

# VILLAGE OF CHANNAHON ANNUAL COMPREHENSIVE FINANCIAL REPORT



Fiscal Year Ended  
April 30, 2022

# **The Village of Channahon, Illinois**

Annual Comprehensive Financial Report

For the Fiscal Year Ended April 30, 2022

Prepared by the Finance Department

**Village of Channahon, Illinois**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
Year Ended April 30, 2022

**TABLE OF CONTENTS**

---

	<u>Page</u>
Table of Contents	i - v
<b>INTRODUCTORY SECTION</b>	
Organizational Chart	vi
Principal Officials	vii
Transmittal Letter	viii - xi
Certificate of Achievement for Excellence in Financial Reporting	xii
<b>FINANCIAL SECTION</b>	
Independent Auditors' Report	1 - 4
Management's Discussion and Analysis (Unaudited)	5 - 13
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	14 - 15
Statement of Activities	16 - 17
Fund Financial Statements	
Governmental Funds	
Balance Sheet - Governmental Funds	18
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position - Governmental Funds	19 - 20
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	21 - 22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	23 - 24
Proprietary Fund - Waterworks and Sewerage Fund	
Statement of Net Position	25 - 26
Statement of Revenues, Expenses, and Changes in Net Position	27 - 28
Statement of Cash Flows	29 - 30
Fiduciary Funds	
Statement of Fiduciary Net Position - Police Pension Trust Fund	31
Statement of Changes in Fiduciary Net Position - Police Pension Trust Fund	32

(Continued)

**Village of Channahon, Illinois**  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
Year Ended April 30, 2022

**TABLE OF CONTENTS**

---

FINANCIAL SECTION (Continued)

	<u>Page</u>
Basic Financial Statements (Continued)	
Index to the Notes to Financial Statements	33 - 34
Notes to Financial Statements	35 - 90
Required Supplementary Information (Unaudited)	
Multiyear Schedule of Changes in Net Pension Liability (Asset) and Related Ratios - Illinois Municipal Retirement Fund	
Regular Plan	92 - 93
Sheriff's Law Enforcement Personnel (SLEP) Plan	94 - 95
Multiyear Schedule of Contributions - Illinois Municipal Retirement Fund	96 - 97
Multiyear Schedule of Changes in Net Pension Liability and Related Ratios - Police Pension Trust Fund	98 - 99
Multiyear Schedule of Contributions - Police Pension Trust Fund	100
Multiyear Schedule of Investment Returns - Police Pension Trust Fund	101
Multiyear Schedule of Changes in Total Other Postemployment Benefits (OPEB) Liability and Related Ratios - Retiree Health Plan	102
Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
General Fund	103
T.I.F. District Fund	104
Motor Fuel Tax Bond	105
Notes to Required Supplementary Information	106
Supplementary Financial Information	
General Fund	
Schedule of Detailed Revenues - Budget and Actual	108 - 110
Schedule of Detailed Expenditures - Budget and Actual	111 - 115

(Continued)

**Village of Channahon, Illinois**  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
Year Ended April 30, 2022

**TABLE OF CONTENTS**

---

FINANCIAL SECTION (Continued)

	<u>Page</u>
Supplementary Financial Information (Continued)	
Nonmajor Governmental Funds	
Combining Balance Sheet	116 - 119
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)	120 - 123
Motor Fuel Tax Fund	
Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	124
Police Forfeiture Fund	
Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	125
School Resources Fund	
Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	126
IMRF and Social Security Fund	
Schedule of Detailed Revenues, Expenditures, and Changes in Fund Deficit - Budget and Actual	127 - 128
Insurance Fund	
Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	129
Audit Fund	
Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	130

(Continued)

**Village of Channahon, Illinois**  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
Year Ended April 30, 2022

**TABLE OF CONTENTS**

---

FINANCIAL SECTION (Continued)

Page

Supplementary Financial Information (Continued)

Nonmajor Governmental Funds (Continued)

TIF Rte. 6 and I-55 Fund

Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance (Deficit) -  
Budget and Actual

131

Development Repayment Fund

Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance -  
Budget and Actual

132

Tryon Street TIF #3 Fund

Schedule of Detailed Revenues, Expenditures, and Changes in Fund Deficit -  
Budget and Actual

133

Rt. 6 and Bradley Intersection Fund

Schedule of Detailed Revenues, Expenditures, and Changes in Fund Deficit -  
Budget and Actual

134

Bluff Road & I-55 Fund

Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance -  
Budget and Actual

135

Wescom Debt Service Fund

Schedule of Detailed Revenues, Expenditures, and Changes in Fund Balance -  
Budget and Actual

136

Schedule of Debt Service Requirements

Governmental Activities - General Obligation Bonds

137 - 138

Waterworks and Sewerage Fund General Obligation Bonds

139

(Continued)

**Village of Channahon, Illinois**  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
Year Ended April 30, 2022

**TABLE OF CONTENTS**

---

STATISTICAL SECTION (Unaudited)

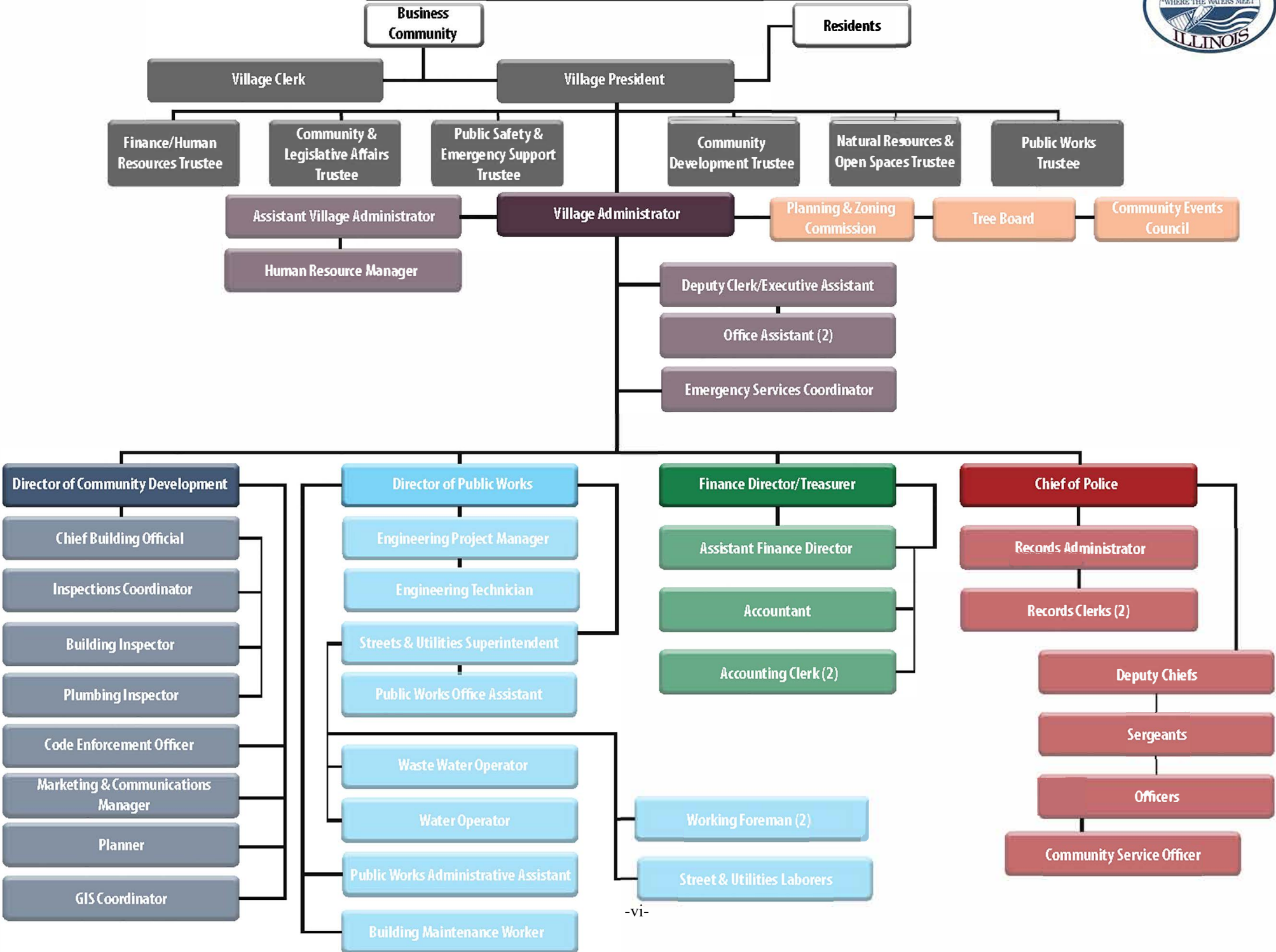
	<u>Page</u>
Statistical Section Contents	141
Financial Trends	
Net Position by Component - Last Ten Fiscal Years	142 - 143
Changes in Net Position - Last Ten Fiscal Years	144 - 147
Fund Balances, Governmental Funds - Last Ten Fiscal Years	148 - 149
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years	150 - 151
Revenue Capacity	
Equalized Assessed Valuation and Estimated Actual Valuation - Last Ten Tax Years	152 - 153
Direct and Overlapping Property Tax Rates - Last Ten Tax Years	154
Principal Property Taxpayers in the Village - Current Year and Nine Years Ago	155
Property Tax Rates, Extensions and Collections - Last Ten Tax Years	156 - 157
Schedule of Village Sales Taxes by Industry	158
Schedule of Village Sales Taxes by Year – Last Ten Fiscal Years	159
Debt Capacity	
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years	160
Computation of Direct and Overlapping Bonded Debt	161
Pledged Revenue Coverage - Last Ten Fiscal Years	162 - 163
Legal Debt Margin Information	164
Demographic and Economic Information	
Demographic and Economic Statistics - Last Ten Fiscal Years	165
Principal Employers - Current Year and Nine Years Ago	166
Operating Information	
Village Employment Statistics - Last Ten Fiscal Years	167
Operating Indicators by Function – Last Ten Fiscal Years	168 - 169
Capital Asset Statistics by Function - Last Ten Fiscal Years	170
Miscellaneous Statistics	171

(Concluded)

## **INTRODUCTORY SECTION**



# Village of Channahon Organizational Chart



**Village of Channahon, Illinois**

PRINCIPAL OFFICIALS

Year Ended April 30, 2022

---

Janet "Missey" Moorman Schumacher, Village President

Kristin Hall, Village Clerk

Thomas J. Durkin, Village Administrator

Heather Wagonblott, Finance Director

Board of Trustees

Sam Greco

Patricia Perinar

Chantal Host

Mark Scaggs

Scott McMillin

Scott Slocum



October 14, 2022

To the Honorable Village President, Members of the Village Board  
and the Citizens of the Village of Channahon:

The Annual Comprehensive Financial Report of the Village of Channahon, Illinois (Village) for the year ended April 30, 2022 is hereby submitted as mandated by both local ordinances and state statutes. They require that the Village, on an annual basis, report on its financial activity, as well as have an independent firm of certified public accountants audit the report. Responsibility, for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Village. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's activities have been included.

The Annual Comprehensive Financial Report is presented in three (3) sections: introductory, financial, and statistical. The introductory section includes this letter of transmittal, an organizational chart, and a list of the Village's principal elected and appointed officials. The financial section includes Management's Discussion and Analysis (MD&A), the basic financial statements and the combining and individual fund financial statements as well as the independent auditor's report on the basic financial statements. The MD&A is a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement and should be read in conjunction with the MD&A. The Village's MD&A can be found immediately following the report of the independent auditors. The statistical section, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis.

The Village includes all the funds of the primary government (i.e., the Village of Channahon as legally defined). The Village provides a range of services including administration, police protection, finance, development, code enforcement, construction and maintenance of streets and infrastructure, as well as water and wastewater treatment services. The Utility Fund, which provides water and wastewater services, is reported as a business-type activity of the Village. In addition, refuse disposal service is treated as a business-type activity due to the business-like nature of its operation.

### **Governmental Structure, Local Economic Conditions and Outlook**

The municipal government, incorporated in 1961, is located in the northeastern part of the state of Illinois. The Village's land area sprawls over approximately 18.42 square miles which covers both Will and Grundy counties. The Village currently has a population of 13,383 as reported by the 2020 U.S. Census results.

The Village has operated under the Village Board-Trustee form of government since incorporation. Policymaking and legislative authority are vested in the Village Board, which consists of a Village President and a six-member Board of Trustees. The Village Board sets policy for the Village, adopts ordinances and resolutions, adopts the annual budget, approves the annual property tax levy and approves all expenditures. Board members are elected to four-year staggered terms. The Village President is elected to a four-year term. The Village President and Board members are elected on a non-partisan basis. The Village Administrator is appointed by the Village Board and is responsible for carrying out the policies and ordinances of the Village Board, and for overseeing the day-to-day operations of the Village. Appointment of the directors of the Village's departments is recommended by the Village Administrator and approved by the Village Board of Trustees.

The Village's general operating budget for fiscal year ended April 30, 2022 was originally adopted to include expenditures approximately \$0.3 million over anticipated revenues, utilizing a small portion of fund reserves. The fiscal year ended with revenues far in excess of the annual expenditures, therefore the Village added to reserves rather than utilizing reserves. The amended budget that was subsequently adopted for fiscal year 2022 included sufficient revenues to offset the annual expenses.

The Village has continued a very conservative and dutiful budgeting process over the years. The Village's financial stability is largely due to the years of conservative budgeting and fiscal responsibility demonstrated by the Village Board and staff. In addition, over the past several years, the Village has benefited from the interest of real estate developers which has resulted in residential and non-residential developments that have allowed the Village to strengthen the diversification of the property tax base. Development has also allowed the Village to complete several major infrastructure improvements including the construction or improvement of streets, and the installation and connection of water and sanitary sewer lines. These improvements not only benefit the current residential and non-residential development, but also pave the way for future growth. Continued growth within the Village is anticipated with the future development of Town Center, continued residential home building, and several new businesses opening in the upcoming fiscal year.

### **Major Initiatives**

#### **For Fiscal Year 2022**

The Village's fiscal responsibility was demonstrated by low debt levels, conservative revenue estimates and mindful expenditures. Despite the uncertainty of the economic climate caused by the recent pandemic, Village revenues were minimally impacted largely due to the Village not relying heavily on one revenue source. Village revenues are diversified enough so that if a major loss of revenues should unexpectedly occur, the Village would be minimally impacted.

Fund reserves remain positive and will continue to be closely monitored and evaluated throughout the upcoming years. The Village continues to pursue development and strategies to encourage additional growth within the community. Diversification of the tax base between commercial, industrial and residential continues to assist with keeping property tax rates low. This can be evidenced in part by a sixth consecutive year of property value increases accompanied by a lower tax rate in each of those six years. Over the past decade, the Village has seen a significant increase in the Equalized Assesses Value (EAV) from both Will and Grundy counties. The EAV growth can be attributed to the economy as well as the addition of several large industrial buildings and the construction of more than 600 residential homes. The industrial buildings provide millions of square feet of industrial space and provide for a significant amount of additional employment opportunities within the community. Both prior to and during the pandemic, several new small businesses opened within the community and space within the industrial buildings have been occupied by long-term leases. Residential developers continue to thrive, building new homes and welcoming new families to the Village to appreciate the vast and varied amenities including abundant natural and recreational resources and excellent quality schools, both which contribute to a strong sense of community. The Village continuously ranks as one of the safest cities in Illinois and in America.

The Village continued to provide excellent services to the residents of Channahon and Village staff took additional precautions to ensure safety and continued financial stability, of residents, businesses, employees, and the like. The police department received Lexipol's Connect Gold award for 2021 which is given to police departments who stay current with all applicable law training, policy updates, and best practices in the field of law enforcement. The Village's police department participated in the Illinois Law Enforcement Accreditation Program during the fiscal year. The accreditation program is an ongoing process in which a professional assessment by an independent authoritative body evaluates the Village's police department in the four general subject areas of police Administration, Operations, Personnel, and Training. The assessment compares the Village's performance against an established criterion, confirms that benchmark in reporting, training, policies, and procedures are being met, and verifies a quality delivery of police services. The Village's police department achieved the initial accreditation in 2010 and has since been re-accredited three (3) times, with the latest in fiscal year 2021.

### For the Future

The Village is confident that the continued conservative approach related to financial decisions, both short-term and long-term, will persevere through any future uncertainties. The Village continues to be confident in terms of residential and commercial growth. This has been demonstrated by a significant increase in building within the community over the past six years and the completion of several large development projects. Over 100 new homes were built within the Village during each of the last five fiscal years.

The Village has adopted policies to move forward with various capital projects including the development of the western waste water treatment plant, the continuation and completion of the Bridge Street Multi-Use Path, and other necessary public infrastructure improvements that create and improve the climate for economic development. The Village continued to replace and upgrade the municipal equipment and vehicle fleet without incurring additional debt.

In February, 2022, a resolution was approved for the Village's participation in the formation, and to become a member, of a water commission to bring Lake Michigan water to the community by the year 2030. Recent studies of the deep sandstone aquifer indicated that the current water source utilized by the Village and other surrounding municipalities is declining. The long-term viability of this groundwater supply as a reliable drinking water source is insufficient to support the future water needs of the Village. Participation in the water commission and bringing Lake Michigan water to the Village was determined to be the most reliable, safe, adequate, and cost-effective option for the supply of drinking water for the current and future residents of Channahon.

### **Financial Information**

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

As a recipient of federal, state and local financial assistance, the Village is also responsible for ensuring that an adequate internal control structure is in place in order to document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management, including the Village's Finance Department.

The Village maintains extensive budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Village Board. Activities of the General Fund, certain special revenue funds and TIF Funds are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. However, expenditures at the object level are continuously monitored with great scrutiny. The Village also maintains an encumbrance accounting system as one method of maintaining budgetary control. Outstanding encumbrances are generally included within the current year's budget and financial statements. 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.

### **Pension Fund Operations:**

At fiscal year-end, the Channahon Police Pension fund reflects a 66.05% funding level. The Village's annual contribution to the fund includes an amount actuarially necessary to fund the unfunded portion. The Village makes a concerted effort each year to contribute the actuarially required levy amount, or more, for the police pension 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 calendar year 2021 is 18.38% of payroll for Regular employees and 14.10% for Sheriff's Law Enforcement Personnel (SLEP). The remaining amortization period at December 31, 2021 was 9 years for the Regular plan and 12 years for the SLEP plan.

### **Other Information**

Independent Audit: State statutes require an annual audit by independent certified public accountants. Miller Cooper & Co., Ltd. was selected and approved by the Village Board as the external auditors. Auditing standards generally accepted in the United States of America were used by the auditors in conducting the engagement. The auditor's report on the basic financial statements is included in the financial section of this report.

### **Awards**

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Channahon for its annual comprehensive financial report for the year ended April 30, 2021. This was the seventeenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

### **Acknowledgments**

I would like to thank the Finance Department staff for their imperative ethics, outstanding organization, strong dedication to the Village as a whole, and their unwavering attention to detail. The hard work, efficiency, and enthusiasm portrayed by Village staff assists to make the Village a continued success both financially and operationally. The preparation of this report could not have been accomplished without all departments' daily assistance and effort towards the success of the Village. I would like to acknowledge the Village Administrator and the other department staff for their cooperation during the year as well as during the audit process.

Most importantly, I would like to thank Village President Missey Moorman Schumacher and the Board of Trustees for their continued support, commitment, and devotion to the employees and residents of the Village of Channahon. Without their leadership and guidance, the Village would not achieve the continued success and growth. It is an honor to be part of a thriving and evolving municipality.

Respectfully submitted,



Heather Wagonblott, CIMT  
Finance Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Village of Channahon  
Illinois**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

April 30, 2021

*Christopher P. Morill*

Executive Director/CEO

## **FINANCIAL SECTION**

# MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

## INDEPENDENT AUDITORS' REPORT

To the Village President and Board of Trustees  
Village of Channahon  
Channahon, Illinois

### **Report on the Audit of the Financial Statements**

#### **Opinions**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Channahon, Illinois (the Village), as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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, City, as of April 30, 2022, 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.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Responsibilities of Management for the Financial Statements**

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

(Continued)

### **Responsibilities of Management for the Financial Statements (Continued)**

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

(Continued)

---

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 13, the Illinois Municipal Retirement Fund and Police Pension Fund data on pages 92 through 101, the other postemployment benefits data on page 102, budgetary comparison schedules and notes to the required supplementary information on pages 103 through 105 be presented to supplement the basic financial statements. Such information is the responsibility of management and although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Financial Information**

Our audit for the year ended April 30, 2022 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying supplementary financial information, as listed in the table of contents, for the year ended April 30, 2022 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary financial information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended April 30, 2022.

---

**Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 14, 2022, on our consideration of Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Village's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.



---

Certified Public Accountants

Deerfield, Illinois  
October 14, 2022

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

Our discussion and analysis of the Village of Channahon's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2022. Certain comparative information between the current year and the prior year is required to be presented in the Management's Discussion and Analysis (the "MD&A"). Please read it in conjunction with the Village's financial statements, which begin on page 14.

**FINANCIAL HIGHLIGHTS**

- Net position of our governmental activities increased by \$9.0 million or 23.7% and net position in our business-type activities increased by \$3.8 million or 9.3% resulting in an overall positive change in the Village's net position of \$12.8 million or 16.2%. An increase in property tax revenue (due to increased property values), state tax revenues (due to various businesses locating within the Village), a significant amount of state and federal grant monies, as well as the purchase of land for the future Town Center development received lead to this year's governmental activities' increase. The business-type activities increased as a result of a significant amount of contributed capital additions and capital asset additions including the purchase of land on the far west side of the Village for a future waste water treatment plant.
- The Village's revenues from governmental activities were \$32.1 million, up \$3.3 million from the prior year. Expenses from governmental activities totaled \$23.1 million, down \$0.2 million from the prior year. The increase in revenues was due to an increase in property tax revenue, state tax revenues, and state and federal grant awarded. The expenses slightly decreased due to the effects of the supply chain shortages causing less expenditures incurred for capital projects and/or capital equipment.
- Business-Type revenues increased by approximately \$1.5 million or 18.8%, to \$9.5 million largely due to a significant amount of capital contributions received and receipt of capital grants. Expenses increased by approximately \$0.5 million to approximately \$5.7 million from the prior year. The decrease is largely due to the effects of the supply chain shortages causing less expenditures incurred for capital projects and/or capital equipment.
- The Village continues to maintain a healthy financial profile with extremely strong reserves and a low debt burden which is supported by a rating of Aa2 from the Moody's Investors Service.

**USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Statement of Net Position (on pages 14-15) and the Statement of Activities (on pages 16-17) provide information about the activities of the Village as a whole and present a long-term view of the Village's finances. Fund financial statements start on page 18. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about the activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

**The Statement of Net Position and the Statement of Activities**

The Statement of Net Position and the Statement of Activities report information about the Village as a whole and about its activities throughout the year. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private sector companies. All of the current year's revenues and expenditures are taken into account regardless of when cash is received or paid.

These two statements report the Village's net position and the changes in them. The Village's net position is the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. A measurement of the Village's financial health or financial position is the Village's net position. Fluctuations in the Village's net position is one indication if the Village's financial health is improving or deteriorating. Net position in combination with other non-financial factors, such as changes in the Village's property tax base and the condition of its roads, are used in determining the overall financial health of the Village.

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

The Village is divided into two kinds of activities for the Statement of Net Position and Statement of Activities:

1. **Governmental Activities** – Most of the Village's basic services are reported here, including general administration, finance, public safety, public works, community development, and emergency management. Property taxes, state taxes (such as sales, income, local use, and excise taxes), Village taxes (such as home rule sales taxes and gasoline and diesel taxes), miscellaneous fines and fees, building permits, franchise fees, state shared revenues and federal grants finance a majority of these activities.
2. **Business-Type Activities** – The Village charges user fees to customers to cover the expenses incurred for the services provided by the Village such as water and sewer operations and the outsourced refuse disposal services.

**Reporting the Village's Most Significant Funds**

***Fund Financial Statements***

The fund financial statements begin on page 18 and provide detailed information about the most significant funds – not the Village as a whole. Some funds are required to be established by State law or by bond covenants. The Village Board establishes other funds to help control, manage and monitor certain revenues and expenses for particular purposes or to show that the legal responsibilities for using certain monies are being met. The Village's two types of funds – governmental and proprietary – use different accounting approaches.

*Governmental Funds* – Most of the Village's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources than can be spent in the near future to finance the Village's operations and capital projects. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are described in a reconciliation of the fund financial statements.

*Proprietary Funds* – When the Village charges user fees to customers for the services provided – whether to outside customers or to other units of the Village – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The Village's enterprise fund (a component of proprietary funds) is the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for the proprietary fund.

**The Village as Trustee**

***Reporting the Village's Fiduciary Responsibility***

The Village is the trustee, or fiduciary, for the Village's Police Pension Plan. All of the Village's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and Changes in Plan Net Position on pages 31 and 32. These activities are reported as a fiduciary activity as a Pension Trust Fund within the financial statements as required by GASB Statement No. 84, *Fiduciary Activities*.

The Village is responsible for ensuring that the assets reported in this fund are used for their intended purposes.

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

**THE VILLAGE AS A WHOLE**

The following is a condensed version of the Statement of Net Position as of April 30, 2022 and 2021:

**Table 1**  
**Condensed Statement of Net Position (In Millions - Rounded)**

	Governmental Activities		Business Type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
<b>Assets:</b>						
Current and Other Assets	\$ 41.8	\$ 36.6	\$ 9.7	\$ 10.4	\$ 51.5	\$ 47.0
Noncurrent Assets	0.4	0.2	0.1	-	0.5	0.2
Capital Assets, Net	33.3	30.4	47.6	44.4	80.9	74.8
Total Assets	75.5	67.2	57.4	54.8	132.9	122.0
<b>Deferred Outflows of Resources</b>						
	2.2	1.9	-	0.3	2.2	2.2
<b>Liabilities:</b>						
Current Liabilities	1.3	1.4	0.3	0.3	1.6	1.7
Noncurrent Liabilities	14.0	13.8	11.6	13.2	25.6	27.0
Total Liabilities	15.3	15.2	11.9	13.5	27.2	28.7
<b>Deferred Inflows of Resources</b>						
	15.4	15.8	0.5	0.4	15.9	16.2
<b>Net Position:</b>						
Net Investment in Capital Assets	26.9	23.1	36.2	31.8	63.1	54.9
Restricted	6.6	4.6	-	-	6.6	4.6
Unrestricted	13.5	10.4	8.8	9.4	22.3	19.8
Total Net Position	\$ 47.0	\$ 38.1	\$ 45.0	\$ 41.2	\$ 92.0	\$ 79.3

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

The Village's combined net position increased by \$12.7 million or 16.0%. Current and other assets which consist mainly of cash and investments, property tax receivables, intergovernmental receivables and other receivables, increased by \$4.5 million as a result of additional property tax revenues and state tax revenues as well as a significant amount of state and federal grant revenues. Capital assets includes land, construction in progress, land improvements, buildings, equipment, the Village's waterworks and sewerage system, infrastructure and contributed capital. The Village's net capital assets balance increased from \$74.8 million to \$80.9 million, due to a significant amount of contributed capital and the purchase of two parcels of land, one for a future waste water treatment plant on the far west side of the Village and the other for the future development of a town center. Deferred outflows of resources included deferred amounts related to pensions and loss on refunding of bonds and remained consistent with the prior year.

Current liabilities decreased by \$0.1 million as a result of decreases in accounts payable and accrued interest. Current liabilities include accounts payable, accrued payroll and interest payable on debt. Noncurrent liabilities consist mainly of bonds payable, loans payable, net pension liability and salary-related benefits payable. Noncurrent liabilities decreased by \$1.4 million largely due to current year debt payments. Deferred inflows of resources include property taxes levied for a future period and deferred pension payments.

The substantial increase in net position is a result of the increase of various tax revenues, the monitored and conservative approach to spending, and a significant amount of contributed capital and capital assets additions.

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

For the years ended April 30, 2022 and 2021, the Condensed Statement of Activities is as follows:

**Table 2**  
**Condensed Statement of Activities (In Millions - Rounded)**

	Governmental Activities		Business Type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
<b>Revenues</b>						
<b>Program Revenues:</b>						
Charges for Services	\$ 2.8	\$ 4.0	\$ 5.8	\$ 6.2	\$ 8.6	\$ 10.2
Operating Grants and Contributions	1.9	1.6	-	-	1.9	1.6
Capital Grants and Contributions	3.6	2.0	3.7	1.7	7.3	3.7
<b>General Revenues:</b>						
Property Taxes	13.0	12.2	-	-	13.0	12.2
Intergovernmental	8.6	7.0	-	-	8.6	7.0
Other Taxes	2.5	1.9	-	-	2.5	1.9
Interest	(0.3)	0.1	-	0.1	(0.3)	0.2
Total Revenues	<u>32.1</u>	<u>28.8</u>	<u>9.5</u>	<u>8.0</u>	<u>41.6</u>	<u>36.8</u>
<b>Program Expenses:</b>						
General Government	13.2	13.1	-	-	13.2	13.1
Public Safety	3.6	3.5	-	-	3.6	3.5
Community Development	0.8	1.3	-	-	0.8	1.3
Streets and Bridges	5.3	5.2	-	-	5.3	5.2
Interest and Fees	0.2	0.2	-	-	0.2	0.2
Waterworks and Sewage	-	-	4.6	4.2	4.6	4.2
Refuse Disposal	-	-	1.1	1.0	1.1	1.0
Total Expenses	<u>23.1</u>	<u>23.3</u>	<u>5.7</u>	<u>5.2</u>	<u>28.8</u>	<u>28.5</u>
Excess						
Before Transfers	9.0	5.5	3.8	2.8	12.8	8.3
Interfund Transfers	-	0.1	-	(0.1)	-	-
Change in Net Position	9.0	5.6	3.8	2.7	12.8	8.3
Net Position, Beginning	38.0	32.5	41.2	38.5	79.2	71.0
Net Position, Ending	<u>\$ 47.0</u>	<u>\$ 38.1</u>	<u>\$ 45.0</u>	<u>\$ 41.2</u>	<u>\$ 92.0</u>	<u>\$ 79.3</u>

The table above illustrates a strong financial position for both governmental and business-type activities.

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

**Governmental Activities**

Revenues for the Village's governmental activities increased by \$3.3 million or 11.5% while total expenses decreased by \$0.2 million or 0.8%. The increase in revenues was primarily due to increases in property and state tax revenues as well as the receipt of state and federal grant funds. On the contrary, general government expenses decreased as a result of a lesser amount of capital equipment purchased due to the lack of availability.

Table 3 presents the cost of each of the Village's five governmental activity categories – general government, public safety, community development, streets and bridges and interest on long-term debt, as well as each categories' net cost (total cost less revenue generated by the activities). The net cost shows the amount the Village's taxpayers funded through various methods.

