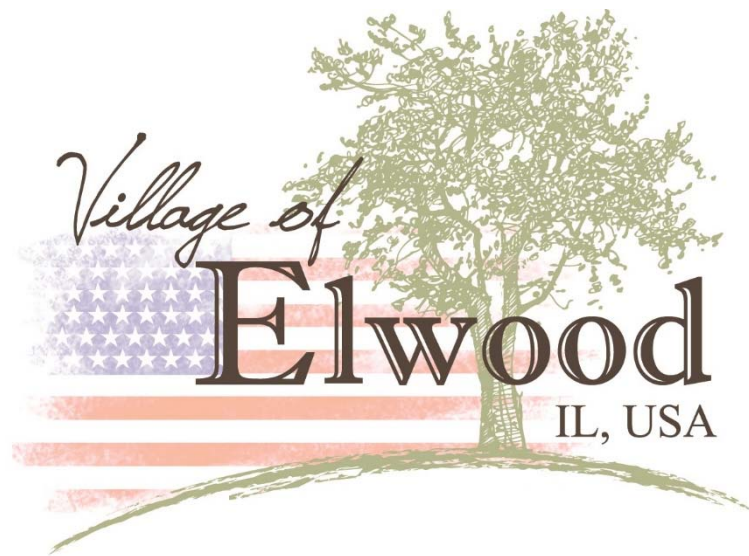


VILLAGE OF ELWOOD, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2020

VILLAGE OF ELWOOD, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
APRIL 30, 2020**

Prepared by Finance Department:

Roberta Day
Finance Director

VILLAGE OF ELWOOD, ILLINOIS

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VILLAGE OF ELWOOD, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Elwood, Illinois including:

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

VILLAGE OF ELWOOD, ILLINOIS

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

May 1, 2019 – April 30, 2020

VILLAGE PRESIDENT

Doug Jenco

VILLAGE BOARD OF TRUSTEES

Joe Berscheid

Tricia Maas

Jodie Bertucci

Ron Schmidt

Darryl Lab

Michael Varman

VILLAGE CLERK

Julie Friebele

DEPARTMENT HEADS

Village Administrator

Julie Friebele

Chief of Police

Fred Hayes

Finance Director

Roberta Day

Superintendent of Public Works

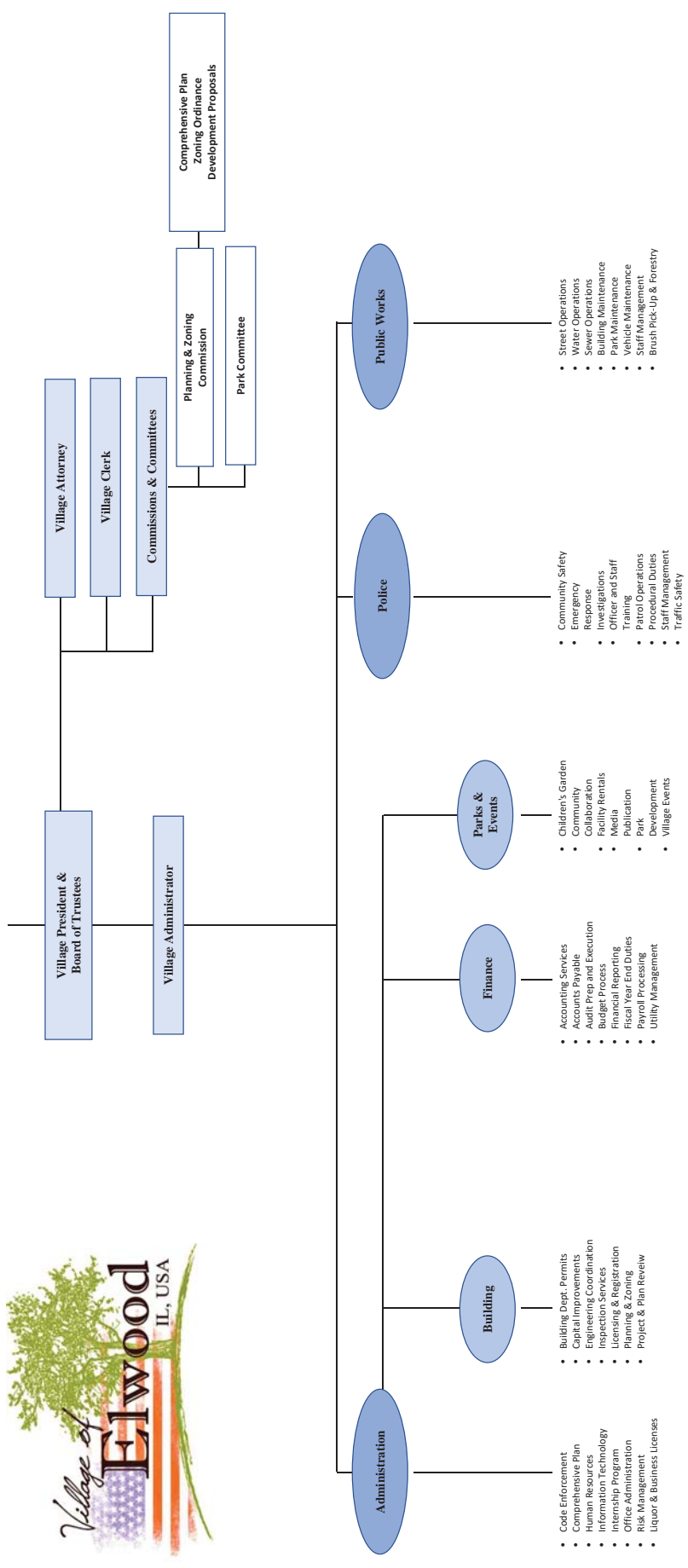
Larry Lohmar

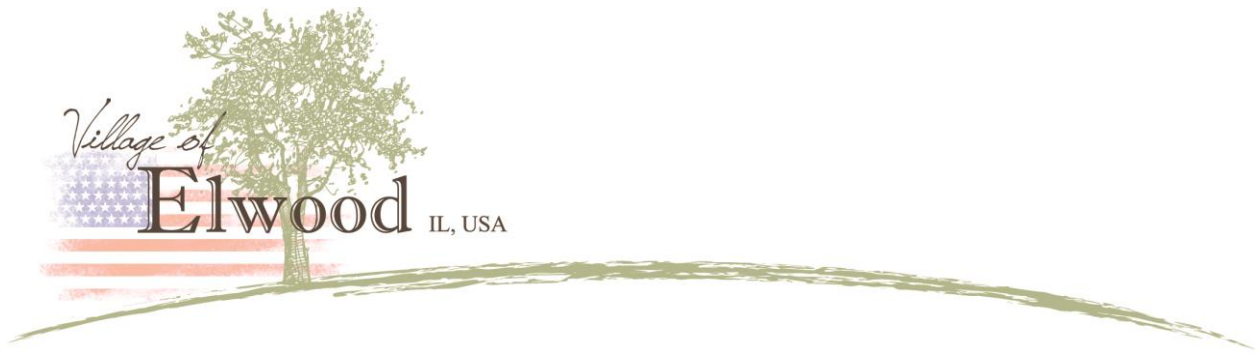


Village of Elwood Organizational Chart

Department Overview and Breakdown

Village of Elwood Residents & Businesses





October 1, 2020

To the Citizens of the Village of Elwood:

We submit to you the Comprehensive Annual Financial Report of the Village of Elwood for the fiscal year ended April 30, 2020. The responsibility for the accuracy of the data and the completeness and fairness of the presentation, including disclosures, rests with the Village of Elwood, Administrative Department. To the best of our knowledge, the enclosed data is accurate in all material respects and gives an accurate representation of the financial position and results of operations of the various funds of the Village. All disclosures necessary to enable the reader to understand funds and account groups of the Village are included. All disclosures necessary to enable the reader to gain the maximum understanding of the Village's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and is meant to be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

The Village provides a full range of services. These services include:

- Administration
- Legal
- Community development
- Police protection
- Construction and maintenance of roads, streets, and infrastructure
- Water distribution
- Wastewater treatment

GOVERNMENTAL STRUCTURE, ECONOMIC CONDITION, AND OUTLOOK

The Village is located in the western portion of Will County, which is ranked as one of the top growth areas in the nation. It is located approximately thirty-five miles southwest of Chicago within minutes of I-55 and I-80. The Village is home to the largest intermodal/industrial facility in the country. The Village operates under the Village Board-Trustee form of government which consists of a Village President and a six-member Board of Trustees. Board members are elected to a four-year staggering term and the Village President is elected to a four-year term. The Village Board sets policies, adopts ordinances and resolutions, adopts the annual operating budget and approves all expenditures. The Village Administrator is appointed by the Village Board and is responsible for carrying out the policies and ordinances of the Village and oversees the daily operations with the cooperation of the Village's department heads. Our current population is 2,279 and the Village anticipates a minimal increase from the results of the 2020 Census. The Village adopted its general operating budget for the fiscal year 2020 to include revenues and expenditures that would result in a breakeven ending balance. The Village continues to use a conservative and responsible approach in our budgeting process, which has resulted in financial stability.

LONG-TERM FINANCIAL PLANNING

The Village has a 5-year capital improvement plan, each budget cycle the Village reviews its capital improvement needs and adjusts the plan accordingly.

MAJOR INITIATIVES

The Village began construction on the intersection at St. Louis Street and Route 53, providing safety improvement when entering and exiting the Village roadways. The SCADA system upgrades continue for the 3rd year, we have installed approximately 8000 feet of fiber optic lines. These fiber optic lines provide enhanced communication and will continue in the future as funds are available. The Village also, as part of the Jackson Generation project, has reactivated Well 8, install a pump house to hold all controls, laid a 16-inch water main to connect Well 8 with the water treatment plant, and added a generator to continue providing water services in emergencies. As part of our 2019-20 Capital Budget, the Village resurfaced 1,868 feet of Elwood International Port Road in the Deer Run Industrial.

FINANCIAL INFORMATION

Management of the Village is responsible for establishing and maintaining an internal control structure. This structure is designed to ensure that the assets of the Village are protected from loss, theft, or misuse. It is also designed to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

The Village's accounting records for governmental funds are maintained on a modified accrual basis, which means revenues are recorded when they become measurable and available and expenditures are recorded when the fund liability is incurred. Accounting records for the Village's enterprise funds are maintained on a full accrual basis.

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

BUDGETING CONTROLS

Also, the Village maintains budgetary controls. The objective of the budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Village Board. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Enterprise Funds, and Tax Increment Financing Funds are included in the annual operating budget. Project length financial plans are prepared for the Capital Projects Funds and are published in a separate document. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established at the individual fund level.

As demonstrated by the statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management.

ILLINOIS MUNICIPAL RETIREMENT FUND

The Illinois Municipal Retirement Fund (IMRF) level of funding by the Village has always been 100% of the required employer rate that is adjusted yearly by IMRF. The rate for the calendar year 2020 is 6.90% of payroll for qualifying employees.

INDEPENDENT AUDIT

State statute requires an annual audit by independent certified public accountants. The Village selected the accounting firm of Lauterbach & Amen, LLP. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules are included in the financial section of this report.

AWARDS

The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to governmental entities for their Comprehensive Annual Financial Report (CAFR) for each fiscal year. To be awarded a Certificate of Achievement, the Village must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles, applicable legal requirements, and could not be accomplished without the efficient and dedicated services of the Finance Department. The Village received this award for the past fourteen years.

A Certificate of Achievement is valid for one year only. We believe that our current Comprehensive Annual Financial Report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

ACKNOWLEDGMENTS

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire administrative staff. Each member has our sincere appreciation for the contributions made in preparation for this report.

Also, the Village wishes to recognize the staff of the firm of Lauterbach & Amen, LLP whose professionalism and cooperation are sincerely appreciated. In closing, we would like to thank the members of the Board of Trustees for their interest and support in planning and conducting the financial operations

of the Village in a responsible and progressive manner. Without their leadership and ongoing support, preparation of this report would not have been possible.

Sincerely,

A handwritten signature in black ink, appearing to read "Julie Friebele", written over a horizontal line.

Julie Friebele
Village Administrator



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Village of Elwood
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2019

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

October 1, 2020

The Honorable Village President
Members of the Board of Trustees
Village of Elwood, 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 Elwood, Illinois, as of and for the year ended April 30, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Elwood, Illinois, as of April 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

Our discussion and analysis of the Village of Elwood's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2020. Please read it in conjunction with the transmittal letter that begins on page 3 and the Village's financial statements, which begin on page 25.

FINANCIAL HIGHLIGHTS

- **Excluding all TIF related activity**, the Village reported an **increase in net position of \$1,012,808** for the governmental activities.
 - Total liabilities/deferred inflows decreased \$206,890 due primarily to a decrease of overall accounts payable for the Village.
 - Total assets/deferred outflows increased \$805,918, resulting in the overall \$1,012,808 increase to net position for the governmental activities.
- Net position for the business-type activities decreased \$529,543.

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 25 - 28) provide information about the activities of the Village of Elwood as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 29. 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 of Elwood's operation in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village of Elwood's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 25 - 28 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 non-financial factors, such as changes in the Village's property tax base and the condition of the Village's roads, is needed to assess the overall health of the Village of Elwood.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements – Continued

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

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, public works, and parks and recreation. The business-type activities of the Village include water, 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 of Elwood, 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 two categories: governmental funds and proprietary 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.

The Village of Elwood maintains five 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, Debt Service Fund, Deer Run TIF Fund, and the Capital Construction Bond Fund, all of which are considered major funds. Motor Fuel Tax Fund is the Village's only nonmajor fund.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

USING THIS ANNUAL REPORT - Continued

Fund Financial Statements - Continued

Governmental Funds – Continued

The Village of Elwood 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 29 - 34 of this report.

