

VILLAGE OF SOUTH BARRINGTON,
ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2022

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of South Barrington including the List of Principal Officials, the Table of Organization, and the Transmittal Letter.

VILLAGE BOARD OF TRUSTEES

Paula McCombie, President

Donna W. Wood, Village Clerk

Joseph Abbate

Edgar Alvarado

Stephen L. Guranovich

Bernard Kerman

Dr. Hina Patel

Dr. Anthony Stagno

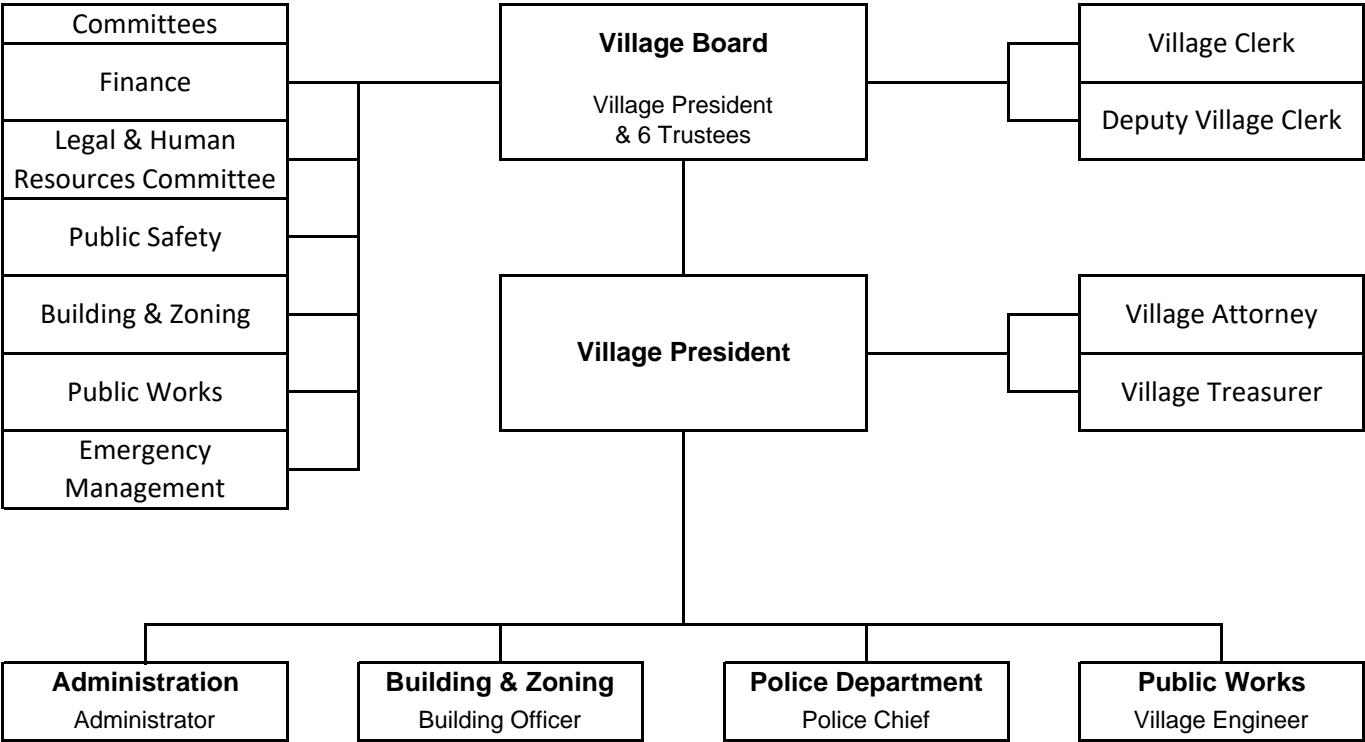
ADMINISTRATION

Robert Palmer, Village Administrator

Michelle Bodie, Village Treasurer

Village of South Barrington

Table of Organization



Mayor

Paula McCombie

Village Clerk

Donna Wood

Board of Trustees

Joseph Abbate

Edgar Alvarado

Stephen Guranovich

Bernard Kerman

Dr. Hina Patel

Dr. Anthony Stagno

August 29, 2022

The Honorable Paula McCombie, Village President
Members of the Board of Trustees
Residents of the Village of South Barrington

Ladies and Gentlemen,

The Annual Financial Report (AFR) of the Village of South Barrington, Illinois (Village), for the fiscal year ended April 30, 2022 is hereby submitted for your consideration. This report presents a comprehensive picture of the Village's financial activities during the twelve-month period ending April 30, 2022 and the condition of the various funds at April 30, 2022.

Illinois State Statute requires municipal governments to publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants. The Village financial statements have been audited by Lauterbach and Amen, LLP, a firm of licensed certified public accountants specializing in audits of Illinois municipal governments. The independent auditor's report is presented as the first component of the financial section.

To make the annual report easier to understand and more useful to the public in general, the Village's AFR is presented in three sections: Introductory, Financial and Statistical. The introductory section includes this transmittal letter and a list of principal officials. The financial section includes:

- Independent Auditor's Report
- Management's Discussion and Analysis (MD&A)
- Basic Financial Statements including disclosures
- Required Supplementary Information

The statistical section includes unaudited financial and demographic information, generally presented on a multi-year basis. This transmittal letter is designed to complement the MD&A and should be read in conjunction with it. The MD&A is found immediately following the report of the independent auditors.

This AFR consists of the Village's representations concerning the finances of the Village of South Barrington. Responsibility for the accuracy of the data presented, as well as completeness and fairness of the presentation including all disclosures, rests entirely with the Village. To the best of the knowledge and belief of the Village's finance department, the enclosed report is accurate in all material respects and is presented in a manner designed to fairly set forth the financial position and results of operation of the Village as measured by the financial activity of its various funds and account groups.

Management of the Village of South Barrington is responsible for establishing and maintaining an internal control structure designed to ensure the assets of the Village are safeguarded against loss, theft or misuse. A system of internal controls also assures that the accounting system compiles reliable financial information for the preparation of the Village's financial statements in conformity with GAAP. The cost of internal controls should not outweigh their benefit; therefore, the Village's framework of internal controls is designed to provide reasonable rather than absolute assurance that these objectives will be met.

The accounts of the Village are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. The budget is the foundation of the Village's financial planning and control. All funds and departments of the Village are required to submit budget requests to the Finance Committee for review annually. A comprehensive budget document is compiled and presented to the Village Board for approval.

The timely preparation of this report was made possible by the dedicated service of all Village departments and employees. Appreciation is also extended to the Village President and Board of Trustees for their support in maintaining the highest standards of professionalism in the management of the Village of South Barrington's finances.

Respectfully submitted,



Michelle Bodie
Village Treasurer

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITOR'S REPORT

August 29, 2022

The Honorable Village President
Members of the Board of Trustees
Village of South Barrington, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of South Barrington, Illinois, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of South Barrington, Illinois, 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. 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.

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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of South Barrington, Illinois' basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Village of South Barrington's financial performance provides an overview of the financial activities for the fiscal year ended April 30, 2022. Please read it in conjunction with the transmittal letter and the Village of South Barrington's financial statements.

FINANCIAL HIGHLIGHTS

- Overall, the Village of South Barrington's net position increased from this year's operations. Government-wide revenues totaled \$9,277,368 and expenses totaled \$6,940,564, resulting in an increase to net position of \$2,336,804. The net position of governmental activities increased 14.1% or \$2,442,851. The business-type activities net position decreased by about 1 percent or \$106,047.
- The Village of South Barrington's net position totaled \$30,058,890 on April 30, 2022, which includes \$23,197,168 investment in capital assets, \$496,767 subject to external restrictions, and \$6,364,955 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund ending fund balance of \$3,092,931 increased 6.8 percent or \$209,693. In March 2020, the federal government declared the COVID-19 virus outbreak a national emergency which is still in effect. Over this time-period, Illinois has been subject to various federal and state restrictions effecting business operations. The American Rescue Plan Act provided a \$339,939 grant to the Village in August 2021 that was used to offset public safety compensation. Under this legislation, a second grant payment is anticipated. As of the date of this report, the full impact of the COVID-19 pandemic on the Village's operations and financial position continues to be undetermined.
- The Village recognized \$195,969 in pension expense for the Village's Police Pension and Illinois Municipal Retirement Fund (IMRF) plans during the year. Net unfunded pension liability as of April 30, 2022 is \$3,027,178 representing a decrease of \$1,760,332 from the prior year-end balance primarily due to experience changes from actuarial expectations.

USING THIS ANNUAL REPORT

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

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village of South Barrington's finances, in a matter similar to a private-sector business.

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

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

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

Fund Financial Statements

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

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Governmental Funds

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

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

The Village of South Barrington maintains four individual governmental funds. Information is presented separately for each of these funds in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances.

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

Proprietary Funds

The Village of South Barrington maintains one proprietary fund type, an enterprise fund to report the same functions presented as business-type activities in the government-wide financial statements. The Village of South Barrington utilizes an enterprise fund to account for its water and sewer utility operations.

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Proprietary Funds – Continued

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

Fiduciary Funds

Fiduciary funds (Police Pension Fund and Custodial Funds) account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village of South Barrington's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of South Barrington's Illinois Municipal Retirement Fund (IMRF) and police employee pension obligations, as well as budgetary compliance schedules for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The reporting of long-term pension obligations as required by GASB 68 on the government wide financial statements significantly impacts net position, however, the following tables show that in the case of the Village of South Barrington, assets exceeded liabilities/deferred inflows by \$30,058,000.

	Net Assets (in thousands)					
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and Other Assets	\$ 13,358	11,457	1,744	1,515	15,102	12,972
Capital Assets	14,671	15,117	8,527	8,902	23,198	24,019
Net Pension Asset	588	171	-	-	588	171
Total Assets	28,617	26,745	10,271	10,417	38,888	37,162
Deferred Outflows	1,307	1,531	-	-	1,307	1,531
Total Assets	29,924	28,276	10,271	10,417	40,195	38,693
Long-Term Debt	3,665	5,016	-	-	3,665	5,016
Other Liabilities	1,889	1,721	11	51	1,900	1,772
Total Liabilities	5,554	6,737	11	51	5,565	6,788
Deferred Inflows	4,572	4,183	-	-	4,572	4,183
Total Liabilities & Deferred Inflows	10,126	10,920	11	51	10,137	10,971
Net Position						
Investment in Capital Assets	14,671	15,117	8,526	8,902	23,197	24,019
Restricted	497	348	-	-	497	348
Unrestricted	4,630	1,891	1,734	1,464	6,364	3,355
Total Net Position	19,798	17,356	10,260	10,366	30,058	27,722

A large portion of the Village of South Barrington's net position, \$23,197,168 or 77.2 percent, reflects its investment in capital assets (for example; land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Village of South Barrington uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of South Barrington's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$496,767 or 1.6 percent, of the Village of South Barrington's net position represents resources that are subject to external restrictions on how they may be used. The remaining 21.2 percent, or \$6,364,955, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Position (in thousands)					
	Governmental		Business-Type		Total	
	Activities	Activities	Activities	Activities	2022	2021
	2022	2021	2022	2021	2022	2021
Revenues						
Program Revenues						
Charges for Services	\$ 799	637	584	567	1,383	1,204
Operating Grants/Contrib.	355	35	-	-	355	35
Capital Grants/Contrib.	282	314	-	-	282	314
General Revenues						
Property Taxes	2,872	2,466	-	-	2,872	2,466
Utility Taxes	397	393	-	-	397	393
Intergovernmental	1,986	1,356	-	-	1,986	1,356
Other Taxes	1,714	1,008	-	-	1,714	1,008
Other General Revenues	287	371	2	4	289	375
Total Revenues	<u>8,692</u>	<u>6,580</u>	<u>586</u>	<u>571</u>	<u>9,278</u>	<u>7,151</u>
Expenses						
General Government	1,444	1,286	-	-	1,444	1,286
Public Safety	3,344	3,594	-	-	3,344	3,594
Public Works	1,462	1,539	-	-	1,462	1,539
Water and Sewer Utility	-	-	692	789	692	789
Total Expenses	<u>6,250</u>	<u>6,419</u>	<u>692</u>	<u>789</u>	<u>6,942</u>	<u>7,208</u>
Change in Net Position	2,442	161	(106)	(218)	2,336	(57)
Net Position-Beginning	17,356	17,195	10,366	10,584	27,722	27,779
Net Position-Ending	<u>19,798</u>	<u>17,356</u>	<u>10,260</u>	<u>10,366</u>	<u>30,058</u>	<u>27,722</u>

Net position of the Village of South Barrington’s governmental activities increased by 14.1 percent or \$2,442,851 (\$19,799,037 in 2022 compared to \$17,356,186 in 2021). Unrestricted net position totaled \$6,364,955 at year-end after reporting \$1,306,783 of deferred outflows of resources, \$4,572,266 of deferred inflows of resources and \$3,615,477 of net pension liability to fund the Village’s pension plans.

Net position of business-type activities decreased by about 1 percent (\$10,259,853 in 2022 compared to \$10,365,900 in 2021).

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities

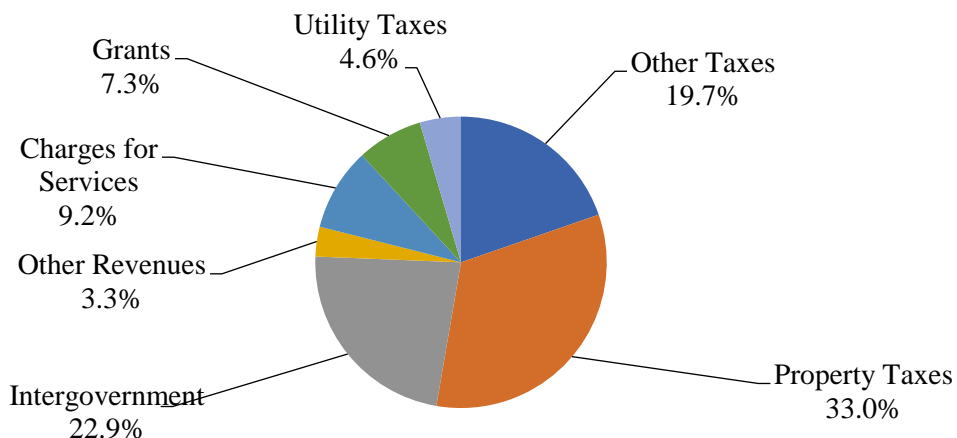
Revenues:

Revenues from governmental activities of \$8,691,904 increased 32.1 from the previous year, more than covering the 9.5% decrease in revenue from the prior year. The following revenue items are noteworthy when compared to the prior year:

- Food and beverage tax, home rule sales tax and the Village’s share of sales tax combined to exceed pre-pandemic receipts with an increase of \$1,005,874 or 64.0 percent over the prior year as compared to last year’s decrease of 20.5 percent. The State of Illinois withheld approximately \$13,700 as a 1.5 percent collection fee from home rule sales tax revenue. Last year’s revenue included a reduction for the final installment of the 12-year 50 percent rebate of the municipal portion of states sales tax generated by the Arboretum of South Barrington shopping center of \$82,442.
- Income tax allocation of \$772,863 in the current fiscal year exceeded prior year receipts by \$218,752 or 28.3% primarily due to an allocation increase based on population growth of 11.2% from 4565 to 5077 as determined by the 2020 census.
- Despite no increase to the Village’s property tax levy, property tax receipts were higher in the current year by 16.4% due to the extension of the 2020 1st installment due date to May 1. Property tax revenue recognized in Fiscal Year 2022 of \$2,871,708 compared to Fiscal Year 2021 revenue of \$2,466,440.
- Building permit fees in Fiscal Year 2022 of \$342,111 were about 3% higher than Fiscal Year 2021 fees of \$332,208.

