures related to the TIF #2 district.

Tax Increment Financing #6

The Tax Increment Financing Fund is used to account for the revenues from property taxes along with expenditures related to the TIF #6 district.

Motor Fuel Tax Fund

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

DEBT SERVICE FUND

The Bond and Interest Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

ENTERPRISE FUNDS

Water and Sewer Fund

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

Garbage Fund

The Garbage Fund is used to account for the provision of refuse services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including but not limited to: administration, operations, maintenance, and billing and collection.

TRUST FUNDS

PENSION TRUST FUNDS

Police Pension Fund

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

VILLAGE OF MONEE, ILLINOIS

Bond and Interest Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 575,000	575,000	585,944	10,944
Interest	-	-	6,338	6,338
Total Revenues	<u>575,000</u>	<u>575,000</u>	<u>592,282</u>	<u>17,282</u>
Expenditures				
Debt Service				
Principal Retirement	435,000	435,000	385,000	(50,000)
Interest and Fiscal Charges	134,000	134,000	235,940	101,940
Total Expenditures	<u>569,000</u>	<u>569,000</u>	<u>620,940</u>	<u>51,940</u>
Net Change in Fund Balance	<u>6,000</u>	<u>6,000</u>	(28,658)	<u>(34,658)</u>
Fund Balance - Beginning			<u>638,438</u>	
Fund Balance - Ending			<u>609,780</u>	

VILLAGE OF MONEE, ILLINOIS

Nonmajor Governmental Funds - Special Revenue Funds

Combining Balance Sheet

April 30, 2019

	<u>Audit and Accounting</u>	<u>Illinois Municipal Retirement</u>
ASSETS		
Cash and Investments	\$ -	-
Receivables - Net of Allowances		
Property Taxes	-	-
Other Taxes	-	-
Due from Other Funds	-	-
	<hr/>	<hr/>
Total Assets	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES		
Accounts Payable	-	-
Due to Other Funds	-	-
Total Liabilities	<hr/>	<hr/>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	-	-
Total Liabilities and Deferred Inflows of Resources	<hr/>	<hr/>
FUND BALANCES		
Restricted	-	-
Unassigned	-	-
Total Fund Balances	<hr/>	<hr/>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<hr/> <hr/>	<hr/> <hr/>

EMA	Tax Increment Financing #2	Tax Increment Financing #6	Motor Fuel Tax	Totals
109,634	7	441	873,562	983,644
65,043	-	-	-	65,043
-	-	-	11,395	11,395
194,263	-	-	-	194,263
368,940	7	441	884,957	1,254,345
1,186	-	-	2,979	4,165
55,585	279	-	-	55,864
56,771	279	-	2,979	60,029
31,175	-	-	-	31,175
87,946	279	-	2,979	91,204
280,994	-	441	881,978	1,163,413
-	(272)	-	-	(272)
280,994	(272)	441	881,978	1,163,141
368,940	7	441	884,957	1,254,345

VILLAGE OF MONEE, ILLINOIS

Nonmajor Governmental Funds - Special Revenue Funds

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended April 30, 2019**

	Audit and Accounting	Illinois Municipal Retirement
Revenues		
Taxes	\$ 32,144	138,016
Intergovernmental	-	-
Charges for Services	-	-
Interest	-	-
Total Revenues	<u>32,144</u>	<u>138,016</u>
Expenditures		
General Government	42,480	46,058
Public Safety	-	-
Economic Development	-	-
Highways and Streets	-	-
Capital Outlay	-	-
Debt Service		
Principal Retirement	-	-
Interest and Fiscal Charges	-	-
Total Expenditures	<u>42,480</u>	<u>46,058</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(10,336)</u>	<u>91,958</u>
Other Financing Sources		
Transfers In	24,065	-
Transfers Out	-	(505,163)
	<u>24,065</u>	<u>(505,163)</u>
Net Change in Fund Balances	13,729	(413,205)
Fund Balances - Beginning as Restated	<u>(13,729)</u>	<u>413,205</u>
Fund Balances - Ending	<u>-</u>	<u>-</u>

EMA	Tax Increment Financing #2	Tax Increment Financing #6	Motor Fuel Tax	Totals
66,190	-	594	-	236,944
-	-	-	140,014	140,014
63,490	-	-	-	63,490
-	23,611	-	18,187	41,798
129,680	23,611	594	158,201	482,246
-	-	-	-	88,538
48,125	-	-	-	48,125
-	(3,326)	153	-	(3,173)
-	-	-	42,238	42,238
33,778	-	-	-	33,778
-	585,000	-	-	585,000
-	22,365	-	-	22,365
81,903	604,039	153	42,238	816,871
47,777	(580,428)	441	115,963	(334,625)
-	2,246,768	-	-	2,270,833
-	(1,666,612)	-	-	(2,171,775)
-	580,156	-	-	99,058
47,777	(272)	441	115,963	(235,567)
233,217	-	-	766,015	1,398,708
280,994	(272)	441	881,978	1,163,141