The general government category includes general administrative functions as well as various employee benefit programs, the Insurance Fund, the Audit Fund and the TIF District Fund. Public safety includes the police department, the Police Forfeiture Fund and the Police Pension Expense Fund. Streets and Bridges include the streets department, the Motor Fuel Tax Fund and the Motor Fuel Tax Bond Fund. Overall, the total cost of services decreased by \$0.2 million as a result of conservative spending and less than anticipated capital equipment costs.

**Table 3**  
**Governmental Activities (In Millions - Rounded)**

	Total Cost of Services		Net Cost of (Surplus from) Services	
	2022	2021	2022	2021
General Government	\$ 13.2	\$ 13.1	\$ 9.7	\$ 9.5
Public Safety	3.6	3.5	3.5	3.3
Community Development	0.8	1.3	0.8	1.4
Streets and Bridges	5.3	5.2	0.6	1.3
Interest and Fees	0.2	0.2	0.2	0.2
Total Expenses	\$ 23.1	\$ 23.3	\$ 14.8	\$ 15.7

**Business-Type Activities**

The Village's business-type activities are comprised of two separate and distinct activities: Water/Wastewater Utility and Refuse Disposal. Business-Type activities revenues increased \$1.5 million during 2022. The increase was largely due to the receipt of operating and capital grant money and the annual increase of water and sewer rates accompanied by an increase in water users. Expenses increased slightly by \$0.5 million due to increased repairs and maintenance and capital outlay. The net position increased \$3.8 million due the receipt of grants as well as significant contributed capital and capital asset additions.

**THE VILLAGE'S FUNDS**

The General Fund and other funds such as special revenue and capital project funds maintained healthy fund balances. The Village's TIF District fund balance experienced an increase of approximately \$61,000 as a result of an increase in property tax revenues and the fund no longer carrying debt. The Other Governmental Funds' fund balances remained consistent with the prior year, increasing approximately \$544,000. The Village established a new TIF District during fiscal year 2022 named the Tryon Street TIF. The Village intends to redevelop and encourage mixed residential use, retail, commercial and institutional uses to locate, upgrade, expand and/or modernize their facilities within the Village as part of its ongoing economic development planning.

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

**General Fund Budgetary Highlights**

Over the course of the year, the Village Board of Trustees revised the Village budget. The budget was revised to take into consideration changes in projected revenues, acceleration or deferral of Village projects, and changes in costs for normal operations. The General Fund's budgeted revenues were \$9.6 million while expenditures were approximately \$13.6 million. The projected budget deficit of approximately \$4.1 million was primarily due to the capital outlay projects expected to be completed during the fiscal year. At the end of the fiscal year, actual revenues exceeded the budgeted amounts by \$2.8 million due to higher than anticipated State and local tax revenue and state and federal grant monies received. Actual expenditures were less than budgeted amounts by approximately \$2.5 million due to less than anticipated capital outlay and capital equipment expenditures.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

During the fiscal year, the Village's net capital assets increased to \$80.9 million. The increase is due to the addition of several large street and water main infrastructure projects, the purchase and replacement of large capital equipment, and the purchase of two parcels of land for future use. Current year capital asset additions were approximately \$10.5 million. Depreciation expense for 2022 was \$4.3 million.

**Table 4**  
**Capital Assets (Net of Depreciation - In Millions)**

	Governmental Activities		Business Type Activities		Total Reporting Entity	
	2022	2021	2022	2021	2022	2021
Land	\$ 1.5	\$ 0.2	\$ 1.5	\$ 0.2	\$ 3.0	\$ 0.4
Construction in Progress	2.5	2.5	-	-	2.5	2.5
Land Improvements	9.5	5.8	-	-	9.5	5.8
Buildings	3.1	3.3	-	-	3.1	3.3
Waterworks and Sewage	-	-	45.8	43.9	45.8	43.9
Equipment	1.0	1.0	0.3	0.3	1.3	1.3
Infrastructure	15.7	17.6	-	-	15.7	17.6
<b>Totals</b>	<b>\$ 33.3</b>	<b>\$ 30.4</b>	<b>\$ 47.6</b>	<b>\$ 44.4</b>	<b>\$ 80.9</b>	<b>\$ 74.8</b>

More detailed information about the Village's capital assets is presented in Note E to the financial statements.

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

**Long-Term Liabilities**

Table 5 illustrates the Village's outstanding long-term liabilities as of April 30, 2022. Total debt decreased from \$27.0 million to \$25.6 million. The Governmental Funds debt is decreasing each year since no new debt has been issued for the Governmental Funds since 2016. In the prior year, the Business-Type Funds issued debt through the Illinois Environmental Protection Agency for the wastewater treatment plant expansion. One increase noted relates to the Village's net pension liability as a result of the actuarial calculations. For the year ended April 30, 2022, the Village has a net pension asset for IMRF and the balance is reported as an asset on the Statement of Net Position.

General Obligation Bonds are debt that is backed by the financial strength of the Village alone. Each year the Village Board passes ordinances to abate all debt, thus not relying on property tax revenues to pay debt obligations. Infrastructure loans are backed by collateral and the financial strength of the Village.

**Table 5**  
**Outstanding Debt (In Millions)**

	Governmental Activities		Business Type Activities		Total Reporting Entity	
	2022	2021	2022	2021	2022	2021
General Obligation Bonds	\$ 6.4	\$ 7.4	\$ 2.0	\$ 2.8	\$ 8.4	\$ 10.2
Infrastructure Loans	-	-	9.4	9.9	9.4	9.9
Net Pension Liabilities	7.0	5.7	-	0.3	7.0	6.0
Postemployment Benefit Liability	0.4	0.5	0.2	0.2	0.6	0.7
Compensated Absences	0.2	0.2	-	-	0.2	0.2
Totals	\$ 14.0	\$ 13.8	\$ 11.6	\$ 13.2	\$ 25.6	\$ 27.0

The Village's general obligation bond rating for the 2016 Series bonds was Aa2, a rating that has been assigned to the Village by Moody's Investor Service. More detailed information about the Village's long-term debt is presented in Note G to the financial statements.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The following economic factors affected the Village and its residents.

- Business and residents continue to have an interest in locating to the Village of Channahon which bolsters prosperity. Over the past several years, the Village has seen tremendous growth in new home building and multiple industrial buildings. As a result of the development, various infrastructure capital projects have been started and/or completed.
- The Village's overall economic growth has allowed the Village to continue providing residents and businesses with excellent services. The Village has been fortunate to add staff to various departments which has had a positive impact Village-wide and helped maintain excellent service to the community.
- The Village has seen a significant increase in tax revenue over the past two year, particularly municipal and local sales tax revenues.

**VILLAGE OF CHANNAHON, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2022**  
**(Unaudited)**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES** (Continued)

- The Village Board recently passed an ordinance to participate in creating a water commission with five other local municipalities for the provision of Lake Michigan water. For several years, Village staff and outside consultants have evaluated the aquifers which produces the current water source within the Village. As a result of the evaluation, it was noted that in the near future, the Village would no longer be able to utilize this water source. Therefore, as a result of creating and joining this water commission, the Village residents will have Lake Michigan water beginning in the year 2030.

The Village's elected and appointed officials consider many factors when approving the budgets, tax rates and fees that will be charged for business-type activities and residents, including the current state of the economy.

The tax rate for levy 2021, payable in 2022, was set at 0.6494 per one hundred dollars of equalized assessed valuation (EAV). The Village's assessed valuation was \$601,686,407, which is a 10.6% increase in the EAV. The Village has seen an increase in the EAV for the last seven levy years. The Village realized an increase of \$89,703 in real estate taxes extended (not including road and bridge tax, which is not assessed by the Village). The final tax extension for 2021 was \$3,024,464.

In a time of high inflation and economic uncertainty, accompanied with the unknown residual impacts of the COVID-19 pandemic on the Village's vendors, operations, financing arrangements, and future property tax collections, the Village is cognizant this current environment could significantly impact sensitive, significant revenue sources such as sales tax, hotel/motel tax, income tax, and motor fuel tax are consistently monitored. The Village maintains an appropriate amount of reserve funds should an unexpected downturn in revenues occurs. The Village's conservative approach to budgeting and expenditures shields the Village from any negative impacts that may occur.

**CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Village's finances and to show the Village's accountability for revenue received. If you have any questions about this report or need additional financial information, contact the Director of Finance at the Village of Channahon, 24555 S. Navajo Drive, Channahon, Illinois 60410.

## **BASIC FINANCIAL STATEMENTS**

**Village of Channahon, Illinois**  
**STATEMENT OF NET POSITION**  
April 30, 2022

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and investments	\$ 25,148,017	\$ 9,197,924	\$ 34,345,941
Receivables, net of allowance			
Property taxes	13,797,748	-	13,797,748
Intergovernmental	2,421,092	-	2,421,092
Customer accounts	-	414,156	414,156
Interest	38,260	3,412	41,672
Other	363,366	-	363,366
Prepaid items	74,157	13,266	87,423
Inventory	-	18,175	18,175
Net pension asset	390,444	73,270	463,714
Capital assets			
Capital assets not being depreciated	4,017,787	1,509,632	5,527,419
Capital assets, net of accumulated depreciation	<u>29,292,505</u>	<u>46,137,212</u>	<u>75,429,717</u>
 Total assets	 <u>75,543,376</u>	 <u>57,367,047</u>	 <u>132,910,423</u>
<b>DEFERRED OUTFLOWS</b>			
Deferred outflows related to pensions	2,115,641	39,126	2,154,767
Deferred loss on refunding of bonds	<u>67,907</u>	<u>-</u>	<u>67,907</u>
 Total deferred outflows	 <u>2,183,548</u>	 <u>39,126</u>	 <u>2,222,674</u>

(Continued)

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
**STATEMENT OF NET POSITION (Continued)**  
April 30, 2022

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 445,086	\$ 238,365	\$ 683,451
Accrued payroll	214,489	35,263	249,752
Infrastructure development liability	561,719	-	561,719
Accrued interest payable	59,015	33,115	92,130
Unearned revenue	-	5,766	5,766
Long-term liabilities			
Due within one year	754,836	1,083,157	1,837,993
Due in more than one year	<u>13,216,138</u>	<u>10,491,212</u>	<u>23,707,350</u>
Total liabilities	<u>15,251,283</u>	<u>11,886,878</u>	<u>27,138,161</u>
<b>DEFERRED INFLOWS</b>			
Property taxes levied for a future period	13,797,748	-	13,797,748
Deferred inflows related to pensions	<u>1,605,432</u>	<u>476,610</u>	<u>2,082,042</u>
Total deferred inflows	<u>15,403,180</u>	<u>476,610</u>	<u>15,879,790</u>
<b>NET POSITION</b>			
Net investment in capital assets	26,931,962	36,248,619	63,180,581
Restricted by enabling legislation for:			
Risk management	302,335	-	302,335
Maintenance of roadways	764,591	-	764,591
Public safety	33,521	-	33,521
Capital projects	669,254	-	669,254
Debt service	4,818,178	-	4,818,178
Other purposes	28,107	-	28,107
Unrestricted	<u>13,524,513</u>	<u>8,794,066</u>	<u>22,318,579</u>
Total net position	<u>\$ 47,072,461</u>	<u>\$ 45,042,685</u>	<u>\$ 92,115,146</u>

(Concluded)

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
**STATEMENT OF ACTIVITIES**  
Year Ended April 30, 2022

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities				
General government	\$ 13,170,307	\$ 2,381,713	\$ 1,113,329	\$ -
Public safety	3,638,396	105,380	-	-
Community development	806,846	-	-	-
Streets and bridges	5,276,683	338,760	813,657	3,554,239
Interest and fees	222,440	-	-	-
Total governmental activities	<u>23,114,672</u>	<u>2,825,853</u>	<u>1,926,986</u>	<u>3,554,239</u>
Business-type activities				
Waterworks and sewerage	4,574,745	4,666,752	-	3,668,908
Refuse disposal	1,082,658	1,162,363	-	-
Total business-type activities	<u>5,657,403</u>	<u>5,829,115</u>	<u>-</u>	<u>3,668,908</u>
Total	<u>\$ 28,772,075</u>	<u>\$ 8,654,968</u>	<u>\$ 1,926,986</u>	<u>\$ 7,223,147</u>
			General revenues	
			Property taxes	
			Unrestricted intergovernmental	
			Other taxes	
			Interest income (loss)	
			Transfers	
			Total general revenues and transfers	
			Change in net position	
			Net position - beginning of year	
			Net position - end of year	

The accompanying notes are an integral part of this statement.

---

Net (Expense) Revenue and  
Changes in Net Position

---

Governmental Activities	Business-type Activities	Total
\$ (9,675,265)	\$ -	\$ (9,675,265)
(3,533,016)	-	(3,533,016)
(806,846)	-	(806,846)
(570,027)	-	(570,027)
(222,440)	-	(222,440)
(14,807,594)	-	(14,807,594)
-	3,760,915	3,760,915
-	79,705	79,705
-	3,840,620	3,840,620
(14,807,594)	3,840,620	(10,966,974)
13,046,807	-	13,046,807
8,621,727	-	8,621,727
2,479,493	-	2,479,493
(315,681)	13,074	(302,607)
7,961	(7,961)	-
23,840,307	5,113	23,845,420
9,032,713	3,845,733	12,878,446
38,039,748	41,196,952	79,236,700
\$ 47,072,461	\$ 45,042,685	\$ 92,115,146

---

## Village of Channahon, Illinois

Governmental Funds

BALANCE SHEET

April 30, 2022

	General Fund	T.I.F. District Fund	Motor Fuel Tax Bond Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and investments	\$ 18,452,696	\$ 546,257	\$ 4,023,395	\$ 2,125,669	\$ 25,148,017
Receivables, net of allowances					
Property taxes	2,154,598	10,574,462	-	1,068,688	13,797,748
Intergovernmental	2,104,305	-	274,641	42,146	2,421,092
Other	324,737	-	-	38,629	363,366
Interest	38,260	-	-	-	38,260
Prepaid items	59,702	-	-	14,455	74,157
Due from other funds	397,020	-	-	-	397,020
Total assets	\$ 23,531,318	\$ 11,120,719	\$ 4,298,036	\$ 3,289,587	\$ 42,239,660
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>					
<b>Liabilities</b>					
Accounts payable	\$ 369,587	\$ 49	\$ 51,162	\$ 24,288	\$ 445,086
Accrued payroll	214,489	-	-	-	214,489
Infrastructure development liability	177,738	-	-	383,981	561,719
Due to other funds	-	-	-	397,020	397,020
Total liabilities	761,814	49	51,162	805,289	1,618,314
<b>Deferred inflows</b>					
Property taxes levied for a future period	2,154,598	10,574,462	-	1,068,688	13,797,748
Unavailable intergovernmental revenues	682,630	-	-	-	682,630
Total deferred inflows	2,837,228	10,574,462	-	1,068,688	14,480,378
<b>Fund balances</b>					
Nonspendable	456,722	-	-	14,455	471,177
Restricted	-	546,208	4,246,874	1,808,449	6,601,531
Assigned	194,299	-	-	-	194,299
Unassigned	19,281,255	-	-	(407,294)	18,873,961
Total fund balance	19,932,276	546,208	4,246,874	1,415,610	26,140,968
Total liabilities, deferred inflows and fund balance	\$ 23,531,318	\$ 11,120,719	\$ 4,298,036	\$ 3,289,587	\$ 42,239,660

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
 Governmental Funds  
 RECONCILIATION OF THE BALANCE SHEET  
 OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION  
April 30, 2022

---

Amounts reported for governmental activities in the statement of net position differ from the governmental funds balance sheet because:

Total fund balance - governmental funds		\$ 26,140,968
---	--	---------------

The net pension asset resulting from the IMRF Regular and Sheriff's Law Enforcement Personnel (SLEP) plan fiduciary net position exceeding the total pension liability is not a financial resource and therefore not reported in the governmental funds.		390,444
--	--	---------

Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.		33,310,292
--	--	------------

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows related to IMRF pension fund	\$ 111,358		
Deferred inflows related to IMRF pension fund	(1,380,134)		
Deferred outflows related to police pension fund	2,004,283		
Deferred inflows related to police pension fund	<u>(225,298)</u>		510,209

Because the focus of governmental funds is on short-term financing, some assets will not be available to pay for current period expenditures. Those assets are offset by unearned revenues in the governmental funds and are thus not included in the fund balances. At year-end, the Village deferred a portion of the sales and use taxes receivable (unearned revenue), in the governmental funds but not in the statement of net position.		682,630
--	--	---------

Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and, therefore, is not recognized in the governmental funds balance sheet.		(59,015)
---	--	----------

(Continued)

---

The accompanying notes are an integral part of this statement.

## Village of Channahon, Illinois

Governmental Funds

### RECONCILIATION OF THE BALANCE SHEET

OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION (Continued)

April 30, 2022

---

Deferred loss on refunding of bonds, included in the statement of net position, is not available to pay for current period expenditures and, accordingly, is not included in the governmental funds balance sheet. \$ 67,907

Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not reported in the governmental funds balance sheet.

Bonds payable	\$ (6,209,000)	
Unamortized bond premium	(237,237)	
Net police pension liability	(6,969,296)	
RHP total other postemployment benefit liability	(376,513)	
Compensated absences	<u>(178,928)</u>	<u>(13,970,974)</u>
Net position - governmental activities		<u>\$ 47,072,461</u>

(Concluded)

---

The accompanying notes are an integral part of this statement.

## Village of Channahon, Illinois

### Governmental Funds

#### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

Year Ended April 30, 2022

	<u>General Fund</u>	<u>T.I.F. District Fund</u>	<u>Motor Fuel Tax Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>					
Property taxes	\$ 2,187,770	\$ 9,832,991	\$ -	\$ 1,026,046	\$ 13,046,807
Other taxes	2,479,493	-	-	-	2,479,493
Intergovernmental	5,309,010	-	3,219,428	-	8,528,438
Payments in lieu of taxes	210,172	-	-	189,739	399,911
Licenses and permits	338,760	-	-	-	338,760
Fines and fees	105,380	-	-	-	105,380
Charges for services	418,297	-	-	-	418,297
Interest income (loss)	(318,301)	432	356	1,832	(315,681)
Grants and allotments	1,113,329	-	-	813,657	1,926,986
Miscellaneous	577,682	-	-	985,823	1,563,505
<b>Total revenues</b>	<u>12,421,592</u>	<u>9,833,423</u>	<u>3,219,784</u>	<u>3,017,097</u>	<u>28,491,896</u>
<b>Expenditures</b>					
<b>Current</b>					
General government	2,223,830	9,772,094	-	403,402	12,399,326
Public safety	4,007,178	-	-	860	4,008,038
Streets and bridges	1,917,310	-	563,246	740,000	3,220,556
Employee benefits and pension	-	-	-	716,899	716,899
Community development	713,681	-	-	125,614	839,295
Capital outlay	1,795,537	-	-	1,500	1,797,037
<b>Debt service</b>					
Principal	423,750	-	-	524,000	947,750
Interest and other	17,351	-	-	147,489	164,840
<b>Total expenditures</b>	<u>11,098,637</u>	<u>9,772,094</u>	<u>563,246</u>	<u>2,659,764</u>	<u>24,093,741</u>
<b>Excess of revenues over expenditures</b>	<u>1,322,955</u>	<u>61,329</u>	<u>2,656,538</u>	<u>357,333</u>	<u>4,398,155</u>

(Continued)

The accompanying notes are an integral part of this statement.

## Village of Channahon, Illinois

### Governmental Funds

#### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)

Year Ended April 30, 2022

---

	<u>General</u>	<u>T.I.F.</u>	<u>Motor Fuel</u>	<u>Other</u>	<u>Total</u>
	<u>Fund</u>	<u>District</u>	<u>Tax Bond</u>	<u>Governmental</u>	<u>Governmental</u>
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Funds</u>	<u>Funds</u>
Other financing sources (uses)					
Sale of capital assets	\$ 21,663	\$ -	\$ -	\$ -	\$ 21,663
Transfers in	1,094,084	-	-	202,733	1,296,817
Transfers out	<u>(169,390)</u>	<u>-</u>	<u>(1,103,857)</u>	<u>(15,609)</u>	<u>(1,288,856)</u>
Total other financing sources (uses)	<u>946,357</u>	<u>-</u>	<u>(1,103,857)</u>	<u>187,124</u>	<u>29,624</u>
Net change in fund balances	2,269,312	61,329	1,552,681	544,457	4,427,779
Fund balance					
Beginning of year	<u>17,662,964</u>	<u>484,879</u>	<u>2,694,193</u>	<u>871,153</u>	<u>21,713,189</u>
End of year	<u>\$ 19,932,276</u>	<u>\$ 546,208</u>	<u>\$ 4,246,874</u>	<u>\$ 1,415,610</u>	<u>\$ 26,140,968</u>

(Concluded)

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO**  
**THE STATEMENT OF ACTIVITIES**  
Year Ended April 30, 2022

---

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds \$ 4,427,779

The net pension asset resulting from the IMRF Regular and SLEP plan fiduciary net position exceeding the total pension liability is not a financial resource and therefore not reported in the governmental funds. 236,700

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. This is the amount by which capital outlay exceeds depreciation expense.

Capital outlay	\$	5,459,499	
Depreciation expense		(2,527,108)	
Gain on disposal of capital assets		(15,206)	2,917,185

Changes in deferred outflows and inflows of resources related to pensions are reported only in the statement of activities:

Deferred outflows and inflows of resources related to IMRF pension fund	(798,857)
Deferred outflows and inflows of resources related to police pension fund	2,402,501

Accrued interest on debt reported in the statement of activities does not require the use of current financial resources and therefore is not reported in the governmental funds. 6,352

Some revenues were not collected for several months after the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds. 93,289

Governmental funds report the loss of refundings when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. (101,862)

(Continued)

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO**  
**THE STATEMENT OF ACTIVITIES (Continued)**  
Year Ended April 30, 2022

---

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.

Principal payments on bonds payable	\$	947,750	
Bond premium amortization		37,910	
IMRF and Police Pension liabilities, net		(1,254,393)	
RHP other postemployment benefit liability, net		108,453	
Compensated absences, net		<u>9,906</u>	\$ <u>(150,374)</u>
Change in net position - governmental activities			\$ <u><u>9,032,713</u></u>

(Concluded)

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
Waterworks and Sewerage Fund - Proprietary Fund  
STATEMENT OF NET POSITION  
April 30, 2022

ASSETS

Current

Cash and investments	\$ 9,197,924
Customer accounts receivable (net of \$5,000 allowance for uncollectible accounts)	414,156
Interest receivable	3,412
Prepaid items	13,266
Inventory	18,175
Total current assets	9,646,933

Noncurrent

Net pension asset	73,270
Capital assets not being depreciated	1,509,632
Capital assets, net of accumulated depreciation	46,137,212

Total noncurrent assets	47,720,114
-------------------------	------------

Total assets	57,367,047
--------------	------------

DEFERRED OUTFLOWS

Deferred outflows related to pensions	39,126
---------------------------------------	--------

Total deferred outflows	39,126
-------------------------	--------

LIABILITIES

Current

Current portion of long-term liabilities	1,083,157
Accounts payable	238,365
Accrued payroll	35,263
Accrued interest payable	33,115
Unearned revenue	5,766

Total current liabilities	1,395,666
---------------------------	-----------

(Continued)

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
Waterworks and Sewerage Fund - Proprietary Fund  
STATEMENT OF NET POSITION (Continued)  
April 30, 2022

---

LIABILITIES (Continued)

Long-term liabilities, net of current portion	
Other postemployment benefit liability	\$ 132,288
General obligation bonds payable	1,433,599
Loans payable	<u>8,925,325</u>
Total noncurrent liabilities	<u>10,491,212</u>
Total liabilities	<u>11,886,878</u>

DEFERRED INFLOWS

Deferred inflows related to pensions	<u>476,610</u>
Total deferred inflows	<u>476,610</u>

NET POSITION

Net investment in capital assets	36,248,619
Unrestricted	<u>8,794,066</u>
Total net position	<u>\$ 45,042,685</u>

(Concluded)

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
Waterworks and Sewerage Fund - Proprietary Fund  
STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN NET POSITION  
Year Ended April 30, 2022

---

OPERATING REVENUES	
Water and sewer billings	\$ 3,494,049
Water meters	49,717
Water system recapture	33,650
Water and sewer tap/turn-on fees	877,576
Refuse disposal	1,162,363
Miscellaneous income	<u>211,760</u>
 Total operating revenues	 <u>5,829,115</u>
OPERATING EXPENSES	
Salaries and employee benefits	953,914
Legal and professional fees	7,435
Engineering fees	175,471
Sewage transportation	226,371
Refuse removal contract	1,082,658
Utilities	419,597
Billing and office	58,290
Repair and maintenance	629,394
Depreciation	1,791,967
Chemical supplies and testing	74,172
Miscellaneous expense	<u>34,792</u>
 Total operating expenses	 <u>5,454,061</u>
 OPERATING INCOME	 <u>375,054</u>

(Continued)

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
Waterworks and Sewerage Fund - Proprietary Fund  
STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN NET POSITION (Continued)  
Year Ended April 30, 2022

---

NONOPERATING REVENUES (EXPENSES)

Interest income	\$ 13,074
Interest expense	<u>(203,342)</u>
Total nonoperating expenses	<u>(190,268)</u>
Income before transfers and capital contributions	184,786
Transfers in	88,887
Transfers out	(96,848)
Capital contributions	<u>3,668,908</u>
CHANGE IN NET POSITION	3,845,733
TOTAL NET POSITION	
Beginning of year	<u>41,196,952</u>
End of year	<u>\$ 45,042,685</u>

(Concluded)

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
Waterworks and Sewerage Fund - Proprietary Fund  
**STATEMENT OF CASH FLOWS**  
Year Ended April 30, 2022

---

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from customers	\$ 5,805,218
Cash paid to suppliers for goods and services	(2,688,532)
Cash paid to employees for services and benefits	(1,135,477)
Net cash provided by operating activities	<u>1,981,209</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Transfers in	88,887
Transfers out	(96,848)
Net cash used in noncapital financing activities	<u>(7,961)</u>
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES</b>	
Principal paid on bonds and infrastructure loans	(1,212,626)
Acquisition and construction of capital assets	(1,363,599)
Interest paid on bonds and infrastructure loans	(207,849)
Net cash used in capital financing activities	<u>(2,784,074)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	13,785
Purchase of investments	(529,327)
Sale of investments	530,912
Net cash provided by investing activities	<u>15,370</u>
<b>NET DECREASE IN CASH</b>	(795,456)
<b>CASH</b>	
Beginning of year	<u>8,341,745</u>
End of year	\$ <u><u>7,546,289</u></u>
<b>Reconciliation</b>	
Cash	\$ 7,546,289
Investments	<u>1,651,635</u>
Total cash and investments	\$ <u><u>9,197,924</u></u>

(Continued)

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
Waterworks and Sewerage Fund - Proprietary Fund  
STATEMENT OF CASH FLOWS (Continued)  
Year Ended April 30, 2022

---

CASH FLOWS FROM OPERATING ACTIVITIES

Operating income	\$ 375,054
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation	1,791,967
Changes in assets and liabilities	
Customer accounts receivable	(19,097)
Prepaid items	(694)
Inventory	5,719
Deferred outflows related to pensions	193,512
Accounts payable	14,623
Accrued payroll	(5,748)
Compensated absences	7,482
Unearned revenue	(4,800)
Deferred inflows related to pensions	83,659
Other postemployment benefit liability	(38,105)
Net pension asset	<u>(422,363)</u>
Net cash provided by operating activities	<u>\$ 1,981,209</u>

NONCASH TRANSACTIONS

Capital contributions from developers	<u>\$ 3,668,908</u>
---------------------------------------	---------------------

(Concluded)

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
Police Pension Trust Fund  
STATEMENT OF FIDUCIARY NET POSITION  
April 30, 2022

---

ASSETS

Cash and cash equivalents		\$	320,331
Investments			
U.S. treasury bonds	\$	650,873	
Negotiable certificates of deposit		322,546	
Agency securities		2,961,548	
Corporate bonds		866,857	
Municipal bonds		1,003,822	
Equities - exchange traded funds		28,781	
Equities - mutual funds		<u>7,368,931</u>	13,203,358
Interest receivable			<u>37,071</u>
Total assets		\$	<u><u>13,560,760</u></u>

LIABILITIES

Accounts payable		\$	<u>1,226</u>
Total liabilities			<u><u>1,226</u></u>

NET POSITION

Restricted for pension benefits held in trust		\$	<u><u>13,559,534</u></u>
---	--	----	--------------------------

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
 Police Pension Trust Fund  
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
Year Ended April 30, 2022

---

ADDITIONS

Contributions		
Employer		\$ 973,087
Members		<u>226,223</u>
Total contributions		<u>1,199,310</u>
Investment income (expense)		
Investment earnings		5,651
Net depreciation in fair value of investments		(1,097,613)
Less: investment expense		<u>(36,089)</u>
Total investment loss		<u>(1,128,051)</u>
Total additions		<u>71,259</u>

DEDUCTIONS

Pension benefit payments including refunds of member contributions		607,225
Administrative expense		<u>31,313</u>
Total deductions		<u>638,538</u>

CHANGE IN NET POSITION (567,279)

NET POSITON RESTRICTED  
 FOR PENSION BENEFITS

Beginning of year		<u>14,126,813</u>
End of year		<u>\$ 13,559,534</u>

---

The accompanying notes are an integral part of this statement.

**Village of Channahon, Illinois**  
INDEX TO THE  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

	Page(s)
A. Summary of Significant Accounting Policies	
1. Reporting Entity	35
2. Government-wide and Fund Financial Statements	35 - 36
3. Basis of Presentation - Fund Accounting	
a. Governmental Fund Types	36 - 37
b. Proprietary Fund Types	37
c. Fiduciary Fund Types	37 - 38
4. Fund Balance	38 - 39
5. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	39 - 41
6. Receivables	41
7. Investments	41
8. Fair Value Measurements	42 - 43
9. Prepaid Items	43
10. Inventories	43
11. Interfund Transactions	43
12. Capital Assets	44 - 45
13. Compensated Absences	45
14. Long-Term Liabilities	45
15. Deferred Outflows / Deferred Inflows	46
16. Fund Balance and Restrictions of Net Position	46
17. Use of Estimates	46
18. Pensions and Other Postemployment Benefits	47
19. New Accounting Pronouncement	47
 B. Deposits and Investments	47 - 53
 C. Property Taxes	53 - 54
 D. Interfund Transactions	
1. Due to/from Other Funds	54
2. Interfund Transfers	55
 E. Capital Assets	
1. Governmental Activities	56
2. Business-Type Activities	57
3. Depreciation Expense	58
 F. Risk Management	58 - 59

**Village of Channahon, Illinois**  
INDEX TO THE  
NOTES TO FINANCIAL STATEMENTS (Continued)  
April 30, 2022

---

	<u>Page(s)</u>
G. Long-Term Liabilities	
1. Changes in Long-Term Liabilities	60 - 64
2. Direct Borrowings - Infrastructure Loans Payable	65
H. Pension Liabilities	
1. Illinois Municipal Retirement Fund	66 - 75
2. Police Pension Trust Plan	75 - 82
3. Summary of Pension Items	83
I. Other Postemployment Benefits - Retiree Health Plan	84 - 87
J. Conduit Debt	88
K. Incentive Agreements	88
L. Operating Lease	89
M. Contingencies and Commitments	
1. Grants	89
2. Litigation	89
3. Construction Commitments	89
4. COVID-19	90
N. Subsequent Events	90

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Village of Channahon, Illinois (the Village) was incorporated on December 11, 1961, in Will and Grundy Counties in the State of Illinois. The Village is a home rule unit and operates under the Board of Trustees/Manager form of government. The Village Board is composed of the Village President and six members. The Village provides services to the community that include: police, water, wastewater, refuse disposal, community development, street maintenance, and general services.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of the Village's significant accounting policies:

1. **Reporting Entity**

As defined by GAAP, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

- a. Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- b. Fiscal dependency on the primary government.