The following pie chart graphically depicts the major revenue sources of the Village of South Barrington. It very clearly illustrates the reliance (80.2 percent of total revenues) on taxes (property, utility, and other) and intergovernmental (sales, income and other) to fund governmental activities.

Revenues by Source - Governmental Activities



GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities - Continued

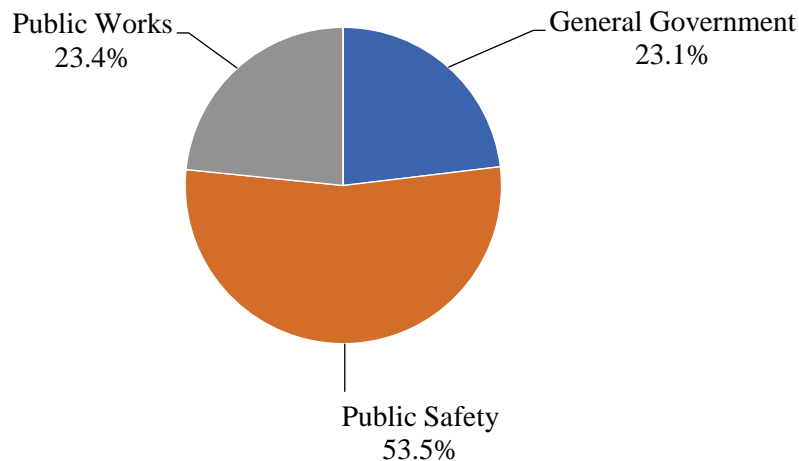
Expenses:

Total expenses for the year ended April 30, 2022 were \$6,249,940 compared to \$6,419,074 in the prior year. The following governmental expense variances are notable:

- The Village recognized \$295,322 in police pension expenses and \$99,353 in IMRF pension revenues in the current fiscal year following GASB 68 reporting provisions. The net pension expense in Fiscal Year 2022 of \$195,969 was less than \$521,805 expensed in Fiscal Year 2021.
- The Village tree maintenance program expenses of \$139,036 incurred in Fiscal Year 2022 included the triannual Emerald Ash Borer injections and tree trimming. Engineering, legal and planning consultant fees totaled \$201,846 for review of two development projects during Fiscal Year 2022. These consultant fees are reimbursable by the developers. A retirement at the Deputy Police Chief position was filled on a temporary basis with a part-time administrator resulting in cost savings in the current year.
- Staffing costs (employee salaries, related benefits and outside consultant expenses) represent 72.3 percent and 74.3 percent of the Village’s General Fund operating costs for 2022 and 2021, respectively.

The following pie chart illustrates very clearly that the Village is in the “service” business as 100 percent of expenses (General Government, Police and Public Works) represent costs of providing services to South Barrington residents and businesses.

Expenses - Governmental Activities



GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

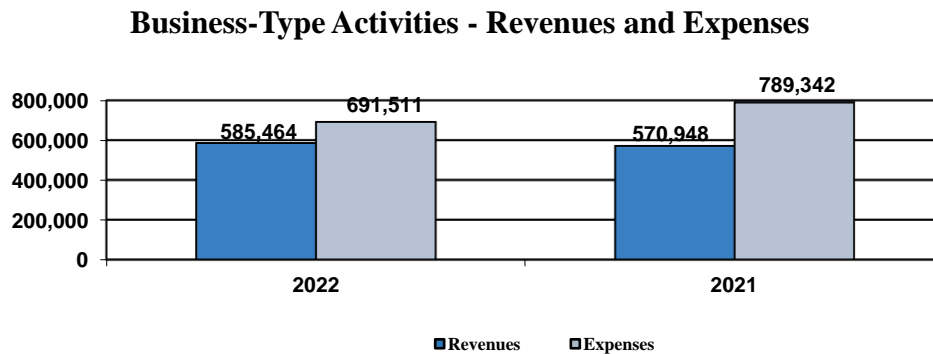
Business-Type Activities

The Water and Sewer Utility Fund generated a surplus of \$269,320 before depreciation expense of \$375,367.

The Water and Sewer Utility Fund Fiscal Year 2022 revenues include service charges to customers of \$525,020 and sewer connection fees of \$58,793, compared to Fiscal Year 2021 revenues of \$478,990 and \$87,765, respectively. Interest income for the current year was \$1,651 compared to \$4,193 in the prior year.

Operation and maintenance costs were \$316,144 in Fiscal Year 2022, compared to \$413,976 in Fiscal Year 2021. The Water and Sewer Utility Fund has no long-term debt. Depreciation expense of \$375,367 was recorded in 2022 and \$375,366 in 2021.

The following bar graph compares program revenues to expenses for utility operations.



FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

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

Governmental Funds

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

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS - Continued

Governmental Funds - Continued

The Village of South Barrington's governmental funds reported combining ending fund balances of \$10,192,579, which is \$1,917,390, or 23.2 percent, higher than last year's balance of \$8,275,189. Of the \$10,192,579 total, \$2,692,407, or approximately 26.4 percent, is unassigned fund balance.

The General Fund reported an increase in fund balance for the year of \$209,693 to \$3,092,931. General Fund revenues of \$8,342,174 exceeded budget by 20.1% and last year's revenues by 35.0%. Expenses of \$6,162,481 were below budget but higher than last year by 11.5%. The General Fund made transfers to the Road Fund of \$760,000 and to the Capital Projects Fund of \$1,350,000 in the current year, compared to prior year's transfers of \$640,000 and \$113,213, respectively.

The General Fund is the primary operating fund of the Village. At April 30, 2022, the unassigned fund balance in the General Fund was \$2,692,407, which represents 87.1 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 43.7 percent of total General Fund expenditures and indicates the availability for continuing Village services.

The Capital Projects Fund balance increased \$1,255,635 to \$5,269,478 while the Road Replacement Fund balance increased \$309,750 to \$1,417,510. The ending fund balance of the Nonmajor Governmental Fund, representing the Motor Fuel Tax Fund, increased \$142,312 to \$412,660 due in part to a distribution of Rebuild Illinois Grant funds of \$100,284 in the current year.

Proprietary Funds

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

The Village reports the Water and Sewer Utility Fund as a major proprietary fund. This fund accounts for the Village's water and sewer system operations. Water and sewer services are provided to the residential development known as The Woods of South Barrington, the commercial development known as The Arboretum of South Barrington and the Autumn Leaves Memory Care Center. Sewer service is provided to commercial properties along Highway 90 and Higgins Road. Municipal water service is provided to residents of the Village Enclave, a subdivision located near Higgins Road.

The Village intends to run the fund at a breakeven rate while providing reserves for future improvements. Water and sewer rates were raised approximately 7% effective April 2022 to cover the increased cost of labor and supplies needed to provide services. Water is sold to residential and commercial customers at a rate of \$4.85 per thousand gallons. Residential sewage service is provided at a rate of \$3.20 per thousand gallons. The sewer rate for food service commercial customers is \$4.69 per thousand gallons while the other commercial customers pay \$3.52 per thousand gallons. The fund allocates 35 percent of water and sewer fees collected to a capital reserve account for future repairs to the utility system.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Village of South Barrington Board of Trustees made no budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$8,342,174, compared to budgeted revenues of \$6,944,000. Grant revenue, including \$339,939 from the American Rescue Plan Act contributed to the increase of revenue over budget. COVID-19 restrictions closed most businesses for a portion of the prior fiscal year and the rebound of revenues to this level was not anticipated in the budget. Admission fees, police fines and interest revenue still lag pre-pandemic collections.

The General Fund actual expenditures for the year were \$661,519 less than budgeted (\$6,162,481 actual compared to \$6,824,000 budget). All General Fund functions were below budget for the fiscal year as follows: General Government \$347,633, Public Works \$49,744, Public Safety \$210,053 and Capital Outlay \$54,089.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village of South Barrington's investment in capital assets for its governmental and business-type activities as of April 30, 2022 was \$23,197,168 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, vehicles and equipment and infrastructure. Infrastructure assets include roadways, water and sewer mains, four sewer pumping stations, two deep wells and a water reservoir.

The Village purchased one new hybrid patrol vehicles for the Police Department and performed the annual roadway resurfacing program. The cost of this year's additions is:

	<u>Governmental Activities</u>
Police Department Vehicles	\$ 36,911
Roadways	<u>418,938</u>
	<u><u>455,849</u></u>

CAPITAL ASSETS AND DEBT ADMINISTRATION - Continued

Capital Assets – Continued

	Capital Assets (in thousands)					
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Capital Assets-Not being Depreciated						
Land	\$ 6,997	6,997	182	182	7,179	7,179
Other Capital Assets						
Buildings & Improvements	5,178	5,178	2,477	2,477	7,655	7,655
Vehicles	368	331	-	-	368	331
Machinery and Equipment	-	-	-	-	-	-
Infrastructure	12,145	12,681	13,657	13,657	25,802	26,338
Total Capital Assets,	24,688	25,187	16,316	16,316	41,004	41,503
Accumulated Depreciation	10,017	10,070	7,790	7,414	17,807	17,484
Total Net Capital Assets	14,671	15,117	8,526	8,902	23,197	24,019

Additional information on the Village of South Barrington’s capital assets can be found in Note 3 of this report.

Debt Administration

The Village of South Barrington had no outstanding debt issuances at the end of the current or previous fiscal year.

As a home rule municipality, the Village of South Barrington has no legal debt limit. Additional information on the Village of South Barrington’s long-term debt can be found in Note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village of South Barrington's elected and appointed officials have considered many factors when setting the Fiscal Year 2023 budget, tax rates, and fees that will be charged for its governmental and business-type activities. Some of those factors included current revenue streams, cost control measures and economic factors such as unemployment rates and home foreclosures.

The Village President and Board of Trustees adopted a balanced budget for the General Fund for Fiscal Year 2023. The budget included an increase in revenue estimates of \$746,000 above the previous year's budget to \$7,690,000. Village officials have included in the budget the addition of four new employees: code enforcement/public works officer, building permit coordinator, part-time evidence technician and one additional detective. Also, police department vacancies in the deputy chief and sergeant positions due to retirement will be filled. Negotiation of the collective bargaining agreement that expired May 1, 2022 has begun. The property tax levy to be collected in Fiscal Year 2023 is the same as the prior year.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of South Barrington's finances for all interested parties. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Finance Director, Village of South Barrington, 30 South Barrington Road, South Barrington, IL 60010.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Fund

Fiduciary Funds

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Statement of Net Position

April 30, 2022

See Following Page

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Statement of Net Position

April 30, 2022

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 11,249,055	1,659,771	12,908,826
Receivables - Net of Allowance			
Taxes	1,767,076	-	1,767,076
Accounts	279,591	78,106	357,697
Accrued Interest	1,851	-	1,851
Prepays	34,264	6,472	40,736
Due from Other Governments	26,627	-	26,627
Total Current Assets	<u>13,358,464</u>	<u>1,744,349</u>	<u>15,102,813</u>
Noncurrent Assets			
Capital Assets			
Land	6,997,475	182,000	7,179,475
Buildings and Improvements	5,177,382	2,476,927	7,654,309
Vehicles	368,044	-	368,044
Infrastructure	12,144,818	-	12,144,818
Sewer System	-	8,802,647	8,802,647
Water System	-	4,854,655	4,854,655
	<u>24,687,719</u>	<u>16,316,229</u>	<u>41,003,948</u>
Accumulated Depreciation	<u>(10,016,922)</u>	<u>(7,789,858)</u>	<u>(17,806,780)</u>
Total Capital Assets	<u>14,670,797</u>	<u>8,526,371</u>	<u>23,197,168</u>
Other Assets			
Net Pension Asset - IMRF	588,299	-	588,299
Total Noncurrent Assets	<u>15,259,096</u>	<u>8,526,371</u>	<u>23,785,467</u>
Total Assets	<u>28,617,560</u>	<u>10,270,720</u>	<u>38,888,280</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	35,941	-	35,941
Deferred Items - Police Pension	1,270,842	-	1,270,842
Total Deferred Outflows of Resources	<u>1,306,783</u>	<u>-</u>	<u>1,306,783</u>
Total Assets and Deferred Outflows of Resources	<u>29,924,343</u>	<u>10,270,720</u>	<u>40,195,063</u>

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 242,271	6,542	248,813
Accrued Payroll	182,457	-	182,457
Deposits Payable	1,452,573	4,325	1,456,898
Current Portion of Long-Term Debt	12,052	-	12,052
Total Current Liabilities	<u>1,889,353</u>	<u>10,867</u>	<u>1,900,220</u>
Noncurrent Liabilities			
Compensated Absences Payable	48,210	-	48,210
Net Pension Liability - Police Pension	3,615,477	-	3,615,477
Total Noncurrent Liabilities	<u>3,663,687</u>	<u>-</u>	<u>3,663,687</u>
Total Liabilities	<u>5,553,040</u>	<u>10,867</u>	<u>5,563,907</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Items - IMRF	511,229	-	511,229
Deferred Items - Police Pension	2,772,453	-	2,772,453
Property Taxes	1,288,584	-	1,288,584
Total Deferred Inflows of Resources	<u>4,572,266</u>	<u>-</u>	<u>4,572,266</u>
Total Liabilities and Deferred Inflows of Resources	<u>10,125,306</u>	<u>10,867</u>	<u>10,136,173</u>
NET POSITION			
Investment in Capital Assets	14,670,797	8,526,371	23,197,168
Restricted - DUI/Seized Funds	66,260	-	66,260
Restricted - Capital Projects	17,847	-	17,847
Restricted - Motor Fuel Taxes	412,660	-	412,660
Unrestricted - Capital Projects	5,251,631	1,162,924	6,414,555
Unrestricted (Deficit)	<u>(620,158)</u>	<u>570,558</u>	<u>(49,600)</u>
Total Net Position	<u>19,799,037</u>	<u>10,259,853</u>	<u>30,058,890</u>