VILLAGE OF MONEE, ILLINOIS

Audit and Accounting - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes				
Property Taxes	\$ 36,500	36,500	32,144	(4,356)
Expenditures				
General Government Administration	<u>38,000</u>	<u>38,000</u>	42,480	4,480
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,500)	(1,500)	(10,336)	(8,836)
Other Financing Sources				
Transfers In		<u>-</u>	24,065	24,065
Net Change in Fund Balance	<u>(1,500)</u>	<u>(1,500)</u>	13,729	<u>15,229</u>
Fund Balance - Beginning			<u>(13,729)</u>	
Fund Balance - Ending			<u>-</u>	

VILLAGE OF MONEE, ILLINOIS

Illinois Municipal Retirement - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 132,000	132,000	138,016	6,016
Expenditures				
General Government	60,000	60,000	46,058	13,942
Excess (Deficiency) of Revenues Over (Under) Expenditures	72,000	72,000	91,958	19,958
Other Financing (Uses)				
Transfers Out	-	-	(505,163)	(505,163)
Net Change in Fund Balance	<u>72,000</u>	<u>72,000</u>	(413,205)	<u>(485,205)</u>
Fund Balance - Beginning			<u>413,205</u>	
Fund Balance - Ending			<u>-</u>	

VILLAGE OF MONEE, ILLINOIS

EMA - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 65,000	65,000	66,190	1,190
Charges for Services	33,000	33,000	63,490	30,490
Total Revenues	<u>98,000</u>	<u>98,000</u>	129,680	31,680
Expenditures				
Public Safety	67,400	67,400	48,125	(19,275)
Capital Outlay	30,600	30,600	33,778	3,178
Total Expenditures	<u>98,000</u>	<u>98,000</u>	81,903	(16,097)
Net Change in Fund Balance	<u>-</u>	<u>-</u>	47,777	<u>47,777</u>
Fund Balance - Beginning			<u>233,217</u>	
Fund Balance - Ending			<u>280,994</u>	

VILLAGE OF MONEE, ILLINOIS

Tax Increment Financing #2 - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Interest	\$ -	-	23,611	23,611
Expenditures				
Economic Development	1,900,000	1,900,000	(3,326)	(1,903,326)
Debt Service				
Principal Retirement	535,000	535,000	585,000	50,000
Interest and Fiscal Charges	20,865	20,865	22,365	1,500
Total Expenditures	2,455,865	2,455,865	604,039	(1,851,826)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,455,865)	(2,455,865)	(580,428)	1,875,437
Other Financing Sources (Uses)				
Transfers In	-	-	2,246,768	2,246,768
Transfers Out	-	-	(1,666,612)	(1,666,612)
	-	-	580,156	580,156
Net Change in Fund Balance	<u>(2,455,865)</u>	<u>(2,455,865)</u>	(272)	<u>2,455,593</u>
Fund Balance - Beginning			-	
Fund Balance - Ending			<u>(272)</u>	

VILLAGE OF MONEE, ILLINOIS

Tax Increment Financing #6 - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 593	593	594	1
Expenditures				
Economic Development	593	593	153	(440)
Net Change in Fund Balance	<u>-</u>	<u>-</u>	441	<u>441</u>
Fund Balance - Beginning			<u>-</u>	
Fund Balance - Ending			<u>441</u>	

VILLAGE OF MONEE, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental				
Motor Fuel Taxes	\$ 140,000	140,000	140,014	14
Interest	-	-	18,187	18,187
Total Revenues	<u>140,000</u>	<u>140,000</u>	<u>158,201</u>	<u>18,201</u>
Expenditures				
Highways and Streets	<u>720,000</u>	<u>720,000</u>	<u>42,238</u>	<u>677,762</u>
Net Change in Fund Balance	<u>(580,000)</u>	<u>(580,000)</u>	115,963	<u>695,963</u>
Fund Balance - Beginning as Restated			<u>766,015</u>	
Fund Balance - Ending			<u>881,978</u>	

VILLAGE OF MONEE, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Operating Revenues				
Charges for Services	\$ 1,639,605	1,639,605	1,799,990	160,385
Late Fees and Other Miscellaneous Income	229,946	229,946	243,032	13,086
Total Operating Revenues	<u>1,869,551</u>	<u>1,869,551</u>	<u>2,043,022</u>	<u>173,471</u>
Operating Expenses				
Operations				
Water	1,403,532	1,403,532	433,739	969,793
Sewer	1,223,000	1,223,000	841,717	381,283
Depreciation	-	-	313,785	(313,785)
Total Operating Expenses	<u>2,626,532</u>	<u>2,626,532</u>	<u>1,589,241</u>	<u>1,037,291</u>
Operating Income Before Transfers	(756,981)	(756,981)	453,781	1,210,762
Transfers In	-	-	329,000	329,000
Change in Net Position	<u>(756,981)</u>	<u>(756,981)</u>	782,781	<u>1,539,762</u>
Net Position - Beginning as Restated			<u>5,789,283</u>	
Net Position - Ending			<u><u>6,572,064</u></u>	