Proprietary Funds

The Village maintains one type of proprietary fund, 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 water and sewer, and garbage 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 and the Garbage Fund. The Water and Sewer Fund is considered to be a major proprietary fund of the Village, while the Garbage Fund is considered to be a nonmajor fund. The basic proprietary fund financial statements can be found on pages 35 - 38 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 39 - 63 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 and other postemployment benefit obligation, as well as the budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 64 - 67 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 the pension. Combining and individual fund statements and schedules can be found on pages 68 - 75 of this report.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Government-Wide Activities Excluding TIF Activity

The repayment of the TIF related long-term liabilities are secured solely by the incremental taxes received within the Tax Increment Financing District of the Village. As such, it is important to remove the TIF related activity from the Village's entity-wide statements to reflect true Village operations. The following table provides the breakdown of net position for the Village excluding all TIF related activities:

	Net Position - Excluding TIF Related Activity					
	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
Current and Other Assets	\$ 14,547,326	12,621,166	(3,995,543)	(3,823,278)	10,551,783	8,797,888
Capital Assets	29,546,963	30,534,757	16,584,224	16,887,902	46,131,187	47,422,659
Total Assets	44,094,289	43,155,923	12,588,681	13,064,624	56,682,970	56,220,547
Deferred Outflows	178,305	310,753	18,038	37,883	196,343	348,636
Total Assets/Deferred Outflows	44,272,594	43,466,676	12,606,719	13,102,507	56,879,313	56,569,183
Long-Term Debt Outstanding	16,297,238	15,116,215	3,885,923	8,611,487	20,183,161	23,727,702
Other Liabilities	607,609	2,073,541	6,697,760	2,092,505	7,305,369	4,166,046
Total Liabilities	16,904,847	17,189,756	10,583,683	10,703,992	27,488,530	27,893,748
Deferred Inflows	632,367	554,348	23,711	21,730	656,078	576,078
Total Liabilities/Deferred Inflows	17,537,214	17,744,104	10,607,394	10,725,722	28,144,608	28,469,826
Net Position						
Net Investment in Capital Assets	13,231,893	14,076,850	9,581,967	9,687,958	22,813,860	23,764,808
Restricted	2,170,096	2,152,162	-	-	2,170,096	2,152,162
Unrestricted (Deficit)	11,333,391	9,493,560	(7,582,642)	(7,311,173)	3,750,749	2,182,387
Total Net Position	26,735,380	25,722,572	1,999,325	2,376,785	28,734,705	28,099,357

By far the largest portion of the Village of Elwood's net position reflects its investment in capital assets of \$22.8 million (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Village of Elwood uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Elwood'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. The Village's net investment in capital assets decreased \$950,948 primarily as a result of various capital improvements being less than the depreciation expense for the year.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Excluding TIF Activity – Continued

An additional portion or \$2.2 million of the Village of Elwood's net position represents resources that are subject to external restrictions on how they may be used, including restrictions for the use of motor fuel tax allotments and special service area taxes.

The following table provides the breakdown of changes in net position for the Village excluding all TIF related activities:

	Changes in Net Position - Excluding TIF Related Activity					
	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
Revenues						
Program Revenues						
Charges for Services	\$ 4,926,104	4,820,112	950,661	1,073,747	5,876,765	5,893,859
Operating Grants/Contrib.	121,746	87,549	-	-	121,746	87,549
Capital Grants/Contrib.	-	174,175	-	-	-	174,175
General Revenues						
Property Taxes	1,416,363	1,397,134	-	-	1,416,363	1,397,134
Utility Taxes	368,319	415,854	-	-	368,319	415,854
Sales Taxes	140,086	102,162	-	-	140,086	102,162
Income Taxes	321,371	199,120	-	-	321,371	199,120
Other General Revenues	232,931	215,627	8,437	6,505	241,368	222,132
Total Revenues	7,526,920	7,411,733	959,098	1,080,252	8,486,018	8,491,985
Expenses						
General Government	3,858,555	3,984,313	-	-	3,858,555	3,984,313
Public Safety	1,795,745	1,620,641	-	-	1,795,745	1,620,641
Public Works	755,994	746,377	-	-	755,994	746,377
Parks and Recreation	-	-	-	-	-	-
Interest on Long-Term Debt	103,818	179,472	-	-	103,818	179,472
Water and Sewer	-	-	1,488,641	2,099,267	1,488,641	2,099,267
Total Expenses	6,514,112	6,530,803	1,488,641	2,099,267	8,002,753	8,630,070
Change in Net Position	1,012,808	880,930	(529,543)	(1,019,015)	483,265	(138,085)
Net Position-Beginning as Restated	25,722,572	24,841,642	2,528,868	3,395,800	28,251,440	28,237,442
Net Position-Ending	26,735,380	25,722,572	1,999,325	2,376,785	28,734,705	28,099,357

VILLAGE OF ELWOOD, ILLINOIS

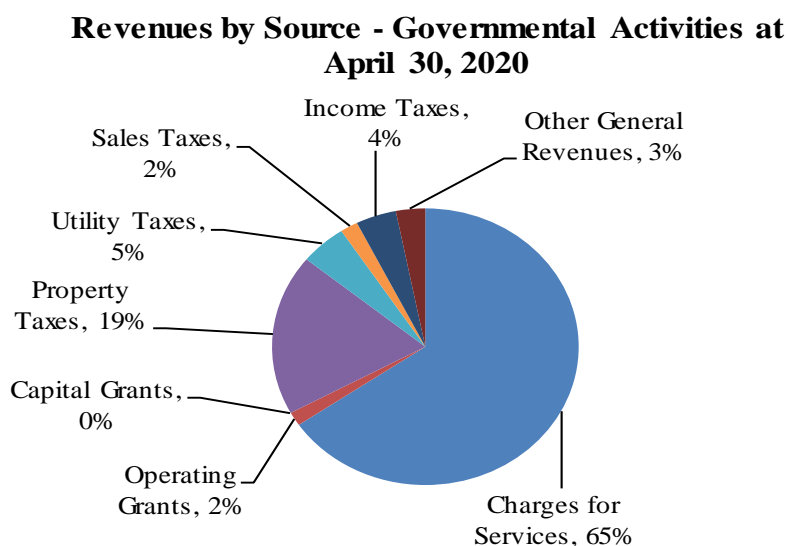
Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Excluding TIF Activity – Continued

In removing all TIF related activity from the entity-wide statements, including capital assets, long-term debt, TIF incremental property taxes, etc. the Village is able to analyze true operational net position and changes in net position. **Excluding the TIF activity, the Village reported an increase to governmental activities net position of \$1,012,808** primarily as the result of a decrease in interest expense and general government. Furthermore, as reflected on page 13, **the Village was able to report positive balances for all categories of net position for the governmental activities for the years ended April 30, 2020 and April 30, 2019.**

Revenues for governmental and business-type activities were \$8.5 million for the year, with the largest portion of revenue coming from charges for services (\$5.9 million). Revenues for the year decreased \$5,967, which includes an increase of \$115,187 for governmental activities and a decrease of \$121,154 for the business-type activities. In 2020 the business-type activities reported a decrease in the net position of \$529,543 due to increased depreciation and interest costs. Total business-type activities expenses for the year were \$1.5 million, reflecting a 29.1 percent decrease from the prior year. The Village Board and management worked diligently during the year to maintain costs in light of the still recovering economy. The Village reported a \$483,265 increase to total net position for the year. This is in comparison to an decrease of \$138,085 in the prior year. The following chart shows the diversification of the Village's revenue sources for the year ended April 30, 2020:



VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village of Elwood, liabilities/deferred inflows exceeded assets/deferred outflows by \$100.9 million due in large part to the current year accretion expense of \$9,478,846 on the capital appreciation bonds and total outstanding accretion of \$56,678,041. The following table represents the activity of the Village including all TIF related activity:

	Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
Current and Other Assets	\$ 29,523,092	27,455,708	(3,995,543)	(3,823,278)	25,527,549	23,632,430
Capital Assets	108,248,154	111,484,553	16,584,224	16,887,902	124,832,378	128,372,455
Total Assets	137,771,246	138,940,261	12,588,681	13,064,624	150,359,927	152,004,885
Deferred Outflows	178,305	310,753	18,038	37,883	196,343	348,636
Total Assets/Deferred Outflows	137,949,551	139,251,014	12,606,719	13,102,507	150,556,270	152,353,521
Long-Term Debt Outstanding	78,723,142	91,325,051	3,885,923	8,611,487	82,609,065	99,936,538
Other Liabilities	151,272,377	139,925,920	6,697,760	2,092,505	157,970,137	142,018,425
Total Liabilities	229,995,519	231,250,971	10,583,683	10,703,992	240,579,202	241,954,963
Deferred Inflows	10,817,137	10,713,152	23,711	21,730	10,840,848	10,734,882
Total Liabilities/Deferred Inflows	240,812,656	241,964,123	10,607,394	10,725,722	251,420,050	252,689,845
Net Position						
Net Investment in Capital Assets	63,655,607	48,878,874	9,581,967	9,687,958	73,237,574	58,566,832
Restricted	2,170,096	2,152,162	-	-	2,170,096	2,152,162
Unrestricted (Deficit)	(168,688,808)	(153,744,145)	(7,582,642)	(7,311,173)	(176,271,450)	(161,055,318)
Total Net Position	(102,863,105)	(102,713,109)	1,999,325	2,376,785	(100,863,780)	(100,336,324)

By far the largest portion of the Village of Elwood's net position reflects its investment in capital assets of \$73.2 million (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Village of Elwood uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Elwood'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. The Village's net investment in capital assets increased \$14,670,742 as a result of debt retirements of \$18,195,058 on long-term debt, offset by \$886,818 in additions to capital assets and depreciation expense of \$4,578,978. Unrestricted net position decreased \$15,216,132 due primarily to accretion expense, particularly on the TIF related debt.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

An additional portion or \$2.2 million of the Village of Elwood's net position represents resources that are subject to external restrictions on how they may be used, including restrictions for the use of motor fuel tax allotments. The following table represents the activity of the Village including all TIF related activity:

	Changes in Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
Revenues						
Program Revenues						
Charges for Services	\$ 4,926,104	4,820,112	950,661	1,073,747	5,876,765	5,893,859
Operating Grants/Contrib.	121,746	87,549	-	-	121,746	87,549
Capital Grants/Contrib.	-	174,175	-	-	-	174,175
General Revenues						
Property Taxes	11,304,489	11,260,050	-	-	11,304,489	11,260,050
Utility Taxes	368,319	415,854	-	-	368,319	415,854
Sales Taxes	140,086	102,162	-	-	140,086	102,162
Income Taxes	321,371	306,280	-	-	321,371	306,280
Other General Revenues	322,968	215,627	8,437	6,505	331,405	222,132
Total Revenues	17,505,083	17,381,809	959,098	1,080,252	18,464,181	18,462,061
Expenses:						
General Government	5,538,750	5,753,887	-	-	5,538,750	5,753,887
Public Safety	1,795,745	1,620,641	-	-	1,795,745	1,620,641
Public Works	755,994	746,377	-	-	755,994	746,377
Interest on Long-Term Debt	9,564,590	11,204,592	-	-	9,564,590	11,204,592
Water and Sewer	-	-	1,488,641	2,099,267	1,488,641	2,099,267
Total Expenses	17,655,079	19,325,497	1,488,641	2,099,267	19,143,720	21,424,764
Change in Net Position	(149,996)	(1,943,688)	(529,543)	(1,019,015)	(679,539)	(2,962,703)
Net Position-Beginning as Restated	(102,713,109)	(100,769,421)	2,528,868	3,395,800	(100,184,241)	(97,373,621)
Net Position-Ending	(102,863,105)	(102,713,109)	1,999,325	2,376,785	(100,863,780)	(100,336,324)

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

Net position of the Village of Elwood's governmental activities decreased by \$149,996 (negative \$102.9 million compared to negative \$102.7 million). This deficit arose primarily due to the current year accretion on the Capital Appreciation Bonds outstanding amounting to \$9,478,846 and depreciation expense of \$4,005,089, which was offset by long-term debt retirements of \$27,473,904.

Net position of business-type activities decreased by \$529,543 (\$2.0 million compared to \$2.5 million) due to depreciation of \$573,889 and interest costs. The Village of Elwood generally can only use this net position to finance the continuing operations of the utility operations.

Governmental Activities

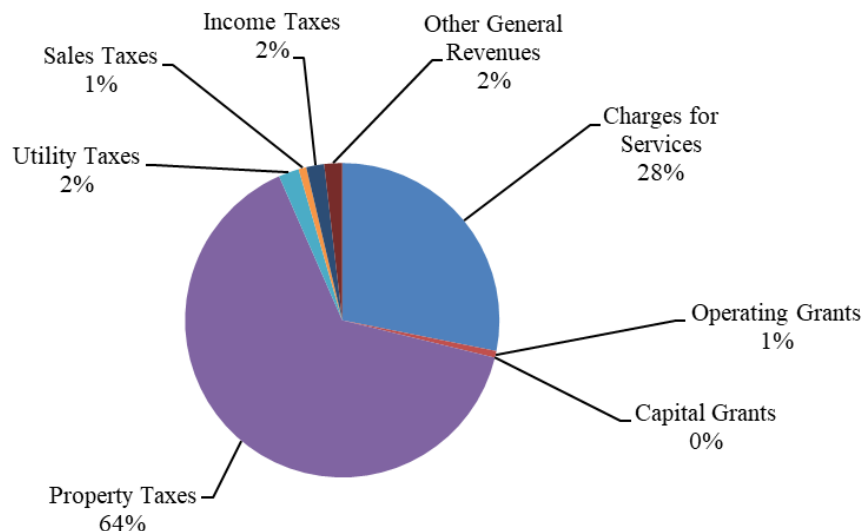
Revenues for governmental activities were \$17.5 million for the year, with the largest portion of revenue coming from property taxes (\$11.3 million), 87.5% of which is collected for the retirement of the TIF bonds. Total expenses for the year were \$17.7 million with the largest portion coming from the interest expense on long-term (TIF) debt (\$9.6 million).

Revenues for governmental activities increased \$123,274, or 0.7%. Major highlights of the changes in revenues include:

- Grants totaled \$121,746 at April 30, 2020, a decrease of \$139,978.
- Charges for services increased \$105,992.

Expenses for governmental activities decreased from the prior year. Total expenses in FY2019 were \$19.3 million, while expenses for FY2020 were \$17.7 million, reflecting a \$1,670,418 decrease.