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2022

	Expenses	Program Revenues		
		Program Revenues	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	\$ 1,443,937	697,753	1,750	-
Public Safety	3,344,167	93,980	352,779	-
Public Works	1,460,949	-	-	282,266
Total Governmental Activities	6,249,053	791,733	354,529	282,266
Business-Type Activities				
Utility	691,511	583,813	-	-
Total Primary Government	6,940,564	1,375,546	354,529	282,266

General Revenues
 Taxes
 Property Taxes
 Utility Taxes
 Other Taxes
 Intergovernmental
 Sales Taxes
 Income Taxes
 Other Taxes
 Interest Income
 Miscellaneous
 Total General Revenues

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
(744,434)	-	(744,434)
(2,897,408)	-	(2,897,408)
(1,178,683)	-	(1,178,683)
(4,820,525)	-	(4,820,525)
-	(107,698)	(107,698)
(4,820,525)	(107,698)	(4,928,223)
2,871,708	-	2,871,708
397,708	-	397,708
1,714,301	-	1,714,301
1,019,155	-	1,019,155
772,863	-	772,863
194,032	-	194,032
2,061	1,651	3,712
291,548	-	291,548
7,263,376	1,651	7,265,027
2,442,851	(106,047)	2,336,804
17,356,186	10,365,900	27,722,086
19,799,037	10,259,853	30,058,890

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2022

	<u>General</u>
ASSETS	
Cash and Investments	\$ 4,165,189
Receivables - Net of Allowances	
Taxes	1,767,076
Accounts	279,591
Accrued Interest	1,387
Prepays	34,264
Due from Other Funds	-
Due from Other Governments	11,309
	<u>11,309</u>
Total Assets	<u><u>6,258,816</u></u>
LIABILITIES	
Accounts Payable	242,271
Accrued Payroll	182,457
Due to Other Funds	-
Deposits Payable	1,452,573
Total Liabilities	<u>1,877,301</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	1,288,584
Total Liabilities and Deferred Inflows of Resources	<u>3,165,885</u>
FUND BALANCES	
Nonspendable	34,264
Restricted	66,260
Committed	300,000
Assigned	-
Unassigned	2,692,407
Total Fund Balances	<u>3,092,931</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>6,258,816</u></u>

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

Capital Projects		Nonmajor	
Capital Projects	Road Replacement	Motor Fuel Tax	Totals
5,269,014	1,277,510	537,342	11,249,055
-	-	-	1,767,076
-	-	-	279,591
464	-	-	1,851
-	-	-	34,264
-	140,000	-	140,000
-	-	15,318	26,627
5,269,478	1,417,510	552,660	13,498,464
-	-	-	242,271
-	-	-	182,457
-	-	140,000	140,000
-	-	-	1,452,573
-	-	140,000	2,017,301
-	-	-	1,288,584
-	-	140,000	3,305,885
-	-	-	34,264
17,847	-	412,660	496,767
5,251,631	-	-	5,551,631
-	1,417,510	-	1,417,510
-	-	-	2,692,407
5,269,478	1,417,510	412,660	10,192,579
5,269,478	1,417,510	552,660	13,498,464

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

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

April 30, 2022

Total Governmental Fund Balances	\$ 10,192,579
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	14,670,797
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(475,288)
Deferred Items - Police Pension	(1,501,611)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(60,262)
Net Pension (Asset) - IMRF	588,299
Net Pension Liability - Police Pension	<u>(3,615,477)</u>
Net Position of Governmental Activities	<u><u>19,799,037</u></u>

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2022**

See Following Page

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2022

	<u>General</u>
Revenues	
Taxes	\$ 4,973,942
Licenses and Permits	342,111
Intergovernmental	2,348,370
Charges for Services	389,764
Fines and Forfeits	59,858
Interest	(1,755)
Miscellaneous	229,884
Total Revenues	<u>8,342,174</u>
Expenditures	
General Government	1,402,767
Public Safety	4,109,347
Public Works	613,456
Capital Outlay	36,911
Total Expenditures	<u>6,162,481</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,179,693</u>
Other Financing Sources (Uses)	
Transfers In	-
Transfers Out	<u>(1,970,000)</u>
	<u>(1,970,000)</u>
Net Change in Fund Balances	209,693
Fund Balances - Beginning	<u>2,883,238</u>
Fund Balances - Ending	<u><u>3,092,931</u></u>

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

Capital Projects		Nonmajor	
Capital Projects	Road Replacement	Motor Fuel Tax	Totals
-	1,984	-	4,975,926
-	-	-	342,111
-	-	282,266	2,630,636
-	-	-	389,764
-	-	-	59,858
2,738	1,032	46	2,061
61,664	-	-	291,548
64,402	3,016	282,312	8,691,904
-	-	-	1,402,767
-	-	-	4,109,347
-	-	-	613,456
158,767	453,266	-	648,944
158,767	453,266	-	6,774,514
(94,365)	(450,250)	282,312	1,917,390
1,350,000	760,000	-	2,110,000
-	-	(140,000)	(2,110,000)
1,350,000	760,000	(140,000)	-
1,255,635	309,750	142,312	1,917,390
4,013,843	1,107,760	270,348	8,275,189
5,269,478	1,417,510	412,660	10,192,579

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

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

For the Fiscal Year Ended April 30, 2022

Net Change in Fund Balances - Total Governmental Funds \$ 1,917,390

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

Governmental funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	455,849
Depreciation Expense	(822,191)
Disposals - Cost	(955,479)
Disposals - Accumulated Depreciation	875,219

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

Change in Deferred Items - IMRF	(267,518)
Change in Deferred Items - Police Pension	(531,612)

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

Change in Compensated Absences Payable	10,861
Change in Net Pension Liability/(Asset) - IMRF	417,163
Change in Net Pension Liability - Police Pension	<u>1,343,169</u>

Changes in Net Position of Governmental Activities 2,442,851

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Statement of Net Position - Proprietary Fund (Business-Type Activities) - Water and Sewer Utility Fund
April 30, 2022**

ASSETS	
Current Assets	
Cash and Investments	\$ 1,659,771
Receivables - Net of Allowances	
Accounts	78,106
Prepays	6,472
Total Current Assets	<u>1,744,349</u>
Noncurrent Assets	
Capital Assets	
Land	182,000
Buildings and Improvements	2,476,927
Sewer System	8,802,647
Water System	4,854,655
	<u>16,316,229</u>
Accumulated Depreciation	(7,789,858)
Total Noncurrent Assets	<u>8,526,371</u>
Total Assets	<u>10,270,720</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	6,542
Deposits Payable	4,325
Total Liabilities	<u>10,867</u>
NET POSITION	
Investment in Capital Assets	8,526,371
Unrestricted - Capital Projects	1,162,924
Unrestricted	570,558
Total Net Position	<u>10,259,853</u>

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund
(Business-Type Activities) - Water and Sewer Utility Fund**

For the Fiscal Year Ended April 30, 2022

Operating Revenues	
Charges for Services	\$ 525,020
Operating Expenses	
Operations	316,144
Depreciation	375,367
Total Operating Expenses	<u>691,511</u>
Operating (Loss)	<u>(166,491)</u>
Nonoperating Revenues	
Interest Income	1,651
Connection Fees	58,793
	<u>60,444</u>
Change in Net Position	(106,047)
Net Position - Beginning	<u>10,365,900</u>
Net Position - Ending	<u><u>10,259,853</u></u>

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Statement of Cash Flows - Proprietary Fund (Business-Type Activities) - Water and Sewer Utility Fund
For the Fiscal Year Ended April 30, 2022**

Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 577,249
Payments to Suppliers	<u>(356,341)</u>
	<u>220,908</u>
Cash Flows from Investing Activities	
Interest Received	<u>1,651</u>
Net Change in Cash and Cash Equivalents	222,559
Cash and Cash Equivalents - Beginning	<u>1,437,212</u>
Cash and Cash Equivalents - Ending	<u><u>1,659,771</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income (Loss)	(166,491)
Adjustments to Reconcile Operating Income (Loss) to	
Net Income to Net Cash Provided by	
(Used in) Operating Activities:	
Depreciation Expense	375,367
Other Income	58,793
(Increase) Decrease in Current Assets	(6,564)
Increase (Decrease) in Current Liabilities	<u>(40,197)</u>
Net Cash Provided by Operating Activities	<u><u>220,908</u></u>

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Statement of Fiduciary Net Position
April 30, 2022

	Pension Trust <u>Police Pension</u>	<u>Custodial Special Service Areas</u>
ASSETS		
Cash and Cash Equivalents	\$ 776,696	668,361
Investments		
U.S. Agency Securities	3,486	-
Equity Exchange Traded Funds	9,513,584	-
Fixed Income Exchange Traded Funds	5,236,377	-
Receivables - Net of Allowance		
Taxes	-	250,795
Prepays	<u>1,715</u>	<u>-</u>
Total Assets	<u>15,531,858</u>	<u>919,156</u>
LIABILITIES		
Accounts Payable	3,124	-
DEFERRED INFLOWS		
Property Taxes	<u>-</u>	<u>250,795</u>
Total Liabilities and Deferred Inflows of Resources	<u>3,124</u>	<u>250,795</u>
NET POSITION		
Restricted for:		
Pensions	15,528,734	-
Individuals, Organizations and Other Governments	<u>-</u>	<u>668,361</u>
Total Net Position	<u><u>15,528,734</u></u>	<u><u>668,361</u></u>

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2022**

	Pension Trust Police Pension	Custodial Special Service Areas
Additions		
Contributions - Employer	\$ 1,106,879	-
Contributions - Plan Members	171,904	-
Property Taxes	-	555,648
Total Contributions	1,278,783	555,648
Investment Income		
Interest Earned and Capital Gains	264,709	572
Net Change in Fair Value	(979,869)	-
	(715,160)	572
Less Investment Expenses	(39,803)	-
Net Investment Income	(754,963)	572
Total Additions	523,820	556,220
Deductions		
Administration	26,085	-
Benefits	784,437	-
Debt Service		
Principal	-	335,000
Interest and Fiscal Charges	-	198,267
Total Deductions	810,522	533,267
Change in Fiduciary Net Position	(286,702)	22,953
Net Position Restricted for Pensions, Individuals, Organizations and Other Governments		
Beginning	15,815,436	645,408
Ending	15,528,734	668,361

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of South Barrington (Village), Illinois, is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include police safety, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, utility services and general administrative services.

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

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of South Barrington
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's police, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's utility services are classified as business-type activities.

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

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

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

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc.). The Village allocates indirect costs to the proprietary funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations, but are paid through the General Fund.

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

Fund Financial Statements

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

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

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

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

Governmental Funds

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

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

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains one nonmajor Special Revenue Fund, the Motor Fuel Tax Fund, which is used to fund the maintenance and construction of streets and roads as approved by the Illinois Department of Transportation.

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Village does not currently utilize debt service funds.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains two major capital projects funds, the Capital Projects Fund, which accounts for revenues and expenditures relative to the purchase of land and construction of capital improvements, and the Road Replacement Fund, which accounts for all major road resurfacing projects.

Proprietary Funds

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

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major enterprise fund, the Water and Sewer Utility Fund, which is used to account for the provision of water and sewer services to the residents and businesses in a limited area of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

Fiduciary Funds

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

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan.

Custodial funds are used to account for assets held by the Village in a purely custodial capacity. The Special Service Area #1 Fund is used to account for the collection of property taxes within the special service area and payments of related special service area debt. The Special Service Area #3 Fund is used to account for the payments of related special service area debt.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Fiduciary Funds – Continued

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

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

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

All proprietary and pension trust funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position. Custodial funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

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

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

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

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

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

Cash and Investments

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Cash and Investments – Continued

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

Receivables

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

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Prepays

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

Capital Assets

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

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

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at acquisition value on the date donated. Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	10 - 40 Years
Sewer and Water System	5 - 20 Years
Vehicles	3 - 5 Years
Infrastructure	10 - 40 Years

Compensated Absences

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

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

Deferred Outflows/Inflows of Resources

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

Long-Term Obligations

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Long-Term Obligations – Continued

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

Net Position

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

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

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

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. All departments of the Village submit requests for budgets to the Finance Director so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested budgets for the next fiscal year. The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change budgeted amounts, but may not change the form of the budget. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, no supplementary appropriations were necessary.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

Permitted Deposits and Investments – Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the IPRIME. Pension funds may also invest in certain non-U.S. obligations, mortgages, veteran's loans, life insurance company contracts, money market mutual funds and common and preferred stocks.

The deposits and investments of the Pension Fund are held separately from those of other Village funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to sixty-five percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$12,900,535 and the bank balances totaled \$12,954,603. In addition, the Village has \$8,291 invested in the IPRIME at year-end, which has an average maturity of less than one year.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy states that the Village's portfolio be structured so that securities mature to meet cash requirements for ongoing operations, that operating funds be primarily invested in shorter-term securities, money market mutual funds, or similar investment pools, that the investment portfolio will remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated. Furthermore, the return on investment is of secondary importance compared to the safety and liquidity objectives outlined above. The core of investments is limited to relatively low risk securities in anticipation of earning a fair return relative to the risk being assumed. Unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than five (5) years from the date of purchase. Reserve funds and other funds with longer-term investment horizons may be invested in securities exceeding five (5) years if the maturity of such investments is made to coincide as nearly as practicable with the expected use of funds.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in instruments authorized under State Statute, the Village's investment policy states that investments are to be limited to the safest types of securities.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy states that in accordance with the Illinois State Statutes that collateralization of public deposits will be required on non-negotiable certificates of deposit. At year-end, the bank balances of the deposits were covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy does not specifically address custodial credit risk for investments.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that investments should be limited to avoid overconcentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities), minimize investment in securities that have higher credit risk, investing in securities with varying maturities, and continuously investing a portion of the portfolio in readily available funds to ensure that appropriate liquidity is maintained in order to meet ongoing obligations. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$776,696 and the bank balances totaled \$777,546.