Based on the above criteria, the Village does not have any component units, and is not included as a component unit in any other governmental reporting entity.

2. **Government-wide and Fund Financial Statements**

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

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Government-wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, 2) grants and contributions that are restricted to meeting the operational requirements, and 3) grants and contributions that are restricted to meeting the capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental, proprietary, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements as they are not available to address activities or obligations of the Village. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated in the fund financial statements, and reported separately in the supplementary financial information.

3. Basis of Presentation - Fund Accounting

The accounts of the Village are organized on the basis of funds, which are considered as separate accounting entities. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance/retained earnings, revenues, and expenditures/expenses. The Village's resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements in this report into generic fund types and broad fund categories as follows:

a. Governmental Fund Types

Governmental funds are those through which most governmental functions of the Village are financed. The Village's expendable financial resources (except those accounted for in proprietary funds) are accounted for through governmental funds. The measurement focus is based upon the determination of changes in financial position, rather than upon net income determination. The following are the Village's governmental fund types:

- i. The 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.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Basis of Presentation - Fund Accounting (Continued)

a. Governmental Fund Types (Continued)

ii. Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than debt service or major capital projects) that are legally restricted to expenditures for specified purposes. The Village's special revenue funds are the Tax Increment Financing (T.I.F.) District Fund, Motor Fuel Tax Fund, Police Forfeiture Fund, School Resources Fund, IMRF and Social Security Fund, Insurance Fund, Audit Fund, Motor Fuel Tax Bond Fund, T.I.F. Route 6 & I-55 Fund, the Development Repayment Fund and the Tryon Street TIF #3 Fund (new fund in fiscal year 2022).

iii. Debt Service Funds are used to account for the accumulation of resources for debt service payments. The Village has one debt service fund - the Wescom Debt Service Fund.

iv. Capital Projects Funds are used to account for the use of resources for capital improvements. The Village has two capital projects funds - the Bluff Road & I-55 Fund and the Rt. 6 and Bradley Intersection Fund.

b. Proprietary Fund Types

Proprietary funds are used to account for the Village's ongoing activities which are similar to those often found in the private sector. The measurement focus is upon determination of net income.

i. Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has 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 purposes. The Waterworks and Sewerage Fund is the Village's enterprise fund.

c. Fiduciary Fund Types

Fiduciary funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Basis of Presentation - Fund Accounting (Continued)

c. Fiduciary Fund Types (Continued)

- i. Pension trust funds are accounted for in essentially the same manner as proprietary funds, since capital maintenance is critical. The Police Pension Trust Fund is the Village's pension trust fund. The Police Pension Trust Fund accounts for contributions from the Village in the form of property tax revenue and contributions from participants that are used to fund the respective pension plans and make payments to beneficiaries in accordance with the Illinois Pension Code.

4. Fund Balance

The governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items, inventories or balances due from other funds.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds, debt service, and capital project funds are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision making authority (the Village Board). The Village Board commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the Village removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. There were no committed fund balances at April 30, 2022.
- d. *Assigned* - refers to amounts that are constrained by the Village's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Trustees or the individual the Village Board delegates the authority to assign amounts to be used for specific purposes. The Village's policy allows intent to be stipulated by the Village Board, the Village President or Finance Director. There was \$194,299 in assigned fund balances at April 30, 2022 related to tree preservation.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Fund Balance (Continued)

- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified. As of April 30, 2022, the nonspendable balance consists of \$74,157 in prepaid items and \$397,020 due from other funds. The remaining restricted fund balances at April 30, 2022 are for purposes of the restricted funds as described in Note A.

5. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. A six-month availability period is used for revenue recognition for all other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when payment is due.

Property taxes, interest revenue, and charges for services revenues associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village reports the following major governmental funds:

The *General Fund* is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The *T.I.F. District Fund* accounts for all revenue and expenditures related to the T.I.F. District activities and programs. Revenues of the T.I.F. District Fund are generated primarily from property taxes.

The *Motor Fuel Tax Bond Fund* accounts for all revenue and expenditures related to the motor fuel taxes. Revenues of the Motor Fuel Tax Bond Fund are generated primarily from fuel and diesel fuel tax revenue.

The Village reports the following major proprietary fund:

The *Waterworks and Sewerage Fund* accounts for the revenue and expenses related to providing a safe, potable water supply for domestic and industrial usage, fire protection and for maintaining a dependable system for collecting and treating wastewater of the Village. The fund also accounts for the Village's refuse disposal operations.

Additionally, the Village reports the following fiduciary fund type:

The *Police Pension Trust Fund* accounts for the activities of the accumulation of resources to pay pension costs. Resources are contributed by members at rates fixed by state statutes and by the employer contributions which are based upon actuarial studies and funded through an annual property tax levy.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. All taxes are reported as general revenues.

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 enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The Village reports unearned and unavailable revenue on its financial statements. Unearned and unavailable revenue arises when a potential revenue does not meet both the "measurable" and "unavailable" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability or deferred inflow of resources for unearned or unavailable revenue is removed from the balance sheet and revenue is recognized. Governmental Funds also defer revenue recognition in connection with resources received, but not yet earned.

6. Receivables

The recognition of receivables associated with nonexchange transactions is as follows:

- Derived tax receivables (such as sales, income, and motor fuel taxes) are recognized when the underlying exchange has occurred.
- Imposed nonexchange receivables (such as property taxes and fines) are recognized when an enforceable legal claim has arisen.
- Government mandates or voluntary nonexchange transaction receivables such as grants are recognized when all eligibility requirements have been met.

The carrying amount of accounts receivable is reduced by a valuation allowance that reflects management's best estimate of the amounts that will not be collected. Management individually reviews all utility receivable balances that have had a final reading and estimates the portion, if any, of the balance that will not be collected.

7. Investments

Investments are stated at fair value. Changes in fair value are included in investment income (loss).

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

8. **Fair Value Measurements**

Current accounting standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1                      Inputs to the valuation methodology are unadjusted quoted market prices for identical assets or liabilities in active markets that the Village has the ability to access.

Level 2                      Inputs to the valuation methodology include the following:

- \* Quoted prices for similar assets or liabilities in active markets;
- \* Quoted prices for identical or similar assets or liabilities in inactive markets;
- \* Inputs other than quoted prices that are observable for the asset or liability; and/or
- \* Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3                      Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for the Village's investments measured at fair value. There have been no changes in the methodologies used at April 30, 2022.

*Municipal Bonds:* Valued at the closing price of identical instruments with comparable durations reported on the inactive market on which the individual securities are traded.

*Corporate Bonds:* Valued at the closing price of identical instruments with comparable durations reported on the active market on which the individual securities are traded.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Fair Value Measurements (Continued)

*Negotiable Certificates of Deposit:* Valued at the closing price of identical instruments with comparable durations reported on the active market on which the individual securities are traded.

*US Government Bonds:* Valued at the closing price of identical instruments with comparable durations reported on the active market on which the individual securities are traded.

*U.S. Treasury Obligations:* Valued at closing price of similar instruments with comparable durations reported on the active market on which the individual securities are traded.

*Agency Securities:* Valued at the closing price reported on the active market on which the individual securities are traded.

*Mutual Funds:* Valued at the daily closing price as reported by the fund. Mutual funds held by the Police Pension Trust Fund Plan (the "Plan") are open-end mutual funds that are registered with the Securities and Exchange Commission (SEC). These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Plan are deemed to be actively traded.

*Exchange Traded Funds:* Valued at the closing price reported on the active market on which the individual securities are traded.

9. Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased.

10. Inventories

Inventories recorded in the enterprise funds consist of street lights, hydrants and water meters recorded at cost, using the first in first out method.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. Interfund Transactions

During the course of operations, numerous transactions occur between individual funds for goods provided, services rendered, and for lending/borrowing purposes. These receivables and payables are classified as “due from/to other funds” (the current portion of interfund transactions) or "advance from/to other funds" (the noncurrent portion of interfund transactions) on the fund balance sheets.

Interfund transactions between funds are offset by a fund balance reserve in applicable governmental funds to indicate that they are not available for budget and are not expendable, available financial resources.

12. Capital Assets

Capital assets are stated on the basis of historical cost or estimated historical cost (estimated for certain items purchased prior to April 30, 1991). Major capital asset additions are financed primarily from bond proceeds. Assets acquired through gifts, donations or contributions (such as in the case of new roads constructed by a developer) are recorded at their acquisition value at the time of acquisition. The Village has established a capitalization threshold of \$20,000 for infrastructure improvements, land improvements, buildings, waterworks and sewerage systems and equipment.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

The Village records the value of water extension systems built by the developers of various subdivisions at the time they are connected to the Village’s water system in its proprietary fund. The value for these systems is based upon costs that have been determined by the Village's engineer.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Years</u>
Land improvements	40
Buildings	40
Equipment	5
Infrastructure	20
Waterworks and sewerage systems	40

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Capital Assets (Continued)

Construction in progress is stated at cost and includes engineering, design, material and labor costs incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.

13. Compensated Absences

All full-time Village employees accumulate vacation hours for subsequent use or for payment upon termination, death or retirement. The Village has recorded the liability for compensated absences using the "Vesting Method". Under the Vesting Method, the liability is measured based on the vacation accumulated at the balance sheet date by those employees who are eligible to receive termination payments. Amounts in excess of the maximum for which payment is allowed at termination are excluded because those balances are available only for use as paid time off. Full-time Village employees also accumulate sick time. Sick time is lost if not used by the time of separation and/or retirement, however, sick time may be used towards the total years of service upon retirement as an IMRF employee. Liabilities for compensated absences will be liquidated by the General Fund and the Waterworks and Sewerage Fund, when applicable. Of the total liability at April 30, 2022, \$178,928 is attributable to governmental activities and \$43,856 is a liability of the enterprise fund, both of which are included in long-term liabilities.

14. Long-Term Liabilities

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities. Bond premiums, discounts, and gains/losses on the refunding of bonds are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the period incurred.

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 actual proceeds, are reported as debt service expenditures.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

15. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to future periods. At April 30, 2022, the Village had deferred outflows of resources related to pension liabilities (assets) and deferred loss on refunding of bonds. In addition to liabilities, the Village may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of net assets that applies to future periods. At April 30, 2022, the Village reported deferred inflows of resources related to pensions, property taxes levied for a future period and unavailable intergovernmental revenues.

16. Fund Balance and Restrictions of Net Position

Governmental funds report restrictions of fund balance for amounts that are not available for budget or are legally restricted by outside parties for use for a specific purpose in the fund financial statements.

The government-wide statement of net position reports net position restricted by enabling legislation which consist of the following:

<u>Net position restricted for:</u>	<u>Amount</u>
Risk management	\$ 302,335
Maintenance of roadways	764,591
Public safety	33,521
Capital projects	669,254
Debt service	4,818,178
Other purposes	<u>28,107</u>
Total net position restricted by enabling legislation	<u>\$ 6,615,986</u>

17. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and the disclosure of contingent assets and liabilities, at the date of the financial statements, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

18. Pensions and Other Postemployment Benefits

For purposes of measuring the net pension liability (asset) and the other postemployment benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB and pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plan and additions to/deductions from the pension/OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are stated at fair value.

19. New Accounting Pronouncement

GASB issued Statement No. 98, *The Annual Comprehensive Financial Report*, which was implemented by the Village for the year ended April 30, 2022. This Statement establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments.

NOTE B - DEPOSITS AND INVESTMENTS

The Village is authorized by the Illinois Compiled Statutes to invest in: obligations of the U.S. Treasury, its agencies and instrumentalities; savings accounts, certificates of deposit, or time deposits that are direct obligations of any bank that is insured by the Federal Deposit Insurance Corporation; commercial paper noted within the three highest classifications by at least two standard rating services; obligations of states and their political subdivisions; shares or other securities issued by savings and loan associations which are insured by the Federal Savings and Loan Insurance Corporation; insured accounts of a credit union whose principal office is located in the State of Illinois; Illinois Funds Money Market Fund; money market mutual funds where the portfolio is limited to U.S. Government Securities; and repurchase agreements where the Village or its authorized third party agent takes possession of the securities.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE B - DEPOSITS AND INVESTMENTS** (Continued)

For disclosure purposes, the amounts are segregated as follows:

	Government- Wide	Police Pension	Total
Cash on hand	\$ 1,500	\$ -	\$ 1,500
Deposits with financial institutions*	4,999,769	320,331	5,320,100
Investments	6,165,026	13,203,358	19,368,384
Illinois Funds	23,179,646	-	23,179,646
Total cash and investments	\$ 34,345,941	\$ 13,523,689	\$ 47,869,630

\* Includes accounts held in demand and savings accounts, non-negotiable certificates of deposit and money market savings accounts, which are valued at cost. The amounts above include non-negotiable certificates of deposit totaling \$2,082,327 and \$194,295 at the Government-wide and Police Pension level, respectively.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NSROs). The Village's investment policy authorized investments in any type of security as permitted by State statute. The Police Pension Trust Fund can invest in any type of investment instrument permitted by Illinois Law, as described in Chapter 40 of the Illinois Compiled Statutes, 40 ILCS 5/1-113.2 - 113.4a.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, 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 rated AAAM, and are valued at Illinois Funds' share price, which is the price for which the investment could be sold.

*Custodial Credit Risk - Deposits* - This is the risk that in the event of a bank failure, the Village's deposits may not be returned. The Village's and Police Pension Trust Fund's investment policies require collateral for all deposits and investments except for those investments of the state pool or the federal government. The collateral must have a market value of not less than 100 percent of all deposits and investments. As of fiscal year-end, the Village and the Police Pension Trust Fund did not have any uninsured or uncollateralized deposits and investments. At April 30, 2022, the bank balance of the Village's and the Police Pension Trust Fund's deposits were \$5,030,320 and \$320,666, respectively.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE B - DEPOSITS AND INVESTMENTS** (Continued)

*Custodial Credit Risk - Investments* - The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the Village or Pension Fund will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The investments held in external investment pools and in open-end mutual funds are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form. The relationship between the Village and the investment agent is direct contractual relationship, and the investments are not supported by a transferable instrument that evidences ownership or creditorship. All other investments held by the Pension Fund were registered in the name of the Pension Fund.

*Concentration of Credit Risk* - The Village and the Pension Fund do not place a limit on the amount that may be invested in any one issuer, however, diversification of the investment portfolio must be appropriate as to the nature and purpose of the funds using the “prudent person rule”. At fiscal year-end, the Village held investments in treasury obligations and municipal bonds.

*Interest Rate Risk* - The Village and Police Pension Trust Fund do not have formal investment policies that limit investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates. The Village’s investment in the Illinois Funds is not exposed to interest rate risk. The Village’s investments in other money market funds have maturities due within one year of fiscal year-end.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE B - DEPOSITS AND INVESTMENTS (Continued)**

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. The Pension Fund has the following recurring fair value measurements as of April 30, 2022:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
<i>Government-Wide</i>				
Debt securities				
Municipal bonds	\$ -	\$ 5,408,807	\$ -	\$ 5,408,807
U.S. government bonds	-	286,107	-	286,107
Negotiable certificates of deposit	-	470,112	-	470,112
	<u>-</u>	<u>6,165,026</u>	<u>-</u>	<u>6,165,026</u>
Total investments by fair value level	<u>\$ -</u>	<u>\$ 6,165,026</u>	<u>\$ -</u>	<u>\$ 6,165,026</u>
<i>Police Pension</i>				
U.S. Treasury obligations	\$ -	\$ 650,873	\$ -	\$ 650,873
Negotiable certificates of deposit	-	322,546	-	322,546
Agency securities				
FHLB	-	935,238	-	935,238
Farm Credit System	-	1,764,364	-	1,764,364
Fed NTNL Mortgage	-	126,385	-	126,385
Tennessee Valley Authority	-	135,561	-	135,561
Corporate bonds	866,857	-	-	866,857
Municipal bonds	-	1,003,822	-	1,003,822
Equity securities				
Exchange traded funds	28,781	-	-	28,781
Mutual funds	7,368,931	-	-	7,368,931
	<u>8,264,569</u>	<u>4,938,789</u>	<u>-</u>	<u>13,203,358</u>
Total investments by fair value level	<u>\$ 8,264,569</u>	<u>\$ 4,938,789</u>	<u>\$ -</u>	<u>\$ 13,203,358</u>

The Pension Fund assumes that any callable securities will not be called.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE B - DEPOSITS AND INVESTMENTS (Continued)**

As of April 30, 2022, the government-wide and Pension Fund's fixed income investments, maturities (using the segmented time distribution method) and fair values were as follows:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1 - 5	6 - 10	More than 10
<i>Government-Wide</i>					
Municipal bonds	\$ 5,408,807	\$ 460,889	\$ 2,846,495	\$ 2,101,423	\$ -
US government bonds	286,107	-	286,107	-	-
Negotiable certificates of deposit	470,112	-	470,112	-	-
	<u>\$ 6,165,026</u>	<u>\$ 460,889</u>	<u>\$ 3,602,714</u>	<u>\$ 2,101,423</u>	<u>\$ -</u>
<i>Police Pension</i>					
U.S. Treasury obligations	\$ 650,873	\$ 50,187	\$ 417,631	\$ 183,055	\$ -
Negotiable certificates of deposit	322,546	-	322,546	-	-
Agency securities					
FHLB	935,238	-	437,897	497,341	-
Farm Credit	1,764,364	20,094	838,054	906,216	-
Fed NTNL	126,385	25,066	101,319	-	-
TVA	135,561	-	49,678	85,883	-
Corporate bonds	866,857	55,176	657,759	153,922	-
Municipal bonds	1,003,822	40,068	515,490	448,264	-
Equity securities					
Exchange traded funds	28,781	28,781	-	-	-
Mutual funds	7,368,931	7,368,931	-	-	-
	<u>\$ 13,203,358</u>	<u>\$ 7,588,303</u>	<u>\$ 3,340,374</u>	<u>\$ 2,274,681</u>	<u>\$ -</u>

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE B - DEPOSITS AND INVESTMENTS** (Continued)

The following investments are measured at net asset value (NAV):

		<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
Illinois Funds	\$ 23,179,646	n/a	Daily	1 day

The Pension Fund has diversified the exchange traded fund holdings as follows:

<u>Exchange Traded Funds</u>	<u>Fair Value</u>
Vanguard S&P 500 ETF	\$ 28,781

The Pension Fund has diversified the equity mutual fund holdings as follows:

<u>Equity Mutual Funds</u>	<u>Fair Value</u>
Cohen & Steers Realty	\$ 163,953
Goldman Sachs International	158,929
Hartford Core Equity Fund	630,402
MFS International Growth	167,715
Invesco Developing Markets	89,135
T Rowe Price Growth Stock	1,021,797
Pioneer Equity Income	898,964
First Eagle Overseas	96,134
TIAA Cref Small Cap Index	733,650
T Rowe Price QM SC Growth I	470,503
Victory Sycamore	305,195
Vanguard 500 Index Fund	<u>2,632,554</u>
Total Equity Mutual Funds	<u>\$ 7,368,931</u>

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE B - DEPOSITS AND INVESTMENTS** (Continued)

The following was the Board's adopted asset allocation policy as of April 30, 2022:

<u>Asset Class</u>	<u>Target</u>		<u>Long-Term Expected Real Rate of Return</u>	
Large Cap Domestic Equity	38.5	%	6.3	%
Small Cap Domestic Equity	11.0		7.9	
International Equity	5.5		6.8	
Fixed Income	45.0		1.0	

The Plan did not hold investments in any one organization that represents 5% or more of the Pension Plan's fiduciary net position.

For the year ended April 30, 2022, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was the following:

<u>Investment Advisor</u>	<u>Money-Weighted Return for Portion of Fund Managed</u>
Sawyer Falduto (Charles Schwab)	-7.77%

**NOTE C - PROPERTY TAXES**

Property tax levies are recognized as revenues in the fiscal period they are intended to finance. The amounts recorded as revenue for fiscal year 2022 represent the taxes from the 2020 and prior year levies that have been collected by Will and Grundy Counties and have been distributed to the Village within sixty days of fiscal year-end.

The budget ordinance anticipates that the 2021 property tax levy will be used to finance fiscal year 2023 expenditures. The 2021 levy has been recognized as a receivable, less an allowance for uncollectible property taxes amounting to 1.00%, as of April 30, 2022, but recognition as revenue (as a deferred inflow) has been deferred, in the amount of \$13,797,748, to fiscal year 2023. A significant portion of the property taxes levied in the T.I.F. District Fund will be distributed to various taxing bodies as a surplus distribution. For the fiscal year ended April 30, 2022, the Village distributed a surplus of \$7,047,534 to various taxing bodies. The equalized assessed valuation for the extension of the 2021 tax levy was \$601,686,407.

**Village of Channahon, Illinois**  
 NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

NOTE C - PROPERTY TAXES (Continued)

The calendar for the 2021 property tax levy is as follows:

Levy Date - December 6, 2021  
 Lien Date - January 1, 2021  
 Due Date(s) - on or about June 1 and September 1, 2022  
 Estimated Collection Dates - May 15, 2022 through December 15, 2022

NOTE D - INTERFUND TRANSACTIONS

1. Due to/from Other Funds

	<u>Due From</u>	<u>Due To</u>
General		
Nonmajor governmental funds	\$ <u>397,020</u>	\$ <u>-</u>
Nonmajor governmental funds		
General fund	<u>-</u>	<u>397,020</u>
	397,020	397,020
Less amounts eliminated during GASB 34 conversion	<u>(397,020)</u>	<u>(397,020)</u>
Total internal balances as shown on the statement of net position	<u>\$ -</u>	<u>\$ -</u>

The balances above represents amounts owed to the General Fund from the Rt 6 & Bradley Fund and Tryon Street TIF #3 at April 30, 2022. These balances are the result of a negative cash balance in these funds at April 30, 2022, and are expected to be repaid in the next twelve months, as well as TIF expenditures paid out of the General Fund that will be repaid upon revenue generated in the Tryon Street TIF #3 Fund, respectively.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE D - INTERFUND TRANSACTIONS (Continued)**

2. Interfund Transfers

Individual interfund transfers, during the fiscal year ended April 30, 2022, were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Net Transfers</u>
General			
Waterworks and Sewerage	\$ 92,946	\$ 88,887	\$ 4,059
Bluff Road and I-55	-	58,762	(58,762)
Motor Fuel Tax Bond	1,001,138	-	1,001,138
Development Repayment	-	21,740	(21,740)
Motor Fuel Tax Bond			
General	-	1,001,138	(1,001,138)
Development Repayment	-	102,719	(102,719)
Bluff Road and I-55	15,609	-	15,609
Waterworks and Sewerage			
General	88,887	92,946	(4,059)
Motor Fuel Tax	-	3,902	(3,902)
Nonmajor governmental			
Bluff Road and I-55	58,762	15,609	43,153
Motor Fuel Tax	3,902	-	3,902
Development Repayment	124,459	-	124,459
Subtotal	<u>1,385,703</u>	<u>1,385,703</u>	<u>-</u>
Less amounts eliminated during GASB 34 conversion	<u>1,199,968</u>	<u>1,199,968</u>	<u>-</u>
Total government-wide transfers	<u>\$ 185,735</u>	<u>\$ 185,735</u>	<u>\$ -</u>
Reconciliation for eliminations adjustment:	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Net Transfers</u>
Governmental funds	\$ 96,848	\$ 88,887	\$ 7,961
Enterprise funds	<u>88,887</u>	<u>96,848</u>	<u>(7,961)</u>
Total transfers	<u>\$ 185,735</u>	<u>\$ 185,735</u>	<u>\$ -</u>

Interfund transfers relate to payments of bond principal and interest, street and road related expenses, payments related to development agreements, payments from one fund that was already covered by the levied funds, and various capital expenditures.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE E - CAPITAL ASSETS**

Capital asset activity for the year ended April 30, 2022 was as follows:

1. Governmental Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated				
Land	\$ 250,427	\$ 1,252,000	\$ -	\$ 1,502,427
Construction in progress	<u>2,472,355</u>	<u>43,005</u>	<u>-</u>	<u>2,515,360</u>
Total capital assets, not being depreciated	<u>2,722,782</u>	<u>1,295,005</u>	<u>-</u>	<u>4,017,787</u>
Capital assets, being depreciated				
Land improvements	7,732,660	3,871,809	-	11,604,469
Buildings	6,186,096	-	-	6,186,096
Equipment	3,709,803	292,685	116,384	3,886,104
Infrastructure	<u>34,845,623</u>	<u>-</u>	<u>-</u>	<u>34,845,623</u>
Total capital assets, being depreciated	<u>52,474,182</u>	<u>4,164,494</u>	<u>116,384</u>	<u>56,522,292</u>
Less accumulated depreciation for				
Land improvements	1,957,699	157,977	-	2,115,676
Buildings	2,901,512	154,650	-	3,056,162
Equipment	2,669,952	325,626	101,178	2,894,400
Infrastructure	<u>17,274,694</u>	<u>1,888,855</u>	<u>-</u>	<u>19,163,549</u>
Total accumulated depreciation	<u>24,803,857</u>	<u>2,527,108</u>	<u>101,178</u>	<u>27,229,787</u>
Total capital assets, being depreciated, net	<u>27,670,325</u>	<u>1,637,386</u>	<u>15,206</u>	<u>29,292,505</u>
Governmental activities capital assets, net	<u>\$ 30,393,107</u>	<u>\$ 2,932,391</u>	<u>\$ 15,206</u>	<u>\$ 33,310,292</u>

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

NOTE E - CAPITAL ASSETS (Continued)

2. Business-Type Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated				
Land	\$ 210,009	\$ 1,299,623	\$ -	\$ 1,509,632
Total capital assets, not being depreciated	<u>210,009</u>	<u>1,299,623</u>	<u>-</u>	<u>1,509,632</u>
Capital assets, being depreciated				
Waterworks and sewerage system	65,793,811	3,703,775	-	69,497,586
Equipment	<u>1,496,369</u>	<u>29,108</u>	<u>-</u>	<u>1,525,477</u>
Total capital assets, being depreciated	<u>67,290,180</u>	<u>3,732,883</u>	<u>-</u>	<u>71,023,063</u>
Less accumulated depreciation for				
Waterworks and sewerage system	21,942,257	1,729,291	-	23,671,548
Equipment	<u>1,151,627</u>	<u>62,676</u>	<u>-</u>	<u>1,214,303</u>
Total accumulated depreciation	<u>23,093,884</u>	<u>1,791,967</u>	<u>-</u>	<u>24,885,851</u>
Total capital assets, being depreciated, net	<u>44,196,296</u>	<u>1,940,916</u>	<u>-</u>	<u>46,137,212</u>
Business-type activities, capital assets, net	<u>\$ 44,406,305</u>	<u>\$ 3,240,539</u>	<u>\$ -</u>	<u>\$ 47,646,844</u>

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

NOTE E - CAPITAL ASSETS (Continued)

3. Depreciation Expense

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General government	\$ 279,993
Public safety	102,513
Community development	15,032
Streets and bridges	<u>2,129,570</u>
	<u>\$ 2,527,108</u>

Business – type activities:

Waterworks and sewerage	<u>\$ 1,791,967</u>
-------------------------	---------------------

NOTE F - RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; natural disasters; employee health; and injuries to the Village's employees. The Village's Excess Property Program consists of excess specific coverage for all buildings, personal property, and other property. The package coverage limit is \$200 million per occurrence/aggregate. Worker's Compensation Specific coverage is to Statutory Limits with \$3 million of employers' liability. The Village's Boiler and Machinery coverage is \$100 million per occurrence/aggregate with a \$1,000 deductible. The Village's Public Entity Select Excess Liability Coverage covers general liability, public officials' liability, police professional liability, automobile liability, and employee benefits liability. The coverage limit for each coverage is \$1.9 million per occurrence/member. There were no significant reductions in insurance coverage from the previous year. Settled claims have not exceeded the insurance coverage in the last three years. The following table is a summary of the coverage in effect for the calendar year 2022.

Coverage	Limits
General Liability	\$ 4,850,000
Automobile Liability	900,000
Workers Comp	3,000,000
Cyber Liability	2,000,000
Property Damage	200,000,000
Equipment Breakdown	100,000,000
Excess Liability	2,000,000

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE F - RISK MANAGEMENT** (Continued)

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (such as medical, dental, vision and life insurance coverage) offered by its members to their employees and to the employees of certain other governmental, quasi-governmental, and nonprofit public service entities.

Management consists of a Board of Directors, comprised of one representative from each member. Additionally, there is an Executive Board that sets the strategic direction of IPBC. The Village does not exercise any control over the activities of the IPBC beyond its representation on the Board of Directors.

The Village also participates in the Illinois Municipal Insurance Cooperative (IMIC). IMIC is a protected self-insurance risk management program that is owned and managed by its municipal members. IMIC provides long-term insurance coverage for exposures unique to municipalities including utilities, police and fire departments and public works departments.

Management consists of a Board of Directors, comprised of one representative from each member. Additionally, there is an Executive Board that sets the strategic direction of IMIC. The Village does not exercise any control over the activities of the IMIC beyond its representation on the Board of Directors.

Neither IPBC or IMIC is considered a component unit of the Village.

Additional information about IPBC and IMIC, including financial statement information, can be obtained by contacting the respective Cooperative.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE G - LONG-TERM LIABILITIES**

1. **Changes in Long-Term Liabilities**

The following is a summary of the Village's long-term liabilities associated with governmental activities for the year ended April 30, 2022:

	Balance May 1, 2021	Additions	Retirements	Balance April 30, 2022	Due Within One Year
General obligation bonds					
Series 2011	\$ 423,750	\$ -	\$ 423,750	\$ -	\$ -
Series 2013	465,000	-	230,000	235,000	235,000
Series 2016	3,088,000	-	244,000	2,844,000	248,000
Series 2021B	3,180,000	-	50,000	3,130,000	55,000
Bond premium	275,147	-	37,910	237,237	37,908
Total general obligation bonds	<u>7,431,897</u>	<u>-</u>	<u>985,660</u>	<u>6,446,237</u>	<u>575,908</u>
Police net pension liability	4,721,329	2,288,821	40,854	6,969,296	-
IMRF net pension liability*	993,574	1,017,024	2,010,598	-	-
RHP total other postemployment benefit liability	484,966	26,388	134,841	376,513	-
Compensated absences	<u>188,834</u>	<u>305,033</u>	<u>314,939</u>	<u>178,928</u>	<u>178,928</u>
Total governmental activities	<u>\$ 13,820,600</u>	<u>\$ 3,637,266</u>	<u>\$ 3,486,892</u>	<u>\$ 13,970,974</u>	<u>\$ 754,836</u>

The General Fund is used to liquidate pension liabilities.