Revenues by Source - Governmental Activities at April 30, 2020



VILLAGE OF ELWOOD, ILLINOIS

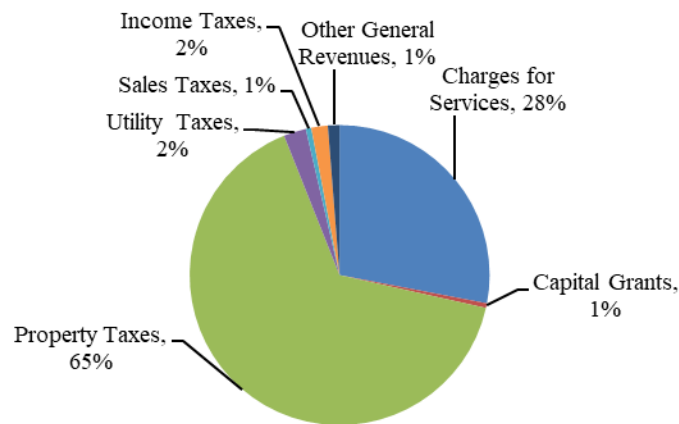
Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

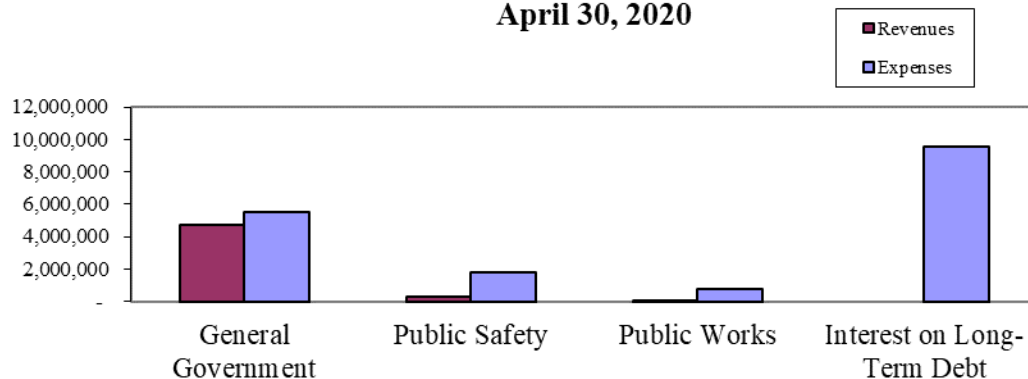
Governmental Activities – Continued

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



The 'Revenues by Source' Tables graphically depict the major revenue sources of the Village of Elwood for 2020 and 2019. It depicts very clearly the reliance of property taxes "87.5% from the TIF district" to fund governmental activities. It also clearly identifies the minor percentage the Village receives from sales taxes (1%). Under the Board's leadership and the cooperation of the industrial park, there continues to be an effort to develop and expand the TIF District and develop capital infrastructure improvements to assist in that effort.

**Expenses and Program Revenues - Governmental Activities at
April 30, 2020**



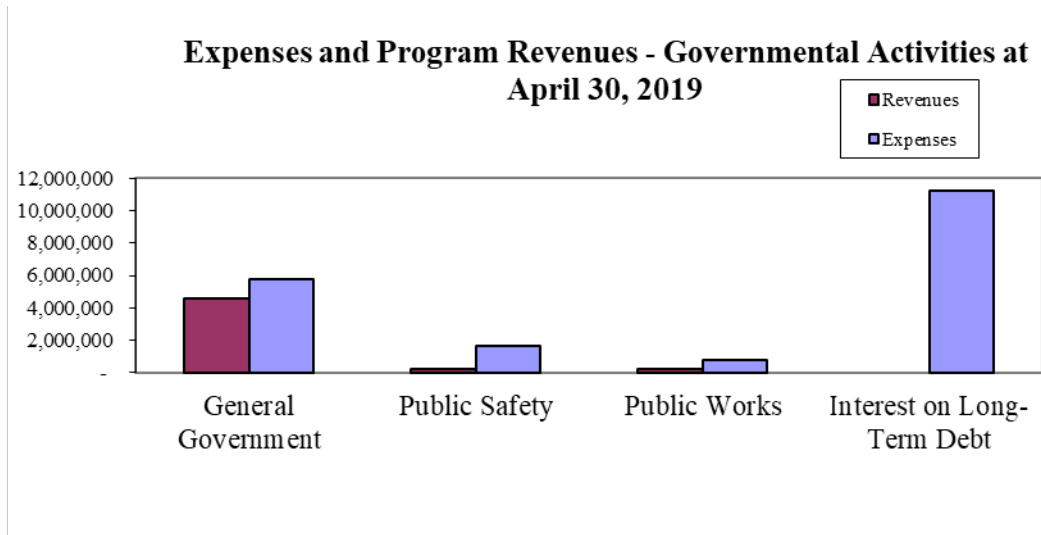
VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

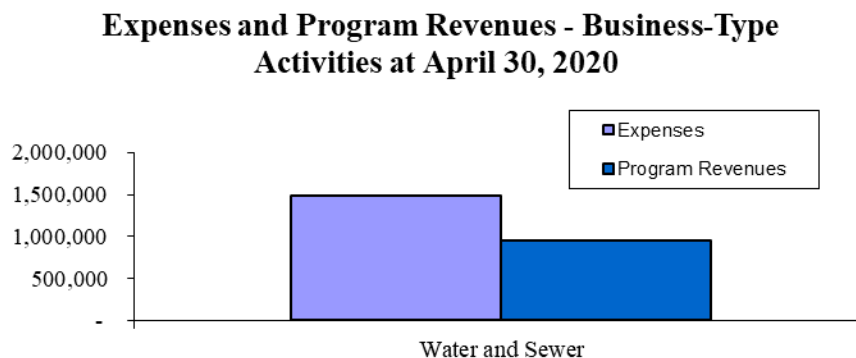
Governmental Activities – Continued



The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues. From the table, it can be noted that the general government function has enough revenues to meet program expenses.

Business-Type Activities

Total revenues of the Village's business-type activities were \$959,098, while expenses were \$1.5 million, resulting in a decrease in net position at the end of the year. The table below compares program revenues and expenses for the Water and Sewer Fund.



VILLAGE OF ELWOOD, ILLINOIS

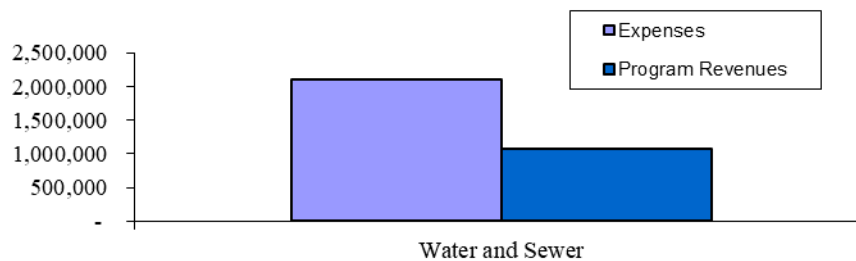
Management's Discussion and Analysis April 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Government-Wide Activities Including TIF Activity – Continued

Business-Type Activities – Continued

**Expenses and Program Revenues - Business-Type
Activities at April 30, 2019**



The above graphs compare program revenues to expenses for water and sewer operations, and garbage operations. From the tables it can be noted that the Garbage function is charging the appropriate service charge to cover the garbage expenses.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

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

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of a deficit of \$109,655,293, which is \$14,890,113 less than the prior year governmental fund balances deficit of \$94,765,180. **Excluding the Deer Run TIF Fund, the governmental funds would have reported a \$1,876,307 increase to fund balances.** A deficit of \$16,766,420 in the Deer Run TIF Fund due to TIF debt retirements exceeding the incremental property taxes collected during the year contributed to the total decrease in fund balance.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Governmental Funds – Continued

The Village spent \$1,013,728 in the Capital Construction Bond Fund. Although these and other capital expenditures reduce available fund balances, they create new assets as reported in the Statement of Net Position and as discussed in Note 3 to the financial statements.

Proprietary Funds

The Village of Elwood'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. This fund accounts for all of the operations of the municipal water and sewer system. Water and Sewer fees are charged to all municipal customers at a combined flat rate of \$46.90 for the first 2,000 gallons and \$8.18 per 1,000 gallons thereafter. The spread between purchase and sale rates is intended to finance the operations of the waterworks and sewerage system, including labor costs, supplies, and infrastructure maintenance.

The Village intends to run the fund at a breakeven rate. For the FY2020 the Water and Sewer Fund reported a deficit of \$529,543, which includes \$576,202 in non-cash depreciation and amortization expense and \$312,818 in interest expense on outstanding Water and Sewer Fund debt.

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no amendments made to the General Fund budget during the year. The General Fund expenditures were \$349,949 lower than the budgeted amount of \$3,968,533, due to the general government, public safety, and public works functions coming in under budget.

The General Fund revenues were \$570,325 higher the budgeted amount of \$3,312,290, due primarily to revenues for licenses and permits coming in over budget.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village of Elwood's investment in capital assets for its governmental and business-type activities as of April 30, 2020 was \$124.8 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, roads, sidewalks, and bridges. The total decrease in the Village's investment in capital assets for the current fiscal year was \$3,692,160, which was the result of \$886,818 in additions to capital assets offset by \$4,578,978 reported for depreciation expense.

	Capital Assets - Net of Accumulated Depreciation					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
Land	\$ 3,458,233	3,458,233	1,939,500	1,939,500	5,397,733	5,397,733
Construction in Progress	368,219	217,719	-	152,083	368,219	369,802
Buildings and Improvements	4,491,960	4,411,770	6,896,516	7,219,031	11,388,476	11,630,801
Machinery & Equipment	1,035,683	925,889	68,806	98,213	1,104,489	1,024,102
Infrastructure	98,894,059	102,470,942	7,679,402	7,631,158	106,573,461	110,102,100
Totals	108,248,154	111,484,553	16,584,224	17,039,985	124,832,378	128,524,538

This year's major additions included:

Construction in Progress	\$ 170,900
Buildings and Improvements	328,108
Machinery and Equipment	290,082
Infrastructure	97,728
	<u>886,818</u>

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

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2020

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Debt Administration

At year-end, the Village had total outstanding bonded debt of \$108.3 million as compared to \$126.5 million the previous year, resulting in a \$18.2 million decrease from the prior year. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
Village Supported Debt						
General Obligation Bonds	\$ 2,740,000	3,615,000	7,025,000	7,225,000	9,765,000	10,840,000
General Obligation Capital						
Appreciation Bonds	6,188,552	6,188,552	-	-	6,188,552	6,188,552
Accretion - General Obligation						
Capital Appreciation Bonds	7,386,518	6,654,355	-	-	7,386,518	6,654,355
Total Village Supported Debt	16,315,070	16,457,907	7,025,000	7,225,000	23,340,070	23,682,907
TIF Supported Debt						
TIF Notes Payable	35,663,995	52,802,127	-	-	35,663,995	52,802,127
Accretion - TIF Notes Payable	49,291,523	50,005,612	-	-	49,291,523	50,005,612
Total TIF Supported Debt	84,955,518	102,807,739	-	-	84,955,518	102,807,739
Totals	101,270,588	119,265,646	7,025,000	7,225,000	108,295,588	126,490,646

The Village of Elwood went through the rating process with Standard & Poor's in July 2019 and received an A+ Stable for general obligation debt. As a home-rule unit, no legal limit exists on the amount of debt that can be outstanding.

Additional information on the Village's long-term debt can be found in Note 3 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 2021 appropriation, tax rates, and fees that will be charged for its governmental and business-type activities. One of those factors is the economy. Unemployment rates remain high and it is likely that revenues will remain stagnant into the coming year. These indicators were taken into account when adopting the General Fund budget for 2021.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Elwood'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 the Finance Office, Village of Elwood, 401 E. Mississippi Avenue, Elwood, Illinois, 60421.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Fund

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 ELWOOD, ILLINOIS

Statement of Net Position

April 30, 2020

See Following Page

VILLAGE OF ELWOOD, ILLINOIS**Statement of Net Position****April 30, 2020**

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 14,556,468	-	14,556,468
Receivables - Net of Allowances	10,788,187	155,652	10,943,839
Due from Other Governments	6,759	-	6,759
Internal Balances	4,153,544	(4,153,544)	-
Prepays	18,134	2,349	20,483
Total Current Assets	29,523,092	(3,995,543)	25,527,549
Noncurrent Assets			
Capital Assets			
Nondepreciable	3,826,452	1,939,500	5,765,952
Depreciable	157,903,484	24,304,576	182,208,060
Accumulated Depreciation	(53,481,782)	(9,659,852)	(63,141,634)
Total Noncurrent Assets	108,248,154	16,584,224	124,832,378
Total Assets	137,771,246	12,588,681	150,359,927
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	178,305	18,038	196,343
Total Assets and Deferred Outflows of Resources	137,949,551	12,606,719	150,556,270

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 128,573,841	56,457	128,630,298
Accrued Payroll	21,790	2,030	23,820
Deposits Payable	-	72,657	72,657
Accrued Interest Payable	11,188	1,860,813	1,872,001
Current Portion of Long-Term Debt	22,665,558	4,705,803	27,371,361
Total Current Liabilities	151,272,377	6,697,760	157,970,137
Noncurrent Liabilities			
Unearned Tap-On Revenues	-	1,583,546	1,583,546
Compensated Absences Payable	79,394	3,211	82,605
Net Pension Liability - IMRF	18,869	1,909	20,778
General Obligation Bonds Payable	1,850,000	2,297,257	4,147,257
General Obligation Capital Appreciation Bonds Payable	6,188,552	-	6,188,552
Accretion - General Obligation Capital Appreciation Bonds Payable	8,160,422	-	8,160,422
TIF Notes Payable	16,016,687	-	16,016,687
Accretion - TIF Notes Payable	46,409,218	-	46,409,218
Total Noncurrent Liabilities	78,723,142	3,885,923	82,609,065
Total Liabilities	229,995,519	10,583,683	240,579,202
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	10,582,754	-	10,582,754
Deferred Items - IMRF	234,383	23,711	258,094
Total Deferred Inflows of Resources	10,817,137	23,711	10,840,848
Total Liabilities and Deferred Inflows of Resources	240,812,656	10,607,394	251,420,050
NET POSITION			
Net Investment in Capital Assets	63,655,607	9,581,967	73,237,574
Restricted - Highways and Streets	2,170,096	-	2,170,096
Unrestricted (Deficit)	(168,688,808)	(7,582,642)	(176,271,450)
Total Net Position	(102,863,105)	1,999,325	(100,863,780)

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

VILLAGE OF ELWOOD, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2020

		Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
	Expenses			
Primary Government				
Governmental Activities				
General Government	\$ 5,538,750	4,715,129	-	-
Public Safety	1,795,745	210,975	37,647	-
Public Works	755,994	-	84,099	-
Interest on Long-Term Debt	9,564,590	-	-	-
Total Governmental Activities	17,655,079	4,926,104	121,746	-
Business-Type Activities				
Water and Sewer	1,488,641	950,661	-	-
Total Primary Government	19,143,720	5,876,765	121,746	-