Investments. The fair value and maturities of the Fund’s investments at year-end are as follows:

Investments	Investment Maturities (in Years)				
	Fair Value	Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Agency Securities	\$ 3,486	-	-	-	3,486

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

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Agency Securities	\$ 3,486	-	3,486	-
Equity Securities				
Equity Exchange Traded Funds	9,513,584	9,513,584	-	-
Fixed Income Exchange Traded Funds	5,236,377	5,236,377	-	-
Total Investments by Fair Value Level	14,753,447	14,749,961	3,486	-

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Interest Rate Risk. The Fund's investment policy states that the primary objectives, in order of priority, are to undertake investments in a manner that seeks to ensure the preservation of capital, to ensure the portfolio remains sufficiently liquid to enable the pension fund to pay all necessary benefits and meet all operating requirements which might be reasonably anticipated, and to ensure that the return on investment assets will be invested to achieve attractive real rates of return. The Fund's investment policy further states that except for investing in investment instruments authorized under State Statute, there are no restrictions placed on the selection of individual investments by the Fund's investment managers.

Credit Risk. The Fund's investment policy helps limit exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. Other than attempting to invest in securities implicitly guaranteed by the United States Government and investment instruments authorized by State Statute, the Fund's investment policy does not further limit investment choices. The Fund's investment in the U.S. Agency Securities were not rated.

Custodial Credit Risk. The Fund's investment policy does not limit custodial credit risk for deposits or investments. At year-end, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance, and the balance of the government securities were not covered by federal depository or equivalent insurance.

Concentration Credit Risk. Additionally, at year-end, the Fund has \$9,513,584 invested in equity exchange traded funds (ETF) and \$5,236,377 invested in fixed income exchange traded funds. The Fund's investment policy does not limit concentration credit risk. At year-end, the Fund does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Concentration Credit Risk – Continued.

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	35.0%	0.25% - 1.25%
Equities	65.0%	3.50% - 4.00%
Cash and Cash Equivalents	0.0%	0.00%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in May 2022 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2022 are listed in the table above.

Rate of Return

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 (4.60)%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2021 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Cook County and are payable in two installments, on or about March 1 and August 1. The County collects such taxes and remits them periodically.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 6,997,475	-	-	6,997,475
Depreciable Capital Assets				
Buildings and Improvements	5,177,382	-	-	5,177,382
Vehicles	331,133	36,911	-	368,044
Infrastructure	12,681,359	418,938	955,479	12,144,818
	<u>18,189,874</u>	<u>455,849</u>	<u>955,479</u>	<u>17,690,244</u>
Less Accumulated Depreciation				
Buildings and Improvements	1,205,280	121,416	-	1,326,696
Vehicles	220,901	46,377	-	267,278
Infrastructure	8,643,769	654,398	875,219	8,422,948
	<u>10,069,950</u>	<u>822,191</u>	<u>875,219</u>	<u>10,016,922</u>
Total Net Depreciable Capital Assets	<u>8,119,924</u>	<u>(366,342)</u>	<u>80,260</u>	<u>7,673,322</u>
Total Net Capital Assets	<u>15,117,399</u>	<u>(366,342)</u>	<u>80,260</u>	<u>14,670,797</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 121,416
Public Safety	46,377
Public Works	<u>654,398</u>
	<u>822,191</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 182,000	-	-	182,000
Depreciable Capital Assets				
Sewer Lines	8,802,647	-	-	8,802,647
Water Treatment Facility	1,882,079	-	-	1,882,079
Water Reservoir	594,848	-	-	594,848
Deep Wells	962,734	-	-	962,734
Water Treatment Equipment	1,942,430	-	-	1,942,430
Water Mains	1,949,491	-	-	1,949,491
	<u>16,134,229</u>	-	-	<u>16,134,229</u>
Less Accumulated Depreciation				
Sewer Lines	3,689,308	227,704	-	3,917,012
Water Treatment Facility	658,728	47,052	-	705,780
Water Reservoir	208,200	14,875	-	223,075
Deep Wells	336,960	24,067	-	361,027
Water Treatment Equipment	1,838,977	12,931	-	1,851,908
Water Mains	682,318	48,738	-	731,056
	<u>7,414,491</u>	<u>375,367</u>	-	<u>7,789,858</u>
Total Net Depreciable Capital Assets	<u>8,719,738</u>	<u>(375,367)</u>	-	<u>8,344,371</u>
Total Net Capital Assets	<u>8,901,738</u>	<u>(375,367)</u>	-	<u>8,526,371</u>

Depreciation expense was charged to the utility business-type activities as follows:

Utility - Sewer	\$ 227,704
Utility - Water	<u>147,663</u>
	<u>375,367</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND TRANSFERS

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers for the year consisted of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
Capital Projects	General	\$ 1,350,000 (2)
Road Replacement	General	620,000 (2)
Road Replacement	Nonmajor Governmental	<u>140,000 (1)</u>
		<u><u>2,110,000</u></u>

INTERFUND BALANCES

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. The composition of interfund balances as of the date of this report, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Road Replacement	Nonmajor Governmental	<u><u>\$ 140,000</u></u>

LONG-TERM DEBT

Noncommitment Debt

Special service area bonds outstanding as of April 30, 2022 totaled \$4,880,000. These bonds are not an obligation of the Village and are secured by the levy of taxes on real property within the special service area. The Village is in no way liable for repayment, but is only acting as agent for the property owners in levying and collecting assessments, and forwarding the collections to bondholders.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

For governmental activities, the General Fund liquidates the compensated absences and the net pension liability. Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 71,123	10,861	21,722	60,262	12,052
Net Pension Liability - Police Pension	4,958,646	-	1,343,169	3,615,477	-
	<u>5,029,769</u>	<u>10,861</u>	<u>1,364,891</u>	<u>3,675,739</u>	<u>12,052</u>

Legal Debt Margin

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

NET POSITION CLASSIFICATIONS

Investment in capital assets was comprised of the following at year-end:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	<u>\$ 14,670,797</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	<u>\$ 8,526,371</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS

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

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

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

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

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

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

Minimum Fund Balance Policy. The Villages policy manual states that the General Fund's unrestricted fund balance targets should represent no less than three months and no more than six months of operating expenditures. The goal is to have a cash flow commitment in the General Fund that is adjusted annually with the adoption of the annual budget. A balance above the maximum will be reviewed annually per the Village's Fund Balance Policy and transferred at the Village Board's discretion.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

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

	General	Capital Projects	Road Replacement	Nonmajor Motor Fuel Tax	Totals
Fund Balances					
Nonspendable					
Prepays	\$ 34,264	-	-	-	34,264
Restricted					
DUI/Seized Funds	66,260	-	-	-	66,260
Capital Projects	-	17,847	-	-	17,847
Motor Fuel Taxes	-	-	-	412,660	412,660
	66,260	17,847	-	412,660	496,767
Committed					
Capital Projects	-	5,251,631	-	-	5,251,631
Ash Tree Replacement	300,000	-	-	-	300,000
	300,000	5,251,631	-	-	5,551,631
Assigned					
Road Replacement	-	-	1,417,510	-	1,417,510
Unassigned	2,692,407	-	-	-	2,692,407
Total Fund Balances	3,092,931	5,269,478	1,417,510	412,660	10,192,579

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Village's employees. These risks are provided for through insurance from private insurance companies.

The Village currently reports all its risk management activities in the General Fund. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES

Litigation

The Village is a defendant in a lawsuit as of the date of this report. Although the outcome of this lawsuit is not presently determinable, in the opinion of the Village's attorneys the resolution of this matter will not have a material adverse effect on the financial condition of the Village.

Grants

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

Financial Impact from COVID-19

In March 2020, the federal government declared the COVID-19 virus outbreak a national emergency, which is still in effect. As of the date of this report, the full impact of the COVID-19 pandemic on the Village's operations and financial position cannot be determined.

JOINT VENTURES

Solid Waste Agency of Northern Cook County (SWANCC)

The Village is a member of the Solid Waste Agency of Northern Cook County (SWANCC) which consists of twenty-three municipalities. SWANCC is a municipal corporation and public body politic established pursuant to the Constitution Act of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended. The Village's contract with the Solid Waste Agency of Northern Cook County provides that each member is liable for its proportionate share of annual operating and fixed costs. The Village's share of these costs is expected to be funded through tipping fees paid by refuse haulers. In addition, the Village is obligated for any costs arising from defaults in payment obligations by other members. SWANCC is empowered to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members. SWANCC is governed by a Board of Directors which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWANCC are appointed by the Board of Directors.

The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the SWANCC agreement or the by-laws. Separate audited financial statements are available online at www.swancc.org.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

The Village has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Village are required to pay 100% of the current premium. However, there is currently no participation. As the Village provides no explicit benefit, and there is minimal participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Therefore, the Village has not recorded a liability as of April 30, 2022.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Sheriff's Law Enforcement Personnel Fund (SLEP), which is administered by the IMRF, and the Police Pension Plan that is a single-employer pension plan. A separate report is issued for the Police Pension Plan and may be obtained by writing to the Village at 30 South Barrington Rd, South Barrington, Illinois 60010.

IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefit, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

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

	Expenses/ (Revenues)	Net Pension Liabilities/(Asset)	Deferred Outflows	Deferred Inflows
IMRF	\$ (99,353)	(588,299)	35,941	511,229
Police Pension	295,322	3,615,477	1,270,842	2,772,453
	195,969	3,027,178	1,306,783	3,283,682

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	8
Inactive Plan Members Entitled to but not yet Receiving Benefits	7
Active Plan Members	<u>8</u>
Total	<u><u>23</u></u>

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2022, the Village's contribution was 8.88% of covered payroll.

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

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	3.25%
Inflation	2.25%

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued. For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

The 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	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	2.00%
Domestic Equities	39.00%	4.50%
International Equities	15.00%	5.75%
Real Estate	10.00%	5.90%
Blended	10.00%	4.30% - 8.10%
Cash and Cash Equivalents	1.00%	1.70%

Discount Rate

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	(262,654)	(588,299)	(862,562)

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2020	\$ 3,224,985	3,396,121	(171,136)
Changes for the Year:			
Service Cost	61,473	-	61,473
Interest on the Total Pension Liability	228,983	-	228,983
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	(26,608)	-	(26,608)
Changes of Assumptions	-	-	-
Contributions - Employer	-	51,904	(51,904)
Contributions - Employees	-	24,535	(24,535)
Net Investment Income	-	602,982	(602,982)
Benefit Payments, including Refunds of Employee Contributions	(194,666)	(194,666)	-
Other (Net Transfer)	-	1,590	(1,590)
Net Changes	69,182	486,345	(417,163)
Balances at December 31, 2021	3,294,167	3,882,466	(588,299)

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended April 30, 2022, the Village recognized pension revenue of \$99,353. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 20,728	(18,218)	2,510
Change in Assumptions	-	(3,480)	(3,480)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(489,531)	(489,531)
Total Pension Expense to be Recognized in Future Periods	20,728	(511,229)	(490,501)
Pension Contributions Made Subsequent to the Measurement Date	15,213	-	15,213
Total Deferred Amounts Related to IMRF	<u>35,941</u>	<u>(511,229)</u>	<u>(475,288)</u>

\$15,213 is reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2023. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2023	\$ (102,899)
2024	(193,882)
2025	(121,521)
2026	(72,199)
2027	-
Thereafter	<u>-</u>
Total	<u>(490,501)</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

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

Plan Membership. At April 30, 2022, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	11
Inactive Plan Members Entitled to but not yet Receiving Benefits	3
Active Plan Members	<u>17</u>
Total	<u><u>31</u></u>

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

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

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 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2022, the Village's contribution was 63.81% of covered payroll.

Concentrations. At year-end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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 Cost Method	Entry Age
	Normal
Asset Valuation Method	5 year
	Smoothed Market
Actuarial Assumptions	
Interest Rate	6.75%
Salary Increases	3.25% - 9.39%
Cost of Living Adjustments	2.25%
Inflation	2.25%

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions – Continued

Mortality rates are based on the Pub-2010 adjusted for plan status, demographics, and Illinois Public Pension data.

Discount Rate

The discount rate used to measure the total pension liability was 6.50%, the same as the prior year valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

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

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 6,556,984	3,615,477	1,229,493

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2021	\$ 20,774,082	15,815,436	4,958,646
Changes for the Year:			
Service Cost	488,811	-	488,811
Interest on the Total Pension Liability	1,202,673	-	1,202,673
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	(1,859,282)	-	(1,859,282)
Changes of Assumptions	(677,636)	-	(677,636)
Contributions - Employer	-	1,106,879	(1,106,879)
Contributions - Employees	-	171,904	(171,904)
Net Investment Income	-	(754,963)	754,963
Benefit Payments, including Refunds of Employee Contributions	(784,437)	(784,437)	-
Administrative Expense	-	(26,085)	26,085
Net Changes	(1,629,871)	(286,702)	(1,343,169)
Balances at April 30, 2022	19,144,211	15,528,734	3,615,477

Pension Expense, 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 \$295,322. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 355,207	(1,744,993)	(1,389,786)
Change in Assumptions	783,975	(1,027,460)	(243,485)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	131,660	-	131,660
Total Deferred Amounts Related to Police Pension	<u>1,270,842</u>	<u>(2,772,453)</u>	<u>(1,501,611)</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2023	\$ (223,661)
2024	(179,613)
2025	(397,736)
2026	40,454
2027	(311,957)
Thereafter	<u>(429,098)</u>
Total	<u>(1,501,611)</u>

SUBSEQUENT EVENT

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for state and local governments. The preliminary allocation to the Village is \$679,879 to be distributed in two installments. On August 13, 2021 the Village received their first installment of \$339,939. As of the date of these financial statements, the Village has not received their second installment.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

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

- Schedule of Investment Returns
 Police Pension Fund

- Budgetary Comparison Schedule
 General Fund

Notes to the Required Supplementary Information

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2022**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 82,218	\$ 282,218	\$ 200,000	\$ 567,409	49.74%
2017	138,982	200,916	61,934	645,229	31.14%
2018	73,469	274,080	200,611	552,291	49.63%
2019	74,239	174,239	100,000	600,078	29.04%
2020	62,992	62,992	-	595,259	10.58%
2021	61,947	61,947	-	576,629	10.74%
2022	50,292	50,292	-	566,351	8.88%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Notes:

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2022

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 584,442	\$ 596,898	\$ 12,456	\$ 1,360,448	43.88%
2016	663,557	937,886	274,329	1,368,135	68.55%
2017	805,825	711,416	(94,409)	1,430,612	49.73%
2018	827,293	1,321,405	494,112	1,444,238	91.49%
2019	863,357	919,932	56,575	1,601,936	57.43%
2020	831,973	885,874	53,901	1,701,874	52.05%
2021	1,015,403	766,942	(248,461)	1,709,648	44.86%
2022	909,296	1,106,879	197,583	1,734,653	63.81%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	11.57 Years (Layered)
Asset Valuation Method	Market
Inflation	2.25%
Salary Increases	3.25% - 9.39%
Investment Rate of Return	6.75%
Retirement Age	See the Notes to the Financial Statements
Mortality	Pub-2010 adjusted for plan status, demographics, and Illinois Public Pension Data

Note:

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2022**

See Following Page

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

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

April 30, 2022

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 46,023
Interest	177,782
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	96,748
Change of Assumptions	(35,826)
Benefit Payments, Including Refunds of Member Contributions	<u>(121,127)</u>
Net Change in Total Pension Liability	163,600
Total Pension Liability - Beginning	<u>2,510,179</u>
Total Pension Liability - Ending	<u><u>2,673,779</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 282,218
Contributions - Members	25,533
Net Investment Income	9,096
Benefit Payments, Including Refunds of Member Contributions	(121,127)
Other (Net Transfer)	<u>91,899</u>
Net Change in Plan Fiduciary Net Position	287,619
Plan Net Position - Beginning	<u>1,725,927</u>
Plan Net Position - Ending	<u><u>2,013,546</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 660,233</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.31%
Covered Payroll	\$ 567,409
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	116.36%

Note:

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2021. Changes in assumptions related to the demographics were made in 2017.