\* In 2022 the IMRF plan fiduciary net position exceeded the total pension liability resulting in a net pension asset of \$390,444, which was presented as an asset on the statement of net position (Note H-1).

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE G - LONG-TERM LIABILITIES (Continued)

1. Changes in Long-Term Liabilities (Continued)

The Village issued \$5,085,000 of General Obligation Bonds, Series 2011 on September 7, 2011 with interest rates varying from 2.00% to 4.00%, to refund a portion of the General Obligation Bonds, Series 2001. The bond was split between governmental activities, 75%; and business-type activities 25%. Repayment of the governmental activities' portion of these bonds through December 1, 2021 was financed with sales taxes from the General Fund. The bond was paid in full during the year ended April 30, 2022.

The Village issued \$4,970,000 of General Obligation Bonds on April 11, 2013 with interest rates varying from 2.00% to 4.00%, to acquire real property and build and equip a regional 911 public safety dispatch center within the WESCOM service area. During the year ended April 30, 2021, \$2,890,000 of this issuance was refunded. Payment of the remaining balance will occur through December 1, 2022. The outstanding balance after the refunding at April 30, 2022 was \$235,000.

The Village issued \$5,645,000 of General Obligation Bonds, Series 2016 on December 1, 2016 with interest rates varying from 2.00% to 4.00%. \$905,000 was issued to refund a portion of the General Obligation Bonds, Series 2006. The remaining \$4,740,000 is split between governmental activities, 80%; and business-type activities, 20%. It is intended that repayment of the governmental activities' portion of these bonds through December 1, 2031 will be financed with tax revenue from an intergovernmental agreement as well as related recapture fees. The outstanding balance at April 30, 2022 was \$2,844,000.

The Village issued \$3,180,000 of General Obligation Refunding Bonds, Series 2021B on January 28, 2021 with interest rates varying from 0.95% - 1.80%, to refund a portion of the General Obligation Bonds, Series 2013. It is intended that repayment of these bonds through December 1, 2032 will be financed with WESCOM fees. The outstanding balance at April 30, 2022 was \$3,130,000.

In the prior year, the Village defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased debt are not included in the Village's financial statements. At April 30, 2022, \$2,890,000 of bond principal outstanding are considered defeased.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

NOTE G - LONG-TERM LIABILITIES (Continued)

1. Changes in Long-Term Liabilities (Continued)

Annual debt service requirements to maturity for the general obligation bonds principal and interest are as follows for governmental type activities:

Year Ending April 30,	General Obligation Bonds Payable		
	Principal	Interest	Total
2023	\$ 538,000	\$ 141,638	\$ 679,638
2024	542,000	130,253	672,253
2025	555,000	122,313	677,313
2026	568,000	111,563	679,563
2027	581,000	100,523	681,523
2028-2032	3,100,000	289,863	3,389,863
2033	325,000	5,850	330,850
	\$ 6,209,000	\$ 902,003	\$ 7,111,003

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE G - LONG-TERM LIABILITIES** (Continued)

1. **Changes in Long-Term Liabilities** (Continued)

The following is a summary of the Village's long-term liabilities associated with business-type activities for the year ended April 30, 2022:

	Balance May 1, 2021	Additions	Retirements	Balance April 30, 2022	Due Within One Year
General obligation bonds					
Series 2011	\$ 141,250	\$ -	\$ 141,250	\$ -	\$ -
Series 2012	520,000	-	520,000	-	-
Series 2016	772,000	-	61,000	711,000	62,000
Series 2021A	1,240,000	-	20,000	1,220,000	490,000
Bond premium	84,204	-	19,346	64,858	10,262
	<u>2,757,454</u>	<u>-</u>	<u>761,596</u>	<u>1,995,858</u>	<u>562,262</u>
Total general obligation bonds					
Direct Borrowings - infrastructure loans payable	9,872,743	-	470,376	9,402,367	477,039
IMRF net pension liability*	349,093	357,334	706,427	-	-
RHP total other postemployment benefit liability	170,393	9,272	47,377	132,288	-
Compensated absences	36,377	59,287	51,808	43,856	43,856
	<u>36,377</u>	<u>59,287</u>	<u>51,808</u>	<u>43,856</u>	<u>43,856</u>
Total business-type activities	\$ <u>13,186,060</u>	\$ <u>425,893</u>	\$ <u>2,037,584</u>	\$ <u>11,574,369</u>	\$ <u>1,083,157</u>

\* In 2022 the IMRF plan fiduciary net position exceeded the total pension liability resulting in a net pension asset of \$73,270, which was presented as an asset on the statement of net position (Note H-1).

The Village issued \$5,085,000 of General Obligation Refunding Bonds on September 7, 2011 with interest rates varying from 2.00% to 4.00%, to refund a portion of the General Obligation Bonds, Series 2001. The bond was split between governmental activities, 75%; and business-type activities, 25%. The repayment of these bonds through December 1, 2021 was made from waterworks and sewerage revenues. The bond was paid in full during the year ended April 30, 2022.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE G - LONG-TERM LIABILITIES** (Continued)

1. **Changes in Long-Term Liabilities** (Continued)

The Village issued \$6,775,000 of General Obligation Refunding Bonds on June 5, 2012 with interest rates varying from 2.00% to 3.00%, to advance refund a portion of the infrastructure loans. During the year ended April 30, 2021, \$1,205,000 of this bond was refunded. Payment of the remaining balance was made on December 1, 2021, thus the bond was paid in full during the year ended April 30, 2022.

The Village issued \$5,645,000 of General Obligation Bonds, Series 2016 on December 1, 2016 with interest rates varying from 2.00% to 4.00%. \$905,000 was issued to refund a portion of the General Obligation Bonds, Series 2006. The bond is split between governmental activities, 80%; and business-type activities, 20%. It is intended that repayment of the business-type activities' portion of these bonds through December 1, 2031 will be financed with waterworks and sewerage revenues. The outstanding balance at April 30, 2022 was \$711,000.

The Village issued \$1,240,000 of General Obligation Refunding Bonds, Series 2021A on January 28, 2021 with an interest rate of 1.00%, to refund a portion of the General Obligation Bonds, Series 2012. It is intended that repayment of these bonds through December 1, 2024 will be made from waterworks and sewerage revenues. The outstanding balance at April 30, 2022 was \$1,220,000.

Annual debt service requirements to maturity for general obligation bonds are as follows for business type activities:

Year Ending April 30,	General Obligation Bonds Payable		
	Principal	Interest	Total
2023	\$ 552,000	\$ 36,130	\$ 588,130
2024	553,000	29,990	582,990
2025	305,000	23,830	328,830
2026	67,000	19,480	86,480
2027-2031	371,000	61,550	432,550
2032	83,000	3,320	86,320
	\$ 1,931,000	\$ 174,300	\$ 2,105,300

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE G - LONG-TERM LIABILITIES (Continued)**

2. Direct Borrowings - Infrastructure Loans Payable

The Village has completed several infrastructure projects with funds borrowed from the Illinois Water Revolving Fund. Changes in infrastructure loans payable to the Illinois Environmental Protection Agency (IEPA) included in the Waterworks and Sewerage Fund for the year ended April 30, 2022 are as follows:

	<u>Balance</u> <u>May 1, 2021</u>		<u>Loans</u> <u>Received</u>		<u>Loans</u> <u>Paid</u>		<u>Balance</u> <u>April 30, 2022</u>		<u>Due Within</u> <u>One Year</u>
Water Tower Loan									
0.00% Interest	\$ 657,925	\$	-	\$	65,792	\$	592,133	\$	65,792
Clean Water Loan									
1.64% Interest	<u>9,214,818</u>		<u>-</u>		<u>404,584</u>		<u>8,810,234</u>		<u>411,247</u>
	<u>\$ 9,872,743</u>	\$	<u>-</u>	\$	<u>470,376</u>	\$	<u>9,402,367</u>	\$	<u>477,039</u>

The water tower project loan has a 0.0% interest rate and repayment is made in semi-annual installments through April 29, 2031. The clean water loan has a 1.64% interest rate and repayment is made semi-annually through November 28, 2040.

It is intended that repayment of the aforementioned loans will be financed with waterworks and sewerage revenues.

The following is a summary of debt service principal and interest maturities for each of the next five fiscal years and in five year increments thereafter required to service all infrastructure loans included in the Waterworks and Sewerage Fund at April 30, 2022:

Year Ending <u>April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 477,039	\$ 142,809	\$ 619,848
2024	483,811	136,037	619,848
2025	490,695	129,153	619,848
2026	497,692	122,156	619,848
2027	504,804	115,044	619,848
2028 - 2032	2,569,080	464,368	3,033,448
2033 - 2037	2,502,125	268,152	2,770,277
2038 - 2041	<u>1,877,121</u>	<u>62,072</u>	<u>1,939,193</u>
	<u>\$ 9,402,367</u>	<u>\$ 1,439,791</u>	<u>\$ 10,842,158</u>

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE H - PENSION LIABILITIES**

The Village participates in the Illinois Municipal Retirement Fund (IMRF), a statewide multiple-employer, public employee retirement system which acts as an investment and administrative agent. The IMRF plan covers substantially all of the Village's employees other than police officers. The Village also maintains a single-employer retirement plan established by state statute for the Village's police officers.

1. **Illinois Municipal Retirement Fund**

**Plan Description**

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The Village's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the Benefits Provided section below. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report is available for download at [www.imrf.org](http://www.imrf.org).

**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).

All three IMRF benefit plans have two tiers. 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.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

1. **Illinois Municipal Retirement Fund** (Continued)

**Benefits Provided** (Continued)

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.

**Employees Covered by Benefit Terms**

As of December 31, 2021, the following employees were covered by the benefit terms:

	Regular	SLEP
Retirees and beneficiaries currently receiving benefits	39	-
Inactive plan members entitled to but not yet receiving benefits	23	-
Active plan members	42	-
Total	104	-

**Contributions**

As set by statute, the Village's Regular Plan Members are required to contribute 4.5% 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. The Village's annual contribution rate for calendar year 2021 was 18.38% for the regular plan and 14.10% for the SLEP plan. For the fiscal year ended April 30, 2022, the Village contributed \$465,824 to the regular plan and \$0 to the SLEP plan. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE H - PENSION LIABILITIES** (Continued)

1. **Illinois Municipal Retirement Fund** (Continued)

**Net Pension Liability (Asset)**

The Village's IMRF net pension liability (asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date.

**Actuarial Assumptions**

The following are the methods and assumptions used to determine total pension liability at December 31, 2021:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study from years 2017 to 2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
Other Information:	There were no benefit changes during the year.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

1. **Illinois Municipal Retirement Fund** (Continued)

**Actuarial Assumptions** (Continued)

Long-term Expected Rate of Return      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:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equities	39.00%	1.90%
International equities	15.00%	3.15%
Fixed income	25.00%	(0.60%)
Real estate	10.00%	3.30%
Alternative investments	10.00%	1.70% - 5.5%
Cash equivalents	1.00%	(0.90%)
Total	100.00%	

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE H - PENSION LIABILITIES (Continued)

1. Illinois Municipal Retirement Fund (Continued)

**Single Discount Rate**

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.25%, the municipal bond rate is 1.84% (based on the daily rate closest to but not later than the measurement date of the "20-Year Municipal GO AA index"), and the resulting single discount rate is 7.25%.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

1. **Illinois Municipal Retirement Fund** (Continued)

**Changes in Net Pension Liability (Asset)**

The following table shows the components of the change in the Village's net pension liability (asset) for the calendar year ended December 31, 2021 for the Regular Plan:

	<u>Total Pension Liability (A)</u>	<u>Plan Fiduciary Net Position (B)</u>	<u>Net Pension Liability (Asset)* (A) - (B)</u>
Balances at December 31, 2020	\$ 13,983,518	\$ 12,640,851	\$ 1,342,667
Changes for the year:			
Service cost	274,979	-	274,979
Interest on the total pension liability	1,002,010	-	1,002,010
Difference between expected and actual experience of the total pension liability	(231,604)	-	(231,604)
Changes of assumptions	-	-	-
Contributions - employer	-	521,420	(521,420)
Contributions - employees	-	127,660	(127,660)
Net investment income	-	2,118,148	(2,118,148)
Benefit payments, including refunds of employee contributions	(600,368)	(600,368)	-
Other (net transfer)	-	(97,368)	97,368
Net changes	<u>445,017</u>	<u>2,069,492</u>	<u>(1,624,475)</u>
Balances at December 31, 2021	<u>\$ 14,428,535</u>	<u>\$ 14,710,343</u>	<u>\$ (281,808)</u>

\* The net pension liability (asset) is allocated between the Governmental and Business-Type activities based upon covered payroll within the respective activities.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

1. **Illinois Municipal Retirement Fund** (Continued)

**Changes in Net Pension Asset**

The following table shows the components of the change in the Village's net pension asset for the calendar year ended December 31, 2021 for the SLEP Plan:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Asset (A) - (B)
	<u>          </u>	<u>          </u>	<u>          </u>
Balances at December 31, 2020	\$ -	\$ 153,744	\$ (153,744)
Changes for the year:			
Net investment income	-	28,885	(28,885)
Other (net transfer)	-	(723)	723
Net changes	<u>-</u>	<u>28,162</u>	<u>(28,162)</u>
Balances at December 31, 2021	<u>\$ -</u>	<u>\$ 181,906</u>	<u>\$ (181,906)</u>

**Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate**

The following presents the plan's net pension liability (asset), calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability (asset) would be if it were calculated using a Single Discount Rate that is 1.00% lower or 1.00% higher than the current rate:

	Current Discount		
	1% Lower (6.25%)	Rate (7.25%)	1% Higher (8.25%)
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Regular Plan</b>			
Net pension liability (asset)	\$ <u>1,604,762</u>	\$ <u>(281,808)</u>	\$ <u>(1,781,914)</u>
<b>SLEP</b>			
Net pension asset	\$ <u>(181,906)</u>	\$ <u>(181,906)</u>	\$ <u>(181,906)</u>

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

1. **Illinois Municipal Retirement Fund** (Continued)

**Pension Income and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions**

For the year ended April 30, 2022, the Village recognized pension income of \$92,604 for the Regular Plan. At April 30, 2022, the Village reported deferred inflows of resources and deferred outflows of resources related to pensions from the following sources:

<i><b>Regular Plan</b></i>	Deferred Inflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension		
Expense in Future Periods		
Differences between expected and actual experience	\$ 45,493	\$ 170,433
Change of assumptions	-	56,229
Net difference between projected and actual earnings on pension plan investments	-	1,606,451
 Total deferred amounts to be recognized in pension expense in the future periods	 45,493	 1,833,113
 Pension contributions made subsequent to the measurement date	 104,991	 -
 Total deferred amounts related to pensions	 \$ 150,484	 \$ 1,833,113

The Village reported \$104,991 as deferred outflows of resources related to pensions resulting from Village contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability (asset) in the reporting year ended April 30, 2023.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

1. **Illinois Municipal Retirement Fund** (Continued)

**Pension Income and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions** (Continued)

For the year ended April 30, 2022, the Village recognized pension income of \$18,179 for the SLEP Plan. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<i><b>SLEP Plan</b></i>	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 23,631
Total deferred amounts related to pensions expense in the future periods	-	23,631
Total deferred amounts related to pensions	\$ -	\$ 23,631

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

1. Illinois Municipal Retirement Fund (Continued)

**Pension Income and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions** (Continued)

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

Year Ended April 30,	Regular Plan Net Deferred Inflows of Resources	SLEP Net Deferred Inflows of Resources
2023	\$ 409,624	\$ 5,288
2024	691,447	8,964
2025	445,859	5,826
2026	240,690	3,553
2027	-	-
Thereafter	-	-
Total	\$ 1,787,620	\$ 23,631

2. Police Pension Trust Fund

**Plan Description**

The Village contributes to a single-employer defined benefit plan, the Police Pension Trust Fund. The Fund provides retirement, disability, death benefits and annual cost-of-living adjustments to plan members and beneficiaries. Sworn Police personnel are covered by the plan. The plan is part of the Village's financial reporting entity as a component unit that is fiduciary in nature and is included in the Village's financial report as a pension trust fund. The Police Pension Trust Fund does not issue its own financial statements. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution requirements are governed by 40 ILCS 5/3 of the Illinois Compiled Statutes and may only be amended by the Illinois legislature. The Police Pension Trust Fund is administered by the Police Pension Board of Trustees comprising two members appointed by the Village, two active members of the Police Department elected by the membership, and one retired member of the Police Department elected by the membership.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE H - PENSION LIABILITIES** (Continued)

2. **Police Pension Trust Fund** (Continued)

**Basis of Accounting**

The accrual basis of accounting is utilized by the pension trust fund. Under this method, additions to net position are recorded when earned and deductions from net position are recorded when the time related liabilities/deferred inflows are incurred. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

**Benefits Provided**

The following is a summary of the Police Pension Plan as provided in Illinois State Statutes:

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

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

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE H - PENSION LIABILITIES** (Continued)

2. **Police Pension Trust Fund** (Continued)

**Benefits Provided** (Continued)

The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Non-compounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

**Plan Membership**

As of April 30, 2022, the following employees were covered by the benefit terms:

Inactive plan members currently receiving benefits	10
Inactive plan members entitled to but not yet receiving benefits	4
Active plan members	<u>28</u>
Total plan membership	<u><u>42</u></u>

**Contributions**

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. The Village has chosen to use the following parameters to fund its pension plan above and beyond the state minimum. For the year-ended April 30, 2022, the Village's contribution was 42.64% of covered payroll.

**Net Pension Liability**

The Village's police fund net pension liability was measured as of April 30, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of May 1, 2022.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

---

**NOTE H - PENSION LIABILITIES** (Continued)

2. **Police Pension Trust Fund** (Continued)

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation performed as of April 30, 2022, using the following actuarial methods and assumptions:

Actuarial valuation date	May 1, 2022
Measurement date	April 30, 2022
Actuarial cost method	Projected unit credit
Amortization method	Amortized according to level percentage of payroll method over a period ending in 2041; 90% funding by 2040
Asset valuation method	5-year smoothed market
Funding method	Entry age normal cost method
Actuarial asset method	Investment gains and losses are
Assumptions	
Investment rate of return	6.75%
Discount rate	6.75%
Salary increases	Graded schedule based on service and a 2022 experience study performed for the Illinois Police Officers' Pension Investment Fund; 11.0% initial, 3.5% ultimate
Payroll growth	3.25% per year
Inflation	2.50%
Marital status	80% of Members assumed to be married
Spouse's age	Males are assumed to be three years older than females

Cost of living adjustment are in two tiers: Tier 1: 3% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Tier 2: 1.25% per year after the later of attainment of age 60 or first anniversary of retirement.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE H - PENSION LIABILITIES** (Continued)

2. **Police Pension Trust Fund** (Continued)

**Actuarial Assumptions** (Continued)

Mortality rates for active lives were based on the PubS-2010 Employee mortality, with generational improvements with most recent projection scale (currently Scale MP-2021). 10% of active deaths are assumed to be in the line of duty. Mortality rates for inactive lives were based on the PubS-2010 Healthy Retiree mortality, adjusted by a factor of 1.15 for male retirees and unadjusted for female retirees, with generational improvements with most recent projection scale (currently Scale MP-2021). Mortality rates for beneficiaries were based on the PubS-2010 Survivor mortality, unadjusted for male beneficiaries and adjusted by a factor of 1.15 for female beneficiaries, with generational improvements with most recent projection scale (currently Scale MP-2021). Mortality rates for disabled lives were based on the PubS-2010 Disabled mortality, adjusted by a factor of 1.08 for male disabled members and unadjusted for female disabled members, with generational improvements with most recent projection scale (currently Scale MP-2021).

**Funding Policy**

The Village funds its contributions to the Police Pension plan through an annual tax levy. The levy amount is actuarially determined as the annual contribution necessary to fund the normal costs, plus the amount to amortize the unfunded accrued liability.

**Discount Rate**

The discount rate used to measure the total pension liability was 6.75%, which was the same in the prior year. 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 (6.75%) was applied to all period of projected benefit payments to determine the total pension liability.

**Administrative Costs**

The Police Pension Fund's administrative costs are part of the budget prepared annually and the actual costs are paid out of the revenues received.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

2. **Police Pension Trust Fund** (Continued)

**Long-term Expected Rate of Return**

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:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Large cap domestic equity	38.50%	6.30%
Small cap domestic equity	11.00%	7.90%
International equity	5.50%	6.80%
Fixed income	45.00%	1.00%
	100.00%	

For the purpose of this valuation, the expected rate of return on pension plan investments is 6.75%. The municipal bond rate is 3.98% (based on the daily rate closest to, but not later, than the measurement date of the S&P Municipal Bond 20 Year High Grade Rate Index). The resulting single discount rate is 6.75%.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

2. **Police Pension Trust Fund** (Continued)

**Changes in Net Pension Liability**

	Total Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
	<u>(A)</u>	<u>(B)</u>	<u>(A) - (B)</u>
Balances at April 30, 2021	\$ 18,848,142	\$ 14,126,813	\$ 4,721,329
Adjustment to beginning of year	-	(1)	1
Changes for the year:			
Service cost	502,799	-	502,799
Interest on the total pension liability	1,285,695	-	1,285,695
Difference between expected and actual experience of the total pension liability	393,265	-	393,265
Changes of assumptions	107,062	-	107,062
Contributions - employer	-	973,391	(973,391)
Contributions - employees	-	226,223	(226,223)
Net investment income	-	(1,128,051)	1,128,051
Benefit payment, including refunds of employee contributions	(607,225)	(607,225)	-
Administrative expense	-	(30,708)	30,708
Net changes	<u>1,681,596</u>	<u>(566,371)</u>	<u>2,247,967</u>
Balances at April 30, 2022	<u>\$ 20,529,738</u>	<u>\$ 13,560,442</u>	<u>\$ 6,969,296</u>

**Discount Rate Sensitivity**

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.75% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1.00% lower or 1.00% higher than the current rate:

	1% Decrease (5.75%)	Current Discount (6.75%)	1% Increase (7.75%)
	<u>(5.75%)</u>	<u>(6.75%)</u>	<u>(7.75%)</u>
Net pension liability	\$ 10,607,600	\$ 6,929,296	\$ 4,079,320

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

2. **Police Pension Trust Fund** (Continued)

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

For the year ended April 30, 2022, the Village recognized pension expense of \$818,856. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Difference between expected and actual experience	\$ 864,233	\$ 205,955
Change in assumptions	496,458	19,343
Net difference between projected and actual earnings on pension plan investments	<u>643,592</u>	<u>-</u>
Total Deferred Amounts Related to Police Pension	<u>\$ 2,004,283</u>	<u>\$ 225,298</u>

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

<u>Year Ended April 30,</u>	<u>Net Deferred Outflows of Resources</u>
2023	\$ 168,518
2024	330,703
2025	223,793
2026	593,088
2027	172,974
Thereafter	<u>289,909</u>
Total	<u>\$ 1,778,985</u>

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE H - PENSION LIABILITIES** (Continued)

3. Summary of Pension Items

Below is a summary of the various pension items:

	<u>IMRF - Regular</u>	<u>IMRF - SLEP</u>	<u>Police</u>	<u>Total</u>
Deferred outflows of resources:				
Employer contributions	\$ 104,991	\$ -	\$ -	\$ 104,991
Experience	45,493	-	864,233	909,726
Investments	-	-	643,592	643,592
Assumptions	-	-	496,458	496,458
	<u>\$ 150,484</u>	<u>\$ -</u>	<u>\$ 2,004,283</u>	<u>\$ 2,154,767</u>
Pension expense (income)	<u>\$ (92,604)</u>	<u>\$ (18,179)</u>	<u>\$ 818,856</u>	<u>\$ 708,073</u>
Net pension liability (asset)	<u>\$ (281,808)</u>	<u>\$ (181,906)</u>	<u>\$ 6,969,296</u>	<u>\$ 6,505,582</u>
Deferred inflows of resources:				
Experience	\$ 170,433	\$ -	\$ 205,955	\$ 376,388
Investments	1,606,451	23,631	-	1,630,082
Assumptions	56,229	-	19,343	75,572
	<u>\$ 1,833,113</u>	<u>\$ 23,631</u>	<u>\$ 225,298</u>	<u>\$ 2,082,042</u>

Below is a reconciliation of the summary of the various pension items to the amounts reported in the government-wide financial statements:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Net pension asset	\$ 390,444	\$ 73,270	\$ 463,714
Deferred outflows of resources	2,115,641	39,126	2,154,767
Net pension liability	6,969,296	-	6,969,296
Deferred inflows of resources	1,605,432	476,610	2,082,042

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE I - OTHER POSTEMPLOYMENT BENEFITS**

**Retiree Health Plan (RHP)**

**Plan Description**

The Village of Channahon's Retiree Health Care Plan (Plan) is an unfunded single employer defined post-employment health care plan that covers eligible retired employees of the Village. The Plan, which is administered by the Village, allows employees who retire and meet eligibility requirements under the applicable retirement plan to continue medical insurance coverage as a participant in the Village's plan. The plan does not issue a separate financial report.

**Benefits Provided**

A retired employee and his or her spouse are eligible to continue health insurance identical to active employees if they meet the eligibility for retirements under the applicable Plan. The retiree is responsible for paying the entire monthly premium for health coverage and that of any covered spouse or eligible dependents.

**Employees Covered by Benefit Terms**

As of April 30, 2021 (most recent information available), the following employees were covered by the benefit terms:

Active plan members	32
Inactive plan members or beneficiaries currently receiving benefits	0
Inactive plan members entitled to but not yet receiving benefits	<u>1</u>
Total	<u><u>33</u></u>

**OPEB Expense (Income)**

The GASB 75 valuation was performed utilizing the Alternative Measurement Method for small plans as permitted under GASB 75. Under GASB 75 as it applies to plans that qualify for the Alternative Measurement Method, changes in the total OPEB liability are not permitted to be included in deferred outflows of resources or deferred inflows of resources related to OPEB. These changes will be immediately recognized through OPEB expense (income). For the year ended April 30, 2022, the Village will recognize OPEB income of \$125,759.

**Village of Channahon, Illinois**  
 NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE I - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Retiree Health Plan (RHP) (Continued)

**Total OPEB Liability**

The total OPEB liability was determined by an actuarial valuation performed as of April 30, 2021 using the following actuarial methods and assumptions:

Actuarial valuation date	April 30, 2021
Measurement date	April 30, 2022
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Inflation rate	2.50%
Discount rate	3.98%
Salary increases	2.50%
Healthcare	7.50% initial 4.00% ultimate (53 years to ultimate)

Mortality Rates: PubG-2010 Mortality Table projected to the valuation date using Projection Scale MP-2019 (for all lives).

Health Care Participation: 20% of non-union employees are assumed to participate in the Plan. 0% of union employees and 50% of non-union electing spouses are assumed to elect coverage with the Plan.

Marital Status: 100% of employees electing Village coverage are assumed to be married and to elect spousal coverage with males three years older than females.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE I - OTHER POSTEMPLOYMENT BENEFITS** (Continued)

**Retiree Health Plan (RHP)** (Continued)

**Discount Rate**

The Village does not have a dedicated Trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 3.98% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as published by S&P Down Jones Indices as of April 30, 2022.

**Changes in the Total OPEB Liability**

The following table shows the components of the change in the District's net OPEB liability for the fiscal year ended April 30, 2022 based upon a rollforward actuarial valuation from the actuarial valuation performed April 30, 2021 to the fiscal year end:

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
	<u>          </u>	<u>          </u>	<u>          </u>
Balances at May 1, 2021	\$ 655,359	\$ -	\$ 655,359
Changes for the year:			
Service cost	23,416	-	23,416
Interest on the total OPEB liability	12,244	-	12,244
Differences between expected and actual experience	-	-	-
Changes of assumptions	(162,669)	-	(162,669)
Benefit payments	(19,549)	-	(19,549)
Net changes	<u>(146,558)</u>	<u>-</u>	<u>(146,558)</u>
Balances at April 30, 2022	<u>\$ 508,801</u>	<u>\$ -</u>	<u>\$ 508,801</u>

In 2022, changes in assumptions related to the discount rate were made. The discount rate for the fiscal years ending April 30, 2021, 2020 and 2019 were 1.83%, 2.85% and 3.21%, respectively.

**Village of Channahon, Illinois**  
**NOTES TO FINANCIAL STATEMENTS**  
April 30, 2022

**NOTE I - OTHER POSTEMPLOYMENT BENEFITS** (Continued)

**Retiree Health Plan (RHP)** (Continued)

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

The following presents the plan's total OPEB liability, calculated using a Single Discount Rate of 3.98%, as well as what the plan's total OPEB liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	<u>1% Lower</u> <u>(2.98%)</u>	<u>Current</u> <u>Discount</u> <u>Rate</u> <u>(3.98%)</u>	<u>1% Higher</u> <u>(4.98%)</u>
Total OPEB liability	\$ <u>576,464</u>	\$ <u>508,801</u>	\$ <u>452,113</u>

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Trend Rate**

The following presents the plan's total OPEB liability, as well as what the plan's net OPEB liability would be if it were calculated using a Healthcare Trend Rate range that is 1% lower or 1% higher than the current range:

	<u>1% Lower</u> <u>6.50%)</u>	<u>Current</u> <u>Healthcare</u> <u>7.50%)</u>	<u>1% Higher</u> <u>8.50%)</u>
Total OPEB liability	\$ <u>446,083</u>	\$ <u>508,801</u>	\$ <u>584,349</u>

Below is a reconciliation of the summary of the various OPEB items to the amounts reported in the government-wide financial statements:

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
Net OPEB liability	\$ <u>376,513</u>	\$ <u>132,288</u>	\$ <u>508,801</u>

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE J - CONDUIT DEBT**

The following bonds, which are not included in the financial statements of the Village, bear the Village's name:

Revenue Bonds - Series 2009, 2013 and 2018. These bonds are special limited obligations of nongovernmental entities. The bonds are not general obligations of the Village and the Village is not liable for the repayment of the bonds. During the fiscal year ended April 30, 2003 and 2009, the Village issued Variable Rate Deferred Revenue Bonds Series 2003 (Morris Hospital Project) and First Mortgage Revenue Bonds, Series 2009 (Morris Hospital Project), in the aggregate amounts of \$27,220,000 and \$15,000,000, respectively, for new construction that will result in immediate care health facilities. The bonds are secured by a first mortgage on the facility. Repayment of the bonds is the responsibility of Morris Hospital Group. In 2013, Revenue Refunding Bonds, Series 2013 were issued by Morris Hospital Group in the amount of \$6,000,000. Additionally, in 2018, Upper Illinois River Valley Development Authority Bonds, Series 2018 were issued in the amount of \$74,590,000. The total conduit debt outstanding at April 30, 2022 was approximately \$91,000,000.