General Revenues

Taxes

Property Taxes

Utility Taxes

Home-Rule Sales Taxes

Intergovernmental - Unrestricted

Sales Taxes

Income Taxes

Interest Income

Miscellaneous

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
(823,621)	-	(823,621)
(1,547,123)	-	(1,547,123)
(671,895)	-	(671,895)
(9,564,590)	-	(9,564,590)
(12,607,229)	-	(12,607,229)
-	(537,980)	(537,980)
(12,607,229)	(537,980)	(13,145,209)
11,304,489	-	11,304,489
368,319	-	368,319
50,890	-	50,890
89,196	-	89,196
321,371	-	321,371
210,774	8,437	219,211
112,194	-	112,194
12,457,233	8,437	12,465,670
(149,996)	(529,543)	(679,539)
(102,713,109)	2,528,868	(100,184,241)
(102,863,105)	1,999,325	(100,863,780)

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

VILLAGE OF ELWOOD, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2020

	<u>General</u>
ASSETS	
Cash and Investments	\$ 3,347,862
Receivables - Net of Allowances	
Property Taxes	397,984
Accounts	149,797
Grants	-
Due from Other Governments	-
Due from Other Funds	-
Prepays	<u>18,077</u>
Total Assets	<u><u>3,913,720</u></u>
LIABILITIES	
Accounts Payable	263,942
Accrued Payroll	<u>21,790</u>
Total Liabilities	285,732
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>397,984</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>683,716</u></u>
FUND BALANCES	
Nonspendable	18,077
Restricted	-
Assigned	-
Unassigned	<u>3,211,927</u>
Total Fund Balances	<u><u>3,230,004</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>3,913,720</u></u>

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

Debt Service		Capital Projects Capital Construction Bond	Nonmajor Motor Fuel Tax	Totals
Debt Service	Deer Run TIF			
4,534	4,790,996	4,242,072	2,171,004	14,556,468
-	10,184,770	-	-	10,582,754
-	-	-	-	149,797
-	-	55,636	-	55,636
-	-	-	6,759	6,759
-	-	4,153,544	-	4,153,544
-	-	57	-	18,134
4,534	14,975,766	8,451,309	2,177,763	29,523,092
-	128,135,154	167,078	7,667	128,573,841
-	-	-	-	21,790
-	128,135,154	167,078	7,667	128,595,631
-	10,184,770	-	-	10,582,754
-	138,319,924	167,078	7,667	139,178,385
-	-	57	-	18,134
4,534	-	-	2,170,096	2,174,630
-	-	8,284,174	-	8,284,174
-	(123,344,158)	-	-	(120,132,231)
4,534	(123,344,158)	8,284,231	2,170,096	(109,655,293)
4,534	14,975,766	8,451,309	2,177,763	29,523,092

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

VILLAGE OF ELWOOD, ILLINOIS

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

April 30, 2020

Total Governmental Fund Balances	\$ (109,655,293)
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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.	108,248,154
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Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	(56,078)
--	----------

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Compensated Absences Payable	(99,243)
Net Pension Liability - IMRF	(18,869)
General Obligation Bonds Payable	(2,740,000)
General Obligation Capital Appreciation Bonds Payable	(6,188,552)
Accretion - General Obligation Capital Appreciation Bonds Payable	(7,386,518)
TIF Notes Payable	(35,663,995)
Accretion - TIF Notes Payable	(49,291,523)
Accrued Interest Payable	<u>(11,188)</u>

Net Position of Governmental Activities	<u><u>(102,863,105)</u></u>
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The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

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

	<u>General</u>
Revenues	
Taxes	\$ 1,835,572
Intergovernmental	448,214
Charges for Services	941,278
Licenses and Permits	386,943
Fines and Forfeits	210,975
Interest Income	29,311
Miscellaneous	30,322
Total Revenues	<u>3,882,615</u>
Expenditures	
Current	
General Government	1,233,315
Public Safety	1,715,643
Public Works	669,626
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>3,618,584</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>264,031</u>
Other Financing Sources (Uses)	
Transfers In	1,238,134
Transfers Out	(578,891)
	<u>659,243</u>
Net Change in Fund Balances	923,274
Fund Balances - Beginning	<u>2,306,730</u>
Fund Balances - Ending	<u><u>3,230,004</u></u>

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

Debt Service		Capital Projects Capital Construction Bond	Nonmajor Motor Fuel Tax	Totals
Debt Service	Deer Run TIF			
-	9,888,126	-	-	11,723,698
-	-	-	84,099	532,313
-	-	-	-	941,278
-	-	3,386,908	-	3,773,851
-	-	-	-	210,975
1,934	90,037	69,551	19,941	210,774
-	-	81,872	-	112,194
1,934	9,978,163	3,538,331	104,040	17,505,083
-	145,679	79,328	-	1,458,322
-	-	-	-	1,715,643
-	-	-	46,317	715,943
-	-	934,400	7,667	942,067
875,000	17,138,132	-	-	18,013,132
89,317	9,460,772	-	-	9,550,089
964,317	26,744,583	1,013,728	53,984	32,395,196
(962,383)	(16,766,420)	2,524,603	50,056	(14,890,113)
920,034	-	-	-	2,158,168
-	-	(1,579,277)	-	(2,158,168)
920,034	-	(1,579,277)	-	-
(42,349)	(16,766,420)	945,326	50,056	(14,890,113)
46,883	(106,577,738)	7,338,905	2,120,040	(94,765,180)
4,534	(123,344,158)	8,284,231	2,170,096	(109,655,293)

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

VILLAGE OF ELWOOD, ILLINOIS

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

For the Fiscal Year Ended April 30, 2020

Net Change in Fund Balances - Total Governmental Funds	\$ (14,890,113)
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Amounts reported for governmental Activities in the Statement of Net Position 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	768,690
Depreciation Expense	(4,005,089)

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

Change in Deferred Items - IMRF	(188,580)
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	(3,725)
Change in Net Pension Liability - IMRF	170,190
Retirement of Debt	18,013,132
Change in Accretion - General Obligation Capital Appreciation Bonds	(732,163)
Change in Accretion - TIF Notes Payable	(8,746,683)
Retirement of Accretion - TIF Notes Payable	9,460,772

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.

3,573

Changes in Net Position of Governmental Activities	(149,996)
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The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2020

	Business-Type Activities Water and Sewer
ASSETS	
Current Assets	
Receivables - Net of Allowances	
Accounts	\$ 155,652
Prepays	2,349
Total Current Assets	158,001
Noncurrent Assets	
Capital Assets	
Nondepreciable	1,939,500
Depreciable	24,304,576
Accumulated Depreciation	(9,659,852)
Total Noncurrent Assets	16,584,224
Total Assets	16,742,225
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	18,038
Total Assets and Deferred Outflows of Resources	16,760,263

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

	Business-Type Activities Water and Sewer
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 56,457
Accrued Payroll	2,030
Deposits Payable	72,657
Due to Other Funds	4,153,544
Accrued Interest Payable	1,860,813
Compensated Absences Payable	803
General Obligation Bonds Payable	4,705,000
Total Current Liabilities	<u>10,851,304</u>
Noncurrent Liabilities	
Unearned Tap-On Revenues	1,583,546
Compensated Absences Payable	3,211
Net Pension Liability - IMRF	1,909
General Obligation Bonds Payable - Net	2,297,257
Total Noncurrent Liabilities	<u>3,885,923</u>
Total Liabilities	14,737,227
DEFERRED INFLOWS OF RESOURCES	
Deferred Items - IMRF	<u>23,711</u>
Total Liabilities and Deferred Inflows of Resources	<u>14,760,938</u>
NET POSITION	
Net Investment in Capital Assets	9,581,967
Unrestricted (Deficit)	<u>(7,582,642)</u>
Total Net Position	<u>1,999,325</u>

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

VILLAGE OF ELWOOD, ILLINOIS

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

	Business-Type Activities
	Water and Sewer
Operating Revenues	
Charges for Services	\$ 950,661
Operating Expenses	
Water Operations	294,347
Sewer Operations	305,274
Depreciation and Amortization	576,202
Total Operating Expenses	1,175,823
Operating Income (Loss)	(225,162)
Nonoperating Revenues (Expenses)	
Interest Income	8,437
Interest and Fiscal Charges	(312,818)
	(304,381)
Change in Net Position	(529,543)
Net Position - Beginning as Restated	2,528,868
Net Position - Ending	1,999,325

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

VILLAGE OF ELWOOD, ILLINOIS

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

	Business-Type Activities Water and Sewer
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 957,115
Payments to Employees	(155,260)
Payments to Suppliers	(179,346)
	<u>622,509</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(118,128)
Principal Paid	(200,000)
Interest Paid	(312,818)
	<u>(630,946)</u>
Cash Flows from Investing Activities	
Interest Received	<u>8,437</u>
Net Change in Cash and Cash Equivalents	-
Cash and Cash Equivalents - Beginning	<u>-</u>
Cash and Cash Equivalents - Ending	<u><u>-</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income (Loss)	<u>(225,162)</u>
Adjustments to Reconcile Operating Income to Net Income to Net Cash	
Provided by (Used in) Operating Activities:	
Depreciation and Amortization Expense	576,202
(Increase) Decrease in Current Assets	6,454
Increase (Decrease) in Current Liabilities	<u>265,015</u>
	<u>847,671</u>
Net Cash Provided by (Used in) Operating Activities	<u><u>622,509</u></u>

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Elwood (Village), Illinois, is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, water, sewer and garbage services 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 Elwood
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

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 highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water, sewer services are classified as business-type activities.

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

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

The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc.).

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

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

Fund Financial Statements

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

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds.

The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

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 one nonmajor special revenue fund, the Motor Fuel Tax Fund.

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The Village maintains two debt service funds. The Debt Service Fund, a major fund, is used to account for the accumulation of resources for, and the payment of, the principal and interest on the 2015 general obligation refunding bonds. The Deer Run TIF Fund, also a major fund, is used to account for revenues received from incremental property taxes and expenditures for debt service payments related to tax increment financing bonds.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains one capital projects funds. The Capital Construction Bond Fund, a major fund, is used to account for revenues received from general obligation bond proceeds and expenditures for road improvements and reconstruction.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

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 fund of the Village:

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement Focus

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.

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 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 fund equity is classified as net position.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting

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

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

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Village’s enterprise funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Cash and Investments

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

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the Village’s investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

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. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Prepays

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

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, franchise taxes, and grants. Business-type activities report utility charges as their major receivables.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets

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

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

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

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

Buildings and Improvements	10 - 40 Years
Machinery and Equipment	3 - 10 Years
Infrastructure	25 - 50 Years

Compensated Absences

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

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Long-Term Obligations

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

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

Deferred Outflows/Inflows of Resources

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

Net Position

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

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

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

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements
April 30, 2020

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. Prior to April 30, the Village Clerk submits to the Village Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to July 31, the budget is legally enacted through passage of an ordinance.

The Village's management is authorized to transfer budgeted amounts between departments within any fund; however, the Village Board must approve revisions that alter the total expenditures of any fund. Formal budgetary integration is employed at a management control device during the year for the General Fund. Budgeted amounts are as originally adopted by the Board of Trustees. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year there was one supplementary appropriation.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

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

<u>Fund</u>	<u>Excess</u>
Deer Run TIF	\$ 16,744,583

DEFICIT FUND BALANCE

The following fund had a deficit fund balance for the fiscal year:

<u>Fund</u>	<u>Deficit</u>
Deer Run TIF	\$ 123,344,158

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS – Continued

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

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

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

Deposits and Investments. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$9,312,548 and the bank balances totaled \$9,305,683. Also, at year-end, the Village has \$5,243,920 invested in the Illinois Funds.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy limits interest rate risk by attempting to obtain the highest interest rate available while ensuring the maximum safety of principal and maintaining a portfolio that is sufficiently liquid to meet all operating costs which may be reasonably anticipated. The Village's investment in the Illinois Funds has an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village does not have a formal written policy with regards to credit risk. At year-end, the Village's investment in the Illinois Funds is rated AAAM by Standard and Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy states that at all times funds on deposit (checking accounts, certificates of deposit, etc.) in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement and held at an independent, third party institution in the name of the municipality. At year-end, the entire amount of the bank balance of deposits were covered by federal depository or equivalent insurance.

For an investment, this is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral. The Village does not have a formal written policy with regards to custodial credit risk for investments. At year-end, the Village's investment in the Illinois Funds is not subject to custodial credit risk.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk - Continued

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village does not have a formal written policy with regards to concentration credit risk for investments. 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).