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
72,884	57,584	61,065	62,973	58,652	61,473
193,581	197,623	201,758	211,346	218,154	228,983
-	-	-	-	-	-
(76,012)	56,174	70,631	9,057	77,262	(26,608)
(54,670)	(89,266)	72,608	-	(14,014)	-
(124,107)	(158,554)	(178,889)	(185,115)	(189,519)	(194,666)
11,676	63,561	227,173	98,261	150,535	69,182
2,673,779	2,685,455	2,749,016	2,976,189	3,074,450	3,224,985
2,685,455	2,749,016	2,976,189	3,074,450	3,224,985	3,294,167
200,916	149,079	176,698	160,757	69,363	51,904
29,035	28,661	28,958	26,857	27,672	24,535
132,057	410,532	(173,105)	508,085	455,232	602,982
(124,107)	(158,554)	(178,889)	(185,115)	(189,519)	(194,666)
(89,290)	(39,772)	84,128	11,935	20,961	1,590
148,611	389,946	(62,210)	522,519	383,709	486,345
2,013,546	2,162,157	2,552,103	2,489,893	3,012,412	3,396,121
2,162,157	2,552,103	2,489,893	3,012,412	3,396,121	3,882,466
523,298	196,913	486,296	62,038	(171,136)	(588,299)
80.51%	92.84%	83.66%	97.98%	105.31%	117.86%
645,229	562,914	563,952	596,830	614,915	545,214
81.10%	34.98%	86.23%	10.39%	(27.83%)	(107.90%)

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Police Pension Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability April 30, 2022

	<u>2015</u>
Total Pension Liability	
Service Cost	\$ 331,767
Interest	865,542
Changes of Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions	-
Benefit Payments, Including	
Refunds of Member Contributions	(514,936)
Net Change in Total Pension Liability	<u>682,373</u>
Total Pension Liability - Beginning	<u>13,573,499</u>
Total Pension Liability - Ending	<u><u>14,255,872</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 596,898
Contributions - Members	143,063
Contributions - Others	-
Net Investment Income	482,025
Benefit Payments, Including	
Refunds of Member Contributions	(514,936)
Administrative Expense	(15,913)
Net Change in Plan Fiduciary Net Position	<u>691,137</u>
Plan Net Position - Beginning	<u>7,519,298</u>
Plan Net Position - Ending	<u><u>8,210,435</u></u>
Employer's Net Pension Liability	<u><u>\$ 6,045,437</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	57.59%
Covered Payroll	\$ 1,360,448
Employer's Net Pension Liability as a Percentage of Covered Payroll	444.37%

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

Changes of Assumptions. Changes related to the discount rate were updated in 2021 and 2022.

2016	2017	2018	2019	2020	2021	2022
348,895	354,803	376,978	406,656	413,879	466,382	488,811
870,127	1,000,744	1,039,556	1,084,662	1,156,783	1,262,828	1,202,673
-	-	-	-	192,418	-	-
296,882	193,850	(1,609)	330,372	50,675	(171,915)	(1,859,282)
1,278,818	(214,754)	-	(668,589)	668,124	-	(677,636)
(667,694)	(742,004)	(685,376)	(700,914)	(721,227)	(701,140)	(784,437)
2,127,028	592,639	729,549	452,187	1,760,652	856,155	(1,629,871)
14,255,872	16,382,900	16,975,539	17,705,088	18,157,275	19,917,927	20,774,082
16,382,900	16,975,539	17,705,088	18,157,275	19,917,927	20,774,082	19,144,211
937,886	711,416	1,321,405	919,932	885,874	766,942	1,106,879
131,323	137,096	143,124	158,752	168,656	169,427	171,904
-	22,237	-	-	-	-	-
(29,134)	578,327	519,007	889,618	268,996	3,252,362	(754,963)
(667,694)	(742,004)	(685,376)	(700,914)	(721,227)	(701,140)	(784,437)
(27,827)	(15,547)	(17,000)	(13,929)	(28,268)	(27,319)	(26,085)
344,554	691,525	1,281,160	1,253,459	574,031	3,460,272	(286,702)
8,210,435	8,554,989	9,246,514	10,527,674	11,781,133	12,355,164	15,815,436
8,554,989	9,246,514	10,527,674	11,781,133	12,355,164	15,815,436	15,528,734
7,827,911	7,729,025	7,177,414	6,376,142	7,562,763	4,958,646	3,615,477
52.22%	54.47%	59.46%	64.88%	62.03%	76.13%	81.11%
1,368,135	1,430,612	1,444,238	1,601,936	1,701,874	1,709,648	1,734,653
572.16%	540.26%	496.97%	398.03%	444.38%	290.04%	208.43%

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Investment Returns

April 30, 2022

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	6.57%
2016	(0.37%)
2017	6.86%
2018	5.57%
2019	7.47%
2020	2.45%
2021	27.14%
2022	(4.60%)

Note:

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

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 4,337,000	4,337,000	4,973,942
Licenses and Permits	308,100	308,100	342,111
Intergovernmental	1,562,200	1,562,200	2,348,370
Charges for Services	341,700	341,700	389,764
Fines and Forfeits	112,000	112,000	59,858
Interest	60,000	60,000	(1,755)
Miscellaneous	223,000	223,000	229,884
Total Revenues	<u>6,944,000</u>	<u>6,944,000</u>	<u>8,342,174</u>
Expenditures			
General Government	1,750,400	1,750,400	1,402,767
Public Safety	4,319,400	4,319,400	4,109,347
Public Works	663,200	663,200	613,456
Capital Outlay	91,000	91,000	36,911
Total Expenditures	<u>6,824,000</u>	<u>6,824,000</u>	<u>6,162,481</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	120,000	120,000	2,179,693
Other Financing (Uses)			
Transfers Out	<u>(120,000)</u>	<u>(120,000)</u>	<u>(1,970,000)</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	209,693
Fund Balance - Beginning			<u>2,883,238</u>
Fund Balance - Ending			<u><u>3,092,931</u></u>

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
 - General Fund
 - Capital Projects Fund
 - Road Replacement Fund
- Budgetary Comparison Schedule – Nonmajor Governmental Fund
 - Motor Fuel Tax Fund
- Budgetary Comparison Schedules – Enterprise Fund
 - Water and Sewer Utility Fund
- Budgetary Comparison Schedule – Pension Trust Fund
 - Police Pension Fund
- Combining Statement of Fiduciary Net Position – Custodial Funds
 - Special Service Area Funds
- Combining Statement of Changes in Fiduciary Net Position – Custodial Funds
 - Special Service Area Funds
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTION

GENERAL FUND

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

SPECIAL REVENUE FUND

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

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account funds received from the State of Illinois Motor Fuel Tax to be used for operating and maintaining local streets and roads.

CAPITAL PROJECTS FUNDS

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

Capital Projects Fund

The Capital Projects Fund is used to account for revenue and expenditures relative to the purchase of land and construction of capital improvements.

Road Replacement Fund

The Road Replacement Fund is used to account for all major road resurfacing projects.

ENTERPRISE FUND

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

INDIVIDUAL FUND DESCRIPTION – Continued

ENTERPRISE FUND – CONTINUED

Water and Sewer Utility Fund

The Water and Sewer Utility Fund is used to account for the provision of potable water and wastewater treatment services to the residential and commercial customers of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

TRUST AND CUSTODIAL FUNDS

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. The fund does not account for the administrative costs of the system, which are borne by the General Fund. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

CUSTODIAL FUNDS

Special Service Area Funds

The Special Service Area Funds are used to account for the collection of property taxes within Special Service Area #1 and Special Service Area #3 and payments of related special service area debt.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes	\$ 1,805,000	1,805,000	1,964,829
Property Taxes - Police Pension	832,000	832,000	906,879
Home Rule Sales Tax	670,000	670,000	901,283
Food and Beverage Tax	500,000	500,000	658,232
Amusement Tax	125,000	125,000	145,011
Utility Tax - Electric	250,000	250,000	255,952
Utility Tax - Telecommunications	55,000	55,000	42,874
Utility Tax - Cable TV Franchise Fee	100,000	100,000	98,882
	<u>4,337,000</u>	<u>4,337,000</u>	<u>4,973,942</u>
Licenses and Permits			
Liquor License	22,000	22,000	19,625
Other	2,000	2,000	3,750
Dog Tags	-	-	50
Building Permit Fees	284,100	284,100	318,686
	<u>308,100</u>	<u>308,100</u>	<u>342,111</u>
Intergovernmental			
Illinois State Income Tax	554,000	554,000	772,863
Illinois State Sales Tax	750,000	750,000	1,019,155
Illinois State Replacement Tax	2,000	2,000	4,498
Local Use Tax	222,000	222,000	189,534
Cannabis Tax	4,200	4,200	7,791
Grants: Federal/State/Local	30,000	30,000	354,529
	<u>1,562,200</u>	<u>1,562,200</u>	<u>2,348,370</u>
Charges for Services			
Accident Reports	1,000	1,000	1,210
Willow Creek Traffic Detail	30,000	30,000	24,344
Special Security Detail	9,000	9,000	8,568
Solid Waste Collections Fees	119,000	119,000	120,070
Legal Reimbursement	50,000	50,000	48,070
Engineering Reimbursement	50,000	50,000	59,927

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Charges for Services - Continued			
Planner Reimbursement	\$ 20,000	20,000	20,888
Admin Reimbursement	32,700	32,700	32,700
Miscellaneous Reimbursement	30,000	30,000	73,987
	<u>341,700</u>	<u>341,700</u>	<u>389,764</u>
Fines and Forfeits			
Fines and Penalties	50,000	50,000	37,609
Impound Fees	40,000	40,000	17,000
Compliance Tickets	15,000	15,000	2,075
DUI Fines	5,000	5,000	539
False Alarm Charges	2,000	2,000	2,600
Seized and Forfeited Funds	-	-	35
	<u>112,000</u>	<u>112,000</u>	<u>59,858</u>
Interest			
Investment Income - Net of Market Adjustment	60,000	60,000	(1,755)
Miscellaneous			
Duplication Fees	1,000	1,000	3,440
Harris Bank Branch Lease	210,200	210,200	210,216
Equipment Sale	10,000	10,000	-
Recycling Rebate	-	-	7,054
Insurance Claim Reimbursement	-	-	6,923
Other	1,800	1,800	2,251
	<u>223,000</u>	<u>223,000</u>	<u>229,884</u>
Total Revenues	<u>6,944,000</u>	<u>6,944,000</u>	<u>8,342,174</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
General Government			
Village Hall Department			
Personnel	\$ 288,800	288,800	289,458
Employee Benefits	73,800	73,800	70,823
Contractual Services	283,600	283,600	265,904
Commodities	13,800	13,800	13,008
Central Management	703,500	703,500	393,494
Reimbursable Expenses	150,000	150,000	201,846
	<u>1,513,500</u>	<u>1,513,500</u>	<u>1,234,533</u>
Building Department			
Personnel	131,500	131,500	94,608
Employee Benefits	25,100	25,100	18,117
Contractual Services	79,500	79,500	54,496
Commodities	800	800	1,013
	<u>236,900</u>	<u>236,900</u>	<u>168,234</u>
Total General Government	<u>1,750,400</u>	<u>1,750,400</u>	<u>1,402,767</u>
Public Safety			
Police Department			
Personnel	2,449,000	2,449,000	2,197,167
Special Detail	39,000	39,000	24,439
Employee Benefits	1,306,800	1,306,800	1,531,410
Contractual Services	165,600	165,600	90,564
Commodities	154,500	154,500	88,301
	<u>4,114,900</u>	<u>4,114,900</u>	<u>3,931,881</u>
Emergency Management			
Contractual Services	6,000	6,000	4,094
Commodities	3,500	3,500	180
	<u>9,500</u>	<u>9,500</u>	<u>4,274</u>
911 Quad Com			
Contractual Services	195,000	195,000	173,192
Total Public Safety	<u>4,319,400</u>	<u>4,319,400</u>	<u>4,109,347</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Public Works			
Personnel	\$ 135,500	135,500	95,415
Employee Benefits	25,300	25,300	18,178
Contractual Services	398,500	398,500	407,152
Commodities	200	200	133
Refuse Disposal	103,700	103,700	92,578
Total Public Works	663,200	663,200	613,456
Capital Outlay	91,000	91,000	36,911
Total Expenditures	6,824,000	6,824,000	6,162,481