**NOTE K - INCENTIVE AGREEMENTS**

In June 2018, the Village entered into an agreement with a developer related to the opening of a travel stop in the Village. As part of the development of the business, there are various road improvement needed. The developer is responsible for constructing those improvements. Provided that construction is completed in accordance with the terms of the agreement, the Village shall reimburse the owner for 50% of all of the associated costs, including but not limited to design, engineering, equipment, labor and general and supplemental conditions. The Village shall repay the owner through a partial rebate of the Village's diesel tax revenue. The Village shall make rebate payments to the owner of 50% of the diesel fuel taxes collected on the property on a quarterly basis, with such payments by the Village commencing on the first day of the second full calendar quarter following the date on which the Village receives diesel taxes from the property after the completion of the road improvements and signalization projects. These rebate payments shall continue on the first day of each calendar quarter thereafter until the owner has been repaid 50% of the actual cost, or 5 years, whichever occurs first. The first payment was made to Love's on April 30, 2021. Payments made in fiscal year 2022 totaled \$33,873, which was the final payment to complete this agreement. There are no future payments owed to this developer as of April 30, 2022.

In January 2019, the Village entered into an agreement with a developer who wishes to construct and operate a fueling center and convenience store within the Village. The Village shall be responsible for the design and construction of intersection and roadway improvements, and the developer shall pay the Village \$41,300 and \$632,265, respectively, for the cost of these improvements. The Village shall then reimburse the developer for the cost of the roadway improvements, neighboring property improvements and Frontage Road water main and sewer extension costs, totaling \$955,818, by rebating the developer 50% of the sales tax and village fuel tax increment. In each year in which an increment exists, the Village shall pay 50% of that increment to the developer, and payment shall continue until August 30, 2029 or the developer has been paid the sum of \$955,818, whichever occurs first. The first payment was made to Speedway on March 9, 2021. Payments made in fiscal year 2022 totaled \$91,741.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

**NOTE L - OPERATING LEASE**

The Village has several lease agreements for printers with monthly payments ranging from \$276 to \$1,330. Total lease expense for fiscal year 2022 was approximately \$16,000.

As of April 30, 2022, the total future minimum lease payments required under this operating lease are as follows:

<u>Years ending April</u>	<u>Amount</u>
2023	\$ 5,419
2024	3,312
2025	3,312
2026	<u>276</u>
Total	\$ <u><u>12,319</u></u>

**NOTE M - CONTINGENCIES AND COMMITMENTS**

1. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the state of Illinois. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of the 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.

2. Litigation

From time to time, the Village is involved in legal and administrative proceedings with respect to employment, civil rights, property taxes appeals and other matters. Although the Village is unable to predict the outcome of these matters, the Village believes that any appropriate liabilities have been established and that the final outcome of these actions will not have a material adverse effect on the results of operations or the financial position of the Village.

3. Construction Commitments

The Village has certain contracts for several construction projects that were in progress at April 30, 2022. Future commitments under these contracts were approximately \$295,000 at April 30, 2022.

**Village of Channahon, Illinois**  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2022

---

NOTE M - CONTINGENCIES AND COMMITMENTS (Continued)

4. COVID-19

The future direct and indirect impacts of the COVID-19 pandemic on the Village's vendors, operations, financing arrangements, tax revenues, and future property tax collections are currently unknown, as is the duration and severity of any impacts that the Village may experience. While the Village's monitoring of potential impacts is ongoing, management is currently unable to quantify the effects that this situation will have on its operations, cash flows, and financial position; however, they may be significant. No adjustments have been made to these financial statements as a result of this uncertainty.

NOTE N - SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 14, 2022, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred, other than that noted below, subsequent to the statement of net position/governmental funds balance sheet date that require disclosure in the financial statements.

In May 2023, the Board of Trustees approved an ordinance to establish a Tax Increment Redevelopment Plan and Redevelopment Project for the Tryon Street Redevelopment Project Area. The fund was established during the year ended April 30, 2022.

**REQUIRED SUPPLEMENTARY INFORMATION**  
**(Unaudited)**

## Village of Channahon, Illinois

### Illinois Municipal Retirement Fund

#### MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS

##### Regular Plan

##### Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total pension liability				
Service cost	\$ 274,979	\$ 268,186	\$ 251,083	\$ 224,385
Interest on the total pension liability	1,002,010	962,767	895,102	835,584
Difference between expected and actual experience of the total pension liability	(231,604)	8,030	326,898	253,130
Assumption changes	-	(118,941)	-	382,580
Benefit payments and refunds	<u>(600,368)</u>	<u>(563,940)</u>	<u>(532,707)</u>	<u>(475,122)</u>
Net change in total pension liability	445,017	556,102	940,376	1,220,557
Total pension liability, beginning	<u>13,983,518</u>	<u>13,427,416</u>	<u>12,487,040</u>	<u>11,266,483</u>
Total pension liability, ending	<u>\$ 14,428,535</u>	<u>\$ 13,983,518</u>	<u>\$ 13,427,416</u>	<u>\$ 12,487,040</u>
Plan fiduciary net position				
Contributions, employer	\$ 521,420	\$ 521,901	\$ 419,900	\$ 431,604
Contributions, employee	127,660	123,219	108,446	102,806
Net investment income	2,118,148	1,586,759	1,719,828	(509,182)
Benefit payments, including refunds of employee contributions	(600,368)	(563,940)	(532,707)	(475,122)
Other (net transfer)	<u>(97,368)</u>	<u>(79,607)</u>	<u>97,205</u>	<u>194,107</u>
Net change in plan fiduciary net position	2,069,492	1,588,332	1,812,672	(255,787)
Plan fiduciary net position, beginning	<u>12,640,851</u>	<u>11,052,519</u>	<u>9,239,847</u>	<u>9,495,634</u>
Plan fiduciary net position, ending	<u>\$ 14,710,343</u>	<u>\$ 12,640,851</u>	<u>\$ 11,052,519</u>	<u>\$ 9,239,847</u>
Net pension liability (asset)	<u>\$ (281,808)</u>	<u>\$ 1,342,667</u>	<u>\$ 2,374,897</u>	<u>\$ 3,247,193</u>
Plan fiduciary net position as a percentage of the total pension liability	101.95 %	90.40 %	82.31 %	74.00 %
Covered valuation payroll	\$ 2,836,887	\$ 2,738,203	\$ 2,420,730	\$ 2,246,767
Net pension liability as a percentage of covered valuation payroll	(9.93) %	49.03 %	98.11 %	144.53 %

Note: The Village implemented GASB 68 for the Illinois Municipal Retirement Fund beginning with its fiscal year ended April 30, 2016; therefore 10 years of information is not available.

Note: Actuary valuations are as of December 31st, which is four months prior to the end of the fiscal year.

---

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	238,191	\$ 245,370	\$ 242,402	\$ 252,079
	820,577	780,572	716,210	611,319
	(27,442)	(49,177)	317,658	593,991
	(362,007)	(88,080)	27,866	351,462
	<u>(449,539)</u>	<u>(421,718)</u>	<u>(407,743)</u>	<u>(344,353)</u>
	219,780	466,967	896,393	1,464,498
	<u>11,046,703</u>	<u>10,579,736</u>	<u>9,683,343</u>	<u>8,218,845</u>
\$	<u><u>11,266,483</u></u>	<u><u>11,046,703</u></u>	<u><u>10,579,736</u></u>	<u><u>9,683,343</u></u>
\$	398,358	\$ 357,573	\$ 281,357	\$ 274,080
	94,101	94,541	124,825	130,603
	1,444,583	525,881	36,752	420,912
	(449,539)	(421,718)	(407,743)	(344,353)
	<u>(129,342)</u>	<u>37,116</u>	<u>157,790</u>	<u>(179)</u>
	1,358,161	593,393	192,981	481,063
	<u>8,137,473</u>	<u>7,544,080</u>	<u>7,351,099</u>	<u>6,870,036</u>
\$	<u><u>9,495,634</u></u>	<u><u>8,137,473</u></u>	<u><u>7,544,080</u></u>	<u><u>7,351,099</u></u>
\$	<u><u>1,770,849</u></u>	<u><u>2,909,230</u></u>	<u><u>3,035,656</u></u>	<u><u>2,332,244</u></u>
	84.28 %	73.66 %	71.31 %	75.91 %
\$	2,091,119	\$ 2,100,900	\$ 2,052,210	\$ 2,053,036
	84.68 %	138.48 %	147.92 %	113.60 %

**Village of Channahon, Illinois**  
**Illinois Municipal Retirement Fund**  
**MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION ASSET AND RELATED RATIOS**  
**Sheriff's Law Enforcement Personnel (SLEP)**  
**Eight Most Recent Fiscal Years**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total pension (asset) liability				
Service cost	\$ -	\$ -	\$ -	\$ -
Interest on the total pension (asset) liability	-	-	-	-
Difference between expected and actual experience of the total pension (asset) liability	-	-	-	-
Assumption changes	-	-	-	-
Benefit payments and refunds	-	-	-	-
Net change in total pension liability	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total pension liability, beginning	-	-	-	-
Total pension liability, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Plan fiduciary net position				
Contributions, employer	\$ -	\$ -	\$ -	\$ -
Contributions, employee	-	-	-	-
Net investment income	28,885	20,972	23,593	(9,502)
Benefit payments, including refunds of employee contributions	-	-	-	-
Other (net transfer)	<u>(723)</u>	<u>405</u>	<u>(213)</u>	<u>311</u>
Net change in plan fiduciary net position	<u>28,162</u>	<u>21,377</u>	<u>23,380</u>	<u>(9,191)</u>
Plan fiduciary net position, beginning	153,744	132,367	108,987	118,178
Plan fiduciary net position, ending	<u>\$ 181,906</u>	<u>\$ 153,744</u>	<u>\$ 132,367</u>	<u>\$ 108,987</u>
Net pension asset	<u>\$ (181,906)</u>	<u>\$ (153,744)</u>	<u>\$ (132,367)</u>	<u>\$ (108,987)</u>
Plan fiduciary net position as a percentage of the total pension (asset) liability	N/A	N/A	N/A	N/A
Covered valuation payroll	\$ -	\$ -	\$ -	\$ -
Net pension (asset) liability as a percentage of covered valuation payroll	N/A	N/A	N/A	N/A

Note: The Village implemented GASB 68 for the Illinois Municipal Retirement Fund beginning with its fiscal year ended April 30, 2016; therefore 10 years of information is not available.

Note: Actuary valuations are as of December 31st, which is four months prior to the end of the fiscal year.

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	-	-	-	19,759
	-	-	-	9,302
	-	-	-	(117,803)
	-	-	-	-
	-	-	-	(50,798)
	-	-	-	(139,540)
	-	-	-	139,540
\$	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$	-	-	-	6,075
	-	-	-	2,998
	19,839	6,322	527	8,005
	-	-	-	(50,798)
	(212)	187	(13,840)	(13,021)
	19,627	6,509	(13,313)	(46,741)
	98,551	92,042	105,355	152,096
\$	<u>118,178</u>	<u>98,551</u>	<u>92,042</u>	<u>105,355</u>
\$	<u>(118,178)</u>	<u>(98,551)</u>	<u>(92,042)</u>	<u>(105,355)</u>
	N/A	N/A	N/A	N/A
\$	-	-	-	39,970
	N/A	N/A	N/A	(263.59) %

**Village of Channahon, Illinois**  
 Illinois Municipal Retirement Fund  
 MULTIYEAR SCHEDULE OF CONTRIBUTIONS  
Eight Most Recent Fiscal Years

**Regular Plan**

Year	Actuarially Determined Contribution	Actual Contribution	Contribution Excess (Deficiency)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2022	\$ 521,420 *	\$ 521,420	\$ -	\$ 2,857,478	18.25 %
2021	521,901	521,901	-	2,738,203	19.06
2020	421,691	419,900	1,791	2,420,730	17.35
2019	431,604	431,604	-	2,246,767	19.21
2018	398,358	398,358	-	2,091,119	19.05
2017	357,573	357,573	-	2,100,900	17.02
2016	281,358	281,357	1	2,052,210	13.71
2015	274,080	274,080	-	2,053,036	13.35

**Sheriff's Law Enforcement Personnel (SLEP)**

Year	Actuarially Determined Contribution	Actual Contribution	Contribution Excess (Deficiency)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2022	\$ - **	\$ -	\$ -	\$ -	NA %
2021	-	-	-	-	NA
2020	-	-	-	-	NA
2019	-	-	-	-	NA
2018	-	-	-	-	NA
2017	-	-	-	-	NA
2016	-	-	-	-	NA
2015	6,075	6,075	-	39,970	15.20

\* Estimated based on contribution rate of 18.38% and covered valuation payroll of \$2,857,478.

\*\* Estimated based on contribution rate of 14.10% and covered valuation payroll of \$0 (most recent information available).

Note: The Village implemented GASB 68 for the Illinois Municipal Retirement Fund beginning with its fiscal year ended April 30, 2016; therefore 10 years of information is not available.

(Continued)

**Village of Channahon, Illinois**  
 Illinois Municipal Retirement Fund  
 MULTIYEAR SCHEDULE OF CONTRIBUTIONS (Continued)  
Eight Most Recent Fiscal Years

---

**Valuation Date:** Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

**Methods and Assumptions Used to Determine 2021 Contribution Rates\*:**

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll (Closed)
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period Taxing bodies (Regular, SLEP and ECO groups): 23-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 17 years for most employers (five employers were financed over 18 years; one employer was financed over 19 years; two employers were financed over 20 years; three employers were financed over 26 years; four employers were financed over 27 years and one employer was financed over 28 years).
Asset Valuation Method	5-Year Smoothed Market Value; 20% corridor
Wage growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014 - 2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Healthy Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, IMRF specific mortality rates were 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.

**Other Information:** There were no benefit changes during the year.

\*Based on valuation assumptions used in the December 31, 2019 actuarial valuation.

**Changes in Assumptions:**

For the 2021, 2020, 2019 and 2018 measurement years, the assumed investment rate of return was 7.25%, including an inflation rate of 2.50% and a real return of 4.75%. For the 2017, 2016, 2015 and 2014 measurement years, the assumed investment rate of return was 7.50%, including an inflation rate of 2.50% and a real return of 5.00%.

## Village of Channahon, Illinois

### Police Pension Trust Fund

#### MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

##### Eight Most Recent Fiscal Years

	2022	2021	2020
<b>Total pension liability</b>			
Service cost	\$ 502,799	\$ 521,789	\$ 512,915
Interest on the total pension liability	1,285,695	1,198,120	1,090,457
Change of benefit terms	-	-	14,214
Difference between expected and actual experience of the total pension liability	393,265	178,215	451,555
Assumption changes	107,062	-	-
Benefit payments and refunds	(607,225)	(556,225)	(409,804)
Net change in total pension liability	1,681,596	1,341,899	1,659,337
Total pension liability, beginning	18,848,142	17,506,243	15,846,906
Total pension liability, ending	\$ 20,529,738	\$ 18,848,142	\$ 17,506,243
<b>Plan fiduciary net position</b>			
Contributions, employer	\$ 973,391	\$ 876,049	\$ 822,497
Contributions, employee	226,223	215,930	227,750
Net investment income (loss)	(1,128,051)	2,845,568	181,680
Benefit payments, including refunds of employee contributions	(607,225)	(556,225)	(409,804)
Administrative expense	(30,708)	(29,608)	(31,513)
Net change in plan fiduciary net position	(566,370)	3,351,714	790,610
Plan fiduciary net position, beginning	14,126,813	10,768,552	9,977,942
Adjustment to beginning of year	(1)	6,547	-
Plan fiduciary net position, ending	\$ 13,560,442	\$ 14,126,813	\$ 10,768,552
Net pension liability	\$ 6,969,296	\$ 4,721,329	\$ 6,737,691
Plan fiduciary net position as a percentage of the total pension liability	66.05 %	74.95 %	61.51 %
Covered valuation payroll	\$ 2,282,775	\$ 2,137,522	\$ 2,110,758
Net pension liability as a percentage of covered valuation payroll	305.30 %	220.88 %	319.21 %

Note: The Police Pension Fund implemented GASB 67 beginning with its fiscal year ended April 30, 2016; therefore, 10 years of information is not available.

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	454,581	\$ 498,819	\$ 469,431	\$ 473,127	\$ 448,278
	983,185	919,385	845,433	872,398	717,336
	-	-	-	-	-
	(79,610)	164,722	35,472	(1,293,798)	48,892
	556,310	242,781	-	(154,744)	830,657
	<u>(357,368)</u>	<u>(342,295)</u>	<u>(304,256)</u>	<u>(252,724)</u>	<u>(353,527)</u>
	1,557,098	1,483,412	1,046,080	(355,741)	1,691,636
	14,289,808	12,806,396	11,760,316	12,116,057	10,424,421
\$	<u><u>15,846,906</u></u>	<u><u>14,289,808</u></u>	<u><u>12,806,396</u></u>	<u><u>11,760,316</u></u>	<u><u>12,116,057</u></u>
\$	737,881	\$ 811,042	\$ 582,707	\$ 562,298	\$ 511,620
	212,509	185,127	206,225	195,170	167,057
	524,439	421,245	466,962	(63,608)	296,735
	(357,368)	(342,295)	(304,256)	(252,724)	(353,527)
	<u>(30,510)</u>	<u>(26,709)</u>	<u>(27,612)</u>	<u>(18,611)</u>	<u>(34,717)</u>
	1,086,951	1,048,410	924,026	422,525	587,168
	8,886,941	7,838,531	6,914,505	6,491,980	5,904,812
	4,050	-	-	-	-
\$	<u><u>9,977,942</u></u>	<u><u>8,886,941</u></u>	<u><u>7,838,531</u></u>	<u><u>6,914,505</u></u>	<u><u>6,491,980</u></u>
\$	<u><u>5,868,964</u></u>	<u><u>5,402,867</u></u>	<u><u>4,967,865</u></u>	<u><u>4,845,811</u></u>	<u><u>5,624,077</u></u>
%	62.96 %	62.19 %	61.21 %	58.80 %	53.58 %
\$	2,052,259	\$ 1,859,785	\$ 2,080,979	\$ 1,797,855	\$ 1,772,010
%	285.98 %	290.51 %	238.73 %	269.53 %	317.38 %

**Village of Channahon, Illinois**  
Police Pension Trust Fund  
MULTIYEAR SCHEDULE OF CONTRIBUTIONS  
Eight Most Recent Fiscal Years

Fiscal Year	Actuarially Determined Contribution	Actual Contribution	Contribution Excess (Deficiency)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2022	\$ 814,884	\$ 973,391	\$ 158,507	\$ 2,282,775	42.64 %
2021	748,963	876,049	127,086	2,137,522	40.98
2020	639,616	822,497	182,881	2,110,758	38.97
2019	636,304	737,881	101,577	2,052,259	35.95
2018	589,036	811,042	222,006	1,859,785	43.61
2017	566,698	582,707	16,009	2,080,979	28.00
2016	476,620	562,298	85,678	1,797,855	31.28
2015	433,655	511,620	77,965	1,772,010	28.87

Notes to the Required Supplementary Information:

Valuation date May 1, 2020

Methods and assumptions used to determine contribution rates for plan year ending April 30, 2022:

Funding method	Entry age normal cost method
Amortization method	Level percentage of payroll method over a period ending in 2041
Remaining amortization period	20 years (as of valuation at May 1, 2020)
Actuarial asset method	Investment gains and losses are smoothed over a five year period
Investment return	6.75% per year compounded annually, net of investment expenses
Salary scale	Service based
Payroll growth	3.50%
Inflation	2.50%
Withdrawal and disability rates	Based on studies of the Fund and the Department of Insurance
Retirement	Based on studies of the Fund and the Department of Insurance
Marital status	80% married; female spouses assumed to be 3 years younger than males

Mortality rates: Active Lives: PubS-2010 Employee mortality, projected 5 years past the valuation date with Scale MP-2019; 10% of active deaths are assumed to be in the line of duty. Inactive Lives: PubS-2010 Healthy Retiree mortality, projected 5 years past the valuation date with Scale MP-2019. Beneficiaries: PubS-2010 Survivor mortality, projected 5 years past the valuation date with Scale MP-2019. Disabled Lives: PubS-2010 Disabled mortality, projected 5 years past the valuation date with Scale MP-2019.

Disabled mortality rate: PubS-2010 disable mortality, projected 5 years past the valuation date with Scale MP-2018.

Cost of living adjustment: Tier 1: 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Tier 2: An annual increase each January 1 equal to 3.00% per year or one-half of the annual unadjusted percentage increase in the consumer price index for the 12 months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date, whichever is later.

Note: The Police Pension Fund implemented GASB 67 beginning with its fiscal year ended April 30, 2015; therefore, 10 years of information is not available.

**Village of Channahon, Illinois**  
 Police Pension Trust Fund  
 MULTIYEAR SCHEDULE OF INVESTMENT RETURNS  
Eight Most Recent Fiscal Years

---

<u>Fiscal Year</u>	<u>Annual Money- Weighted Rate of Return, Net of Investment Expense</u>
2022	(7.77%)
2021	25.53%
2020	1.52%
2019	5.63%
2018	8.06%
2017	See below
2016	(1.13%)
2015	3.44%

<u>Investment Advisor</u>	<u>Fiscal Year 2017 Money-Weighted Return for Portion of Fund Managed</u>
Bernardi Asset Management	1.62%
Edward Jones	13.71%
Morgan Stanley	14.06%
Safe Harbor Retirement Consultants	8.50%

**Changes in Assumptions:**

The following assumption changes were made in the fiscal year 2022 valuation: updated mortality, retirement, disability and termination rate tables; updated assumed salary increase rates; and reduced assumed payroll growth rate from 3.50% to 3.25%.

There were no method changes since the prior valuation.

Note: The Police Pension Fund implemented GASB 67 beginning with its fiscal year ended April 30, 2015; therefore, 10 years of information is not available.

**Village of Channahon, Illinois**  
**MULTIYEAR SCHEDULE OF CHANGES IN TOTAL OTHER POSTRETIREMENT**  
**BENEFITS (OPEB) LIABILITY AND RELATED RATIOS**  
Retiree Health Plan  
Four Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB liability				
Service cost	\$ 23,416	\$ 15,281	\$ 13,910	\$ 12,514
Interest on the total OPEB liability	12,244	15,799	16,509	17,117
Differences between expected and actual experience	-	(19,251)	-	-
Changes of assumptions and other inputs	(162,669)	113,373	25,146	27,325
Benefit payments, including the implicit rate subsidy	<u>(19,549)</u>	<u>(17,617)</u>	<u>(16,237)</u>	<u>(14,965)</u>
Net change in total OPEB liability	(146,558)	107,585	39,328	41,991
Total OPEB liability, beginning	655,359	547,774	508,446	466,455
Total OPEB liability, ending	<u>\$ 508,801</u>	<u>\$ 655,359</u>	<u>\$ 547,774</u>	<u>\$ 508,446</u>
Plan fiduciary net position				
Contributions, employer	\$ -	\$ -	\$ -	\$ -
Contributions, employee	-	-	-	-
Net investment income	-	-	-	-
Benefit payments, including refunds of employee contributions	-	-	-	-
Other (net transfer)	-	-	-	-
Net change in plan fiduciary net position	-	-	-	-
Plan fiduciary net position, beginning	-	-	-	-
Plan fiduciary net position, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB liability	<u>\$ 508,801</u>	<u>\$ 655,359</u>	<u>\$ 547,774</u>	<u>\$ 508,446</u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00 %	0.00 %	0.00 %	0.00 %
Covered valuation payroll	\$ 2,821,156	\$ 2,752,347	\$ 2,697,728	\$ 2,631,930
Net OPEB liability as a percentage of covered valuation payroll	18.04 %	23.81 %	20.31 %	19.32 %

**Changes in Assumptions:**

Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The discount rate for the fiscal years ending April 30, 2022, 2021, 2020 and 2019 were 3.98%, 1.83%, 2.85% and 3.21%, respectively.

Note: The Village implemented GASB 75 beginning with its fiscal year ended April 30, 2019; therefore, 10 years of information is not available.

Note: The Village does not have a dedicated Trust to pay retiree healthcare benefits.

## Village of Channahon, Illinois

### General Fund

#### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
<b>Revenues</b>				
Property taxes	\$ 2,048,500	\$ 2,030,500	\$ 2,187,770	\$ 157,270
Other taxes	1,799,700	1,799,700	2,479,493	679,793
Intergovernmental	4,310,400	4,288,100	5,309,010	1,020,910
Grants and allotments	124,000	7,000	1,113,329	1,106,329
Licenses and permits	191,720	190,420	338,760	148,340
Fines and fees	109,540	99,540	105,380	5,840
Charges for services	433,880	376,675	418,297	41,622
Payments in lieu of taxes	211,597	210,000	210,172	172
Interest income (loss)	98,600	86,000	(318,301)	(404,301)
Miscellaneous income	527,400	502,625	577,682	75,057
Total revenues	<u>9,855,337</u>	<u>9,590,560</u>	<u>12,421,592</u>	<u>2,831,032</u>
<b>Expenditures</b>				
Current				
General government	2,220,945	2,451,940	2,223,830	(228,110)
Public safety	4,335,419	4,423,784	4,007,178	(416,606)
Streets and bridges	2,322,133	2,400,538	1,917,310	(483,228)
Community development	959,925	964,975	713,681	(251,294)
Capital outlay	1,709,000	2,965,400	1,795,537	(1,169,863)
Debt service				
Principal	423,750	423,750	423,750	-
Interest and other	17,400	17,400	17,351	(49)
Total expenditures	<u>11,988,572</u>	<u>13,647,787</u>	<u>11,098,637</u>	<u>(2,549,150)</u>
Excess (deficiency) of revenues over expenditures	<u>(2,133,235)</u>	<u>(4,057,227)</u>	<u>1,322,955</u>	<u>5,380,182</u>
<b>Other financing sources (uses)</b>				
Sale of capital assets	5,000	500	21,663	21,163
Transfers in	1,892,946	1,093,300	1,094,084	784
Transfers out	(85,000)	(169,500)	(169,390)	110
Total other financing sources (uses)	<u>1,812,946</u>	<u>924,300</u>	<u>946,357</u>	<u>22,057</u>
Net change in fund balance	<u>\$ (320,289)</u>	<u>\$ (3,132,927)</u>	2,269,312	<u>\$ 5,402,239</u>
<b>Fund balance</b>				
Beginning of year			<u>17,662,964</u>	
End of year			<u>\$ 19,932,276</u>	

## Village of Channahon, Illinois

T.I.F. District Fund

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

	Original Budget	Amended and Final Budget	Actual	Variance Over / (Under)
<b>Revenues</b>				
Property taxes	\$ 9,200,000	\$ 9,200,000	\$ 9,832,991	\$ 632,991
Interest income	1,000	400	432	32
Total revenues	9,201,000	9,200,400	9,833,423	633,023
<b>Expenditures</b>				
General government				
Taxing district surplus distribution	6,500,000	7,050,000	7,047,534	(2,466)
Redevelopment agreement payments	2,700,000	2,720,000	2,719,157	(843)
Legal and other professional fees	2,500	4,200	4,078	(122)
Audit fees	2,000	2,000	1,000	(1,000)
Dues and subscriptions	400	400	325	(75)
Total general government	9,204,900	9,776,600	9,772,094	(4,506)
Total expenditures	9,204,900	9,776,600	9,772,094	(4,506)
Net change in fund balance	\$ (3,900)	\$ (576,200)	61,329	\$ 637,529
<b>Fund balance</b>				
Beginning of year			484,879	
End of year			\$ 546,208	

## Village of Channahon, Illinois

### Motor Fuel Tax Bond

#### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues				
Village fuel tax	\$ 350,000	\$ 327,000	\$ 351,641	\$ 24,641
Village diesel fuel tax	2,400,000	2,400,000	2,867,787	467,787
Interest income	<u>1,500</u>	<u>300</u>	<u>356</u>	<u>56</u>
Total revenues	<u>2,751,500</u>	<u>2,727,300</u>	<u>3,219,784</u>	<u>492,484</u>
Expenditures				
Streets and bridges				
Engineering fees	320,000	320,000	123,985	(196,015)
Other fees	-	2,100	2,068	(32)
Streets maintenance road program	<u>557,000</u>	<u>557,000</u>	<u>437,193</u>	<u>(119,807)</u>
Total expenditures	<u>877,000</u>	<u>879,100</u>	<u>563,246</u>	<u>(315,854)</u>
Excess of revenues over expenditures	<u>1,874,500</u>	<u>1,848,200</u>	<u>2,656,538</u>	<u>808,338</u>
Other financing uses				
Transfers out	<u>(2,085,000)</u>	<u>(2,085,000)</u>	<u>(1,103,857)</u>	<u>981,143</u>
Total other financing uses	<u>(2,085,000)</u>	<u>(2,085,000)</u>	<u>(1,103,857)</u>	<u>981,143</u>
Net change in fund balance	<u>\$ (210,500)</u>	<u>\$ (236,800)</u>	1,552,681	<u>\$ 1,789,481</u>
Fund balance				
Beginning of year			<u>2,694,193</u>	
End of year			<u>\$ 4,246,874</u>	

**Village of Channahon, Illinois**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
April 30, 2022

---

**NOTE A - BUDGETS**

The Village prepares its budget ordinance in accordance with generally accepted accounting principles. The annual budgets lapse at fiscal year-end.

1. Prior to the beginning of the new fiscal year (May 1st), the Finance Director submits to the Village Board a proposed operating budget ordinance for the fiscal year commencing May 1st. The operating budget ordinance includes proposed expenditures and estimated revenues.
2. The Village Board holds public hearings to discuss the proposed budget ordinance.
3. After approval of the budget by the Village Board, it is officially adopted by ordinance. State statutes and local ordinances require that the budget ordinance be approved prior to the beginning of the current fiscal year.
4. The Finance Director can authorize revisions to the budget line items within a fund. Revisions to the budget between funds may be made in accordance with the Illinois Compiled Statutes (65 ILCS 5/8), requiring two-thirds vote of the Village Board. The legal level of control is at the individual fund level. All unencumbered budget items lapse at fiscal year-end.
5. Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Capital Projects and Debt Service Funds through an internal reporting system. Although not legally required under Illinois Statutes, the Village also prepares budgets as a control device for the proprietary fund. Such budgetary integration permits the Village's department directors to monitor actual revenues and expenditures relative to budgets on an ongoing basis throughout the year.
6. The budget for each fund is prepared on the basis of accounting which does not differ from the method of accounting described in the "Basis of Accounting," except for the capital expenditures of the proprietary funds which are budgeted as expenditures, however, are considered capital assets for fund reporting purposes. Additionally, there is no budget for the Tryon Street TIF #3 fund for the fiscal year ended April 30, 2022.
7. The original budget was adopted by the Village Board on April 19, 2021, and was amended by the Village Board on June 6, 2022.