PROPERTY TAXES

Property taxes for 2019 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Will County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 3,458,233	-	-	3,458,233
Construction in Progress	217,719	150,500	-	368,219
	<u>3,675,952</u>	<u>150,500</u>	<u>-</u>	<u>3,826,452</u>
Depreciable Capital Assets				
Buildings and Improvements	6,901,727	328,108	-	7,229,835
Machinery and Equipment	2,211,273	290,082	-	2,501,355
Infrastructure	148,172,294	-	-	148,172,294
	<u>157,285,294</u>	<u>618,190</u>	<u>-</u>	<u>157,903,484</u>
Less Accumulated Depreciation				
Buildings and Improvements	2,489,957	247,918	-	2,737,875
Machinery and Equipment	1,285,384	180,288	-	1,465,672
Infrastructure	45,701,352	3,576,883	-	49,278,235
	<u>49,476,693</u>	<u>4,005,089</u>	<u>-</u>	<u>53,481,782</u>
Total Net Depreciable Capital Assets	<u>107,808,601</u>	<u>(3,386,899)</u>	<u>-</u>	<u>104,421,702</u>
Total Net Capital Assets	<u>111,484,553</u>	<u>(3,236,399)</u>	<u>-</u>	<u>108,248,154</u>

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

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	\$ 3,884,936
Public Safety	80,102
Public Works	<u>40,051</u>
	<u><u>4,005,089</u></u>

Business-Type Activities

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

	Restated Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 1,939,500	-	-	1,939,500
Construction in Progress	152,083	20,400	172,483	-
	<u>2,091,583</u>	<u>20,400</u>	<u>172,483</u>	<u>1,939,500</u>
Depreciable Capital Assets				
Buildings and Improvements	12,705,492	-	-	12,705,492
Machinery and Equipment	490,646	-	-	490,646
Infrastructure	10,838,227	270,211	-	11,108,438
	<u>24,034,365</u>	<u>270,211</u>	<u>-</u>	<u>24,304,576</u>
Less Accumulated Depreciation				
Buildings and Improvements	5,486,461	322,515	-	5,808,976
Machinery and Equipment	392,433	29,407	-	421,840
Infrastructure	3,207,069	221,967	-	3,429,036
	<u>9,085,963</u>	<u>573,889</u>	<u>-</u>	<u>9,659,852</u>
Total Net Depreciable Capital Assets	<u>14,948,402</u>	<u>(303,678)</u>	<u>-</u>	<u>14,644,724</u>
Total Net Capital Assets	<u>17,039,985</u>	<u>(283,278)</u>	<u>172,483</u>	<u>16,584,224</u>

Depreciation expense was charged to business-type as follows:

Water and Sewer	<u>\$ 573,889</u>
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VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND BALANCES

Interfund balances at year-end consisted of the following:

Receivable Fund	Payable Fund	Amount
Capital Construction Bond	Water and Sewer	<u>\$ 4,153,544</u>

Interfund balances are advances in anticipation of receipts.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Capital Construction Bond	\$ 1,238,134 (2)
Debt Service	Capital Construction Bond	341,143 (1)
Debt Service	General	<u>578,891 (1)</u>
		<u>2,158,168</u>

Transfers are used to (1) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (2) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

LONG-TERM DEBT

General Obligation Bonds Payable

Governments issue 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 government. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2010A, due in annual installments of \$165,000 to \$310,000, plus interest at 2.00% to 5.10% through March 1, 2030.	Water and Sewer	\$ 2,725,000	-	200,000	2,525,000

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT - Continued

General Obligation Bonds Payable – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2010B, due in one payment of \$4,500,000, plus interest at 3.99% on September 8, 2020.	Water and Sewer	\$ 4,500,000	-	-	4,500,000
General Obligation Refunding Bonds of 2015, due in annual installments of \$655,000 to \$935,000, plus interest at 2.45% through March 1, 2023.	Debt Service	3,615,000	-	875,000	2,740,000
		10,840,000	-	1,075,000	9,765,000

General Obligation Capital Appreciation Bonds Payable

Governments issue general obligation capital appreciation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation capital appreciation bonds are direct obligations and pledge the full faith and credit of the government. General obligation capital appreciation bonds currently outstanding are as follows:

Issue		Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Capital Appreciation Bonds of 2006, due in annual installments of \$729,226 to \$1,052,838 through March 1, 2030.	Debt Service	\$ 6,188,552	-	-	6,188,552

TIF Notes Payable

Tax increment financing notes currently outstanding are as follows:

Issue		Beginning Balances	Issuances	Retirements	Ending Balances
Tax Increment Financing Note of 2003.	Deer Run TIF	\$ 52,802,127	-	17,138,132	35,663,995

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides that the General Assembly may limit the amount and require referenda for approval of debt payable from ad valorem property taxes in excess of one percent of assessed valuation. However, no such statute has been enacted as of this date. Therefore, as a home rule municipality, the Village of Elwood, Illinois has no debt limit.

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 95,518	7,450	3,725	99,243	19,849
Net Pension Liability - IMRF	189,059	-	170,190	18,869	-
General Obligation Bonds	3,615,000	-	875,000	2,740,000	890,000
General Obligation Capital Appreciation Bonds	6,188,552	-	-	6,188,552	-
Accretion - General Obligation Capital Appreciation Bonds	6,654,355	732,163	-	7,386,518	(773,904)
TIF Notes Payable	52,802,127	-	17,138,132	35,663,995	19,647,308
Accretion - TIF Notes Payable	50,005,612	8,746,683	9,460,772	49,291,523	2,882,305
	<u>119,550,223</u>	<u>9,486,296</u>	<u>27,647,819</u>	<u>101,388,700</u>	<u>22,665,558</u>
Business-Type Activities					
Compensated Absences	6,187	2,173	4,346	4,014	803
Net Pension Liability - IMRF	23,047	-	21,138	1,909	-
General Obligation Bonds	7,225,000	-	200,000	7,025,000	4,705,000
Unamortized Bond Discount	(25,056)	-	(2,313)	(22,743)	-
	<u>7,229,178</u>	<u>2,173</u>	<u>223,171</u>	<u>7,008,180</u>	<u>4,705,803</u>

For the governmental activities, the compensated absences and the net pension liability are liquidated by the General Fund. Payments on the general obligation bonds and the general obligation capital appreciation bonds are made by Debt Service Fund. The Deer Run TIF Fund makes payments on the TIF notes payable.

For business-type activities, payments on the compensated absences, the net pension liability and the general obligation bonds are made by the Water and Sewer Fund.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities				Business-Type Activities	
	General Obligation Bonds		General Obligation Capital Appreciation Bonds	Tax Increment Notes	General Obligation Bonds	
	Principal	Interest	Principal/Accretion	Principal/Accretion	Principal	Interest
2021	\$ 890,000	67,130	(773,904)	22,529,613	4,705,000	2,276,981
2022	915,000	45,326	(818,023)	22,654,587	215,000	114,085
2023	935,000	22,908	(864,658)	25,765,759	220,000	105,484
2024	-	-	1,925,584	14,005,559	230,000	96,134
2025	-	-	2,037,571	-	245,000	84,404
2026	-	-	2,153,732	-	255,000	71,910
2027	-	-	2,276,514	-	270,000	58,905
2028	-	-	2,406,296	-	280,000	45,136
2029	-	-	2,543,479	-	295,000	30,856
2030	-	-	2,688,479	-	310,000	15,810
Totals	2,740,000	135,364	13,575,070	84,955,518	7,025,000	2,899,705

NET POSITION RESTATEMENT

Beginning net position was restated due to correction of an error related to capital assets. The following is a summary of the net position as originally reported and as restated:

Net Position	As Reported	As Restated	Increase
Water and Sewer/Business-Type Activities	\$ 2,376,785	2,528,868	152,083

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.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

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

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

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

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

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

		Debt Service		Capital Projects	Nonmajor	
	General	Debt Service	Deer Run TIF	Capital Construction Bond	Motor Fuel Tax	Totals
Fund Balances						
Nonspendable						
Prepays	\$ 18,077	-	-	57	-	18,134
Restricted						
Debt Service	-	4,534	-	-	-	4,534
Highways and Streets	-	-	-	-	2,170,096	2,170,096
	-	4,534	-	-	2,170,096	2,174,630
Assigned						
Capital Projects	-	-	-	8,284,174	-	8,284,174
Unassigned	3,211,927	-	(123,344,158)	-	-	(120,132,231)
Total Fund Balances	3,230,004	4,534	(123,344,158)	8,284,231	2,170,096	(109,655,293)

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION CLASSIFICATIONS

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

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 108,248,154
Less Capital Related Debt:	
General Obligation Bonds of 2015	(2,740,000)
General Obligation Capital Appreciation Bonds of 2006	(6,188,552)
Tax Increment Financing Note Payable of 2003	<u>(35,663,995)</u>
Net Investment in Capital Assets	<u>63,655,607</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	16,584,224
Less Capital Related Debt:	
General Obligation Refunding Bonds of 2010A	(2,525,000)
General Obligation Refunding Bonds of 2010B	(4,500,000)
Unamortized Bond Discount	<u>22,743</u>
Net Investment in Capital Assets	<u>9,581,967</u>

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; natural disasters; and injuries to the Village's employees. These risks are provided for through insurance from private insurance companies. The Village currently reports all its risk management activities in the General Fund and Water and Sewer Fund. 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

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 ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

Litigation

The Village is a defendant in other 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.

Financial Impact from COVID-19

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

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The Village contributes to one defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. 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.

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 ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

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, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	8
Inactive Plan Members Entitled to but not yet Receiving Benefits	5
Active Plan Members	<u>23</u>
Total	<u><u>36</u></u>

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2020, the Village's contribution was 5.74% of covered payroll.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

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, 2019. 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, 2019, using the following actuarial methods and assumptions:

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

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

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

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%	3.25%
Domestic Equities	37.00%	5.75%
International Equities	18.00%	6.50%
Real Estate	9.00%	5.20%
Blended	7.00%	3.60% - 7.60%
Cash and Cash Equivalents	1.00%	1.85%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 603,375	20,778	(450,872)

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2018	\$ 3,149,539	2,937,433	212,106
Changes for the Year:			
Service Cost	163,730	-	163,730
Interest on the Total Pension Liability	231,703	-	231,703
Difference Between Expected and Actual Experience of the Total Pension Liability	76,653	-	76,653
Contributions - Employer	-	103,678	(103,678)
Contributions - Employees	-	74,056	(74,056)
Net Investment Income	-	514,431	(514,431)
Benefit Payments, including Refunds of Employee Contributions	(71,011)	(71,011)	-
Other (Net Transfer)	-	(28,751)	28,751
Net Changes	401,075	592,403	(191,328)
Balances at December 31, 2019	3,550,614	3,529,836	20,778

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

For the fiscal year ended April 30, 2020, the Village recognized pension expense of \$118,576. At April 30, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 83,227	(95,384)	(12,157)
Change in Assumptions	73,416	(52,744)	20,672
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	-	(109,966)	(109,966)
Total Pension Expense to be			
Recognized in Future Periods	156,643	(258,094)	(101,451)
Pension Contributions Made Subsequent			
to the Measurement Date	39,700	-	39,700
Total Deferred Amounts Related to IMRF	196,343	(258,094)	(61,751)

\$39,700 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, 2021. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2021	\$ (32,435)
2022	(50,008)
2023	6,363
2024	(41,464)
2025	12,112
Thereafter	3,981
Total	(101,451)

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2020

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

The Village has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Village are required to pay 100% of the current premium. However, there is minimal participation. As the Village provides no explicit benefit, and there is minimal participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Therefore, the Village has not recorded a liability as of April 30, 2020.

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

Notes to the Required Supplementary Information

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

VILLAGE OF ELWOOD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information Schedule of Employer Contributions April 30, 2020

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 124,894	\$ 124,894	\$ -	\$ 1,409,634	8.86%
2017	119,112	119,072	(40)	1,423,079	8.37%
2018	114,496	114,496	-	1,355,136	8.45%
2019	115,894	115,894	-	1,514,217	7.65%
2020	100,186	100,186	-	1,745,988	5.74%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	24 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% to 14.25%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMFR specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note:

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

VILLAGE OF ELWOOD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability

April 30, 2020

	<u>12/31/15</u>
Total Pension Liability	
Service Cost	\$ 151,367
Interest	163,745
Differences Between Expected and Actual Experience	100,106
Change of Assumptions	3,819
Benefit Payments, Including Refunds of Member Contributions	<u>(46,984)</u>
Net Change in Total Pension Liability	372,053
Total Pension Liability - Beginning	<u>2,131,079</u>
Total Pension Liability - Ending	<u><u>2,503,132</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 124,894
Contributions - Members	71,451
Net Investment Income	11,228
Benefit Payments, Including Refunds of Member Contributions	<u>(46,984)</u>
Other (Net Transfer)	<u>(108,673)</u>
Net Change in Plan Fiduciary Net Position	51,916
Plan Net Position - Beginning	<u>2,171,012</u>
Plan Net Position - Ending	<u><u>2,222,928</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 280,204</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.81%
Covered Payroll	\$ 1,409,634
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	19.88%

Note:

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

12/31/16	12/31/17	12/31/18	12/31/19
162,781	157,261	143,628	163,730
191,572	206,298	214,404	231,703
(92,413)	(55,780)	(54,263)	76,653
(4,025)	(103,041)	113,296	-
(53,627)	(70,819)	(108,865)	(71,011)
204,288	133,919	308,200	401,075
2,503,132	2,707,420	2,841,339	3,149,539
2,707,420	2,841,339	3,149,539	3,550,614
119,072	116,695	120,699	103,678
64,018	61,418	65,995	74,056
155,775	420,644	(133,608)	514,431
(53,627)	(70,819)	(108,865)	(71,011)
379	(10,842)	(32,429)	(28,751)
285,617	517,096	(88,208)	592,403
2,222,928	2,508,545	3,025,641	2,937,433
2,508,545	3,025,641	2,937,433	3,529,836
198,875	(184,302)	212,106	20,778
92.65%	106.49%	93.27%	99.41%
1,423,079	1,364,842	1,466,568	1,645,685
13.97%	(13.50%)	14.46%	1.26%

VILLAGE OF ELWOOD, ILLINOIS

General Fund

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

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 1,813,374	1,813,374	1,835,572
Intergovernmental	379,882	379,882	448,214
Charges for Services	825,184	825,184	941,278
Licenses and Permits	21,550	21,550	386,943
Fines and Forfeits	236,000	236,000	210,975
Interest Income	6,300	6,300	29,311
Miscellaneous	30,000	30,000	30,322
Total Revenues	3,312,290	3,312,290	3,882,615
Expenditures			
General Government	1,423,870	1,423,870	1,233,315
Public Safety	1,744,507	1,744,507	1,715,643
Public Works	800,156	800,156	669,626
Total Expenditures	3,968,533	3,968,533	3,618,584
Excess (Deficiency) of Revenues Over (Under) Expenditures	(656,243)	(656,243)	264,031
Other Financing Sources (Uses)			
Transfers In	1,238,134	1,238,134	1,238,134
Transfers Out	(581,891)	(581,891)	(578,891)
	656,243	656,243	659,243
Net Change in Fund Balance	-	-	923,274
Fund Balance - Beginning			2,306,730
Fund Balance - Ending			3,230,004

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 schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Budgetary Comparison Schedule – Nonmajor Governmental Fund
- Budgetary Comparison Schedule – Enterprise Fund

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUND

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

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the revenues received from the Village's allocation of state gasoline taxes and the expenditures for street construction and maintenance, which must be authorized by the Illinois Department of Transportation.

DEBT SERVICE FUNDS

The Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, the principal and interest on the 2015 general obligation bonds.

Deer Run Tax Increment Financing (TIF) Fund

The Deer Run Tax Increment Financing Fund is used to account for revenues received from incremental property taxes and expenditures for debt service payments related to tax increment financing bonds.

CAPITAL PROJECTS FUND

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

Capital Construction Bond Fund

The Capital Construction Bond Fund is used to account for revenues received from general obligation bond proceeds and expenditures for road improvements and reconstruction.