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual
	Original	Final	
General Government			
Village Hall Department			
Personnel			
Salaries - Full Time	\$ 255,000	255,000	257,420
Salaries - Part Time	30,000	30,000	28,671
Salaries - Overtime	200	200	67
Salaries - Elected Official	3,600	3,600	3,300
	<u>288,800</u>	<u>288,800</u>	<u>289,458</u>
Employee Benefits			
Group Insurance	28,800	28,800	26,557
Payroll Taxes	22,000	22,000	21,677
IMRF Contribution	23,000	23,000	22,589
	<u>73,800</u>	<u>73,800</u>	<u>70,823</u>
Contractual Services			
Contract - Administrator	172,000	172,000	179,566
Contract - Temp Help	1,000	1,000	-
Equipment Maintenance	1,000	1,000	373
Computer Hardware Maintenance	35,000	35,000	34,229
Computer Software Maintenance	20,000	20,000	9,294
Internet/Website Maintenance	7,000	7,000	6,599
Dues - Governmental Associations	30,000	30,000	23,965
Meetings and Mileage	2,000	2,000	1,199
Professional Development	3,000	3,000	165
Coding of Ordinances	5,000	5,000	2,129
Postage	2,500	2,500	1,301
Legal Notices	1,500	1,500	2,126
Cell Phone	1,000	1,000	698
Equipment Rental	2,600	2,600	4,186
Bank Fees	-	-	74
	<u>283,600</u>	<u>283,600</u>	<u>265,904</u>
Commodities			
Supplies	4,000	4,000	3,092
Duplication / Printing	500	500	-
Licenses Expenditures	500	500	750
Publications and Periodicals	1,100	1,100	1,437
Computer Software	2,000	2,000	750
Office Equipment	200	200	654
Computer Equipment	5,000	5,000	5,636
Other Commodities	500	500	689
	<u>13,800</u>	<u>13,800</u>	<u>13,008</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
General Government - Continued			
Village Hall Department - Continued			
Central Management			
Building Maintenance	\$ 50,000	50,000	22,978
Janitorial Services	30,000	30,000	25,164
Building Supplies	10,000	10,000	8,315
Landscape Maintenance	30,000	30,000	18,020
Conservancy Maintenance	15,300	15,300	9,274
Audit / Accounting Services	18,000	18,000	17,525
Comprehensive Plan	65,000	65,000	26,602
Legal - General Counsel	65,000	65,000	22,816
Legal - Litigation	80,000	80,000	1,643
Legal - Outside Counsel	65,000	65,000	30,057
Other Professional Services	30,000	30,000	938
Recruitment/Employment	10,000	10,000	7,395
Village Newsletter	7,000	7,000	1,610
Utility - Cable TV	500	500	126
Utility - Phone	11,000	11,000	11,333
Utility - Sewer	200	200	174
General Insurance	190,000	190,000	177,791
Insurance Deductible	-	-	10,000
Village President	2,000	2,000	532
Plan Commission	500	500	-
Conservancy Commission	2,000	2,000	64
Police Commission	5,000	5,000	-
Economic Development	10,000	10,000	-
Special Projects	7,000	7,000	1,137
	<u>703,500</u>	<u>703,500</u>	<u>393,494</u>
Reimbursable Expenditures			
Engineering	50,000	50,000	62,372
Legal	50,000	50,000	46,227
Planning	20,000	20,000	20,888
Miscellaneous	30,000	30,000	72,359
	<u>150,000</u>	<u>150,000</u>	<u>201,846</u>
Total Village Hall Department	<u>1,513,500</u>	<u>1,513,500</u>	<u>1,234,533</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual
	Original	Final	
General Government - Continued			
Building Department			
Personnel			
Salaries - Full Time	\$ 119,500	119,500	94,608
Salaries - Part Time	12,000	12,000	-
	<u>131,500</u>	<u>131,500</u>	<u>94,608</u>
Employee Benefits			
Group Insurance	6,700	6,700	2,624
Payroll Taxes	8,700	8,700	7,267
IMRF Contribution	9,700	9,700	8,226
	<u>25,100</u>	<u>25,100</u>	<u>18,117</u>
Contractual Services			
Vehicle Maintenance	600	600	166
Professional Development	400	400	-
Inspection / Architectural Services	13,000	13,000	12,025
Plan Review Services	65,000	65,000	41,921
Cell Phone	500	500	384
	<u>79,500</u>	<u>79,500</u>	<u>54,496</u>
Commodities			
Office Supplies	500	500	745
Computer Equipment	-	-	73
Other Commodities	300	300	195
	<u>800</u>	<u>800</u>	<u>1,013</u>
Total Building Department	<u>236,900</u>	<u>236,900</u>	<u>168,234</u>
Total General Government	<u>1,750,400</u>	<u>1,750,400</u>	<u>1,402,767</u>
Public Safety			
Police Department			
Personnel			
Salaries - Full Time	303,000	303,000	279,766
Salaries - Part Time	-	-	40,028
Salaries - Overtime	1,000	1,000	1,009

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Personnel - Continued			
Salaries - Sworn - Full Time	\$ 2,015,000	2,015,000	1,807,431
Salaries - Sworn - Part Time	70,000	70,000	29,469
Salaries - Sworn - Overtime	60,000	60,000	34,446
Workers' Compensation Payments	-	-	5,018
	<u>2,449,000</u>	<u>2,449,000</u>	<u>2,197,167</u>
Special Detail			
Willow Creek	30,000	30,000	19,400
Other Details	9,000	9,000	5,039
	<u>39,000</u>	<u>39,000</u>	<u>24,439</u>
Employee Benefits			
Group Insurance	273,800	273,800	234,120
Payroll Taxes	170,000	170,000	165,012
IMRF Contribution	31,000	31,000	25,399
Police Pension Contribution	832,000	832,000	1,106,879
	<u>1,306,800</u>	<u>1,306,800</u>	<u>1,531,410</u>
Contractual Services			
Police Consultant	20,000	20,000	-
Equipment Maintenance	4,000	4,000	2,620
Computer Hardware Maintenance	5,500	5,500	5,682
Vehicle Maintenance	18,300	18,300	25,925
Vehicle Conversions	10,000	10,000	-
Association Dues	7,500	7,500	7,574
Meetings and Mileage	1,500	1,500	464
Professional Development	15,000	15,000	10,810
Legal - Outside Counsel	30,000	30,000	6,825
Legal - Litigation	15,000	15,000	13,908
Recruitment / Employment	15,000	15,000	4,085
Coding of Ordinances	3,300	3,300	3,300
Postage	1,000	1,000	545
Printing	1,000	1,000	-
Cell Phone	5,000	5,000	4,596
Radio Airtime	10,000	10,000	2,196
Equipment Rental	2,500	2,500	1,672
Animal Disposal	1,000	1,000	362
	<u>165,600</u>	<u>165,600</u>	<u>90,564</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Commodities			
Office Supplies	\$ 6,000	6,000	3,494
Gasoline	45,000	45,000	36,353
Uniforms	9,000	9,000	6,251
Body Armor	4,000	4,000	1,290
Police Equipment	30,000	30,000	6,598
Radar	1,500	1,500	-
Range Supplies	7,000	7,000	675
Youth Program	-	-	107
Investigative Expenditure	14,000	14,000	13,832
Community Service Expenditure	1,500	1,500	-
Publications	500	500	159
Office Equipment	1,500	1,500	547
Computer Equipment	10,000	10,000	7,752
Vehicle Equipment	22,000	22,000	9,709
Other Commodities	2,500	2,500	1,534
	<u>154,500</u>	<u>154,500</u>	<u>88,301</u>
Total Police Department	<u>4,114,900</u>	<u>4,114,900</u>	<u>3,931,881</u>
Emergency Management			
Contractual Services			
Association Dues	4,000	4,000	4,094
Professional Development	1,000	1,000	-
Other Contractual Services	1,000	1,000	-
	<u>6,000</u>	<u>6,000</u>	<u>4,094</u>
Commodities			
Supplies	2,000	2,000	180
Equipment	1,000	1,000	-
Other Commodities	500	500	-
	<u>3,500</u>	<u>3,500</u>	<u>180</u>
Total Emergency Management	<u>9,500</u>	<u>9,500</u>	<u>4,274</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Public Safety - Continued			
911 - Quad Com			
Contractual Services			
Quad Comm Dispatching	\$ 195,000	195,000	173,192
Total Public Safety	4,319,400	4,319,400	4,109,347
Public Works			
Personnel			
Salaries - Full Time	119,500	119,500	94,608
Salaries - Part Time	16,000	16,000	807
	135,500	135,500	95,415
Employee Benefits			
Group Insurance	6,700	6,700	2,624
Payroll Taxes	8,900	8,900	7,328
IMRF Contribution	9,700	9,700	8,226
	25,300	25,300	18,178
Contractual Services			
Street Sweeping	3,000	3,000	-
Street Sign Maintenance	1,500	1,500	163
Parkway Tree Maintenance	25,000	25,000	25,300
Emerald Ash Borer Program	30,000	30,000	113,736
Snow Plowing	270,000	270,000	252,335
Dry Hydrant Maintenance	15,000	15,000	4,756
Storm Sewer / Drainage Maintenance	30,000	30,000	5,587
Lot Cleanup Expenditures	1,000	1,000	-
Professional Development	2,000	2,000	-
Engineering Services	16,000	16,000	-
GIS Mapping	500	500	498
Cell Phone	500	500	384
Street Lighting	3,000	3,000	2,893
Animal Relocation	1,000	1,000	1,500
	398,500	398,500	407,152

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Public Works - Continued			
Commodities			
Street Signs / Supplies	\$ 100	100	-
Other Commodities	100	100	133
	<u>200</u>	<u>200</u>	<u>133</u>
Refuse Disposal			
Solid Waste Stickers	3,000	3,000	3,250
SWANCC - Tipping Fee	100,700	100,700	89,328
	<u>103,700</u>	<u>103,700</u>	<u>92,578</u>
Total Public Works	<u>663,200</u>	<u>663,200</u>	<u>613,456</u>
Capital Outlay			
Vehicle - Police	76,000	76,000	36,911
Village Hall	15,000	15,000	-
	<u>91,000</u>	<u>91,000</u>	<u>36,911</u>
Total Capital Outlay	<u>91,000</u>	<u>91,000</u>	<u>36,911</u>
Total Expenditures	<u>6,824,000</u>	<u>6,824,000</u>	<u>6,162,481</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Revenues			
Interest - Net of Market Adjustment	\$ 50,000	50,000	2,738
Miscellaneous			
Donations	1,000	1,000	1,664
Impact Fees	30,000	30,000	60,000
Total Revenues	81,000	81,000	64,402
Expenditures			
Capital Outlay	167,000	167,000	158,767
Excess (Deficiency) of Revenues Over (Under) Expenditures	(86,000)	(86,000)	(94,365)
Other Financing Sources			
Transfers In	-	-	1,350,000
Net Change in Fund Balance	<u>(86,000)</u>	<u>(86,000)</u>	1,255,635
Fund Balance - Beginning			<u>4,013,843</u>
Fund Balance - Ending			<u>5,269,478</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Road Replacement - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Road Maintenance Tax	\$ 2,000	2,000	1,984
Interest	2,000	2,000	1,032
Total Revenues	<u>4,000</u>	<u>4,000</u>	<u>3,016</u>
Expenditures			
Capital Outlay	<u>810,000</u>	<u>810,000</u>	<u>453,266</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(806,000)	(806,000)	(450,250)
Other Financing Sources			
Transfers In	<u>490,000</u>	<u>490,000</u>	<u>760,000</u>
Net Change in Fund Balance	<u>(316,000)</u>	<u>(316,000)</u>	309,750
Fund Balance - Beginning			<u>1,107,760</u>
Fund Balance - Ending			<u><u>1,417,510</u></u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
MFT Allotments	\$ 200,000	200,000	181,982
Rebuild Illinois Grant	100,200	100,200	100,284
Interest	100	100	46
Total Revenues	<u>300,300</u>	<u>300,300</u>	<u>282,312</u>
Expenditures			
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	300,300	300,300	282,312
Other Financing (Uses)			
Transfers Out	<u>(370,000)</u>	<u>(370,000)</u>	<u>(140,000)</u>
Net Change in Fund Balance	<u>(69,700)</u>	<u>(69,700)</u>	142,312
Fund Balance - Beginning			<u>270,348</u>
Fund Balance - Ending			<u><u>412,660</u></u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Water and Sewer Utility - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 515,000	515,000	525,020
Operating Expenses			
Operations	659,300	659,300	316,144
Depreciation	-	-	375,367
Total Operating Expenses	659,300	659,300	691,511
Operating (Loss)	(144,300)	(144,300)	(166,491)
Nonoperating Revenues			
Interest Income	5,000	5,000	1,651
Connection Fees	50,000	50,000	58,793
	55,000	55,000	60,444
Change in Net Position	<u>(89,300)</u>	<u>(89,300)</u>	(106,047)
Net Position - Beginning			<u>10,365,900</u>
Net Position - Ending			<u>10,259,853</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Water and Sewer Utility - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual
	Original	Final	
Operations			
Maintenance - Building	\$ 5,000	5,000	811
Maintenance - Utility System	65,000	65,000	31,666
Maintenance - Grounds	8,000	8,000	4,245
Maintenance - Billing Software	2,000	2,000	1,464
Engineering	12,000	12,000	1,088
Legal Fees	3,000	3,000	90
Administrative Services	32,700	32,700	32,700
Julie Charges	1,100	1,100	1,176
Utility Operations	130,000	130,000	128,050
Postage	1,200	1,200	1,377
Utility - Phone	2,800	2,800	2,794
Utility - Electric	49,000	49,000	53,732
Utility - Natural Gas	500	500	565
Lab Tests	3,500	3,500	1,810
General Insurance	15,000	15,000	13,920
Other Contractual Services	1,000	1,000	-
Chemicals - Utility System	32,000	32,000	31,517
Equipment	10,000	10,000	4,375
Maintenance Supplies - Utility System	2,000	2,000	750
Other Commodities	3,500	3,500	4,014
Capital Maintenance	280,000	280,000	-
Total Operations	659,300	659,300	316,144
Depreciation	-	-	375,367
Total Operating Expenses	659,300	659,300	691,511

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual For the Fiscal Year Ended April 30, 2022