**SUPPLEMENTARY FINANCIAL INFORMATION**

## Village of Channahon, Illinois

### General Fund

#### SCHEDULE OF DETAILED REVENUES - BUDGET AND ACTUAL

Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues				
Taxes				
Property				
General	\$ 800,000	\$ 787,000	\$ 787,558	\$ 558
Police	280,000	275,000	275,645	645
Police pension	825,000	825,000	973,087	148,087
Road and bridge	143,500	143,500	151,480	7,980
Total property taxes	<u>2,048,500</u>	<u>2,030,500</u>	<u>2,187,770</u>	<u>157,270</u>
Other taxes				
Mobile home	800	800	825	25
Village sales tax	1,450,000	1,450,000	2,021,710	571,710
Village transfer tax	265,000	265,000	361,132	96,132
Mobile home rental tax	9,000	9,000	9,838	838
Hotel and motel tax	36,500	36,500	40,725	4,225
Village gaming tax	6,000	6,000	6,200	200
Dedicated Village sales taxes	32,400	32,400	39,063	6,663
Total other taxes	<u>1,799,700</u>	<u>1,799,700</u>	<u>2,479,493</u>	<u>679,793</u>
Total taxes	<u>3,848,200</u>	<u>3,830,200</u>	<u>4,667,263</u>	<u>837,063</u>
Intergovernmental revenues				
Taxes				
State sales tax	1,950,000	1,950,000	2,355,616	405,616
State income tax	1,400,000	1,400,000	2,011,254	611,254
State use tax	650,000	650,000	507,532	(142,468)
Personal property replacement tax	1,400	1,400	4,018	2,618
Auto rental tax	3,200	2,700	3,209	509
Gaming revenue tax	90,000	90,000	201,819	111,819
Excise tax	96,000	85,000	93,088	8,088
Cannabis tax	9,900	9,900	20,865	10,965
Village telecommunications tax	64,000	57,000	62,059	5,059
Dedicated state sale taxes	32,400	32,400	39,084	6,684
Dedicated Village fuel taxes	13,500	9,700	10,466	766
Total intergovernmental taxes	<u>4,310,400</u>	<u>4,288,100</u>	<u>5,309,010</u>	<u>1,020,910</u>

(Continued)

**Village of Channahon, Illinois**  
 General Fund  
 SCHEDULE OF DETAILED REVENUES - BUDGET AND ACTUAL  
Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues (Continued)				
Intergovernmental grants				
Federal road grants	\$ -	\$ -	\$ 29,859	\$ 29,859
ITEP grant	117,000	-	163,013	163,013
America Rescue Plan Act	-	-	900,812	900,812
COVID-19 relief	2,000	2,000	12,500	10,500
Emergency Management Agency	5,000	5,000	7,145	2,145
<b>Total intergovernmental grants</b>	<u>124,000</u>	<u>7,000</u>	<u>1,113,329</u>	<u>1,106,329</u>
<b>Total intergovernmental revenues</b>	<u>4,434,400</u>	<u>4,295,100</u>	<u>6,422,339</u>	<u>2,127,239</u>
Licenses and permits				
Liquor license	27,800	27,800	28,750	950
Business license	11,900	10,600	11,120	520
Vending machine license	7,920	7,920	9,100	1,180
Solicitors permits	200	200	200	-
Mobile food vendor permits	300	300	1,120	820
UTV permits	-	-	310	310
Building permits	137,500	137,500	276,730	139,230
Application fees	6,100	6,100	11,430	5,330
<b>Total licenses and permits</b>	<u>191,720</u>	<u>190,420</u>	<u>338,760</u>	<u>148,340</u>
Fines and fees				
Registration fee	800	800	840	40
Overweight permit fees	30,000	24,700	24,740	40
Police fines	29,880	29,880	30,074	194
Police fines - warrant fee	500	500	1,050	550
Compliance tickets	24,360	24,360	29,341	4,981
DUI/law enforcement	6,000	4,300	4,335	35
Impound fees	18,000	15,000	15,000	-
<b>Total fines and fees</b>	<u>109,540</u>	<u>99,540</u>	<u>105,380</u>	<u>5,840</u>

(Continued)

## Village of Channahon, Illinois

### General Fund

#### SCHEDULE OF DETAILED REVENUES - BUDGET AND ACTUAL

Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
<b>Revenues (Continued)</b>				
<b>Charges for services</b>				
Ameritech franchise fee	\$ 22,900	\$ 20,200	\$ 20,233	\$ 33
Cable TV franchise fee	189,000	189,000	210,014	21,014
Ameritech lease	2,800	2,800	2,814	14
City attorney fee	1,680	375	375	-
Police training	11,500	11,500	24,094	12,594
School district reimbursement	66,000	50,600	50,620	20
Insurance reports	500	500	1,106	606
Security details	34,000	23,500	23,582	82
Plan review - Public Works	70,000	42,700	42,704	4
Plan review - Development	500	500	1,455	955
Contractor registration	35,000	35,000	41,300	6,300
Total charges for services	<u>433,880</u>	<u>376,675</u>	<u>418,297</u>	<u>41,622</u>
<b>Payments in lieu of taxes</b>				
TIF payments	<u>211,597</u>	<u>210,000</u>	<u>210,172</u>	<u>172</u>
Total payments in lieu of taxes	<u>211,597</u>	<u>210,000</u>	<u>210,172</u>	<u>172</u>
<b>Other general revenues</b>				
Interest income (loss)	98,600	86,000	(318,301)	(404,301)
Miscellaneous revenues	<u>527,400</u>	<u>502,625</u>	<u>577,682</u>	<u>75,057</u>
Total other general revenues	<u>626,000</u>	<u>588,625</u>	<u>259,381</u>	<u>(329,244)</u>
Total revenues	<u>\$ 9,855,337</u>	<u>\$ 9,590,560</u>	<u>\$ 12,421,592</u>	<u>\$ 2,831,032</u>

(Concluded)

## Village of Channahon, Illinois

### General Fund

#### SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

Year Ended April 30, 2022

Expenditures	Original Budget	Amended and Final Budget	Actual	Variance Over / (Under)
General government				
Salary - Village President	\$ 19,700	\$ 19,700	\$ 18,940	\$ (760)
Salary - Village Liquor Commissioner	720	840	840	-
Salary - Village Trustees	75,000	75,000	70,250	(4,750)
Salary - Village Clerk	9,375	9,375	9,000	(375)
Salary - Village Administrator	140,000	140,000	139,764	(236)
Salary - Administrative Assistant	74,500	74,500	74,409	(91)
Salary - Administrative Receptionist	58,500	58,500	58,021	(479)
Salary - Office Assistant	48,000	48,000	47,514	(486)
Salary - Finance Director	121,500	121,500	121,413	(87)
Salary - Human Resources Manager	82,500	82,500	82,125	(375)
Salary - Accountant	68,500	68,500	68,182	(318)
Salary - Internship	7,400	7,400	3,582	(3,818)
Salary - Accounts Payable/Cash Receipts	48,000	48,000	47,369	(631)
Salary - part time, overtime, moving	6,500	6,500	3,767	(2,733)
Employee benefits	177,550	178,150	151,403	(26,747)
Engineering, legal and other fees	207,500	213,775	121,483	(92,292)
Transportation fees	3,600	3,600	919	(2,681)
TIF establishment	-	32,500	2,521	(29,979)
Professional development	1,750	1,750	834	(916)
Telephone	27,000	31,000	31,502	502
Gasoline	5,000	8,500	8,397	(103)
Dues and subscriptions	23,200	23,200	22,036	(1,164)
Printing and publishing	1,600	1,900	1,522	(378)
Office supplies and postage	14,300	14,300	11,618	(2,682)
Building maintenance/utilities	75,200	75,200	54,647	(20,553)
Fuel and vehicle maintenance	500	500	66	(434)
Equipment maintenance	7,000	7,000	575	(6,425)
Meetings and travel	6,700	6,700	2,639	(4,061)
Bonds and insurance	5,450	10,950	10,832	(118)
Community events activities	7,000	7,000	2,969	(4,031)
Ordinance codification	5,500	5,500	798	(4,702)
Economic development	10,000	10,000	10,000	-
Tuition reimbursement	10,000	10,000	3,990	(6,010)

(Continued)

## Village of Channahon, Illinois

### General Fund

#### SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Expenditures (Continued)				
General government (Continued)				
Village President travel/development	\$ 14,500	\$ 16,600	\$ 14,748	\$ (1,852)
Contributions to Police Pension Fund	825,000	973,100	973,087	(13)
Miscellaneous	8,400	35,100	30,182	(4,918)
Equipment lease	19,900	21,200	21,172	(28)
Contingency	4,100	4,100	714	(3,386)
Total general government	<u>2,220,945</u>	<u>2,451,940</u>	<u>2,223,830</u>	<u>(228,110)</u>
Public safety				
Salary - Police Chief	131,000	131,000	130,728	(272)
Salary - Deputy Police Chief	244,500	244,500	244,385	(115)
Salary - Sergeants	537,000	542,600	534,581	(8,019)
Salary - Patrolmen	1,470,500	1,503,900	1,396,547	(107,353)
Salary - Network and Other	26,425	26,425	18,020	(8,405)
Salary - Secretary and Clerical	118,500	143,200	82,712	(60,488)
Salary - Overtime	231,600	231,600	206,488	(25,112)
Salary - ESDA Director	36,100	36,900	36,869	(31)
Salary - Records Administrator	-	-	30,133	30,133
Stipends	5,400	5,400	5,338	(62)
Employee benefits	730,200	732,400	682,390	(50,010)
Uniforms and clothing	41,200	41,200	36,792	(4,408)
Building maintenance	2,500	2,500	1,276	(1,224)
Equipment maintenance	7,500	7,500	6,631	(869)
Vehicle operation and maintenance	89,400	94,400	80,743	(13,657)
Minor equipment	66,560	71,200	70,769	(431)
Police commission testing	3,500	3,500	640	(2,860)
Training and education expenditures	39,785	39,785	24,463	(15,322)
Range supplies and maintenance	21,350	21,350	15,587	(5,763)
Professional development	21,875	21,925	4,188	(17,737)
Office supplies and postage	12,250	12,250	6,949	(5,301)
Printing and publishing	3,000	3,000	906	(2,094)
Telephone	23,800	23,800	18,326	(5,474)
Dues and subscriptions	47,030	47,030	28,135	(18,895)
Community relations	4,500	4,500	412	(4,088)

(Continued)

## Village of Channahon, Illinois

### General Fund

#### SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Expenditures (Continued)				
Public safety (Continued)				
Meetings and travel	\$ 33,805	\$ 33,805	\$ 9,829	\$ (23,976)
Legal and professional fees	68,200	68,200	49,201	(18,999)
Dispatch services	193,634	193,634	190,046	(3,588)
Kennel	1,500	1,500	315	(1,185)
Miscellaneous	117,805	129,780	93,164	(36,616)
Contingency	5,000	5,000	615	(4,385)
	<u>4,335,419</u>	<u>4,423,784</u>	<u>4,007,178</u>	<u>(416,606)</u>
Streets and bridges				
Salary - Public Works Director	48,167	48,167	47,095	(1,072)
Salary - Public Works Assistant	36,167	36,167	35,323	(844)
Salary - Street Laborers	377,100	377,100	350,971	(26,129)
Salary - Project Manager	35,333	35,333	34,575	(758)
Salary - Building Maintenance	52,500	52,500	52,275	(225)
Salary - Public Works Superintendent	31,833	31,833	31,042	(791)
Salary - Part-time and Pager	32,280	32,280	15,913	(16,367)
Salary - Foreman	79,750	79,750	78,692	(1,058)
Salary - Engineering Technician	22,233	22,233	21,731	(502)
Salary - Overtime	66,500	66,500	58,528	(7,972)
Employee benefits	313,750	314,700	222,591	(92,109)
Uniforms	11,250	11,250	9,392	(1,858)
Engineering and legal fees	103,500	105,700	3,655	(102,045)
Professional development	8,290	8,290	2,307	(5,983)
Dues and subscriptions	6,875	6,875	4,336	(2,539)
Permits	1,250	1,250	1,000	(250)
Telephone and utilities	13,900	13,900	10,938	(2,962)
Office supplies and postage	5,750	5,775	4,454	(1,321)
Printing and publishing	1,400	1,400	166	(1,234)
Building and grounds maintenance	17,950	17,950	1,288	(16,662)
Equipment maintenance	67,025	67,025	28,152	(38,873)
Vehicle operation and maintenance	87,720	105,750	106,018	268
Streets and signs maintenance	132,200	132,200	90,194	(42,006)

(Continued)

## Village of Channahon, Illinois

### General Fund

#### SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Expenditures (Continued)				
Streets and bridges (Continued)				
Street lighting	\$ 82,000	\$ 94,500	\$ 94,487	\$ (13)
Engineering fees	433,000	460,000	447,900	(12,100)
Salt purchases	155,000	155,000	87,729	(67,271)
Minor equipment and tools	3,420	3,420	3,109	(311)
Leases and rent	7,500	7,500	1,872	(5,628)
Meetings	250	250	149	(101)
Tree and weed control	6,990	24,690	21,639	(3,051)
Bike path	13,650	13,650	11,510	(2,140)
Mosquito abatement	4,000	4,000	-	(4,000)
Miscellaneous	61,600	61,600	37,429	(24,171)
Contingency	2,000	2,000	850	(1,150)
Total streets and bridges	<u>2,322,133</u>	<u>2,400,538</u>	<u>1,917,310</u>	<u>(483,228)</u>
Community development				
Salary - Planning and Zoning Board	40,900	40,900	37,372	(3,528)
Salary - Director of Development	113,500	113,500	113,322	(178)
Salary - Electrical, Building and Plumbing Inspectors	32,000	32,000	23,850	(8,150)
Salary - Chief Building Official	115,500	115,500	95,319	(20,181)
Salary - Building and Zoning Asst.	59,000	59,000	58,710	(290)
Salary - Development Clerk	50,000	50,600	50,557	(43)
Salary - Code Enforcement Officer	55,500	56,300	56,203	(97)
Salary - Overtime	2,000	3,400	3,387	(13)
Employee benefits	94,000	94,750	85,360	(9,390)
Uniforms	1,200	1,200	268	(932)
Engineering, legal and other fees	46,500	47,000	37,361	(9,639)
Planning	61,000	61,000	5,051	(55,949)
Professional development	5,125	5,125	1,404	(3,721)
Dues and subscriptions	1,225	1,225	340	(885)
Telephone	3,600	3,600	2,545	(1,055)
Computers and technology	89,500	89,500	82,570	(6,930)
Office supplies and postage	4,000	4,000	2,034	(1,966)
Printing and publishing	3,200	3,900	3,858	(42)

(Continued)

## Village of Channahon, Illinois

### General Fund

#### SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

Year Ended April 30, 2022

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Expenditures (Continued)				
Community development (Continued)				
Vehicle operation and maintenance	\$ 4,000	\$ 4,300	\$ 3,953	\$ (347)
Minor equipment	500	500	-	(500)
Marketing	24,725	24,725	17,913	(6,812)
Meetings and travel	5,250	5,250	2,440	(2,810)
Weed control	5,000	5,000	3,308	(1,692)
Miscellaneous	141,700	141,700	26,556	(115,144)
Contingency	1,000	1,000	-	(1,000)
Total community development	<u>959,925</u>	<u>964,975</u>	<u>713,681</u>	<u>(251,294)</u>
Capital outlay				
Public safety	135,000	135,000	133,288	(1,712)
Vehicles	490,000	490,000	99,927	(390,073)
Land acquisition	10,000	1,266,400	1,266,400	-
Equipment	67,000	67,000	56,753	(10,247)
Street department improvements	1,007,000	1,007,000	239,169	(767,831)
Total capital outlay	<u>1,709,000</u>	<u>2,965,400</u>	<u>1,795,537</u>	<u>(1,169,863)</u>
Debt service				
Principal	423,750	423,750	423,750	-
Interest and other	17,400	17,400	17,351	(49)
Total debt service	<u>441,150</u>	<u>441,150</u>	<u>441,101</u>	<u>(49)</u>
Total expenditures	<u>\$ 11,988,572</u>	<u>\$ 13,647,787</u>	<u>\$ 11,098,637</u>	<u>\$ (2,549,150)</u>

(Concluded)

# Village of Channahon, Illinois

Nonmajor Governmental Funds  
COMBINING BALANCE SHEET  
Year Ended April 30, 2022

---

	Special Revenue Funds			
	Motor Fuel Tax Fund	Police Forfeiture Fund	School Resources Fund	IMRF and Social Security Fund
<b>ASSETS</b>				
Cash and investments	\$ 708,221	\$ 21,375	\$ 12,146	\$ 12,562
Receivables, net of allowances				
Property taxes	-	-	-	726,112
Intergovernmental	42,146	-	-	-
Other	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 750,367</u>	<u>\$ 21,375</u>	<u>\$ 12,146</u>	<u>\$ 738,674</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 22,836
Infrastructure development liability	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,836</u>
<b>DEFERRED INFLOWS</b>				
Property taxes levied for a future period	-	-	-	726,112
Total deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>726,112</u>
<b>FUND BALANCE (DEFICIT)</b>				
Nonspendable				
Prepays	-	-	-	-
Restricted for				
Debt service	-	-	-	-
Special revenue funds	750,367	21,375	12,146	-
Capital projects	-	-	-	-
Unassigned	-	-	-	(10,274)
Total fund balance (deficit)	<u>750,367</u>	<u>21,375</u>	<u>12,146</u>	<u>(10,274)</u>
Total liabilities and fund balance (deficit)	<u>\$ 750,367</u>	<u>\$ 21,375</u>	<u>\$ 12,146</u>	<u>\$ 738,674</u>

---

Special Revenue Funds						Total Special Revenue Funds
Insurance Fund	Audit Fund	TIF Rte. 6 & I-55 Fund	Development Repayment Fund	Tryon Street TIF #3		
\$ 272,216	\$ 28,107	\$ 14,224	\$ -	\$ -		\$ 1,068,851
246,093	29,786	66,697	-	-		1,068,688
-	-	-	-	-		42,146
17,116	-	-	-	-		17,116
14,455	-	-	-	-		14,455
<u>\$ 549,880</u>	<u>\$ 57,893</u>	<u>\$ 80,921</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ 2,211,256</u>
\$ 1,452	\$ -	\$ -	\$ -	\$ -		\$ 24,288
-	-	-	-	-		-
-	-	-	-	40,103		40,103
<u>1,452</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,103</u>		<u>64,391</u>
<u>246,093</u>	<u>29,786</u>	<u>66,697</u>	<u>-</u>	<u>-</u>		<u>1,068,688</u>
<u>246,093</u>	<u>29,786</u>	<u>66,697</u>	<u>-</u>	<u>-</u>		<u>1,068,688</u>
14,455	-	-	-	-		14,455
-	-	-	-	-		-
287,880	28,107	14,224	-	-		1,114,099
-	-	-	-	-		-
-	-	-	-	(40,103)		(50,377)
<u>302,335</u>	<u>28,107</u>	<u>14,224</u>	<u>-</u>	<u>(40,103)</u>		<u>1,078,177</u>
<u>\$ 549,880</u>	<u>\$ 57,893</u>	<u>\$ 80,921</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ 2,211,256</u>

(Continued)

**Village of Channahon, Illinois**  
 Nonmajor Governmental Funds  
 COMBINING BALANCE SHEET  
Year Ended April 30, 2022

	Capital Projects Funds		
	Rt. 6 and Bradley Intersection Fund	Bluff Road & I-55 Fund	Total Capital Projects Funds
<b>ASSETS</b>			
Cash and investments	\$ -	\$ 669,254	\$ 669,254
Receivables, net of allowances			
Property taxes	-	-	-
Intergovernmental	-	-	-
Other	-	-	-
Prepaid items	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 669,254</u>	<u>\$ 669,254</u>
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ -	\$ -
Infrastructure development liability	-	-	-
Due to other funds	<u>356,917</u>	<u>-</u>	<u>356,917</u>
Total liabilities	<u>356,917</u>	<u>-</u>	<u>356,917</u>
<b>DEFERRED INFLOWS</b>			
Property taxes levied for a future period	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE (DEFICIT)</b>			
Nonspendable			
Prepays	-	-	-
Restricted for			
Debt service	-	-	-
Special revenue funds	-	-	-
Capital projects	-	669,254	669,254
Unassigned	<u>(356,917)</u>	<u>-</u>	<u>(356,917)</u>
Total fund balance (deficit)	<u>(356,917)</u>	<u>669,254</u>	<u>312,337</u>
Total liabilities and fund balance (deficit)	<u>\$ -</u>	<u>\$ 669,254</u>	<u>\$ 669,254</u>

---

<u>Debt Service Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 387,564	\$ 2,125,669
-	1,068,688
-	42,146
21,513	38,629
<u>-</u>	<u>14,455</u>
<u>\$ 409,077</u>	<u>\$ 3,289,587</u>
\$ -	\$ 24,288
383,981	383,981
<u>-</u>	<u>397,020</u>
<u>383,981</u>	<u>805,289</u>
<u>-</u>	<u>1,068,688</u>
<u>-</u>	<u>1,068,688</u>
-	14,455
25,096	25,096
-	1,114,099
-	669,254
<u>-</u>	<u>(407,294)</u>
<u>25,096</u>	<u>1,415,610</u>
<u>\$ 409,077</u>	<u>\$ 3,289,587</u>

(Concluded)

**Village of Channahon, Illinois**  
 Nonmajor Governmental Funds  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES (DEFICIT)  
Year Ended April 30, 2022

	Special Revenue Funds			
	Motor Fuel Tax Fund	Police Forfeiture Fund	School Resources Fund	IMRF and Social Security Fund
<b>Revenues</b>				
Property taxes	\$ -	\$ -	\$ -	\$ 639,910
Payments in lieu of taxes	-	-	-	126,493
Interest income	389	2	1	20
Grants and allotments	813,657	-	-	-
Miscellaneous income	-	3,438	-	-
Total revenues	<u>814,046</u>	<u>3,440</u>	<u>1</u>	<u>766,423</u>
<b>Expenditures</b>				
Current				
General government	-	-	86	-
Public safety	-	860	-	-
Streets and bridges	740,000	-	-	-
Employee benefits and pension	-	-	-	716,899
Community development	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and other	-	-	-	-
Total expenditures	<u>740,000</u>	<u>860</u>	<u>86</u>	<u>716,899</u>
Excess (deficiency) of revenues over expenditures	<u>74,046</u>	<u>2,580</u>	<u>(85)</u>	<u>49,524</u>
<b>Other financing sources (uses)</b>				
Transfers in	19,512	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>19,512</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance (deficit)	93,558	2,580	(85)	49,524
<b>Fund balance (deficit)</b>				
Beginning of year	<u>656,809</u>	<u>18,795</u>	<u>12,231</u>	<u>(59,798)</u>
End of year	<u>\$ 750,367</u>	<u>\$ 21,375</u>	<u>\$ 12,146</u>	<u>\$ (10,274)</u>

Special Revenue Funds

Insurance Fund	Audit Fund	TIF Rte. 6 & I-55 Fund	Development Repayment Fund	Tryon Street TIF #3	Total Special Revenue Funds
\$ 295,333	\$ 24,609	\$ 66,194	\$ -	\$ -	\$ 1,026,046
58,381	4,865	-	-	-	189,739
39	3	2	1	-	457
-	-	-	-	-	813,657
45,325	-	-	-	-	48,763
<u>399,078</u>	<u>29,477</u>	<u>66,196</u>	<u>1</u>	<u>-</u>	<u>2,078,662</u>
322,164	37,859	3,190	-	40,103	403,402
-	-	-	-	-	860
-	-	-	-	-	740,000
-	-	-	-	-	716,899
-	-	-	125,614	-	125,614
-	-	1,500	-	-	1,500
-	-	-	-	-	-
-	-	-	-	-	-
<u>322,164</u>	<u>37,859</u>	<u>4,690</u>	<u>125,614</u>	<u>40,103</u>	<u>1,988,275</u>
<u>76,914</u>	<u>(8,382)</u>	<u>61,506</u>	<u>(125,613)</u>	<u>(40,103)</u>	<u>90,387</u>
-	-	-	124,459	-	143,971
-	-	-	-	-	-
-	-	-	124,459	-	143,971
76,914	(8,382)	61,506	(1,154)	(40,103)	234,358
<u>225,421</u>	<u>36,489</u>	<u>(47,282)</u>	<u>1,154</u>	<u>-</u>	<u>843,819</u>
<u>\$ 302,335</u>	<u>\$ 28,107</u>	<u>\$ 14,224</u>	<u>\$ -</u>	<u>\$ (40,103)</u>	<u>\$ 1,078,177</u>

(Continued)

**Village of Channahon, Illinois**  
 Nonmajor Governmental Funds  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES (DEFICIT)  
Year Ended April 30, 2022

	Capital Projects Funds		
	Rt. 6 and Bradley Intersection Fund	Bluff Road & I-55 Fund	Total Capital Projects Funds
Revenues			
Property taxes	\$ -	\$ -	\$ -
Payments in lieu of taxes	-	-	-
Interest income	-	91	91
Grants and allotments	-	-	-
Miscellaneous income	-	611,312	611,312
Total revenues	-	611,403	611,403
Expenditures			
Current			
General government	-	-	-
Public safety	-	-	-
Streets and bridges	-	-	-
Employee benefits and pension	-	-	-
Community development	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	244,000	244,000
Interest and other	-	100,838	100,838
Total expenditures	-	344,838	344,838
Excess (deficiency) of revenues over expenditures	-	266,565	266,565
Other financing sources (uses)			
Transfers in	-	58,762	58,762
Transfers out	-	(15,609)	(15,609)
Total other financing sources (uses)	-	43,153	43,153
Net change in fund balance (deficit)	-	309,718	309,718
Fund balance (deficit)			
Beginning of year	(356,917)	359,536	2,619
End of year	\$ (356,917)	\$ 669,254	\$ 312,337

---

<u>Debt Service Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ 1,026,046
-	189,739
1,284	1,832
-	813,657
<u>325,748</u>	<u>985,823</u>
<u>327,032</u>	<u>3,017,097</u>
-	403,402
-	860
-	740,000
-	716,899
-	125,614
-	1,500
280,000	524,000
<u>46,651</u>	<u>147,489</u>
<u>326,651</u>	<u>2,659,764</u>
<u>381</u>	<u>357,333</u>
-	202,733
<u>-</u>	<u>(15,609)</u>
<u>-</u>	<u>187,124</u>
381	544,457
<u>24,715</u>	<u>871,153</u>
<u>\$ 25,096</u>	<u>\$ 1,415,610</u>

(Concluded)

## Village of Channahon, Illinois

### Motor Fuel Tax Fund

#### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues				
Motor fuel tax allotments	\$ 773,918	\$ 773,918	\$ 813,657	\$ 39,739
Interest income	<u>1,000</u>	<u>350</u>	<u>389</u>	<u>39</u>
Total revenues	<u>774,918</u>	<u>774,268</u>	<u>814,046</u>	<u>39,778</u>
Expenditures				
Streets and bridges	<u>750,000</u>	<u>750,000</u>	<u>740,000</u>	<u>(10,000)</u>
Total expenditures	<u>750,000</u>	<u>750,000</u>	<u>740,000</u>	<u>(10,000)</u>
Excess of revenues over expenditures	<u>24,918</u>	<u>24,268</u>	<u>74,046</u>	<u>49,778</u>
Other financing sources				
Transfers in	<u>-</u>	<u>-</u>	<u>19,512</u>	<u>19,512</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>19,512</u>	<u>19,512</u>
Net change in fund balance	<u>\$ 24,918</u>	<u>\$ 24,268</u>	93,558	<u>\$ 69,290</u>
Fund balance				
Beginning of year			<u>656,809</u>	
End of year			<u>\$ 750,367</u>	

---

## Village of Channahon, Illinois

### Police Forfeiture Fund

#### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues				
Forfeitures	\$ -	\$ -	\$ 3,438	\$ 3,438
Interest income	<u>10</u>	<u>-</u>	<u>2</u>	<u>2</u>
Total revenues	<u>10</u>	<u>-</u>	<u>3,440</u>	<u>3,440</u>
Expenditures				
Capital outlay	<u>3,500</u>	<u>3,500</u>	<u>860</u>	<u>(2,640)</u>
Total expenditures	<u>3,500</u>	<u>3,500</u>	<u>860</u>	<u>(2,640)</u>
Net change in fund balance	\$ <u><u>(3,490)</u></u>	\$ <u><u>(3,500)</u></u>	2,580	\$ <u><u>6,080</u></u>
Fund balance				
Beginning of year			<u>18,795</u>	
End of year			\$ <u><u>21,375</u></u>	

---

## Village of Channahon, Illinois

### School Resources Fund

#### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues				
Interest income	\$ <u>10</u>	\$ <u>-</u>	\$ <u>1</u>	\$ <u>1</u>
Expenditures				
Miscellaneous	<u>1,000</u>	<u>1,000</u>	<u>86</u>	<u>(914)</u>
Net change in fund balance	\$ <u><u>(990)</u></u>	\$ <u><u>(1,000)</u></u>	(85)	\$ <u><u>915</u></u>
Fund balance				
Beginning of year			<u>12,231</u>	
End of year			\$ <u><u>12,146</u></u>	

---

**Village of Channahon, Illinois**  
IMRF and Social Security Fund  
SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN  
FUND DEFICIT - BUDGET AND ACTUAL  
Year Ended April 30, 2022

	Original Budget	Amended and Final Budget	Actual	Variance Over / (Under)
<b>Revenues</b>				
Property taxes	\$ 650,000	\$ 639,000	\$ 639,910	\$ 910
Payment in lieu of taxes	109,186	-	126,493	126,493
Interest income	500	-	20	20
Total revenues	<u>759,686</u>	<u>639,000</u>	<u>766,423</u>	<u>127,423</u>
<b>Expenditures</b>				
Administrative - IMRF	78,000	78,000	68,379	(9,621)
Administrative - Social Security	32,000	32,000	30,568	(1,432)
Administrative - Medicare	7,500	7,500	7,149	(351)
Development - IMRF	74,500	74,500	66,197	(8,303)
Development - Social Security	25,500	25,500	25,386	(114)
Development - Medicare	6,000	6,000	5,937	(63)
Police - IMRF	21,000	21,000	20,102	(898)
Police - Social Security	8,500	8,500	7,683	(817)
Police - Medicare	36,000	37,900	37,804	(96)
Street department - IMRF	126,000	126,000	110,705	(15,295)
Street department - Social Security	43,000	43,500	43,305	(195)
Street department - Medicare	10,000	10,200	10,128	(72)
Police commission - Social Security	100	100	16	(84)
Police commission - Medicare	100	100	4	(96)
Finance - Social Security	15,000	15,000	14,528	(472)
Finance - Medicare	4,000	4,000	3,398	(602)
Finance - IMRF	44,000	44,000	38,266	(5,734)
ESDA - Social Security	2,500	2,500	2,286	(214)
ESDA - Medicare	600	600	535	(65)
ESDA - IMRF	6,700	6,700	5,956	(744)
Waterworks - IMRF	83,500	83,500	77,177	(6,323)
Waterworks - Social Security	29,000	29,600	29,526	(74)
Waterworks - Medicare	7,000	7,000	6,906	(94)
Sewer - IMRF	78,000	78,000	69,325	(8,675)
Sewer - Social Security	27,000	27,000	26,075	(925)
Sewer - Medicare	6,500	6,500	6,098	(402)
Refuse - IMRF	2,800	2,800	2,347	(453)
Refuse - Social Security	1,000	1,000	902	(98)
Refuse - Medicare	500	500	211	(289)
Total expenditures	<u>776,300</u>	<u>779,500</u>	<u>716,899</u>	<u>(62,601)</u>