INDIVIDUAL FUND SCHEDULES

PROPRIETARY FUND

ENTERPRISE FUND

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

Water and Sewer Fund

The Water and Sewer Fund is used to account for revenues and expenses relative to the operation of the water and sewer utilities.

VILLAGE OF ELWOOD, ILLINOIS

General Fund

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

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes	\$ 286,092	286,092	286,254
Road and Bridge Tax	89,000	89,000	90,012
Utility Tax	360,000	360,000	368,319
Personal Property Replacement Tax	1,000	1,000	1,278
Video Gaming Tax	5,700	5,700	6,762
Cannabis Use Tax	-	-	373
Special Service Area Taxes	1,032,582	1,032,582	1,031,684
Home Rule Sales Tax	39,000	39,000	50,890
	<u>1,813,374</u>	<u>1,813,374</u>	<u>1,835,572</u>
Intergovernmental			
Local Use Tax	71,173	71,173	97,152
Income Tax	216,209	216,209	224,219
Sales Tax	84,000	84,000	89,196
Police/Safety Grants	8,500	8,500	37,647
	<u>379,882</u>	<u>379,882</u>	<u>448,214</u>
Charges for Services			
Center Point Administrative Fees	145,679	145,679	145,679
Center Point Special Fees	-	-	175,960
Engineering Fees	10,000	10,000	-
Nicor Franchise Fees	3,300	3,300	4,083
Cable Franchise Fees	8,500	8,500	6,969
Facility Rental Fee	2,000	2,000	1,450
Activity Registration Fee	2,500	2,500	3,065
Elwood Days Revenue	29,000	29,000	25,070
Elwood Days Carnival Ticket Sales	12,000	12,000	13,770
Fire Department Impact Fee	-	-	346
Container Stacking Fee	30,000	30,000	30,000
School District Impact Fee	-	-	418
Park Impact Fee	-	-	1,172
Village Impact Fee	-	-	1,669
Overweight Truck Fee	317,000	317,000	295,880
Police Reports	500	500	774
Children's Garden Fees	12,815	12,815	6,439
Garbage User Fee	226,690	226,690	228,534
Lease Agreements	25,200	25,200	-
	<u>825,184</u>	<u>825,184</u>	<u>941,278</u>

VILLAGE OF ELWOOD, ILLINOIS

General Fund

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

	Budget		Actual
	Original	Final	
Licenses and Permits			
Building Permits	\$ 5,000	5,000	366,793
Liquor Licenses	4,550	4,550	1,700
Business Licenses	2,000	2,000	1,750
Contractor Registration	10,000	10,000	16,700
	<u>21,550</u>	<u>21,550</u>	<u>386,943</u>
Fines and Forfeits			
Police Fines	235,000	235,000	199,052
Code Enforcement Fines	1,000	1,000	11,923
	<u>236,000</u>	<u>236,000</u>	<u>210,975</u>
Interest Income	<u>6,300</u>	<u>6,300</u>	<u>29,311</u>
Miscellaneous	<u>30,000</u>	<u>30,000</u>	<u>30,322</u>
Total Revenues	<u><u>3,312,290</u></u>	<u><u>3,312,290</u></u>	<u><u>3,882,615</u></u>

VILLAGE OF ELWOOD, ILLINOIS

General Fund

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

	Budget		Actual
	Original	Final	
General Government			
Administration			
Personnel Services	\$ 496,013	496,013	446,880
Contractual Services	781,845	781,845	660,865
Commodities	22,100	22,100	11,621
Other	123,912	123,912	113,949
Total General Government	1,423,870	1,423,870	1,233,315
Public Safety			
Police			
Personnel Services	1,364,671	1,364,671	1,314,611
Contractual Services	322,876	322,876	342,317
Commodities	56,960	56,960	58,715
Total Public Safety	1,744,507	1,744,507	1,715,643
Public Works			
Streets			
Personnel Services	454,158	454,158	421,193
Contractual Services	250,250	250,250	188,218
Commodities	95,748	95,748	60,215
Total Public Works	800,156	800,156	669,626
Total Expenditures	3,968,533	3,968,533	3,618,584

VILLAGE OF ELWOOD, ILLINOIS

Debt Service Fund

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

	Budget		Actual
	Original	Final	
Revenues			
Interest Income	\$ -	-	1,934
Expenditures			
Debt Service			
Principal Retirement	875,000	875,000	875,000
Interest and Fiscal Charges	92,318	92,318	89,317
Total Expenditures	967,318	967,318	964,317
Excess (Deficiency) of Revenues Over (Under) Expenditures	(967,318)	(967,318)	(962,383)
Other Financing Sources			
Transfers In	967,318	967,318	920,034
Net Change in Fund Balance	-	-	(42,349)
Fund Balance - Beginning			46,883
Fund Balance - Ending			4,534

VILLAGE OF ELWOOD, ILLINOIS

Deer Run TIF - Debt Service Fund

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

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 10,000,000	10,000,000	9,888,126
Interest	-	-	90,037
Total Revenues	10,000,000	10,000,000	9,978,163
Expenditures			
General Government	-	-	145,679
Debt Service			
Principal Retirement	-	-	17,138,132
Interest and Fiscal Charges	10,000,000	10,000,000	9,460,772
Total Expenditures	10,000,000	10,000,000	26,744,583
Net Change in Fund Balance	-	-	(16,766,420)
Fund Balance - Beginning			(106,577,738)
Fund Balance - Ending			(123,344,158)

VILLAGE OF ELWOOD, ILLINOIS

Capital Construction Bond - Capital Projects Fund

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

	Budget		Actual
	Original	Final	
Revenues			
Licenses and Permits	\$ 3,650,000	3,650,000	3,386,908
Interest Income	30,000	30,000	69,551
Miscellaneous	60,000	60,000	81,872
Total Revenues	3,740,000	3,740,000	3,538,331
Expenditures			
General Government			
Other	95,000	95,000	79,328
Capital Outlay	1,651,854	1,651,854	934,400
Total Expenditures	1,746,854	1,746,854	1,013,728
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,993,146	1,993,146	2,524,603
Other Financing (Uses)			
Transfers Out	(1,623,561)	(1,623,561)	(1,579,277)
Net Change in Fund Balance	369,585	369,585	945,326
Fund Balance - Beginning			7,338,905
Fund Balance - Ending			8,284,231

VILLAGE OF ELWOOD, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

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

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 58,684	58,684	84,099
Interest Income	7,800	7,800	19,941
Total Revenues	66,484	66,484	104,040
Expenditures			
Public Works			
Contractual Services	30,000	30,000	46,317
Capital Outlay	150,000	150,000	7,667
Total Expenditures	180,000	180,000	53,984
Net Change in Fund Balance	(113,516)	(113,516)	50,056
Fund Balance - Beginning			2,120,040
Fund Balance - Ending			2,170,096

VILLAGE OF ELWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

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

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Charges	\$ 526,042	526,042	515,191
Sewer Charges	401,700	401,700	402,458
Water Penalties	6,600	6,600	5,741
Sewer Penalties	5,400	5,400	4,623
Tap On Fee	-	-	6,142
Meter Sales	2,300	2,300	3,876
Miscellaneous	3,000	3,000	12,630
Total Operating Revenues	945,042	945,042	950,661
Operating Expenses			
Water Operations			
Personnel Services	134,517	134,517	130,077
Contractual Services	358,715	358,715	137,613
Commodities	50,644	50,644	26,657
Other	64,700	64,700	-
Sewer Operations			
Personnel Services	134,517	134,517	129,389
Contractual Services	267,815	267,815	165,180
Commodities	25,544	25,544	10,705
Depreciation and Amortization	-	-	576,202
Total Operating Expenses	1,036,452	1,036,452	1,175,823
Operating Income (Loss)	(91,410)	(91,410)	(225,162)
Nonoperating Revenues (Expenses)			
Interest Income	2,000	2,000	8,437
Interest and Fiscal Charges	(330,035)	(330,035)	(312,818)
	(328,035)	(328,035)	(304,381)
Change in Net Position	(419,445)	(419,445)	(529,543)
Net Position - Beginning as Restated			2,528,868
Net Position - Ending			1,999,325

SUPPLEMENTAL SCHEDULES

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bonds of 2010A

April 30, 2020

Date of Issue	August 4, 2010
Date of Maturity	March 1, 2030
Authorized Issue	\$3,805,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 5.10%
Interest Dates	September 1 and March 1
Principal Maturity Date	March 1
Payable at	Bond Trust Services Corp, Roseville, MN

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Sep. 1	Amount	Mar. 1	Amount
2021	\$ 205,000	122,284	327,284	2020	61,142	2021	61,142
2022	215,000	114,085	329,085	2021	57,042	2022	57,043
2023	220,000	105,484	325,484	2022	52,742	2023	52,742
2024	230,000	96,134	326,134	2023	48,067	2024	48,067
2025	245,000	84,404	329,404	2024	42,202	2025	42,202
2026	255,000	71,910	326,910	2025	35,955	2026	35,955
2027	270,000	58,905	328,905	2026	29,452	2027	29,453
2028	280,000	45,136	325,136	2027	22,568	2028	22,568
2029	295,000	30,856	325,856	2028	15,428	2029	15,428
2030	310,000	15,810	325,810	2029	7,905	2030	7,905
	<u>2,525,000</u>	<u>745,008</u>	<u>3,270,008</u>		<u>372,503</u>		<u>372,505</u>

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bonds of 2010B

April 30, 2020

Date of Issue	July 21, 2010
Date of Maturity	September 8, 2020
Authorized Issue	\$4,500,000
Denomination of Bonds	\$5,000
Interest Rate	3.99%
Interest Date	September 8
Principal Maturity Date	September 8
Payable at	Centerpoint Properties Trust

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2021	\$ 4,500,000	2,154,697	6,654,697

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bonds of 2015

April 30, 2020

Date of Issue	June 19, 2015
Date of Maturity	March 1, 2023
Authorized Issue	\$6,470,000
Denomination of Bonds	\$5,000
Interest Rate	2.45%
Interest Dates	September 1 and March 1
Principal Maturity Date	March 1
Payable at	Bank of New York Mellon, NY

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Sep. 1	Amount	Mar. 1	Amount
2021	\$ 890,000	67,130	957,130	2020	33,565	2021	33,565
2022	915,000	45,326	960,326	2021	22,663	2022	22,663
2023	935,000	22,908	957,908	2022	11,454	2023	11,454
	<u>2,740,000</u>	<u>135,364</u>	<u>2,875,364</u>		<u>67,682</u>		<u>67,682</u>

STATISTICAL SECTION

(Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

VILLAGE OF ELWOOD, ILLINOIS

Net Position by Component - Last Ten Fiscal Years April 30, 2020 (Unaudited)

	2011	2012	2013	2014
Governmental Activities				
Net Investment in Capital Assets	\$ 55,923,197	69,703,356	3,913,127	5,827,985
Restricted	186,235	228,407	1,934,012	1,969,900
Unrestricted	(104,473,877)	(127,256,105)	(73,276,070)	(84,399,079)
Total Governmental Activities Net Position	(48,364,445)	(57,324,342)	(67,428,931)	(76,601,194)
Business-Type Activities				
Net Investment in Capital Assets	12,646,565	12,179,521	11,748,272	11,475,448
Unrestricted	(3,299,779)	(3,652,969)	(4,124,143)	(5,141,641)
Total Business-Type Activities Net Position	9,346,786	8,526,552	7,624,129	6,333,807
Primary Government				
Net Investment in Capital Assets	68,569,762	81,882,877	15,661,399	17,303,433
Restricted	186,235	228,407	1,934,012	1,969,900
Unrestricted	(107,773,656)	(130,909,074)	(77,400,213)	(89,540,720)
Total Primary Government Net Position	(39,017,659)	(48,797,790)	(59,804,802)	(70,267,387)

Data Source: Village Records

2015	2016	2017	2018	2019	2020
9,784,755	18,324,386	26,476,702	36,544,352	48,878,874	63,655,607
1,996,603	2,047,412	2,102,206	2,163,827	2,152,162	2,170,096
(97,725,202)	(113,769,701)	(125,512,718)	(139,477,600)	(153,744,145)	(168,688,808)
(85,943,844)	(93,397,903)	(96,933,810)	(100,769,421)	(102,713,109)	(102,863,105)
11,208,917	10,855,695	10,460,228	10,039,043	9,687,958	9,581,967
(5,789,966)	(6,315,287)	(6,694,224)	(6,643,243)	(7,311,173)	(7,582,642)
5,418,951	4,540,408	3,766,004	3,395,800	2,376,785	1,999,325
20,993,672	29,180,081	36,936,930	46,583,395	58,566,832	73,237,574
1,996,603	2,047,412	2,102,206	2,163,827	2,152,162	2,170,096
(103,515,168)	(120,084,988)	(132,206,942)	(146,120,843)	(161,055,318)	(176,271,450)
(80,524,893)	(88,857,495)	(93,167,806)	(97,373,621)	(100,336,324)	(100,863,780)