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 832,000	832,000	1,106,879
Contributions - Plan Members	175,000	175,000	171,904
Total Contributions	<u>1,007,000</u>	<u>1,007,000</u>	<u>1,278,783</u>
Investment Income			
Dividends and Interest Earned	221,000	221,000	264,709
Net Change in Fair Value	900,000	900,000	(979,869)
	<u>1,121,000</u>	<u>1,121,000</u>	<u>(715,160)</u>
Less Investment Expenses	(40,000)	(40,000)	(39,803)
Net Investment Income	<u>1,081,000</u>	<u>1,081,000</u>	<u>(754,963)</u>
Total Additions	<u>2,088,000</u>	<u>2,088,000</u>	<u>523,820</u>
Deductions			
Administration	38,000	38,000	26,085
Benefits	785,000	785,000	784,437
Total Deductions	<u>823,000</u>	<u>823,000</u>	<u>810,522</u>
Change in Fiduciary Net Position	<u>1,265,000</u>	<u>1,265,000</u>	(286,702)
Net Position Restricted for Pensions			
Net Position - Beginning			<u>15,815,436</u>
Net Position - Ending			<u>15,528,734</u>

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Special Service Area Funds - Custodial

**Combining Statement of Fiduciary Net Position
April 30, 2022**

	Special Service Area #1	Special Service Area #3	Totals
ASSETS			
Cash and Investments	\$ 22,439	645,922	668,361
Receivables			
Property Tax	-	250,795	250,795
Total Assets	22,439	896,717	919,156
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	-	250,795	250,795
NET POSITION			
Net Position Restricted for Individuals, Organizations, and Other Governments	22,439	645,922	668,361
Total Deferred Inflows of Resources and Net Position	22,439	896,717	919,156

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Special Service Area Funds - Custodial

**Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2022**

	Special Service Area #1	Special Service Area #3	Totals
Additions			
Property Taxes	\$ -	555,648	555,648
Interest Earned	14	558	572
Total Additions	14	556,206	556,220
Deductions			
Debt Service			
Principal	-	335,000	335,000
Interest and Fiscal Charges	-	198,267	198,267
Total Deductions	-	533,267	533,267
Change in Fiduciary Net Position	14	22,939	22,953
Net Position Restricted for Individuals, Organizations, and Other Governments			
Beginning	22,425	622,983	645,408
Ending	22,439	645,922	668,361

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Consolidated Year-End Financial Report
April 30, 2022**

CSFA #	Program Name	State	Federal	Other	Totals
420-00-1771	Construction and/or Renovation to Buildings, Additions, or Structures	\$ 1,750	-	-	1,750
494-00-1488	Motor Fuel Tax Program	140,000	-	-	140,000
569-00-2537	Law Enforcement Camera Grant	4,977	-	-	4,977
	Other Grant Programs and Activities	-	347,802	-	347,802
	All Other Costs Not Allocated	-	-	6,446,058	6,446,058
	Totals	146,727	347,802	6,446,058	6,940,587

SUPPLEMENTAL SCHEDULES

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Schedule of Insurance in Force April 30, 2022

Coverage	Amount of Coverage		Expiration Date of Policy
General Liability	\$ 1,000,000	per Occurrence	5/1/2022
Commercial Property	12,245,089	Blanket Limit	5/1/2022
Boiler & Machinery	50,000,000	Blanket Limit	5/1/2022
Commercial Umbrella	10,000,000	per Occurrence	5/1/2022
Automobile Liability	1,000,000	per Occurrence	5/1/2022
Uninsured/Underinsured Motorist	1,000,000	per Occurrence	5/1/2022
Public Officials Liability	1,000,000	per Occurrence	5/1/2022
Law Enforcement Liability	1,000,000	per Occurrence	5/1/2022
Employment Practices	1,000,000	per Occurrence	5/1/2022
Pollution Liability	1,000,000	per Occurrence	5/1/2022
Employee Benefits Liability	1,000,000	per Occurrence	5/1/2022
Workers' Compensation	Statutory Requirements		1/1/2022
Cyber Liability & Privacy	1,000,000	per Occurrence	5/1/2022
Crime Forgery or Alteration			
a. Employee Theft	500,000	per Occurrence	5/1/2022
b. Forgery or Alteration	100,000	per Occurrence	5/1/2022
c. Computer Fraud	100,000	per Occurrence	5/1/2022
Public Officials Bond	Statutory Requirements		5/1/2022

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Schedule of Long-Term Debt Requirements
Special Service Area Number Three (Arboretum)
\$3,810,000 Taxable Special Service Area Refunding Bonds of 2019A
April 30, 2022**

Date of Issue	October 2, 2019	Interest Rates	4.00%
Date of Maturity	December 1, 2034	Interest Dates	June 1 and December 1
Authorized Issue	\$3,810,000	Principal Maturity Date	December 1, 2034
Denomination of Bonds	\$5,000	Payable at	Amalgamated Bank of Chicago

Current and Long-Term Principal and Interest Requirements

Fiscal Year	Tax Levy Year (1)	Bond Numbers	Principal	Interest	Total	Interest Due on			
						Jun. 1	Amount	Dec. 1	Amount
2023	2022		\$ -	152,400	152,400	2022	76,200	2022	76,200
2024	2023		-	152,400	152,400	2023	76,200	2023	76,200
2025	2024		-	152,400	152,400	2024	76,200	2024	76,200
2026	2025	BG7	320,000	152,400	472,400	2025	76,200	2025	76,200
2027	2026	BH5	330,000	139,600	469,600	2026	69,800	2026	69,800
2028	2027	BJ1	345,000	126,400	471,400	2027	63,200	2027	63,200
2029	2028	BK8	355,000	112,600	467,600	2028	56,300	2028	56,300
2030	2029	BL6	370,000	98,400	468,400	2029	49,200	2029	49,200
2031	2030	BM4	385,000	83,600	468,600	2030	41,800	2030	41,800
2032	2031	BN2	400,000	68,200	468,200	2031	34,100	2031	34,100
2033	2032	BP7	420,000	52,200	472,200	2032	26,100	2032	26,100
2034	2033	BQ5	435,000	35,400	470,400	2033	17,700	2033	17,700
2035	2034	BR3	450,000	18,000	468,000	2034	9,000	2034	9,000
			<u>3,810,000</u>	<u>1,344,000</u>	<u>5,154,000</u>		<u>672,000</u>		<u>672,000</u>

(1) Bonds are paid from the real estate tax assessed on the property in Special Service Area Number Three.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Schedule of Long-Term Debt Requirements
 Special Service Area Number Three (Arboretum)
 \$1,735,000 Taxable Special Service Area Refunding Bonds of 2019B
 April 30, 2022**

Date of Issue	October 2, 2019	Interest Rates	2.75% - 3.20%
Date of Maturity	December 1, 2024	Interest Dates	June 1 and December 1
Authorized Issue	\$1,735,000	Principal Maturity Date	December 1, 2024
Denomination of Bonds	\$5,000	Payable at	Amalgamated Bank of Chicago

Current and Long-Term Principal and Interest Requirements

Fiscal Year	Tax Levy Year (1)	Bond Numbers	Principal	Interest	Total	Interest Due on			
						Jun. 1	Amount	Dec. 1	Amount
2023	2022	BU6	\$ 345,000	33,718	378,718	2022	16,859	2022	16,859
2024	2023	BV4	355,000	23,023	378,023	2023	11,511	2023	11,511
2025	2034	BW2	370,000	11,840	381,840	2024	5,920	2024	5,920
			<u>1,070,000</u>	<u>68,580</u>	<u>1,138,580</u>		<u>34,290</u>		<u>34,290</u>

(1) Bonds are paid from the real estate tax assessed on the property in Special Service Area Number Three.

STATISTICAL SECTION
(Unaudited)

This section includes selected financial and demographic information, generally presented on a multi-year basis.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**General Governmental Expenditures by Function - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

See Following Page

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**General Governmental Expenditures by Function - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

Function	2013	2014	2015	2016
General Government	\$ 1,286,323	1,484,299	1,583,309	1,469,655
Public Safety	3,207,400	3,109,967	3,380,040	3,722,984
Public Works	385,611	561,048	483,322	626,769
Capital Outlay	983,019	3,644,798	2,460,747	712,380
Debt Service	483,875	483,715	469,359	-
Totals	<u>6,346,228</u>	<u>9,283,827</u>	<u>8,376,777</u>	<u>6,531,788</u>

Data Source: Village Records

2017	2018	2019	2020	2021	2022
1,434,496	1,535,863	1,452,733	1,373,695	1,239,238	1,402,767
3,414,847	4,299,744	4,052,248	3,968,635	3,763,737	4,109,347
521,444	569,436	620,790	542,367	487,623	613,456
977,624	954,690	990,750	862,867	843,205	648,944
-	-	-	-	-	-
6,348,411	7,359,733	7,116,521	6,747,564	6,333,803	6,774,514

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Governmental Revenues by Source - Last Ten Fiscal Years April 30, 2022 (Unaudited)

Source	2013	2014	2015	2016
Taxes				
Property Taxes - General	\$ 2,042,059	1,752,200	1,592,345	1,979,947
Property Taxes - Pension	513,634	495,542	496,898	637,886
Amusement Tax	521,880	511,890	271,115	152,041
Home Rule Tax	779,734	864,779	923,057	962,333
Utility Tax	445,708	474,845	464,346	469,205
Food & Beverage Tax	576,057	630,794	678,592	715,369
911 Surcharge	49,220	44,697	43,708	26,767
Intergovernmental				
State Sales Tax	518,607	570,434	618,808	620,995
State Income Tax	431,920	435,959	459,905	466,939
Motor Fuel Tax	125,032	129,028	144,531	116,768
Other Taxes	76,780	84,773	94,861	100,680
Grants	14,838	156,706	116,659	27,218
Licenses and Permits	374,406	402,190	357,218	387,203
Charges for Services	397,403	333,470	369,575	337,803
Rental Income	156,497	156,497	156,497	162,718
Fines and Forfeitures	146,954	114,368	102,163	118,953
Interest	40,389	33,010	26,352	22,974
Proceeds from Sale of Capital Assets	11,200	4,500	1,800	24,000
Miscellaneous	95,721	288,804	209,588	181,495
Totals	<u>7,318,039</u>	<u>7,484,486</u>	<u>7,128,018</u>	<u>7,511,294</u>

Data Source: Village Records

2017	2018	2019	2020	2021	2022
1,908,200	1,755,158	1,796,396	1,762,727	1,699,498	1,964,829
711,416	921,405	819,932	885,874	766,942	906,879
183,292	302,263	307,601	257,419	23,322	145,011
933,342	889,671	871,711	821,627	579,518	901,283
461,664	427,289	417,423	401,729	392,768	397,708
681,126	651,045	708,568	624,160	398,699	658,232
11,649	-	-	-	-	-
580,953	578,462	536,454	533,704	594,579	1,019,155
400,883	444,929	472,274	449,126	554,111	772,863
115,707	116,559	115,879	168,456	313,871	282,266
112,973	123,733	134,336	165,068	213,802	203,807
14,145	9,154	8,221	17,235	34,763	354,529
368,730	386,686	280,568	295,648	332,208	342,111
310,589	439,674	268,946	263,038	224,187	389,764
181,380	181,380	181,380	181,380	188,589	210,216
132,998	126,851	117,696	95,102	81,076	59,858
49,620	100,581	180,550	194,541	72,992	2,061
1,570	18,478	34,003	8,300	5,586	-
77,634	97,041	68,522	147,581	103,493	81,332
7,237,871	7,570,359	7,320,460	7,272,715	6,580,004	8,691,904

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Overlapping Tax Rates - Last Ten Tax Levy Years April 30, 2022 (Unaudited)

Taxing District (1)	2012	2013	2014	2015
Community Unit School District #220	4.292	4.807	4.953	5.126
Barrington-Countryside Fire District	0.469	0.530	0.540	0.565
Barrington Public Library District	0.223	0.248	0.258	0.266
Village of South Barrington	0.546	0.603	0.626	0.649
South Barrington Park District	0.297	0.277	0.282	0.246
Harper College District #512	0.373	0.444	0.451	0.466
Northwest Mosquito Abatement District	0.011	0.013	0.013	0.011
Barrington Township General Assistance	0.001	0.001	0.001	0.001
Township of Barrington	0.028	0.032	0.032	0.033
Consolidated Elections	-	0.031	-	0.034
Lake County Tax Obj Ct Ord - 220	0.136	0.092	0.088	0.077
Cook County Forest Preserve District	0.063	0.069	0.069	0.069
Cook County	0.531	0.560	0.568	0.552
Total Tax Rate	6.970	7.707	7.881	8.095
Village's Share of Total Tax Rate	7.83%	7.82%	7.94%	8.02%

(1) Tax rates for taxing districts are listed from Barrington Township tax code 10041 which represents the largest portion of the Village's 2021 EAV.

(2) Tax rates for 2021 are not available at time of audit.

Data Source: Cook County Extension Office

2016	2017	2018	2019	2020	2021 (2)
4.538	4.560	4.853	4.669	4.842	N/A
0.482	0.485	0.520	0.541	0.573	N/A
0.231	0.230	0.248	0.244	0.253	N/A
0.547	0.540	0.557	0.549	0.564	N/A
0.211	0.214	0.213	0.217	0.230	N/A
0.416	0.425	0.443	0.403	0.409	N/A
0.010	0.010	0.011	0.010	0.010	N/A
0.001	0.001	0.001	0.001	0.001	N/A
0.030	0.031	0.032	0.032	0.033	N/A
-	0.031	-	0.030	-	N/A
0.065	0.068	0.054	0.048	0.046	N/A
0.063	0.062	0.060	0.059	0.058	N/A
0.533	0.496	0.489	0.454	0.453	N/A
7.127	7.153	7.481	7.257	7.472	N/A
7.68%	7.55%	7.45%	7.57%	7.55%	N/A

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Property Tax Levies and Collections - Last Ten Tax Levy Years April 30, 2022 (Unaudited)

Tax Levy Year	Collection Year	(1) Tax Levy	(1) Cook County Extension	(2) Total Tax Collections	Percent of Total Extension Collected
2012	2013	\$ 2,390,000	\$ 2,461,700	\$ 2,432,664	98.82%
2013	2014	2,390,000	2,461,700	2,401,029	97.54%
2014	2015	2,500,000	2,575,000	2,541,343	98.69%
2015	2016	2,564,000	2,640,920	2,603,073	98.57%
2016	2017	2,564,000	2,640,920	2,588,973	98.03%
2017	2018	2,637,000	2,716,110	2,676,124	98.53%
2018	2019	2,637,000	2,716,110	2,686,116	98.90%
2019	2020	2,637,000	2,716,110	2,684,622	98.84%
2020	2021	2,637,000	2,716,110	2,685,446	98.87%
2021 (3)	2022	2,637,000	2,716,110	1,427,526	52.56%

(1) Tax levies and extensions have been adjusted for abatements.