(Continued)

**Village of Channahon, Illinois**  
 IMRF and Social Security Fund  
 SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND DEFICIT - BUDGET AND ACTUAL  
Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Net change in fund deficit	\$ <u>(16,614)</u>	\$ <u>(140,500)</u>	\$ 49,524	\$ <u>190,024</u>
Fund deficit				
Beginning of year			<u>(59,798)</u>	
End of year			<u>\$ (10,274)</u>	

(Concluded)

## Village of Channahon, Illinois

### Insurance Fund

#### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	Original Budget	Amended and Final Budget	Actual	Variance Over / (Under)
Revenues				
Property taxes	\$ 300,000	\$ 295,000	\$ 295,333	\$ 333
Payment in lieu of taxes	53,636	53,636	58,381	4,745
Interest income	100	-	39	39
Miscellaneous income	21,356	21,356	45,325	23,969
Total revenues	<u>375,092</u>	<u>369,992</u>	<u>399,078</u>	<u>29,086</u>
Expenditures				
Risk management contribution	<u>456,356</u>	<u>456,556</u>	<u>322,164</u>	<u>(134,392)</u>
Total expenditures	<u>456,356</u>	<u>456,556</u>	<u>322,164</u>	<u>(134,392)</u>
Net change in fund balance	\$ <u>(81,264)</u>	\$ <u>(86,564)</u>	76,914	\$ <u>163,478</u>
Fund balance				
Beginning of year			<u>225,421</u>	
End of year			<u>\$ 302,335</u>	

---

## Village of Channahon, Illinois

### Audit Fund

#### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues				
Property taxes	\$ 25,000	\$ 24,600	\$ 24,609	\$ 9
Payment in lieu of taxes	1,862	1,862	4,865	3,003
Interest income	<u>50</u>	<u>-</u>	<u>3</u>	<u>3</u>
Total revenues	<u>26,912</u>	<u>26,462</u>	<u>29,477</u>	<u>3,015</u>
Expenditures				
Audit services	<u>40,875</u>	<u>40,875</u>	<u>37,859</u>	<u>(3,016)</u>
Total expenditures	<u>40,875</u>	<u>40,875</u>	<u>37,859</u>	<u>(3,016)</u>
Net change in fund balance	\$ <u><u>(13,963)</u></u>	\$ <u><u>(14,413)</u></u>	(8,382)	\$ <u><u>6,031</u></u>
Fund balance				
Beginning of year			<u>36,489</u>	
End of year			\$ <u><u>28,107</u></u>	

---

## Village of Channahon, Illinois

TIF Rte. 6 and I-55 Fund

### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	Original Budget	Amended and Final Budget	Actual	Variance Over / (Under)
Revenues				
Property taxes	\$ 66,000	\$ 66,000	\$ 66,194	\$ 194
Interest income	100	-	2	2
Total revenues	<u>66,100</u>	<u>66,000</u>	<u>66,196</u>	<u>196</u>
Expenditures				
Professional fees	4,350	4,350	3,190	(1,160)
TIF capital projects	<u>300,000</u>	<u>300,000</u>	<u>1,500</u>	<u>(298,500)</u>
Total expenditures	<u>304,350</u>	<u>304,350</u>	<u>4,690</u>	<u>(299,660)</u>
Net change in fund balance (deficit)	\$ <u>(238,250)</u>	\$ <u>(238,350)</u>	61,506	\$ <u>299,856</u>
Fund balance (deficit)				
Beginning of year			<u>(47,282)</u>	
End of year			\$ <u>14,224</u>	

---

## Village of Channahon, Illinois

### Development Repayment Fund

#### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
<b>Revenues</b>				
Interest income	\$ -	\$ -	\$ 1	\$ 1
Total revenues	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
<b>Expenditures</b>				
Community development	<u>345,000</u>	<u>378,900</u>	<u>125,614</u>	<u>(253,286)</u>
Total expenditures	<u>345,000</u>	<u>378,900</u>	<u>125,614</u>	<u>(253,286)</u>
Deficiency of revenues over expenditures	<u>(345,000)</u>	<u>(378,900)</u>	<u>(125,613)</u>	<u>(253,287)</u>
<b>Other financing sources</b>				
Transfers in	<u>345,000</u>	<u>124,400</u>	<u>124,459</u>	<u>59</u>
Total other financing sources	<u>345,000</u>	<u>124,400</u>	<u>124,459</u>	<u>59</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>(254,500)</u>	(1,154)	\$ <u>253,346</u>
<b>Fund balance</b>				
Beginning of year			<u>1,154</u>	
End of year			\$ <u>-</u>	

---

**Village of Channahon, Illinois**

Tryon Street TIF #3 Fund

SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN  
FUND DEFICIT - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Expenditures				
Professional fees	\$ <u>-</u>	\$ <u>-</u>	\$ <u>40,103</u>	\$ <u>40,103</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>40,103</u>	<u>40,103</u>
Net change in fund deficit	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	<u>(40,103)</u>	\$ <u><u>(40,103)</u></u>
Fund deficit				
Beginning of year			<u>-</u>	
End of year			\$ <u><u>(40,103)</u></u>	

---

## Village of Channahon, Illinois

Rt. 6 and Bradley Intersection Fund

### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND DEFICIT - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues				
Interest income	\$ <u>100</u>	\$ <u>100</u>	\$ <u>-</u>	\$ <u>(100)</u>
Total revenues	<u>100</u>	<u>100</u>	<u>-</u>	<u>(100)</u>
Net change in fund deficit	\$ <u><u>100</u></u>	\$ <u><u>100</u></u>	<u>-</u>	\$ <u><u>(100)</u></u>
Fund deficit				
Beginning of year			<u>(356,917)</u>	
End of year			\$ <u><u>(356,917)</u></u>	

---

## Village of Channahon, Illinois

Bluff Road & I-55 Fund

### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	Original Budget	Amended and Final Budget	Actual	Variance Over / (Under)
Revenues				
Interest income	\$ 500	\$ -	\$ 91	\$ 91
Miscellaneous income	<u>200,000</u>	<u>200,000</u>	<u>611,312</u>	<u>411,312</u>
Total revenues	<u>200,500</u>	<u>200,000</u>	<u>611,403</u>	<u>411,403</u>
Expenditures				
Debt service				
Bond payment	244,000	244,000	244,000	-
Bond interest	100,600	100,600	100,600	-
Bond paying agent fees	<u>300</u>	<u>300</u>	<u>238</u>	<u>(62)</u>
Total debt service	<u>344,900</u>	<u>344,900</u>	<u>344,838</u>	<u>(62)</u>
Total expenditures	<u>344,900</u>	<u>344,900</u>	<u>344,838</u>	<u>(62)</u>
Excess (deficiency) of revenues over expenditures	<u>(144,400)</u>	<u>(144,900)</u>	<u>266,565</u>	<u>411,465</u>
Other financing sources				
Transfers in	25,000	25,000	58,762	33,762
Transfers out	<u>-</u>	<u>(15,700)</u>	<u>(15,609)</u>	<u>91</u>
Total other financing sources	<u>25,000</u>	<u>9,300</u>	<u>43,153</u>	<u>33,853</u>
Net change in fund balance	<u>\$ (119,400)</u>	<u>\$ (135,600)</u>	309,718	<u>\$ 445,318</u>
Fund balance				
Beginning of year			<u>359,536</u>	
End of year			<u>\$ 669,254</u>	

---

## Village of Channahon, Illinois

### Wescom Debt Service Fund

#### SCHEDULE OF DETAILED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2022

---

	<u>Original Budget</u>	<u>Amended and Final Budget</u>	<u>Actual</u>	<u>Variance Over / (Under)</u>
Revenues				
Service charges	\$ 325,750	\$ 325,750	\$ 325,748	\$ (2)
Interest earnings	<u>5,000</u>	<u>1,200</u>	<u>1,284</u>	<u>84</u>
Total revenues	<u>330,750</u>	<u>326,950</u>	<u>327,032</u>	<u>82</u>
Expenditures				
Bond principal	280,000	280,000	280,000	-
Bond interest	45,749	45,749	45,748	(1)
Bond paying agent fees	<u>500</u>	<u>950</u>	<u>903</u>	<u>(47)</u>
Total expenditures	<u>326,249</u>	<u>326,699</u>	<u>326,651</u>	<u>(48)</u>
Net change in fund balance	\$ <u>4,501</u>	\$ <u>251</u>	381	\$ <u>130</u>
Fund balance				
Beginning of year			<u>24,715</u>	
End of year			\$ <u>25,096</u>	

---

**Village of Channahon, Illinois**  
 Governmental Activities - General Obligation Bonds  
 Schedule of Debt Service Requirements  
April 30, 2022

Fiscal Year Ending April 30,	Series 2013		Series 2016	
	Principal	Interest	Principal	Interest
2023	\$ 235,000	\$ 5,875	\$ 248,000	\$ 95,720
2024	-	-	252,000	90,760
2025	-	-	260,000	85,720
2026	-	-	268,000	77,920
2027	-	-	276,000	69,880
2028	-	-	284,000	61,600
2029	-	-	296,000	50,240
2030	-	-	308,000	38,400
2031	-	-	320,000	26,080
2032	-	-	332,000	13,280
2033	-	-	-	-
Total	\$ <u>235,000</u>	\$ <u>5,875</u>	\$ <u>2,844,000</u>	\$ <u>609,600</u>

---

Series 2021B		Total	
Principal	Interest	Principal	Interest
\$ 55,000	\$ 40,043	\$ 538,000	\$ 141,638
290,000	39,493	542,000	130,253
295,000	36,593	555,000	122,313
300,000	33,643	568,000	111,563
305,000	30,643	581,000	100,523
305,000	27,745	589,000	89,345
310,000	24,543	606,000	74,783
310,000	20,513	618,000	58,913
315,000	16,171	635,000	42,251
320,000	11,291	652,000	24,571
325,000	5,850	325,000	5,850
<u>\$ 3,130,000</u>	<u>\$ 286,528</u>	<u>\$ 6,209,000</u>	<u>\$ 902,003</u>

**Village of Channahon, Illinois**  
Waterworks and Sewerage Fund General Obligation Bonds  
Schedule of Debt Service Requirements  
April 30, 2022

Fiscal Year Ending April 30,	Series 2016		Series 2021B		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 62,000	\$ 23,930	\$ 490,000	\$ 12,200	\$ 552,000	\$ 36,130
2024	63,000	22,690	490,000	7,300	553,000	29,990
2025	65,000	21,430	240,000	2,400	305,000	23,830
2026	67,000	19,480	-	-	67,000	19,480
2027	69,000	17,470	-	-	69,000	17,470
2028	71,000	15,400	-	-	71,000	15,400
2029	74,000	12,560	-	-	74,000	12,560
2030	77,000	9,600	-	-	77,000	9,600
2031	80,000	6,520	-	-	80,000	6,520
2032	83,000	3,320	-	-	83,000	3,320
Total	\$ <u>711,000</u>	\$ <u>152,400</u>	\$ <u>1,220,000</u>	\$ <u>21,900</u>	\$ <u>1,931,000</u>	\$ <u>174,300</u>

**STATISTICAL SECTION (Unaudited)**

## Statistical Section

This part of the Village's 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.

### Contents

### Page

#### **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.

142 - 151

#### **Revenue Capacity**

These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.

152 - 159

#### **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.

160 - 164

#### **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.

165 - 166

#### **Operating Information**

These schedules contain information about the Village's service and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.

167 - 171

**SOURCES:** Unless otherwise noted, the information in these schedules is derived from the audited financial statements for the relevant year.

**Village of Channahon, Illinois**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**

	2022	2021	2020	2019
<b>Governmental Activities</b>				
Net Investment in Capital Assets	\$ 26,931,962	\$ 23,131,774	\$ 21,305,826	\$ 19,223,871
Restricted	6,615,986	4,514,222	4,340,100	5,113,718
Unrestricted	13,524,513	10,393,752	6,822,479	5,913,504
Total Governmental Activities				
Net Position	\$ 47,072,461	\$ 38,039,748	\$ 32,468,405	\$ 30,251,093
<b>Business-Type Activities</b>				
Net Investment in Capital Assets	\$ 36,248,619	\$ 31,785,193	\$ 30,637,972	\$ 31,251,603
Unrestricted	8,794,066	9,411,759	7,848,463	6,604,099
Total Business-Type Activities				
Net Position	\$ 45,042,685	\$ 41,196,952	\$ 38,486,435	\$ 37,855,702
<b>Primary Government</b>				
Net Investment in Capital Assets	\$ 63,180,581	\$ 54,916,967	\$ 51,943,798	\$ 50,475,474
Restricted	6,615,986	4,514,222	4,340,100	5,113,718
Unrestricted	22,318,579	19,805,511	14,670,942	12,517,603
Total Primary Government				
Net Position	\$ 92,115,146	\$ 79,236,700	\$ 70,954,840	\$ 68,106,795

\*As originally reported

2018*	2017*	2016*	2015	2014	2013
\$ 18,328,221	\$ 20,211,629	\$ 23,454,088	\$ 23,420,672	\$ 24,118,967	\$ 23,261,239
9,112,481	7,578,732	1,932,759	2,085,503	2,026,036	7,640,241
1,635,121	(3,623,011)	(4,069,234)	2,787,269	1,876,901	(115,385)
<hr/>					
\$ 29,075,823	\$ 24,167,350	\$ 21,317,613	\$ 28,293,444	\$ 28,021,904	\$ 30,786,095
<hr/>					
\$ 28,610,371	\$ 28,947,654	\$ 28,296,459	\$ 27,292,694	\$ 27,911,877	\$ 27,330,614
3,992,035	2,788,242	2,566,573	3,067,042	3,023,454	3,375,095
<hr/>					
\$ 32,602,406	\$ 31,735,896	\$ 30,863,032	\$ 30,359,736	\$ 30,935,331	\$ 30,705,709
<hr/>					
\$ 46,938,592	\$ 49,159,283	\$ 51,750,547	\$ 50,713,366	\$ 52,030,844	\$ 50,591,853
9,112,481	7,578,732	1,932,759	2,085,503	2,026,036	7,640,241
5,627,156	(834,769)	(1,502,661)	5,854,311	4,900,355	3,259,710
<hr/>					
\$ 61,678,229	\$ 55,903,246	\$ 52,180,645	\$ 58,653,180	\$ 58,957,235	\$ 61,491,804
<hr/>					

**Village of Channahon, Illinois**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**

	2022	2021	2020	2019
<b>Expenses</b>				
<b>Governmental Activities:</b>				
General Government	\$ 13,170,307	\$ 13,063,446	\$ 11,594,779	\$ 10,534,177
Public Safety	3,638,396	3,463,790	3,797,561	3,286,377
Community Development	806,846	1,356,634	1,207,196	1,030,768
Streets and Bridges	5,276,683	5,165,516	4,261,938	4,002,874
Interest and Fees	222,440	232,176	270,247	324,290
Total Governmental Activities Expenses	<u>23,114,672</u>	<u>23,281,562</u>	<u>21,131,721</u>	<u>19,178,486</u>
<b>Business-Type Activities:</b>				
Waterworks and Sewerage	4,574,745	4,204,564	3,854,746	3,333,969
Refuse Disposal	1,082,658	1,026,017	957,841	904,424
Total Business-Type Activities Expenses	<u>5,657,403</u>	<u>5,230,581</u>	<u>4,812,587</u>	<u>4,238,393</u>
Total Primary Government Expenses	<u>\$ 28,772,075</u>	<u>\$ 28,512,143</u>	<u>\$ 25,944,308</u>	<u>\$ 23,416,879</u>
<b>Program Revenues</b>				
<b>Governmental Activities:</b>				
Charges for Services				
General Government	\$ 2,381,713	\$ 2,891,695	\$ 3,122,672	\$ 2,162,073
Public Safety	105,380	139,786	132,807	167,671
Community Development	-	-	-	-
Streets and Bridges	338,760	944,518	664,531	325,873
Operating Grants and Contributions	1,926,986	1,602,100	569,269	440,176
Capital Grants and Contributions	3,554,239	2,024,075	86,240	1,805,762
Total Governmental Activities				
Program Revenues	<u>8,307,078</u>	<u>7,602,174</u>	<u>4,575,519</u>	<u>4,901,555</u>
<b>Business-Type Activities:</b>				
Charges for Services				
Waterworks and Sewerage	4,666,752	5,141,127	4,389,923	4,355,719
Refuse Disposal	1,162,363	1,098,231	1,030,159	1,040,740
Operating Grants and Contributions	-	48,039	-	-
Capital Grants and Contributions	3,668,908	1,684,575	-	2,616,056
Total Business-Type Activities				
Program Revenues	<u>9,498,023</u>	<u>7,971,972</u>	<u>5,420,082</u>	<u>8,012,515</u>
Total Primary Government				
Program Revenues	<u>\$ 17,805,101</u>	<u>\$ 15,574,146</u>	<u>\$ 9,995,601</u>	<u>\$ 12,914,070</u>
Net (Expense)/Revenue				
Governmental Activities	\$ (14,807,594)	\$ (15,679,388)	\$ (16,556,202)	\$ (14,276,931)
Business-Type Activities	3,840,620	2,741,391	607,495	3,774,122
Total Primary Government Net Expense	<u>\$ (10,966,974)</u>	<u>\$ (12,937,997)</u>	<u>\$ (15,948,707)</u>	<u>\$ (10,502,809)</u>

\*As originally reported

2018*	2017*	2016*	2015	2014	2013
\$ 9,869,479	\$ 8,862,971	\$ 7,995,404	\$ 12,187,452	\$ 26,855,724	\$ 20,564,874
3,135,198	3,226,160	3,745,969	3,481,205	3,431,534	3,418,906
1,120,187	407,017	484,355	454,990	450,280	418,532
3,758,010	3,528,654	3,637,545	4,004,756	4,652,190	3,594,083
372,396	503,934	403,335	460,638	440,901	587,197
18,255,270	16,528,736	16,266,608	20,589,041	35,830,629	28,583,592
3,350,600	3,211,153	3,121,916	2,903,153	2,885,376	2,931,661
854,717	812,894	820,075	780,395	754,466	727,416
4,205,317	4,024,047	3,941,991	3,683,548	3,639,842	3,659,077
\$ 22,460,587	\$ 20,552,783	\$ 20,208,599	\$ 24,272,589	\$ 39,470,471	\$ 32,242,669
\$ 3,001,119	\$ 1,675,260	\$ 929,281	\$ 857,375	\$ 741,800	\$ 743,422
136,231	87,689	448,960	457,751	135,004	152,374
-	-	4,343	-	-	-
418,321	262,329	-	-	-	6,250
535,198	343,400	46,253	51,616	88,728	48,926
1,035,578	1,188,203	1,291,401	780,823	2,042,548	573,491
5,126,447	3,556,881	2,720,238	2,147,565	3,008,080	1,524,463
4,064,650	3,335,702	2,854,490	2,417,456	2,448,623	2,465,558
867,921	881,355	801,240	917,764	787,112	762,565
-	20,000	-	-	-	-
-	869,532	1,537,528	-	871,461	172,318
4,932,571	5,106,589	5,193,258	3,335,220	4,107,196	3,400,441
\$ 10,059,018	\$ 8,663,470	\$ 7,913,496	\$ 5,482,785	\$ 7,115,276	\$ 4,924,904
\$ (13,128,823)	\$ (12,971,855)	\$ (13,546,370)	\$ (18,441,476)	\$ (32,822,549)	\$ (27,059,129)
727,254	1,082,542	1,251,267	(348,328)	467,354	(258,636)
\$ (12,401,569)	\$ (11,889,313)	\$ (12,295,103)	\$ (18,789,804)	\$ (32,355,195)	\$ (27,317,765)

(Continued)

**Village of Channahon, Illinois**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS (Continued)**

	2022	2021	2020	2019
<b>General Revenues and Other Changes in Net Position</b>				
<b>Governmental Activities:</b>				
Property Taxes	\$ 13,046,807	\$ 12,146,887	\$ 11,480,822	\$ 10,266,792
Unrestricted Intergovernmental	8,621,727	7,010,622	5,220,376	5,253,098
Other Taxes	2,479,493	1,924,821	1,514,361	1,369,169
Interest Income (Loss)	(315,681)	96,669	475,655	417,741
Other General Revenues	-	-	-	-
Transfers	7,961	71,732	82,300	(1,509,422)
Total Governmental Activities General Revenues and Other	<u>23,840,307</u>	<u>21,250,731</u>	<u>18,773,514</u>	<u>15,797,378</u>
<b>Business-Type Activities:</b>				
Interest	13,074	40,858	105,538	91,030
Transfers	(7,961)	(71,732)	(82,300)	1,509,422
Total Business-Type Activities General Revenues and Other	<u>5,113</u>	<u>(30,874)</u>	<u>23,238</u>	<u>1,600,452</u>
Total Primary Government General Revenues and Other	<u>\$ 23,845,420</u>	<u>\$ 21,219,857</u>	<u>\$ 18,796,752</u>	<u>\$ 17,397,830</u>
<b>Change in Net Position</b>				
Governmental Activities	\$ 9,032,713	\$ 5,571,343	\$ 2,217,312	\$ 1,520,447
Business-Type Activities	3,845,733	2,710,517	630,733	5,374,574
Total Primary Government	<u>\$ 12,878,446</u>	<u>\$ 8,281,860</u>	<u>\$ 2,848,045</u>	<u>\$ 6,895,021</u>
<b>Other Changes in Net Position</b>				
Adjustment to Beginning Net Position				
Governmental Activities	\$ -	\$ -	\$ -	\$ 345,177
Adjustment to Beginning Net Position				
Business-Type Activities	-	-	-	121,278

\*As originally reported

The cumulative effect of net position adjustments was reported as a restatement of the beginning net position balance, as restating all prior periods was not practicable.

2018*	2017*	2016*	2015	2014	2013
\$ 9,940,792	\$ 9,221,854	\$ 8,980,302	\$ 9,122,612	\$ 8,458,632	\$ 7,999,306
5,497,386	4,160,859	2,830,229	5,362,355	11,114,808	10,416,626
1,134,047	1,096,886	1,494,915	3,861,439	9,836,947	8,719,423
176,636	80,360	38,328	31,943	24,974	25,071
-	-	141,613	99,733	378,498	256,258
(102,369)	231,471	175,536	234,934	244,499	228,588
16,646,492	14,791,430	13,660,923	18,713,016	30,058,358	27,645,272
36,887	21,793	15,796	7,667	6,767	7,497
102,369	(231,471)	(175,536)	(234,934)	(244,499)	(228,588)
139,256	(209,678)	(159,740)	(227,267)	(237,732)	(221,091)
\$ 16,785,748	\$ 14,581,752	\$ 13,501,183	\$ 18,485,749	\$ 29,820,626	\$ 27,424,181
\$ 3,517,669	\$ 1,819,575	\$ 114,553	\$ 271,540	\$ (2,764,191)	\$ 586,143
866,510	872,864	1,091,527	(575,595)	229,622	(479,727)
\$ 4,384,179	\$ 2,692,439	\$ 1,206,080	\$ (304,055)	\$ (2,534,569)	\$ 106,416
\$ 1,390,804	\$ 1,030,162	\$ 7,090,384	\$ -	\$ -	\$ -
-	-	588,231	-	-	-

(Concluded)

**Village of Channahon, Illinois**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**

	2022	2021	2020	2019
<b>General Fund</b>				
Nonspendable	\$ 456,722	\$ 473,000	\$ 156,334	\$ 310,183
Restricted	-	-	-	-
Assigned	194,299	201,409	-	1,019,061
Unassigned	19,281,255	16,988,555	14,697,959	12,623,089
Unreserved	-	-	-	-
Total General Fund	<u>\$ 19,932,276</u>	<u>\$ 17,662,964</u>	<u>\$ 14,854,293</u>	<u>\$ 13,952,333</u>
<b>All Other Governmental Funds</b>				
Nonspendable	\$ 14,455	\$ 13,592	\$ 13,636	\$ 12,568
Restricted	6,601,531	4,500,630	4,326,464	5,101,150
Assigned	-	-	-	-
Unassigned	<u>(407,294)</u>	<u>(463,997)</u>	<u>(343,243)</u>	<u>(174,682)</u>
Total All Other Governmental Funds	<u>\$ 6,208,692</u>	<u>\$ 4,050,225</u>	<u>\$ 3,996,857</u>	<u>\$ 4,939,036</u>

\*As originally reported.

2018	2017*	2016*	2015	2014	2013
\$ 88,028	\$ 84,891	\$ 59,503	\$ 56,224	\$ 75,552	\$ 149,684
-	-	-	264,249	281,473	351,280
6,724,863	5,032,593	-	-	-	-
5,969,811	6,044,904	252,130	-	9,299,920	7,849,574
<u>-</u>	<u>-</u>	<u>9,755,720</u>	<u>10,517,555</u>	<u>-</u>	<u>-</u>
<u>\$ 12,782,702</u>	<u>\$ 11,162,388</u>	<u>\$ 10,067,353</u>	<u>\$ 10,838,028</u>	<u>\$ 9,656,945</u>	<u>\$ 8,350,538</u>
\$ 13,083	\$ 68,030	\$ 74,965	\$ 60,260	\$ 102,815	\$ 165,533
9,112,481	7,578,732	1,932,759	1,821,254	1,744,563	12,291,501
-	-	588,586	648,170	692,301	670,050
<u>(290,029)</u>	<u>(367,325)</u>	<u>(51,108)</u>	<u>(10,908)</u>	<u>-</u>	<u>-</u>
<u>\$ 8,835,535</u>	<u>\$ 7,279,437</u>	<u>\$ 2,545,202</u>	<u>\$ 2,518,776</u>	<u>\$ 2,539,679</u>	<u>\$ 13,127,084</u>

**Village of Channahon, Illinois**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**

	2022	2021	2020	2019
<b>Revenues</b>				
Property Taxes	\$ 13,046,807	\$ 12,146,887	\$ 11,480,822	\$ 10,266,792
Other Taxes	2,479,493	1,924,821	1,514,361	1,369,169
Intergovernmental	8,528,438	6,765,175	5,213,095	5,237,645
Payments in Lieu of Taxes	399,911	376,389	343,341	758,731
Charges for Services	418,297	455,858	441,268	401,387
Licenses and Permits	338,760	944,518	664,531	325,873
Fines and Fees	105,380	139,786	132,807	167,671
Grants and Allotments	1,926,986	1,602,100	569,269	440,176
Interest Income (Loss)	(315,681)	96,669	475,655	417,741
Miscellaneous	1,563,505	2,059,448	2,338,063	1,001,955
Total Revenue	<u>28,491,896</u>	<u>26,511,651</u>	<u>23,173,212</u>	<u>20,387,140</u>
<b>Expenditures</b>				
<b>Current:</b>				
General Government	12,399,326	11,930,607	10,134,933	8,681,489
Public Safety	4,008,038	3,801,152	3,631,505	3,254,579
Streets and Bridges	3,220,556	3,271,234	2,449,924	1,892,901
Community Development	839,295	1,351,190	1,136,734	1,025,897
Employee Benefits and Pension	716,899	762,097	684,479	1,381,741
Capital Outlay	1,797,037	1,490,086	3,096,459	3,224,356
Debt Service - Principal	947,750	868,750	1,839,750	1,779,250
Debt Service - Interest and Fees	164,840	362,708	322,371	375,498
Total Expenditures	<u>24,093,741</u>	<u>23,837,824</u>	<u>23,296,155</u>	<u>21,615,711</u>
Excess (Deficiency) of Revenue Over Expenditures	4,398,155	2,673,827	(122,943)	(1,228,571)
<b>Other Financing Sources (Uses)</b>				
Debt Issuance	-	3,180,000	-	-
Premium on Debt Issuance	-	15,245	-	-
Sale of Capital Assets	21,663	14,958	424	11,125
Deposit with Escrow Agent	-	(3,093,723)	-	-
Transfers In	1,296,817	2,002,031	2,227,801	2,127,485
Transfers Out	(1,288,856)	(1,930,299)	(2,145,501)	(3,636,907)
Total Other Financing Sources (Uses)	<u>29,624</u>	<u>188,212</u>	<u>82,724</u>	<u>(1,498,297)</u>
Net Change in Fund Balances	<u>\$ 4,427,779</u>	<u>\$ 2,862,039</u>	<u>(\$ 40,219)</u>	<u>(\$ 2,726,868)</u>
Debt Service as a Percentage of Noncapital Expenditures	6.0%	6.6%	10.7%	12.8%
Expenditures Capitalized as Assets	\$ 5,459,499	\$ 5,293,496	\$ 3,050,378	\$ 4,827,332

	2018	2017	2016	2015	2014	2013
\$	9,940,792	\$ 9,221,854	\$ 8,980,302	\$ 9,122,612	\$ 8,458,632	\$ 7,999,306
	1,134,047	1,096,886	1,487,228	4,422,023	9,678,170	9,088,198
	5,432,476	4,126,885	2,820,612	5,924,862	11,042,704	10,394,491
	641,139	503,684	356,492	366,601	310,572	320,189
	411,515	341,493	318,738	309,934	311,674	281,676
	418,321	262,329	203,731	101,970	84,748	94,937
	136,231	87,689	120,630	120,273	157,255	166,472
	535,198	343,400	381,865	392,945	444,949	426,527
	176,636	80,360	38,328	31,943	24,974	25,071
	1,948,465	830,083	526,529	544,382	475,581	501,066
	20,774,820	16,894,663	15,234,455	21,337,545	30,989,259	29,297,933
	8,395,321	7,394,503	7,532,076	11,709,510	26,864,975	20,236,934
	3,190,310	3,133,012	2,973,486	2,799,678	2,736,291	2,743,588
	1,794,072	1,601,270	1,557,896	1,964,044	2,307,467	1,684,471
	1,119,447	396,448	408,738	370,793	361,538	332,758
	1,428,441	1,140,318	1,097,549	1,040,026	984,898	919,944
	1,028,710	514,302	420,447	385,484	569,927	168,465
	1,510,000	1,787,500	1,730,000	1,662,500	1,595,000	1,297,500
	420,742	494,112	438,718	495,139	335,035	579,189
	18,887,043	16,461,465	16,158,910	20,427,174	35,755,131	27,962,849
	1,887,777	433,198	(924,455)	910,371	(4,765,872)	1,335,084
	-	4,697,000	-	-	-	9,710,000
	-	333,349	-	-	-	203,768
	200	8,175	4,670	14,875	-	-
	-	(904,085)	-	-	(4,759,625)	-
	1,230,537	474,903	673,536	1,091,023	1,044,499	555,588
	(1,332,906)	(243,432)	(498,000)	(856,089)	(800,000)	(327,000)
	(102,169)	4,365,910	180,206	249,809	(4,515,126)	10,142,356
\$	1,785,608	\$ 4,799,108	(\$ 744,249)	\$ 1,160,180	(\$ 9,280,998)	\$ 11,477,440
	11.6%	15.3%	13.7%	10.6%	5.5%	6.8%
\$	2,174,966	\$ 1,542,375	\$ 291,141	\$ 116,154	\$ 533,751	\$ 168,465

**Village of Channahon, Illinois**  
 EQUALIZED ASSESSED VALUATION AND ESTIMATED ACTUAL VALUATION  
 LAST TEN TAX YEARS

Tax Year	Will County			Total Equalized Assessed Value	Residential Property
	Residential Property	Farm Property	Non-Farm Property		
2021	\$ 241,015,704	\$ 802,501	\$ 84,414,802	\$ 326,233,007	\$126,961,710
2020	233,700,311	1,055,059	60,996,000	295,751,370	112,679,240
2019	223,161,332	999,607	54,409,475	278,570,414	99,676,183
2018	210,841,283	970,084	49,039,519	260,850,886	89,479,051
2017	194,547,064	953,266	36,662,374	232,162,704	73,150,038
2016	185,161,393	633,430	36,373,513	222,168,336	68,791,010
2015	171,965,069	599,618	35,545,995	208,110,682	61,543,653
2014	166,523,460	560,620	35,488,477	202,572,557	54,460,143
2013	168,855,891	582,625	35,670,339	205,108,855	55,148,345
2012	180,049,464	610,546	34,276,041	214,936,051	60,168,110

Source of Information: Office of Will County Clerk and Office of Grundy County Clerk

Note: Increased equalized assessed value for levy year 2018 is the result of two new industrial buildings as well as approximately 100 new homes that began to pay property taxes on the 2018 tax year levy.