VILLAGE OF ELWOOD, ILLINOIS

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental Activities										
General Government	\$ 1,353,265	1,724,469	1,232,453	1,128,996	2,194,352	5,306,224	5,052,898	5,879,660	5,753,887	5,538,750
Public Safety	1,319,476	1,486,332	1,319,274	1,621,037	1,618,937	1,650,714	1,659,873	1,383,656	1,620,641	1,795,745
Public Works	4,089,740	4,384,492	4,329,154	4,300,726	4,557,730	740,654	636,749	610,417	746,377	755,994
Parks and Recreation	119,869	153,868	177,647	144,163	138,880	184,749	134,796	4,927	-	-
Interest on Long-Term Debt	16,205,986	16,653,441	16,415,928	16,176,010	15,670,296	14,999,722	13,797,864	12,592,386	11,204,592	9,564,590
Total Governmental Activities Expenses	23,088,336	24,402,602	23,474,456	23,370,932	24,180,195	22,882,063	21,282,180	20,471,046	19,325,497	17,655,079
Business-Type Activities										
Water and Sewer	1,369,765	1,679,573	1,665,068	1,809,632	1,696,473	1,704,404	1,664,995	1,777,168	2,099,267	1,488,641
Garbage	157,912	163,045	173,592	176,382	183,494	187,187	223,258	201,433	-	-
Total Business-Type Activities Net Position	1,527,677	1,842,618	1,838,660	1,986,014	1,879,967	1,891,591	1,888,253	1,978,601	2,099,267	1,488,641
Total Primary Government Expenses	24,616,013	26,245,220	25,313,116	25,356,946	26,060,162	24,773,654	23,170,433	22,449,647	21,424,764	19,143,720
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	232,310	372,036	720,534	309,675	292,152	407,961	639,376	1,033,012	4,613,560	4,715,129
Public Safety	232,735	376,178	297,009	146,709	224,971	280,546	183,395	247,386	206,552	210,975
Parks and Recreation	15,989	15,946	17,522	18,375	17,215	9,911	17,143	(1,550)	-	-
Operating Grants/Contributions	48,018	60,760	61,304	70,334	62,887	66,664	65,949	66,933	87,549	121,746
Capital Grants/Contributions	2,148,100	125,829	51,118	79,824	-	-	-	-	174,175	-
Total Governmental Activities	2,677,152	950,749	1,147,487	624,917	597,225	765,082	905,863	1,345,781	5,081,836	5,047,850
Business-Type Activities										
Charges for Services										
Water and Sewer	728,649	748,583	855,098	770,900	768,299	786,140	862,299	1,075,415	1,073,747	950,661
Garbage	156,119	164,742	173,141	174,659	181,314	190,177	204,644	222,762	-	-
Operating Grants/Contributions	-	-	-	-	-	-	-	-	-	-
Capital Grants/Contributions	-	-	-	-	-	-	30,000	-	-	-
Total Business-Type Activities	884,768	913,325	1,028,239	945,559	949,613	976,317	1,096,943	1,298,177	1,073,747	950,661
Total Primary Government	3,561,920	1,864,074	2,175,726	1,570,476	1,546,838	1,741,399	2,002,806	2,643,958	6,155,583	5,998,511

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Net (Expenses) Revenues										
Governmental Activities	\$ (20,411,184)	(23,451,853)	(22,326,969)	(22,746,015)	(23,582,970)	(22,116,981)	(20,376,317)	(19,125,265)	(14,243,661)	(12,607,229)
Business-Type Activities	(642,909)	(929,293)	(810,421)	(1,040,455)	(930,354)	(915,274)	(791,310)	(680,424)	(1,025,520)	(537,980)
Total Primary Government	(21,054,093)	(24,381,146)	(23,137,390)	(23,786,470)	(24,513,324)	(23,032,255)	(21,167,627)	(19,805,689)	(15,269,181)	(13,145,209)
Net Revenues (Expenses)										
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	8,951,766	9,018,234	8,952,040	9,939,894	10,926,895	10,656,245	11,899,162	11,322,646	11,260,050	11,304,489
Utility Taxes	351,564	340,097	566,718	597,230	608,208	600,516	479,043	355,757	415,854	368,319
Home-Rule Sales Tax	-	-	-	-	-	-	-	-	35,930	50,890
Intergovernmental - Unrestricted										
Sales Taxes	361,917	1,348,180	232,728	206,567	148,733	266,404	98,271	94,621	66,232	89,196
Income Taxes	162,538	260,205	265,223	266,484	295,594	296,548	280,531	278,723	306,280	321,371
Reimbursements	298,808	1,035,179	12,500	-	-	-	-	-	-	-
Interest Income	38,357	31,975	24,058	16,040	14,147	19,346	22,349	69,616	177,942	210,774
Miscellaneous	2,223,428	2,509,604	1,947,315	2,281,607	2,246,743	2,679,568	4,061,054	3,472,916	37,685	112,194
Transfers	-	(51,518)	-	265,930	-	-	-	(304,625)	-	-
Total Governmental Activities	12,388,378	14,491,956	12,000,582	13,573,752	14,240,320	14,518,627	16,840,410	15,289,654	12,299,973	12,457,233
Business-Type Activities										
Investment Income	11,599	4,834	4,598	16,063	15,498	16,199	16,906	5,595	6,515	8,437
Miscellaneous	3,222,507	52,707	-	-	-	-	-	-	-	-
Transfers	-	51,518	-	(265,930)	-	-	-	304,625	-	-
Total Business-Type Activities	3,234,106	109,059	4,598	(249,867)	15,498	16,199	16,906	310,220	6,515	8,437
Total Primary Government	15,622,484	14,601,015	12,005,180	13,323,885	14,255,818	14,534,826	16,857,316	15,599,874	12,306,488	12,465,670
Changes in Net Position										
Governmental Activities	(8,022,806)	(8,959,897)	(10,326,387)	(9,172,263)	(9,342,650)	(7,598,354)	(3,535,907)	(3,835,611)	(1,943,688)	(149,996)
Business-Type Activities	2,591,197	(820,234)	(805,823)	(1,290,322)	(914,856)	(899,075)	(774,404)	(370,204)	(1,019,005)	(529,543)
Total Primary Government	(5,431,609)	(9,780,131)	(11,132,210)	(10,462,585)	(10,257,506)	(8,497,429)	(4,310,311)	(4,205,815)	(2,962,693)	(679,539)

Data Source: Village Records

VILLAGE OF ELWOOD, ILLINOIS

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

	2011	2012	2013	2014
General Fund				
Reserved	\$ 41,997	-	-	-
Unreserved	654,298	-	-	-
Nonspendable	-	28,389	28,389	11,078
Unassigned	-	988,986	1,151,306	1,226,766
Total General Fund	696,295	1,017,375	1,179,695	1,237,844
All Other Governmental Funds				
Reserved	23,098	-	-	-
Unreserved, Reported in:				
Special Revenues Funds	160,980	-	-	-
Debt Service Funds	(9,585,412)	-	-	-
Capital Projects Funds	8,212,844	-	-	-
Nonspendable	-	15,614	15,614	7,854
Restricted	-	228,407	1,934,012	1,969,900
Assigned	-	8,081,237	6,223,169	5,962,828
Unassigned	-	(16,204,676)	(25,177,776)	(35,701,543)
Total All Other				
Governmental Funds	(1,188,490)	(7,879,418)	(17,004,981)	(27,760,961)
Total Governmental Funds	(492,195)	(6,862,043)	(15,825,286)	(26,523,117)

Data Source: Village Records

The Village implemented GASB 54 in Fiscal Year 2012.

2015	2016	2017	2018	2019	2020
-	-	-	-	-	-
-	-	-	-	-	-
12,581	15,333	13,157	19,016	24,392	18,077
1,226,692	1,398,987	1,728,956	1,873,997	2,282,338	3,211,927
1,239,273	1,414,320	1,742,113	1,893,013	2,306,730	3,230,004
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,523	5,691	5,915	57	57	57
1,996,603	2,047,412	2,102,206	2,181,855	2,166,923	2,174,630
4,758,997	2,543,516	4,688,663	5,808,868	7,338,848	8,284,174
(47,504,451)	(61,287,193)	(75,300,946)	(90,455,385)	(106,577,738)	(123,344,158)
(40,743,328)	(56,690,574)	(68,504,162)	(82,464,605)	(97,071,910)	(112,885,297)
(39,504,055)	(55,276,254)	(66,762,049)	(80,571,592)	(94,765,180)	(109,655,293)

VILLAGE OF ELWOOD, ILLINOIS

General Governmental Revenues by Source - Last Ten Fiscal Years April 30, 2020 (Unaudited)

Source	2011	2012	2013	2014
Taxes	\$ 9,303,330	9,358,331	9,518,758	10,537,124
Intergovernmental	3,019,381	2,830,153	1,022,873	623,209
Charges for Services	221,043	234,758	288,647	269,344
Licenses and Permits	27,256	153,224	49,409	58,706
Fines and Forfeits	232,735	376,178	297,009	146,709
Interest Income	38,357	31,975	24,058	16,040
Miscellaneous	2,223,428	2,509,604	1,947,315	2,281,607
Totals	15,065,530	15,494,223	13,148,069	13,932,739

Data Source: Village Records

2015	2016	2017	2018	2019	2020
11,535,103	11,256,761	12,378,205	11,678,403	11,711,834	11,723,698
507,214	629,616	444,751	440,277	634,236	532,313
271,566	340,471	434,232	915,859	916,332	941,278
37,801	77,401	222,287	115,603	3,697,228	3,773,851
224,971	280,546	183,395	247,386	206,552	210,975
14,147	19,346	22,349	69,616	177,942	210,774
2,246,743	2,679,568	4,061,054	3,472,916	37,685	112,194
14,837,545	15,283,709	17,746,273	16,940,060	17,381,809	17,505,083

VILLAGE OF ELWOOD, ILLINOIS

General Governmental Expenditures by Function - Last Ten Fiscal Years April 30, 2020 (Unaudited)

Function	2011	2012	2013	2014
General Government	\$ 3,147,483	4,471,932	2,667,008	2,368,069
Public Safety	1,235,494	1,528,422	1,290,514	1,550,804
Public Works	778,573	849,852	950,051	857,973
Parks and Recreation	119,869	153,868	177,647	144,163
Capital Outlay	23,695	-	9,782	495,616
Debt Service				
Principal	12,601,421	14,510,577	16,729,349	19,198,015
Interest and Fiscal Charges	298,294	297,902	286,960	281,860
Totals	18,204,829	21,812,553	22,111,311	24,896,500

Data Source: Village Records

2015	2016	2017	2018	2019	2020
3,341,821	4,636,317	1,565,951	2,451,028	1,594,468	1,458,322
1,556,089	1,589,039	1,596,855	1,304,949	1,541,084	1,715,643
850,116	850,149	587,109	571,063	706,599	715,943
138,880	184,749	134,796	4,927	-	-
418,703	-	-	-	871,722	942,067
6,145,894	9,248,001	11,711,959	13,635,423	15,724,486	18,013,132
15,366,980	14,688,008	13,640,898	12,477,588	11,137,038	9,550,089
27,818,483	31,196,263	29,237,568	30,444,978	31,575,397	32,395,196

VILLAGE OF ELWOOD, ILLINOIS

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

	2011	2012	2013	2014
Revenues				
Taxes	\$ 9,303,330	9,358,331	9,518,758	10,537,124
Intergovernmental	3,019,381	2,830,153	1,022,873	623,209
Charges for Services and Fees	221,043	234,758	288,647	269,344
Licenses and Permits	27,256	153,224	49,409	58,706
Fines and Forfeits	232,735	376,178	297,009	146,709
Investment Income	38,357	31,975	24,058	16,040
Miscellaneous	2,223,428	2,509,604	1,947,315	2,281,607
Total Revenues	15,065,530	15,494,223	13,148,069	13,932,739
Expenditures				
General Government	3,147,483	4,471,932	2,667,008	2,368,069
Public Safety	1,235,494	1,528,422	1,290,514	1,550,804
Public Works	778,573	849,852	950,051	857,973
Parks and Recreation	119,869	153,868	177,647	144,163
Capital Outlay	23,695	-	9,782	495,616
Debt Service				
Principal	12,601,421	14,510,577	16,729,349	19,198,015
Interest and Fiscal Charges	298,294	297,902	286,960	281,860
Total Expenditures	18,204,829	21,812,553	22,111,311	24,896,500
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,139,299)	(6,318,330)	(8,963,242)	(10,963,761)
Other Financing Sources (Uses)				
Debt Issuance	114,394	-	-	-
Sale of Capital Asset	-	-	-	-
Payment to Escrow Agent	-	-	-	-
Transfers In	333,629	845,393	582,819	565,015
Transfers Out	(333,629)	(896,911)	(582,819)	(299,085)
	114,394	(51,518)	-	265,930
Net Change in Fund Balances	(3,024,905)	(6,369,848)	(8,963,242)	(10,697,831)
Debt Service as a Percentage of Noncapital Expenditures	78.79%	78.32%	83.65%	84.97%

Data Source: Village Records

2015	2016	2017	2018	2019	2020
11,535,103	11,256,761	12,378,205	11,678,403	11,711,834	11,723,698
507,214	629,616	444,751	440,277	634,236	532,313
271,566	340,471	434,232	915,859	916,332	941,278
37,801	77,401	222,287	115,603	3,697,228	3,773,851
224,971	280,546	183,395	247,386	206,552	210,975
14,147	19,346	22,349	69,616	177,942	210,774
2,246,743	2,679,568	4,061,054	3,472,916	37,685	112,194
14,837,545	15,283,709	17,746,273	16,940,060	17,381,809	17,505,083
3,341,821	4,636,317	1,565,951	2,451,028	1,594,468	1,458,322
1,556,089	1,589,039	1,596,855	1,304,949	1,541,084	1,715,643
850,116	850,149	587,109	571,063	706,599	715,943
138,880	184,749	134,796	4,927	-	-
418,703	-	-	-	871,722	942,067
6,145,894	9,248,001	11,711,959	13,635,423	15,724,486	18,013,132
15,366,980	14,688,008	13,640,898	12,477,588	11,137,038	9,550,089
27,818,483	31,196,263	29,237,568	30,444,978	31,575,397	32,395,196
(12,980,938)	(15,912,554)	(11,491,295)	(13,504,918)	(14,193,588)	(14,890,113)
-	6,470,000	-	-	-	-
-	-	5,500	-	-	-
-	(6,329,645)	-	-	-	-
544,348	942,061	927,969	1,433,483	1,922,696	2,158,168
(544,348)	(942,061)	(927,969)	(1,738,108)	(1,922,696)	(2,158,168)
-	140,355	5,500	(304,625)	-	-
(12,980,938)	(15,772,199)	(11,485,795)	(13,809,543)	(14,193,588)	(14,890,113)
82.11%	85.90%	87.85%	86.98%	86.68%	87.15%

VILLAGE OF ELWOOD, ILLINOIS

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

Tax Levy Year	Residential Property	Farm
2010	\$ 51,797,707	\$ 2,475,304
2011	44,751,700	2,525,300
2012	40,262,651	2,400,666
2013	36,542,364	2,431,639
2014	36,760,701	2,445,737
2015	36,651,997	2,583,264
2016	38,623,085	2,687,788
2017	39,285,319	2,890,446
2018	43,068,065	3,044,041
2019	44,706,995	8,703,826