(2) Total collections are reflected through April 30, 2022 and include back taxes, taxpayer refunds, interest, etc. Since collections are matched to the tax levy year, rather than a fiscal year, the total collections cannot be directly tied into the financial section statements and schedules of this report.

(3) 2021 Tax Levy second installment billing and collection is pending.

Data Source: Cook County Treasurer

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Property Tax Rates Per \$100 Assessed Valuation - Direct and Overlapping Governments
Last Ten Tax Levy Years**

April 30, 2022 (Unaudited)

See Following Page

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

Property Tax Rates Per \$100 Assessed Valuation - Direct and Overlapping Governments Last Ten Tax Levy Years

April 30, 2022 (Unaudited)

	2012	2013	2014	2015
Cook County	0.531	0.560	0.568	0.552
Cook County Forest Preserve District	0.063	0.069	0.069	0.069
Consolidated Elections	-	0.031	-	0.034
Barrington Township	0.028	0.032	0.032	0.033
Hanover Township	0.229	0.276	0.277	0.295
Palatine Township	0.049	0.058	0.059	0.063
Hanover Township Road & Bridge	0.078	0.094	0.095	0.099
Palatine Township Road & Bridge	0.082	0.092	0.090	0.092
Barrington Township General Assistance	0.001	0.001	0.001	0.001
Hanover Township General Assistance	0.017	0.021	0.021	0.023
Palatine Township General Assistance	0.014	0.017	0.017	0.018
Metropolitan Water Reclamation District	0.370	0.417	0.430	0.426
Northwest Mosquito Abatement District	0.011	0.013	0.013	0.011
South Barrington Park District	0.297	0.277	0.282	0.246
Hoffman Estates Park District	0.585	0.669	0.673	0.400
Barrington-Countryside Park District	-	-	-	-
Village of South Barrington	0.546	0.603	0.626	0.649
Barrington Public Library District	0.223	0.248	0.258	0.266
Popular Creek Public Library District	0.515	0.631	0.632	0.663
Barrington-Countryside Fire District	0.469	0.530	0.540	0.565
East Dundee & Countryside Fire District	1.118	1.118	1.123	1.115
Hoffman Estates Fire District	0.393	0.400	0.400	0.400
Bartlett-Countryside Fire Protection District	0.580	0.698	0.734	0.776
Comm. Mental Health Facility & Service Dist	0.050	0.061	0.061	0.058
SSA #1 Village of South Barrington	1.125	1.314	1.358	1.419
SSA #3 Village of South Barrington	2.350	2.244	2.185	2.242
Palatine Township High School District #211	2.772	3.197	3.213	3.309
Community College District #512	0.373	0.444	0.451	0.466
Community College District #509	0.546	0.638	0.638	0.654
School District #15	3.269	3.849	3.868	4.035
Unit School District #300	5.625	6.393	6.753	6.585
Unit School District #220	4.292	4.807	4.953	5.126
Lake Co Tax Obj Ct Ord - 220	0.136	0.092	0.088	0.077

Data Source: Cook County Extension Office

(1) Tax rates for 2021 are not available at time of audit.

2016	2017	2018	2019	2020	2021 (1)
0.533	0.496	0.489	0.454	0.453	N/A
0.063	0.062	0.060	0.059	0.058	N/A
-	0.031	-	0.030	-	N/A
0.030	0.031	0.032	0.032	0.033	N/A
0.255	0.261	0.276	0.247	0.256	N/A
0.054	0.055	0.059	0.055	0.055	N/A
0.086	0.086	0.087	0.075	0.076	N/A
0.079	0.078	0.080	0.072	0.068	N/A
0.001	0.001	0.001	0.001	0.001	N/A
0.020	0.020	0.021	0.019	0.020	N/A
0.012	0.010	0.007	0.007	0.007	N/A
0.406	0.402	0.396	0.389	0.378	N/A
0.010	0.010	0.011	0.010	0.010	N/A
0.211	0.214	0.213	0.217	0.230	N/A
0.359	0.639	0.669	0.588	0.597	N/A
-	-	-	-	-	N/A
0.547	0.540	0.557	0.549	0.564	N/A
0.231	0.230	0.248	0.244	0.253	N/A
0.580	0.590	0.621	0.546	0.564	N/A
0.482	0.485	0.520	0.541	0.573	N/A
1.029	1.064	1.084	1.036	1.054	N/A
0.359	0.356	0.371	0.325	0.400	N/A
0.678	0.693	0.863	0.810	0.828	N/A
0.057	0.059	0.063	0.057	0.059	N/A
1.559	1.435	1.838	1.047	-	N/A
2.001	1.883	1.927	1.489	1.519	N/A
2.871	2.922	3.044	2.749	2.787	N/A
0.416	0.425	0.443	0.403	0.409	N/A
0.570	0.562	0.612	0.544	0.527	N/A
3.543	3.618	3.807	3.486	3.564	N/A
6.190	5.917	5.732	5.506	5.411	N/A
4.538	4.560	4.853	4.669	4.842	N/A
0.065	0.068	0.054	0.048	0.046	N/A

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Equalized Assessed Valuation (EAV) Less Exemptions - Last Ten Tax Levy Years
April 30, 2022 (Unaudited)**

Tax Levy Year	Residential		Farm	
	Equalized Assessed Value	Percent of Total EAV	Equalized Assessed Value	Percent of Total EAV
2012	\$ 382,218,601	84.7%	\$ 92,708	0.0%
2013	345,261,007	84.5%	92,401	0.0%
2014	346,269,394	84.1%	106,284	0.0%
2015	341,900,755	84.0%	101,111	0.0%
2016	413,023,064	85.5%	111,151	0.0%
2017	427,840,105	84.9%	114,910	0.0%
2018	414,608,049	85.0%	113,689	0.0%
2019	411,231,564	83.1%	119,904	0.0%
2020	400,440,236	83.2%	127,791	0.0%
2021 (1)	N/A	N/A	N/A	N/A

(1) Total Equalized Assessed Value and Assessed Value by real estate class are not available for 2021.

Data Source: Cook County Tax Extension Office

Commercial		Industrial		Total
Equalized Assessed Value	Percent of Total EAV	Equalized Assessed Value	Percent of Total EAV	Equalized Assessed Value
\$ 66,973,555	14.8%	\$ 2,042,598	0.5%	\$ 451,327,462
61,300,315	15.0%	2,154,514	0.5%	408,808,237
65,437,917	15.9%	-	N/A	411,813,595
65,078,342	16.0%	-	N/A	407,080,208
69,997,642	14.5%	-	N/A	483,131,857
74,800,739	14.9%	925,844	0.2%	503,681,598
72,113,675	14.8%	909,656	0.2%	487,745,069
82,435,347	16.7%	1,180,980	0.2%	494,967,795
79,700,352	16.5%	1,305,477	0.3%	481,573,856
N/A	N/A	N/A	N/A	N/A

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Schedule of Direct and Overlapping Bonded Debt
April 30, 2022 (Unaudited)**

Governmental Unit	Gross Debt	Percentage (1) to Debt Applicable to Village	Village's Share of Debt
Village of South Barrington	\$ -	100.00%	\$ -
Schools			
School District #15	39,440,000	0.14%	56,817
School District #220	125,930,500	14.37%	18,093,703
School District #300	228,355,000	0.83%	1,889,175
Elgin Community College District #509	140,415,000	0.24%	340,467
Harper Community College District #512	243,530,000	2.07%	5,032,948
Total Schools	777,670,500		25,413,110
Others			
Cook County	2,663,661,750	0.25%	6,717,653
Cook County Forest Preserve District	151,925,117	0.21%	313,301
Metropolitan Water Reclamation District	2,800,782,000	0.08%	2,228,213
South Barrington SSA #3	4,880,000	100.00%	4,880,000
East Dundee & Countryside Fire Protection District	3,150,000	49.94%	1,573,095
Poplar Creek Public Library District	10,645,000	0.003%	317
South Barrington Park District	4,645,000	99.93%	4,641,569
Hoffman Estates Park District	60,555,000	0.003%	1,563
Total Others	5,700,243,867		20,355,711
Subtotal	6,477,914,367		45,768,821
Totals	6,477,914,367		45,768,821

(1) The overlapping debt percentages are based on the 2020 Equalized Assessed Valuation (EAV) of \$481,768,856.

Data Sources: Cook County Clerk and Speer Financial

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

**Schedule of Ten Largest Real Estate Taxpayers - Current Year and Nine Years Ago
April 30, 2022 (Unaudited)**

Name of Taxpayer	Nature of Business	2021			2013		
		Total Taxable Valuation (1)	Rank	Percentage of Village's Assessed Valuation (2)	Total Taxable Valuation (1)	Rank	Percentage of Village's Assessed Valuation (3)
Arboretum of SB LLC	Retail Shopping Center	\$ 32,215,949	1	6.69%	\$ 24,633,306	1	5.46%
Hanover South Barrington	Office Buildings	4,589,332	2	0.95%	4,793,547	4	1.06%
Rose Packing Company, Inc	Commercial Properties	4,109,068	3	0.85%	3,016,270	6	0.67%
NHI REIT TX IL LLC	Assisted Living Community	3,968,002	4	0.82%			
American Multi Cinema	Theatre	2,911,385	5	0.60%	6,398,823	3	1.42%
Toll Brothers Inc	Residential Development	2,588,216	6	0.54%	7,712,657	2	1.71%
Bank of America	Bank Branch	2,515,928	7	0.52%	1,987,689	9	0.44%
Individual - Name Withheld	Office Buildings	1,952,736	8	0.41%	2,067,164	7	0.46%
RMS Properties	Real Property	1,775,917	9	0.37%			
CVS Pharmacy	Commercial Property	1,524,668	10	0.32%	1,323,581	10	0.29%
Allstate Insurance	Business Insurance Division				4,737,359	5	1.05%
Crème de la Crème	Child Development				2,022,555	8	0.45%
		<u>58,151,201</u>		<u>12.07%</u>	<u>58,692,951</u>		<u>13.01%</u>

Data Source: Cook County Clerk and Speer Financial

- (1) Every effort has been made to seek and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked.
- (2) The percentage of Village's assessed valuation is based on the 2020 equalized assessed valuation (EAV) of \$481,573,856.
- (3) The percentage of Village's assessed valuation is based on the 2013 equalized assessed valuation (EAV) of \$451,327,462

August 29, 2022

The Honorable Village President
Members of the Board of Trustees
Village of South Barrington, Illinois

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 South Barrington, Illinois for the year ended April 30, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and the Uniform Guidance), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated August 29, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Village are described in the Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended April 30, 2022. We noted no transactions entered into by the Village during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the governmental and business-type activities' financial statements was:

Management's estimate of the depreciation expense on capital assets is based on assumed useful lives of the underlying capital assets and the net pension liabilities is based on estimated assumptions used by the actuary. We evaluated the key factors and assumptions used to develop the depreciation expense and net pension liabilities estimates in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Significant Audit Findings – Continued

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Any material misstatements detected as a result of audit procedures were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated August 29, 2022.

Management Consultations with Other Independent Auditors

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Village's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Village's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the other supplementary information and supplemental schedules, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the introductory section and statistical section, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, and we do not express an opinion or provide any assurance on it.

Restrictions on Use

This information is intended solely for the use of the Board of Trustees and management of the Village and is not intended to be, and should not be, used by anyone other than these specified parties.

We wish to express our gratitude to the Board of Trustees and staff (in particular the Finance Department) of the Village of South Barrington, Illinois for their valuable cooperation throughout the audit engagement.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

VILLAGE OF SOUTH BARRINGTON,
ILLINOIS

MANAGEMENT LETTER

FOR THE FISCAL YEAR ENDED
APRIL 30, 2022

August 29, 2022

The Honorable Village President
Members of the Board of Trustees
Village of South Barrington, Illinois

In planning and performing our audit of the financial statements of the Village of South Barrington (Village), Illinois, for the year ended April 30, 2022, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

For your consideration we herein submit our comments and suggestions which are designed to assist in effecting improvements in financial reporting. Those less-significant matters, if any, which arose during the course of the audit, were reviewed with management as the audit fieldwork progressed.

The accompanying comments and recommendations are intended solely for the information and use of the Finance Committee, Board of Trustees, management, and others within the Village of South Barrington, Illinois.

We will review the status of these comments during our next audit engagement. We have already discussed these comments and suggestions with Village personnel. We would be pleased to discuss our comments and suggestions in further detail with you at your convenience, to perform any additional study of these matters, or to review the procedures necessary to bring about desirable changes.

We do not intend to imply that our audit failed to disclose commendable aspects of your system and structure. We do not anticipate any changes in procedures to accommodate the desired reporting changes. We appreciate the courtesy and assistance given to us by the entire Village staff.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

PRIOR RECOMMENDATION

1. GASB STATEMENT NO. 87 LEASES

Comment

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87, Leases, which provides guidance regarding the information needs of financial statement users by improving accounting and financial reporting for leases by governments. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. In accordance with GASB Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance, which was issued as temporary relieve to governments and other stakeholders in light of the COVID-19 pandemic, GASB Statement No. 87, Leases is applicable to the Village's financial statements for the year ended April 30, 2023.

Recommendation

Lauterbach & Amen, LLP will work directly with the Village to review the new lease criteria in conjunction with the Village's current leases to determine the appropriate financial reporting for these activities under GASB Statement No. 87.

Status

This comment will be implemented at April 30, 2023 in accordance with GASB Statement No. 87.

Management Response

Management acknowledges this comment and will work to correct it in the coming year.

VILLAGE OF SOUTH BARRINGTON, ILLINOIS

General Information

April 30, 2022 (Unaudited)

Date of Incorporation		1959
Form of Government	President/Board of Trustees Home Rule	
Land Area	Approximately 8 Square Miles	
Population and Demographics:	2010 Census	2020 Census
Population	4,565	5,077
Total Housing Units	1,522	1,722
Median Household Income	\$205,035	\$183,750
Median Age	43.9	48.3
Elections - Number of Registered Voters		4,138
Center Lane Miles of Streets:		
	Public Village	32
	Private	8
	Total	40
Employees:		
Village	Administrative - Full-Time	5
	Administrative - Part-Time	3
Police Department	Chief	1
	Sworn Police Officers - Full-Time	17
	Sworn Police Officers - Part-Time	4
	Civilian Administrative- Full-Time	3
	Civilian Administrative- Part-Time	1

Source: Cook County Clerk and Village Records