---

Grundy County			Total		Total	Equalized
Farm	Non-Farm	Total	Assessed	Village	Estimated	Assessed
Property	Property	Equalized	Value	Direct	Actual	Value
		Assessed	Both	Tax	Taxable	Value
		Value	Counties	Rate	Value	Percentage
						of Estimated
						Actual
						Taxable
						Value
\$ 1,095,075	\$ 147,396,615	\$ 275,453,400	\$ 601,686,407	0.6494	\$ 1,805,059,221	33.33%
1,093,500	134,726,440	248,499,180	544,250,550	0.6860	1,632,751,650	33.33%
907,987	123,071,859	223,656,029	502,226,443	0.7116	1,506,679,329	33.33%
851,567	115,055,931	205,386,549	466,237,435	0.7303	1,398,712,305	33.33%
469,269	19,382,917	93,002,224	325,164,928	0.7357	975,494,784	33.33%
455,641	18,949,145	88,195,796	310,364,132	0.7576	931,092,396	33.33%
448,062	18,024,348	80,016,063	288,126,745	0.7582	864,380,235	33.33%
453,533	20,528,653	75,442,329	278,014,886	0.7212	834,044,658	33.33%
447,390	20,989,354	76,585,089	281,693,944	0.7480	845,081,832	33.33%
434,940	19,230,834	79,833,884	294,769,935	0.6851	884,309,805	33.33%

**Village of Channahon, Illinois**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN TAX YEARS**

Tax Rates Per \$100 Assessed Valuation (1)	2021	2020	2019	2018	2017
Village of Channahon (2)	0.6494	0.6860	0.7116	0.7303	0.7357
Village of Channahon Road and Bridge	0.1024	0.0993	0.0498	0.0495	0.1020
Total Village (3)	0.7518	0.7853	0.7614	0.7798	0.8377
Will County (Including Forest Preserve)	0.7100	0.7231	0.7304	0.7431	0.7881
Channahon Township	0.0316	0.0321	0.0321	0.0810	0.0325
Channahon Fire Protection District	0.9556	0.9323	0.9327	0.9580	0.9942
Three Rivers Library District	0.1110	0.1101	0.1120	0.1108	0.1114
Channahon School District 17	3.0177	2.8992	2.8012	2.7289	2.7457
Minooka Community High School District 111	2.3405	2.3843	2.4559	2.5207	2.5839
Community College District 525	0.2848	0.2891	0.2938	0.2924	0.2994
Channahon Park District	0.3428	0.3258	0.3187	0.3147	0.3193
Total	8.5458	8.4813	8.4382	8.5294	8.7122
	2016	2015	2014	2013	2012
Village of Channahon (2)	0.7524	0.7582	0.7212	0.7480	0.6851
Village of Channahon Road and Bridge	0.0717	0.0555	0.0547	0.0534	0.0540
Total Village (3)	0.8241	0.8137	0.7759	0.8014	0.7391
Will County (Including Forest Preserve)	0.8091	0.8295	0.8410	0.8186	0.7767
Channahon Township	0.0341	0.0901	0.0888	0.0869	0.0863
Channahon Fire Protection District	1.0054	1.0501	1.0504	1.0222	0.9646
Three Rivers Library District	0.1146	0.1158	0.1186	0.1175	0.1141
Channahon School District 17	2.7081	2.7339	2.8220	2.8377	2.8076
Minooka Community High School District 111	2.6620	2.5494	2.5141	2.3525	2.3580
Community College District 525	0.3099	0.3065	0.3085	0.2955	0.2768
Channahon Park District	0.3238	0.3308	0.3272	0.3182	0.3151
Total	8.7911	8.8198	8.8465	8.6505	8.4383

Notes:

- (1) Source: County Clerk, Will County
- (2) Includes corporate, street and bridge, police protection, audit, insurance, IMRF, SS and police pension
- (3) The Village is a home rule unit under the 1970 Illinois State Constitution and, as such, has no statutory tax rate limitations

**Village of Channahon, Illinois**  
**PRINCIPAL PROPERTY TAXPAYERS IN THE VILLAGE**  
**CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	Type of Business, Property	2021 Equalized Assessed Valuation	Percentage of 2021 Equalized Assessed Valuation	2021 Rank
IDI Gazeley	Industrial	\$ 10,047,670	1.67%	1
HHDC - Mallard Point LLC	Real Estate	4,607,478	0.77%	2
LIT Route 6 LLC	Industrial	3,496,748	0.58%	3
Northfield Block Company	Concrete	3,075,934	0.51%	4
KLN Equities LLC	Concrete	2,884,109	0.48%	5
DOKA USA LTD	Concrete Barriers	2,728,855	0.45%	6
DNJ Properties	Freight	2,271,663	0.38%	7
Crow Holdings	Industrial	2,198,840	0.37%	8
A&R Terminal Railroad Company	Freight	1,969,000	0.33%	9
MPLD Crossroads 55 LLC	Industrial	1,894,021	0.31%	10
		<u>\$ 35,174,318</u>	<u>5.85%</u>	

Total Village Assessed Valuation

\$ 601,686,407

Taxpayer	Type of Business, Property	2012 Equalized Assessed Valuation	Percentage of 2012 Equalized Assessed Valuation	2012 Rank
DOKA USA Ltd	Concrete Barriers	\$ 2,478,225	0.84%	1
Interstate Chemical Co.	Chemicals	1,700,837	0.58%	2
International Chemical	Chemicals	1,259,913	0.43%	3
George Barr/Goldstein	Investor Group	1,046,657	0.36%	4
Romar Cabinets	Industrial Park	831,117	0.28%	5
MCM Building LLC	Office Building	802,435	0.27%	6
TAC of Illinois	Tank Wash	724,287	0.25%	7
K&J Management	Developers	710,421	0.24%	8
Mark, Kathleen Mosak	Individual	708,087	0.24%	9
Ruth, J P	Individual	636,583	0.22%	10
		<u>\$ 10,898,562</u>	<u>3.71%</u>	

Total Village Assessed Valuation

\$ 294,769,935

Note: Every effort has been made to identify the largest taxpayers. However, some taxpayers may have multiple parcels which may have been overlooked. The 2021 EAV is the most current available.

Source of Information: Will and Grundy County Treasurers' Offices

**Village of Channahon, Illinois**  
**PROPERTY TAX RATES, EXTENSIONS AND COLLECTIONS**  
**(WILL AND GRUNDY COUNTIES)**  
**LAST TEN TAX YEARS**

<u>Property Tax Rates by Fund</u>	2021	2020	2019	2018	2017
General	0.1789	0.1901	0.2192	0.2363	0.1963
Police Protection	0.0645	0.0666	0.0718	0.0698	0.0609
Social Security	0.0592	0.0550	0.0467	0.0419	0.0684
Audit	0.0065	0.0061	0.0027	0.0056	0.0123
Insurance	0.0535	0.0715	0.0738	0.0837	0.0906
Police Pension	0.1879	0.1966	0.1937	0.1953	0.1933
Illinois Municipal Retirement Fund	0.0989	0.1001	0.1037	0.0977	0.1139
<b>Total</b>	<b>0.6494</b>	<b>0.6860</b>	<b>0.7116</b>	<b>0.7303</b>	<b>0.7357</b>

<u>Property Tax Extensions by Fund</u>					
General	\$ 830,336	\$ 798,848	\$ 852,133	\$ 854,108	\$ 640,903
Police Protection	299,263	279,787	278,990	252,238	198,581
Social Security	274,573	230,698	181,413	151,391	223,144
Audit	30,087	25,432	10,377	20,226	40,002
Insurance	248,579	300,192	286,850	302,531	295,503
Police Pension	872,133	825,463	752,865	705,909	630,730
Illinois Municipal Retirement Fund	458,873	420,279	402,932	353,085	371,670
<b>Total</b>	<b>\$3,013,844</b>	<b>\$ 2,880,699</b>	<b>\$2,765,560</b>	<b>\$2,639,488</b>	<b>\$2,400,533</b>

Current Year Collections	\$ -	\$ -	\$ -	\$ -	\$ -
Subsequent Collections	-	2,987,075	3,007,386	2,747,810	2,399,732
<b>Total Collections</b>	<b>\$ -</b>	<b>\$ 2,987,075</b>	<b>\$3,007,386</b>	<b>\$2,747,810</b>	<b>\$2,399,732</b>

Percentage of Extensions Collected	0.00%	103.69%	108.74%	104.10%	99.97%
------------------------------------	-------	---------	---------	---------	--------

Other Property Taxes					
Street and Bridge (Extension Excluding Township Portion)	\$ 163,087	\$ 143,910	\$ 136,126	\$ 127,479	\$ 116,571
Street and Bridge Property Tax Collections	-	151,480	143,503	137,839	127,329
Tax Increment Property Tax Collections	\$ -	\$ 10,459,642	\$9,515,888	\$8,937,683	\$8,442,321

Note - Tax rates are per \$100 assessed valuation and are expressed as a combined rate.

Information obtained from the respective County Clerk's Office

2016	2015	2014	2013	2012
0.2236	0.2516	0.2069	0.1953	0.2136
0.0604	0.0753	0.0648	0.0586	0.0652
0.0644	0.0639	0.0720	0.0683	0.0642
0.0115	0.0102	0.0105	0.0103	0.0101
0.0824	0.0613	0.0516	0.1303	0.0809
0.1910	0.1983	0.1715	0.1540	0.1431
0.1191	0.0976	0.1439	0.1312	0.1080
<u>0.7524</u>	<u>0.7582</u>	<u>0.7212</u>	<u>0.7480</u>	<u>0.6851</u>
\$ 692,806	\$ 723,246	\$ 575,127	\$ 550,102	\$ 629,743
187,097	216,403	180,106	165,063	192,239
199,431	183,687	200,099	192,325	189,127
35,496	29,283	29,145	29,013	29,752
255,091	176,164	143,387	367,026	238,532
591,695	570,036	476,723	433,746	421,912
368,820	280,532	400,025	369,515	318,286
<u>\$2,330,436</u>	<u>\$2,179,351</u>	<u>\$2,004,612</u>	<u>\$2,106,790</u>	<u>\$2,019,591</u>
\$ -	\$ -	\$ -	\$ -	\$ -
2,330,552	2,165,743	2,002,724	2,105,714	2,014,739
<u>\$2,330,552</u>	<u>\$2,165,743</u>	<u>\$2,002,724</u>	<u>\$2,105,714</u>	<u>\$2,014,739</u>
<u>100.00%</u>	<u>99.38%</u>	<u>99.91%</u>	<u>99.95%</u>	<u>99.76%</u>
\$ 170,359	\$ 164,515	\$ 113,996	\$ 107,458	\$ 112,088
127,082	121,947	113,466	107,203	111,634
<u>\$7,829,293</u>	<u>\$6,934,164</u>	<u>\$6,863,087</u>	<u>\$6,907,818</u>	<u>\$6,293,103</u>

**Village of Channahon, Illinois**  
**SCHEDULE OF VILLAGE SALES TAXES BY INDUSTRY**  
Year Ended April 30, 2022

Type of Industry	State Sales Tax	Home Rule Sales Tax	Total Sales Tax
Generators	\$ 229,871	\$ 218,948	\$ 448,819
Computers	6,240	6,444	12,684
Retail	403,656	342,088	745,744
Fuel Suppliers	1,580,227	1,322,981	2,903,208
Manufacturers	103,835	100,759	204,594
Construction	70,316	68,999	139,315
Other	555	554	1,109
<b>Total</b>	<b>\$ 2,394,700</b>	<b>\$ 2,060,773</b>	<b>\$ 4,455,473</b>

The State Sales Tax rates are 6.25% and 7.00% for Grundy and Will Counties respectively.  
The Village receives 1.00% of the State's total rate.

The Village has a 1.00% rate via its Home Rule powers for a total of 7.25% and 8.00% respectively.

Source of Information: Village Finance Department and State of Illinois Department of Revenue

**Village of Channahon, Illinois**  
**SCHEDULE OF VILLAGE SALES TAXES BY YEAR**  
**LAST TEN FISCAL YEARS**

---

Fiscal Year	Home Rule Sales Tax	State Sales Tax	Total Sales Tax	Total Taxable Sales
2022	\$ 2,394,700	\$ 2,060,773	\$ 4,455,473	\$ 445,547,300
2021	1,487,978	1,892,665	3,380,643	338,064,300
2020	843,320	1,142,346	1,985,666	198,566,600
2019	906,556	1,244,268	2,150,824	215,082,400
2018	821,136	1,057,307	1,878,443	187,844,300
2017	822,172	1,092,739	1,914,911	191,491,100
2016	664,278	934,550	1,598,828	159,882,800
2015	3,545,489	4,081,355	7,626,844	762,684,400
2014	8,881,934	9,242,201	18,124,135	1,812,413,500
2013	8,262,036	8,721,469	16,983,505	1,698,350,500

The State Sales Tax rates are 6.25% and 7.00% for Grundy and Will Counties respectively.  
The Village receives 1.00% of the State's total rate.

The Village has a 1.00% rate via its Home Rule powers for a total of 7.25% and 8.00%, respectively.

Source of Information: Village Finance Department and State of Illinois Department of Revenue

**Village of Channahon, Illinois**  
**RATIO OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities			Business-Type Activities		
	General Obligation Bonds	Premiums on G.O. Bonds	Tax Increment Revenue Bonds	Water/Sewer General Obligation Bonds	Premiums on Water/Sewer G.O. Bonds	Water/Sewer IEPA Infrastructure Loans
2022	\$ 6,209,000	\$ 237,237	\$ -	\$ 1,931,000	\$ 64,858	\$ 9,402,367
2021	7,156,750	275,147	-	2,673,250	84,204	9,872,743
2020	7,735,500	379,859	-	3,384,500	133,287	7,215,191
2019	8,815,250	411,785	760,000	4,164,750	152,814	824,322
2018	9,864,500	443,711	1,490,000	4,930,500	172,342	906,874
2017	10,669,500	475,637	2,195,000	5,625,500	191,869	989,009
2016	7,975,000	170,175	2,870,000	5,355,000	125,745	1,070,738
2015	9,055,000	185,094	3,520,000	6,025,000	139,716	1,152,071
2014	10,097,500	200,013	4,140,000	6,677,500	153,687	1,225,486
2013	11,092,500	214,932	9,380,000	7,317,500	167,659	1,313,584
Fiscal Year	Total Debt	Total Debt as a Percentage of Personal Income	Population	Total Debt Per Capita	General Obligation Bonds Per Capita	Water/Sewer Debt Per Water/Sewer Customer
2022	\$ 17,844,462	4.41%	13,383	\$ 1,333	\$ 464	\$ 3,257
2021	20,062,094	5.27%	12,600	1,592	568	3,609
2020	18,848,337	4.95%	12,600	1,496	614	3,067
2019	15,128,921	4.68%	12,600	1,201	700	1,717
2018	17,807,927	4.68%	12,600	1,413	783	1,717
2017	20,146,515	5.29%	12,600	1,599	847	1,945
2016	17,566,658	4.61%	12,600	1,394	633	1,872
2015	20,076,881	5.27%	12,600	1,593	719	2,286
2014	22,494,186	5.86%	12,560	1,791	804	2,053
2013	29,486,175	7.87%	12,560	2,348	883	2,242

Source of Information: Various Village Offices

The Village has abated debt service property taxes for all years shown above and has repaid debt from other general revenues.

**Village of Channahon, Illinois**  
**COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT**  
April 30, 2022

	Total Debt	Applicable Percent	Direct And Overlapping Debt
<u>Direct Debt</u>			
Village of Channahon (1)	\$ 6,209,000	100.00%	\$ 6,209,000
<u>Overlapping Debt (2)</u>			
<u>Schools</u>			
Coal City CUSD Number 1	25,580,000	0.020%	5,116
Joliet CCD No. 525	50,030,000	2.260%	1,130,678
Joliet Township High School District 204	76,575,000	0.410%	313,958
Minooka Community High School			
District 111	43,465,000	28.730%	12,487,495
Minooka Junior High School District 201	49,109,860	19.340%	9,497,847
Morris CHSD Number 101	4,545,000	1.040%	47,268
Saratoga CCSD Number 60C	17,295,000	2.010%	347,630
Troy Community Consolidated			
School District 30C	40,190,000	3.890%	1,563,391
Wilmington School District 209U	24,885,000	0.740%	184,149
Total Schools			<u>25,577,532</u>
<u>Other Than Schools</u>			
Channahon Park District	8,980,000	46.980%	4,218,804
Grundy County	6,155,000	9.360%	576,108
Will County	-	1.260%	-
Will County Forest Preserve District	80,805,000	1.260%	1,018,143
Total Other Than Schools			<u>5,813,055</u>
Total Overlapping Debt			<u>31,390,587</u>
Total Direct and Overlapping Debt			<u>\$ 37,599,587</u>

Notes:

- (1) The amount represents the debt of governmental activities and excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds reported in the business type activities which are expected to be paid from sources other than general taxation. The Village is not levying taxes to retire any of its outstanding debt.
- (2) Overlapping debt percentages based on 2021 EAV.  
Overlapping debt outstanding as of April 2022.

Overlap is based on equalized assessed valuation of each overlapping government that coincides with Village's property.

Schedule includes the par value of general obligation debt for which taxes may be levied.

Source of Information: Will and Grundy County Clerks' Offices

**Village of Channahon, Illinois**  
**PLEDGED REVENUE COVERAGE**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Water and Sewer General Obligation Bonds and IEPA Loans						Coverage
	Utility	Less:	Net	Debt Service			
	Service Charges	Operating Expenses	Available Revenue	Principal	Interest		
2022	\$ 4,454,992	\$ 2,579,436	\$ 1,875,556	\$ 1,212,626	\$ 206,308	132%	
2021	4,868,197	2,354,521	2,513,676	2,173,546	263,750	103%	
2020	4,152,866	2,797,704	1,355,162	863,229	124,198	137%	
2019	4,165,011	1,869,774	2,295,237	848,302	139,519	232%	
2018	4,079,031	2,075,844	2,003,187	777,135	154,086	215%	
2017	3,355,702	1,701,964	1,653,738	759,228	143,519	183%	
2016	2,854,490	1,629,362	1,225,128	751,333	134,441	138%	
2015	2,417,456	1,424,710	992,746	725,915	147,635	114%	
2014	2,448,623	1,423,550	1,025,073	728,098	161,079	115%	
2013	2,465,558	1,358,364	1,107,194	780,542	175,948	116%	

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

Operating expenses do not include interest, depreciation or refuse expenses.

Debt service principal does not include amounts refunded by new debt.

(Continued)

**Village of Channahon, Illinois**  
**PLEDGED REVENUE COVERAGE**  
**LAST TEN FISCAL YEARS (Contiued)**

Motor Fuel Tax - General Obligation Bonds Series 2016							
Fiscal Year	Motor Fuel Taxes	Less: Operating Expenditures	Net Available Revenue	Debt Service		Coverage	
				Principal	Interest		
2022	\$ 813,657	\$ 740,000	\$ 73,657	\$ 244,000	\$ 100,600	21%	
2021	917,150	490,226	426,924	240,000	105,400	124%	
2020	468,997	605,939	(136,942)	471,000	114,820	-23%	
2019	341,007	473,290	(132,283)	453,000	128,380	-23%	
2018	343,201	300,000	43,201	225,000	128,380	12%	
2017	341,300	327,319	13,981	1,215,000	32,711	1%	
2016	344,205	448,881	(104,676)	520,000	67,988	-18%	
2015	385,805	772,489	(386,684)	495,000	88,245	-66%	
2014	443,117	1,043,844	(600,727)	480,000	107,695	-102%	
2013	374,800	669,806	(295,006)	460,000	126,345	-50%	

Although the Village can legally levy property taxes to raise revenues to pay debt service on the bonds, the Village has abated the property taxes and has pledged available fuel taxes.

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

Operating expenditures do not include interest or original bond construction expenditures.

Debt service principal does not include principal refunded by new debt.

Coverage in certain years may be less than 100% due to the use of surpluses from prior years.

State and Home Rule Sales Tax - General Obligation Bonds Series 2011							
Fiscal Year	State and Home Rule Sales Taxes	Less: Operating Expenditures	Net Available Revenue	Debt Service		Coverage	
				Principal	Interest		
2022	\$ -	\$ -	\$ -	\$ 423,750	\$ 16,950	0%	
2021	-	-	-	408,750	33,300	0%	
2020	-	-	-	393,750	43,734	0%	
2019	-	-	-	386,250	53,391	0%	
2018	-	-	-	375,000	61,641	0%	
2017	-	1,111	(1,111)	367,500	69,726	0%	
2016	-	76,664	(76,664)	360,000	78,248	-17%	
2015	2,395,699	4,243,091	(1,847,392)	345,000	91,596	-423%	
2014	16,182,543	14,571,172	1,611,371	345,000	91,596	369%	
2013	15,061,483	13,733,300	1,328,183	337,500	98,346	305%	

Although the Village can legally levy property taxes to raise revenues to pay debt service on the bonds, the Village has abated the property taxes and has pledged available home rule sales taxes. Payments began in 2003.

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

Operating expenditures only include tax rebates.

(Concluded)

**Village of Channahon, Illinois**  
LEGAL DEBT MARGIN INFORMATION  
April 30, 2022

---

The Village of Channahon is a “home rule” municipality under the 1970 Illinois Constitution. As a home rule community, the Village has no debt limit nor is it required to seek referendum approval for issuance of general obligation debt. The Illinois General Assembly may, by a three-fifths vote, limit debt incurred which is payable through any funds other than ad valorem property tax receipts. When debt is secured through property taxes, the General Assembly may set limits and require referenda.

**Village of Channahon, Illinois**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**

---

Year	(a) Population	(b) Per Capita Income	(a) x (b) Personal Income	Unemployment Rate
2022	13,383	\$ 36,767	\$ 492,052,761	4.7%
2021	12,600	36,767	463,264,200	7.1%
2020	12,600	33,852	426,535,200	17.5%
2019	12,600	30,757	387,538,200	4.3%
2018	12,600	30,757	387,538,200	5.4%
2017	12,600	43,864	552,686,400	5.4%
2016	12,600	30,220	380,772,000	5.7%
2015	12,600	30,220	380,772,000	7.8%
2014	12,560	30,565	369,992,480	6.8%
2013	12,560	29,458	369,992,480	9.7%

Sources of Information: Office of Will County Clerk, U.S. Census Bureau, and Illinois Dept. of Employment Security

Note: Per Capita Income is based on 2013, 2010 and 2000 Censuses

**Village of Channahon, Illinois**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND NINE YEARS AGO**

Employer	Type of Business or Property	2022 Number of Employees	Percent of 2022 Total Employment
Amazon.com Services LLC	Fulfillment Centers, Warehouse	1,800	25.71%
A&R Logistics, Inc.	Transportation, Storage	205	2.93%
Channahon Grade School District 17	Grade School	198	2.83%
Channahon Park District	Park Facilities	193	2.76%
Utility Concrete Products, LLC	Industrial, Manufacturing, Concrete	185	2.64%
Brieser Construction	Construction	150	2.14%
Aux Sable Liquid Products	Natural Gas Extraction	150	2.14%
Minooka Community High School	High School	141	2.01%
Love's Travel Stops & Country Stores	Gas Station, Truck Stop, Convenience Store	80	1.14%
Novo Distribution, LLC	Sales & Distribution	69	0.99%

Employer	Type of Business or Property	2013 Number of Employees	Percent of 2013 Total Employment
Channahon Park District	Park Facilities	179	7.16%
A&R Logistics	Trucking	135	5.40%
Aux Sable Liquid Products	Natural Gas Extraction	13	5.40%
Channahon Grade School District 17	Grade School	128	5.12%
Brieser Construction	Construction	85	3.40%
Village of Channahon	Municipality	54	2.16%
Conwat Trucking	Freight	47	1.88%
McDonald's	Food Chain	45	1.80%
DOKA	Manufacturing	45	1.80%
Packard Trucking	Trucking	42	1.68%

Sources of Information: Will County Center for Economic Development, and Illinois Department of Employment Security

**Village of Channahon, Illinois**  
**VILLAGE EMPLOYMENT STATISTICS**  
**LAST TEN FISCAL YEARS**

Staff	2022	2021	2020	2019	2018
General Government					
Administrative Department	5	6	6	5	4
Finance Department	4	4	4	4	3
Public Safety					
Police Department	31	28	28	26	24
Emergency Management Agency	1	1	1	-	-
Community Development					
Community and Economic Development	6	6	6	5	5
Public Works and Utilities					
Street Department	19	17	17	14	14
Water and Sewer	3	3	3	3	3
<b>TOTAL STAFF</b>	<b>69</b>	<b>65</b>	<b>65</b>	<b>57</b>	<b>53</b>
	2017	2016	2015	2014	2013
General Government					
Administrative Department	4	4	4	4	4
Finance Department	3	3	3	4	4
Public Safety					
Police Department	26	26	24	25	26
Community Development					
Community and Economic Development	4	5	5	3	3
Public Works and Utilities					
Street Department	12	12	13	13	13
Water and Sewer	3	4	3	4	4
<b>TOTAL STAFF</b>	<b>52</b>	<b>54</b>	<b>52</b>	<b>53</b>	<b>54</b>

Source of Information: Village Human Resources

**Village of Channahon, Illinois**  
**OPERATING INDICATORS BY FUNCTION**  
**LAST TEN FISCAL YEARS**

Function	2022	2021	2020	2019
<b>General Government</b>				
<b>Administration</b>				
Resolutions Adopted	27	40	25	25
Ordinances Adopted	32	29	39	44
Village Newsletters	12	12	10	4
<b>Finance</b>				
Purchase Orders Processed	208	204	158	198
Nonpayroll Checks Issued	1,604	1,521	1,662	1,620
Utility Bills Issued	49,442	48,060	44,800	44,600
Accounts Payables Processed	2,991	2,877	2,827	2,718
<b>Community Development</b>				
Residential Building Permits	108	119	102	101
Commercial Permits	-	5	4	2
Commercial Square Footage Permitted	-	1,337,177	1,146,773	694,080
<b>Public Safety</b>				
Calls for Service	8,147	7,778	8,164	8,120
Reports Processed	2,336	2,256	2,906	3,462
Number of Cases Investigated	210	231	195	255
Training Hours	2,744	2,709	2,591	1,679
Patrol Miles	211,723	235,236	232,371	212,166
<b>Streets</b>				
Tons of Salt Used for Snow Removal	1,000	1,107	808	992
<b>Water And Sewer</b>				
Peak Day Water Pumpage-Gallons	1,786,000	1,699,000	1,610,000	1,495,000
Average Daily Water Pumpage - Gallons	778,000	801,035	692,537	714,235
Average Daily Sewage Treatment- Gallons	748,000	684,000	756,000	628,000

Source of Information: Various Village Departments

---

2018	2017	2016	2015	2014	2013
15	21	23	22	18	33
38	45	42	26	36	49
-	-	-	-	-	2
176	173	79	484	784	743
1,399	1,413	1,493	1,660	1,844	1,654
44,227	43,117	43,111	43,299	41,040	48,720
2,351	2,438	2,520	2,598	2,791	2,551
113	62	16	10	7	6
1	2	1	-	2	-
1,000,110	749,554	5,500	-	21,369	-
7,710	8,497	11,899	8,635	9,077	10,270
2,790	3,037	1,937	2,261	2,847	2,716
237	366	174	156	205	203
1,241	2,072	2,544	3,065	1,540	1,410
207,939	212,120	172,518	179,593	166,425	164,203
1,103	836	690	1,530	1,653	1,071
1,413,000	1,598,000	1,661,000	1,725,000	1,698,000	1,757,000
702,443	619,559	626,342	760,386	680,438	690,496
643,000	669,000	705,000	681,916	714,000	546,000

**Village of Channahon, Illinois**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
**LAST TEN FISCAL YEARS**

Function	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>General Government</b>										
<b>Administration</b>										
Buildings	1	1	1	1	1	1	1	1	1	1
Vehicles	1	1	1	1	1	1	1	1	1	1
<b>Police</b>										
Stations	1	1	2	2	2	2	2	2	2	2
Vehicles	23	20	18	18	18	18	18	16	16	16
<b>Streets</b>										
Miles of Streets	83	83	82	82	82	94	94	94	94	94
Vehicles	20	22	17	17	17	17	17	17	17	17
Buildings	3	3	3	3	3	3	3	3	3	3
<b>Community Development</b>										
Vehicles	2	2	2	2	2	2	2	2	2	3
<b>Emergency Management Agency</b>										
Vehicles	4	3	1	-	-	-	-	-	-	-
<b>Water and Sewer</b>										
<b>Water</b>										
Buildings	3	3	3	3	3	3	3	3	3	3
Storage Capacity (Thousands of Gallons)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Vehicles	3	3	3	3	3	3	3	3	3	4
<b>Sewer</b>										
Buildings	12	9	9	9	9	9	9	9	9	9
Treatment Capacity (Thousands of Gallons)	1,430	1,430	720	720	720	720	720	720	720	720
Vehicles	3	2	2	2	2	2	2	2	2	2

Source of Information: Various Village Departments

# Village of Channahon, Illinois

## MISCELLANEOUS STATISTICS

April 30, 2022

---

Date of Organization:	December 15, 1961
Form of Government:	Board-Trustee
Governing Body:	Village Board
Land Area:	18.42 Square Miles
Number of Housing Units:	4,744
Number of Registered Voters:	9,549
Number of Townships:	5
Number of School Districts:	2
Number of Community College Districts:	1

Source of Information: Village Business Office, Village Planning Offices, Will County Clerk's Office and U.S. Census Bureau