Data Source: Will County Tax Extension Office

Commercial Property	Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 1,466,163	\$ 7,211,230	\$ 62,950,404	\$ 76,688	\$ 63,027,092	0.266
2,642,962	6,477,723	56,397,685	81,499	56,479,184	0.312
2,640,159	6,396,455	51,699,931	92,216	51,792,147	0.357
2,624,559	6,331,261	47,929,823	113,956	48,043,779	0.404
2,207,158	6,381,261	47,794,857	118,833	47,913,690	0.425
2,235,433	6,325,081	47,795,775	142,716	47,938,491	0.444
2,194,934	6,325,081	49,830,888	145,215	49,976,103	0.448
2,822,299	13,166,364	58,164,428	148,159	58,312,587	0.467
2,906,440	13,172,544	62,191,090	159,211	62,350,301	0.459
2,926,943	16,472,944	72,984,535	173,827	73,158,362	0.412

VILLAGE OF ELWOOD, ILLINOIS

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

	2010	2011	2012	2013
Village of Elwood Corporate	0.266	0.312	0.357	0.404
Will County	0.508	0.535	0.570	0.599
Will County Forest Preserve District	0.157	0.169	0.186	0.197
Will County Public Building Commission	0.020	0.020	0.021	0.022
Jackson Township	0.219	0.222	0.244	0.264
Jackson Township Road & Bridge	0.000	0.115	0.127	0.137
Village of Elwood Road and Bridge	0.114	0.115	0.127	0.137
Manhattan-Elwood Public Library	0.164	0.178	0.196	0.210
Elwood Fire Protection District	0.515	0.502	0.588	0.624
School District 203	2.311	2.536	2.832	3.078
High School District 204	2.056	2.228	2.486	2.703
Community College District 525	0.227	0.246	0.277	0.296
Total Tax Rate Per \$100 EAV	6.555	7.178	8.009	8.670
Village's Share of Total Tax Rate	4.06%	4.34%	4.45%	4.65%

Data Source: Office of the Will County Clerk

2014	2015	2016	2017	2018	2019
0.425	0.444	0.448	0.467	0.459	0.412
0.643	0.614	0.612	0.599	0.593	0.584
0.198	0.194	0.194	0.190	0.150	0.146
0.022	0.022	0.003	0.000	0.000	0.000
0.107	0.102	0.102	0.101	0.101	0.093
0.146	0.148	0.184	0.180	0.179	0.166
0.329	0.148	0.148	0.145	0.144	0.134
0.219	0.220	0.214	0.212	0.210	0.202
0.649	0.658	0.669	0.685	0.701	0.724
3.166	2.781	2.742	2.804	2.701	2.591
2.875	2.868	2.803	2.651	2.602	2.540
0.309	0.307	0.310	0.299	0.292	0.294
9.087	8.503	8.428	8.333	8.133	7.885
4.68%	5.22%	5.31%	5.61%	5.64%	5.22%

VILLAGE OF ELWOOD, ILLINOIS

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

Taxpayer	2020			2010		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Wal-Mart Stores	\$ 18,559,075	1	10.61%	\$ 22,766,449	1	12.04%
Wal-Mart Stores	16,775,157	2	9.59%	20,234,674	2	10.70%
Centerpoint Intermodal LLC	12,710,440	3	7.27%			
Liberty Property LP	11,948,125	4	6.83%			
Georgia-Pacific LLC	11,564,011	5	6.61%	11,341,265	5	6.00%
Centerpoint Properties Trust	8,589,786	6	4.91%			
Elwood Energy LLC	8,128,125	7	4.65%			
Bissell Midwest DC Leasing LI	7,141,565	8	4.08%			
Centerpoint Properties Trust	6,509,945	9	3.72%			
Elwood Energy	6,502,200	10	3.72%	6,295,864	8	3.33%
CJFI, LLC				14,928,091	3	7.90%
Centerpoint Elwood LLC				11,694,225	4	6.18%
RB-3 Associates Et Al				7,799,220	6	4.12%
Benderson Company, Inc.				7,495,878	7	3.96%
People's Energy				531,500	9	0.25%
Commonwealth Edison				371,127	10	0.20%
	<u>108,428,429</u>		<u>61.98%</u>	<u>103,458,293</u>		<u>54.68%</u>

Data Source: Office of the County Clerk of Will County

VILLAGE OF ELWOOD, ILLINOIS

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

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2011*	2009	\$ 8,084,038	\$ 8,083,206	99.99%	N/A	\$ 8,083,206	99.99%
2012*	2010	8,084,588	8,083,594	99.99%	N/A	8,083,594	99.99%
2013*	2011	8,023,307	8,017,406	99.93%	N/A	8,017,406	99.93%
2014*	2012	8,911,304	8,911,368	100.00%	N/A	8,911,368	100.00%
2015*	2013	9,898,660	9,898,395	100.00%	N/A	9,898,395	100.00%
2016*	2014	9,562,100	9,561,421	99.99%	N/A	9,561,421	99.99%
2017*	2015	10,785,227	10,784,956	100.00%	N/A	10,784,956	100.00%
2018*	2016	10,509,393	10,212,628	97.18%	N/A	10,212,628	97.18%
2019*	2017	10,219,964	10,220,013	100.00%	N/A	10,220,013	100.00%
2020*	2018	10,259,602	10,264,392	100.05%	N/A	10,264,392	100.05%

N/A - Not Available

Data Source: Office of the County Clerk of Will County

* Includes incremental taxes for the Deer Run TIF Fund.

VILLAGE OF ELWOOD, ILLINOIS

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

Fiscal Year	Governmental Activities		
	General Obligation Bonds	General Obligation Capital Appreciation	Capital Leases Payable
2011	\$ 6,715,000	\$ 8,242,011	\$ 77,925
2012	6,600,000	8,711,881	-
2013	6,480,000	9,208,539	-
2014	6,355,000	9,733,510	-
2015	6,225,000	10,288,409	-
2016	5,815,000	10,874,944	-
2017	5,150,000	11,494,917	-
2018	4,415,000	12,150,232	-
2019	3,615,000	12,842,907	-
2020	2,740,000	13,575,070	-

Data Source: Village's Records

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

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

Tax Increment Notes Payable	Business-Type Activities	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds			
\$ 161,862,632	\$ 8,290,000	\$ 185,187,568	509.37%	\$ 81,258.26
163,196,005	8,248,754	186,756,640	857.75%	81,946.75
162,219,816	8,251,066	186,159,421	855.01%	81,684.70
158,516,866	8,088,379	182,693,755	390.63%	80,164.00
137,412,340	7,920,692	161,846,441	346.05%	71,016.43
143,299,268	7,748,005	167,737,217	326.81%	73,601.24
131,792,018	7,570,318	156,007,253	289.50%	68,454.26
118,354,079	7,387,631	142,306,942	219.34%	62,442.71
102,807,739	7,199,944	126,465,590	173.94%	55,491.70
84,955,518	7,002,257	108,272,845	130.63%	47,950.77

VILLAGE OF ELWOOD, ILLINOIS

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

Fiscal Year	Gross General Obligation Bonds	Less: Amounts Available for Debt Service	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2011	\$ 23,247,011	\$ -	\$ 23,247,011	36.88%	\$ 10,200.53
2012	23,560,635	-	23,560,635	41.72%	10,338.15
2013	23,939,605	-	23,939,605	46.22%	10,504.43
2014	24,176,889	-	24,176,889	50.32%	10,608.55
2015	24,434,101	-	24,434,101	51.00%	10,721.41
2016	24,437,949	-	24,437,949	50.98%	10,723.10
2017	24,215,235	-	24,215,235	48.45%	10,625.38
2018	23,952,863	36,089	23,916,774	41.01%	10,510.25
2019	23,657,851	32,122	23,625,729	37.89%	10,366.71
2020	23,317,327	-	23,317,327	31.87%	10,326.54

Data Source: Village Records

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

(1) See the Assessed Value and Actual Value of Taxable Property for Equalized Assessed Value data (Actual Taxable Value of Property).

(2) See the Demographic and Economic Statistics Schedule for the Per Capita Income data.

VILLAGE OF ELWOOD, ILLINOIS

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

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Elwood	\$ 101,270,588	100.00%	\$ 101,270,588
Will County	324,165,000	0.48%	1,555,992
Will County Forest Preserve District	86,200,000	0.15%	129,300
High School District 204	83,570,000	0.26%	217,282
Community College District 525	<u>142,805,000</u>	0.11%	<u>157,086</u>
Subtotal	<u>636,740,000</u>		<u>2,059,660</u>
Totals	<u><u>738,010,588</u></u>		<u><u>103,330,248</u></u>

(1) Determined by the ratio of assessed value of property in the Village of Elwood subject to taxation by the Governmental Unit to the total assessed value of property of the Governmental Unit.

Data Source: Will County Clerk's Office

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Legal Debt Margin

April 30, 2020 (Unaudited)

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides that the General Assembly may limit the amount and require referenda for approval of debt payable from ad valorem property taxes in excess of one percent of assessed valuation. However, no such statute has been enacted as of this date. Therefore, as a home rule municipality, the Village of Elwood, Illinois has no debt limit.

VILLAGE OF ELWOOD, ILLINOIS

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

Fiscal Year	(1) Population	Personal Income (in Thousands)	(1) Per Capita Personal Income	(1) Median Age	(2) School Enrollment	(3) Unemployment Rate
2011	2,279	\$ 36,356	\$ 22,442	35	423	7.0
2012	2,279	21,773	13,440	40	395	6.5
2013	2,279	21,773	13,440	40	379	5.7
2014	2,279	46,769	28,870	40	409	9.4
2015	2,279	46,769	28,870	40	380	7.5
2016	2,279	51,325	31,682	42	380	6.2
2017	2,279	53,889	28,374	41	342	6.3
2018	2,279	64,881	30,223	43	367	4.5
2019	2,279	72,708	30,223	43	350	4.2
2020	2,258	82,884	32,152	40	297	4.3

Data Sources:

- (1) U.S. Census Bureau
- (2) Annual School Census
- (3) Illinois Department of Employment Security

VILLAGE OF ELWOOD, ILLINOIS

Principal Employers - Prior Fiscal Year and Ten Fiscal Years Ago April 30, 2020 (Unaudited)

Employer	2020			2010		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Wal-Mart	1,875	1	N/A	1,998	1	N/A
BNSF	875	2	N/A	840	2	N/A
Stepan Chemical	430	3	N/A			
Clearwater Paper	250	4	N/A			
DCS Logistics	162	5	N/A	269	3	N/A
Saddle Creek Logistics	158	6	N/A			
NFI Logistics	130	7	N/A			
Damco Distribution-Bissell	120	8	N/A			
N/A	N/A	9	N/A	N/A	9	N/A
N/A	N/A	10	N/A	N/A	10	N/A
Potlach				221	4	N/A
Georgia Pacific				100	5	N/A
Elwood School District				39	6	N/A
Village of Elwood				26	7	N/A
Bridge Terminal Transport				25	8	N/A
	<u>4,000</u>		<u>N/A</u>	<u>3,518</u>		<u>N/A</u>

N/A - Not Available

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

VILLAGE OF ELWOOD, ILLINOIS

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

Function	2011	2012	2013	2014
General Government				
Administration	2	2	2	2
Public Works	5	4	4	4
Police	11	11	9	11
Water and Sewer	1	2	2	2
Totals	19	19	17	19

Data Source: Village Records

2015	2016	2017	2018	2019	2020
2	3	3	3	3	3
4	4	4	4	5	5
11	13	11	11	11	12
2	3	2	1	1	1
19	23	20	19	20	21

VILLAGE OF ELWOOD, ILLINOIS

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

Function/Program	2011	2012	2013
Public Works			
Forestry			
Number of Parkway Trees Planted	11	84	37
Number of Parkway Trees Trimmed	100	150	150
Brush Pickup Program (Cubic Yds. Collected)	82	82	82
Fleet Services			
Number of Vehicles Maintained	20	20	22
Preventative Maintenance Services	16	112	118
Public Safety			
Police			
Criminal	137	112	41
Quasi Criminal	116	116	77
Calls for Service	3,359	5,537	5,921
State Tickets Issued	1,130	1,095	2,274
Community Development			
Number of Building Permits Issued	65	-	58
Number of Building Inspections	56	-	83
Highways and Streets			
Sidewalk Replaced (Sq. Ft.)	210	150	14,544
Water and Sewer			
Water Main Breaks	-	1	2
Hydrants Flushed	700	700	700
Water Meters Read	905	905	905
Water Meter Service Requests	8	22	1
Water Meters Replaced	4	1	4
Total Distribution Pumpage (1,000 Gallons)	87,677	81,030	72,437
Average Daily Pumpage (1,000 Gallons)	234	222	199
Sanitary Sewer Televising (Feet)	-	12,913	-
Sanitary Sewer Repairs	1	1	1

N/A - Not Available

Data Source: Village Records

2014	2015	2016	2017	2018	2019	2020
N/A	N/A	8	20	8	7	4
N/A	N/A	175	60	135	96	105
N/A	N/A	98	140	56	135	95
N/A	N/A	21	24	26	24	14
N/A	N/A	98	72	121	24	106
22	29	N/A	28	27	16	26
166	103	N/A	N/A	160	155	118
7,125	6,766	N/A	5,041	6,036	5,794	7,655
2,626	4,250	N/A	2,516	4,152	3,494	4,040
N/A	N/A	N/A	N/A	64	95	104
N/A	N/A	N/A	N/A	284	207	306
N/A	N/A	998	175	-	365	35
N/A	N/A	2	3	3	4	4
N/A	N/A	460	557	557	700	706
N/A	N/A	955	N/A	959	1,030	969
N/A	N/A	125	N/A	20	7	8
N/A	N/A	13	15	21	2	8
N/A	N/A	75,228	74,360	120,300	89,054	97,058
N/A	N/A	203	204	275	279	265
N/A	N/A	-	-	-	-	-
N/A	N/A	1	2	1	2	-

VILLAGE OF ELWOOD, ILLINOIS

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

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	13	9	10	10	10	10	10	10	10	10
Fire Stations	1	1	1	1	1	1	1	1	1	1
Public Works										
Streets (Miles)	50.70	50.70	50.70	50.70	50.70	50.70	52.00	52.00	52.00	52.00
Sidewalks (Miles)	15.00	15.00	16.00	16.00	16.00	16.00	19.50	19.50	19.50	26.00
Streetlights	165	165	165	165	165	165	168	167	209	209
Water and Sewer										
Water Mains (Miles)	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	31.00
Fire Hydrants	549	549	557	557	557	557	557	559	561	706
Sanitary Sewers (Miles)	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00
Manholes	391	391	391	391	391	391	391	396	401	422

Data Source: Village Records