VILLAGE OF MONEE, ILLINOIS

Garbage - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2019**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Operating Revenues				
Charges for Services	\$ 430,000	430,000	438,935	8,935
Operating Expenses				
Contracted Services	430,000	430,000	409,885	20,115
Operating Income	-	-	29,050	29,050
Nonoperating Revenues				
Interest Income	-	-	580	580
Change in Net Position	<u>-</u>	<u>-</u>	29,630	<u>29,630</u>
Net Position - Beginning as Restated			<u>237,183</u>	
Net Position - Ending			<u>266,813</u>	

SUPPLEMENTAL SCHEDULES

VILLAGE OF MONEE, ILLINOIS

Long-Term Debt Requirements

General Obligation Refunding Bonds of 2010

April 30, 2019

Date of Issue	November 11, 2010
Date of Maturity	December 1, 2022
Authorized Issue	\$2,050,000
Interest Rates	0.85% - 3.40%
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago Chicago, IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2020	\$ 80,000	11,360	91,360
2021	80,000	8,640	88,640
2022	85,000	5,920	90,920
2023	75,000	2,775	77,775
	<u>320,000</u>	<u>28,695</u>	<u>348,695</u>

VILLAGE OF MONEE, ILLINOIS

Long-Term Debt Requirements

General Obligation Bonds of 2015

April 30, 2019

Date of Issue	April 6, 2015
Date of Maturity	December 1, 2034
Authorized Issue	\$6,555,000
Interest Rates	2.00% - 4.00%
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago Chicago, IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2020	\$ 275,000	209,575	484,575
2021	280,000	204,075	484,075
2022	290,000	195,675	485,675
2023	300,000	186,975	486,975
2024	310,000	177,975	487,975
2025	320,000	168,675	488,675
2026	335,000	155,875	490,875
2027	345,000	142,475	487,475
2028	360,000	130,400	490,400
2029	370,000	117,800	487,800
2030	385,000	103,000	488,000
2031	405,000	87,600	492,600
2032	420,000	71,400	491,400
2033	435,000	54,600	489,600
2034	455,000	37,200	492,200
2035	475,000	19,000	494,000
	<u>5,760,000</u>	<u>2,062,300</u>	<u>7,822,300</u>

VILLAGE OF MONEE, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2016

April 30, 2019

Date of Issue	July 29, 2016
Date of Maturity	July 29, 2021
Authorized Issue	\$191,255
Interest Rates	1.04%
Principal Maturity Date	Semi-Annually
Payable at	PNC Equipment Finance

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		Totals
	Principal	Interest	
2020	\$ 38,631	1,835	40,466
2021	39,437	1,029	40,466
2022	20,025	209	20,234
	<u>98,093</u>	<u>3,073</u>	<u>101,166</u>

VILLAGE OF MONEE, ILLINOIS

**Schedule of Tax Data - Last Ten Tax Levy Years
April 30, 2019**

	2009	2010	2011	2012
Assessed Valuation	\$ 122,529,977	115,019,096	104,464,859	92,120,593
Tax Rates by Fund				
General	*	*	*	0.5555
Police Protection	*	*	*	0.0804
Civil Defence	*	*	*	0.0132
Audit	*	*	*	0.0326
Social Security	*	*	*	0.0543
IMRF	*	*	*	0.0815
Street - Bridge	*	*	*	0.1323
Workers Comp	*	*	*	0.2090
Unemployment Insurance	*	*	*	0.0074
Police Pension	*	*	*	0.1683
Bond and Interest	*	*	*	0.2018
Total Tax Rates	1.1561	1.2321	1.3543	1.5363
Total Tax Extensions	1,416,569	1,417,150	1,414,768	1,415,249
Total Collections	1,382,287	1,413,117	1,398,863	1,410,312
Percent Collected	97.58%	99.72%	98.88%	99.65%

*Detailed information not available

2013	2014	2015	2016	2017	2018
84,279,761	81,817,958	82,267,794	87,798,909	104,626,315	108,404,666
0.6072	0.6255	0.6177	0.5788	0.5747	0.6319
0.0879	0.0905	0.0900	0.0843	0.0708	0.0683
0.0144	0.0543	0.0791	0.0741	0.0622	0.0600
0.0434	0.0447	0.0444	0.0359	0.0302	0.0291
0.0594	0.0612	0.0608	0.0570	0.0478	0.0462
0.1014	0.1241	0.1039	0.0973	0.0817	0.0788
0.1446	0.1489	0.2089	0.1957	0.1643	0.1585
0.2374	0.2445	0.2432	0.2108	0.1769	0.1707
0.0081	0.0084	0.0205	0.0192	0.0161	0.0155
0.2279	0.2545	0.2614	0.3471	0.3797	0.5275
0.2174	0.2263	0.8305	0.6519	0.5827	0.3665
1.7491	1.8829	2.5604	2.3521	2.1871	2.1530
1,474,137	1,540,550	2,106,385	2,065,118	2,288,282	2,333,952
1,472,137	1,530,122	2,091,232	2,050,693	2,275,611	1,215,309
99.86%	99.32%	99.28%	99.30%	99.45%	52.07%