



VILLAGE OF ITASCA, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2021



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VILLAGE OF ITASCA, ILLINOIS
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INTRODUCTORY SECTION

VILLAGE OF ITASCA, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2021

LEGISLATIVE

Jeff Pruyn, President

Board of Trustees

Jeff Aiani

Dino Gavanis

Ellen Leahy

Michael Latoria

Frank Madaras

Kathy Linsner

Jodi Conidi, Clerk

Marty Hower, Treasurer

ADMINISTRATIVE

Carie Anne Ergo, Village Administrator

Jessica Spencer, Administrative Services Manager



December 13, 2021

To the Honorable Mayor, Members of the Village Board, and Citizens of the Village of Itasca, Illinois:

The annual report for the Village of Itasca, Illinois, for the year ended April 30, 2021 is hereby submitted. The submittal of this report meets the State of Illinois requirement for all general-purpose local governments to publish a complete set of audited financial statements presented in conformity with generally accepted auditing standards.

Responsibility for the accuracy of the data in this report and completeness of its presentation lies solely with the Village of Itasca' management. The Village has established internal controls that are designed to protect the municipality's assets from loss, theft and misuse and to compile total and reliable information. As the cost of internal control should not exceed its benefits, the controls in place have been designed to provide reasonable, rather than absolute assurance, that the financial statements presented are free from material misstatements. To the best of our knowledge, this financial report is accurate and complete in all material aspects and fairly reflects the Village's financial position and changes in financial position of the various funds of the Village and the Village as a whole.

We are pleased to report that independent audit firm Sikich LLP has issued an unmodified opinion on the Village of Itasca' financial statements for the year ended April 30, 2021. The independent auditor's report is located at the front of the financial section of this report.

Included with the financial statements is a narrative overview and analysis of the financial statements in the form of *Management Discussion and Analysis (MD&A)*. The MD&A complements this transmittal letter and should be read in conjunction with it. The financial statements include a view at the government-wide level, the fund level, and are supplemented by notes to the financial statements.

Profile of the Government

The Village of Itasca, incorporated in 1890, is located at the junction of Interstate 290, Veterans Memorial Tollway, and the Elgin-O'Hare Expressway. Itasca began with a population of 76, which has since grown to 9,543. The Village covers an area of approximately 5.1 square miles and is located in DuPage County, Illinois, approximately 23 miles northwest of Chicago. Itasca is an upscale, residential community that prides itself on the high quality of living it affords its residents. It also boasts a large Class A Office park and two manufacturing districts.

The Village is governed by a Board consisting of a mayor and six trustees, all of whom are elected at-large on a non-partisan basis. Policy-making and legislative authority are vested in the Village Board. The board is responsible for, but not limited to, passing ordinances, adopting the budget, appointing committees, and hiring both the Village Administrator and Village Attorney. The Mayor is responsible for appointing the heads of various departments with the Village Board's consent. The Mayor is elected to serve a four-year term and the trustees serve four-year staggered terms, with three Board members elected every other two years. The elected officials collectively work as a unified Board, volunteer their time and resources to advance good government, and remain supportive of the professionals who run daily departmental operations of the Village government.

The Village Administrator is responsible for carrying out the policies and ordinances of the Village Board and for overseeing the day-to-day operations of the government. The Village of Itasca provides a full range of services, including but not limited to; administrative, financial, police protection, public works, snow

plowing, planning and zoning, economic development, a nature center, code enforcement, and community events. The Village also operates a water and sewer utility.

The annual budget serves as the foundation for the Village of Itasca's financial planning and control. The Village Board is required to adopt a final budget and appropriation ordinance by no later than July 31st. The budget is prepared by each departmental Director and reviewed by the Administrative Services Manager and Village Administrator. It is reflected at a fund, function and activity level. After administrative review and adjustments, the budget is presented to the finance committee and the Village Board for final review. The Village Board holds a public hearing and may add to, subtract from, or change budgeted amounts. After the budget has been adopted, any revisions that alter the total expenditures of any fund requires special approval of the Village Board.

Local Economy and Finances

Itasca is a mature community located in the O'Hare Industrial corridor of the Chicago metropolitan area, with limited land for new development. Equalized assessed valuation, (EAV) of real property at the end of the fiscal year totaled \$696,144,778, an increase of 4.1% over previous year. At a rate of 33.3% of market value, the equalized assessed valuation translates into \$2.01 billion of investment in the community.

More than 500 businesses operate in the Village - many located within industrial and business parks in the north and west portions of Itasca. The Village continued to experience substantial permit revenue due to continued construction within Hamilton Lakes and Bridge Point Itasca. Staff predicts permit revenue to drop to be back in line with historical averages in FY22.

Income tax revenue collections were up approximately \$50,000 over the previous year. Telecommunications tax, however, continues to decline and is predicted to be obsolete in the next ten years unless Springfield allows municipalities to tax the data packages that are replacing landlines at record rates. Additionally, due to state laws limiting non-home rule communities, it is difficult for Itasca to implement new revenue strategies to compensate for diminishing revenues such as telecommunications taxes.

In March 2020, the nation was struck with a health emergency that is unique to our lifetimes. While the State encouraged residents to "shelter in place," the Village worked to keep the basic functions running smoothly – some processes moved online and others were adjusted to keep employees and customers safe and healthy. Because the pandemic hit Illinois in mid-March, just 6 weeks before fiscal year 2020 closed, the financial impact on FYE20 was moderated. As a result, the Village only experienced a slight decrease in collected sales tax revenue over the prior year. In FY21, the pandemic continued and tax revenues reflected the changes still in place. While the Village felt the impact financially as businesses remained offline and some were forced to close. However, Itasca's diverse revenue base and strong financial planning puts the Village in a good position to weather the financial uncertainties that remains as a result of the pandemic. Travel and tourism drive a significant portion of the Village's sales tax, hotel tax, food and beverage tax and utility revenue. This sector has been most severely impacted by Covid and is expected to be significantly depressed for no less than 3-5 years.

Covid has also caused a shift to employees working from home that could affect the local office market for years to come. Further, the pandemic forced retailers to move on-line leaving the future of traditional brick-and-mortar retail in question. The Village is still actively seeking new ways to attract and retain traditional retailers. At the same time, the reliance on direct-to-consumer buying has strengthen demand for warehouse, distribution and logistics centers in Itasca and across the region.

Due to the uncertainty regarding the short and long-term impact of the Covid pandemic on the Village's financial condition, management remains vigilant in monitoring operating and capital expenditures to sustain financial stability.

Long-term Financial Planning

In the fall of 2015, the Village of Itasca's elected officials, officers and key management staff participated in a strategic planning process. The Village Board reached collective agreement that maintaining fiscal sustainability, following established policies and procedures, and pursuing intergovernmental relations should be at the core of short-term and long-term decisions in order to support and enhance quality of life and resident satisfaction in the Village. Management is dedicated to pursuing economic development opportunities, addressing staffing priorities, and recommending infrastructure and capital improvements to achieve these goals.

The Village Board has identified projects in its five-year Capital Improvement Plan that supports the desired outcome of resident satisfaction and quality of life. This plan is updated annually prior to the start of the budget process.

The budget for the twelve months ended April 30, 2021 is balanced which is a critical component of fiscal sustainability. The focus for managing the 2021 budget will involve critically examining each line item and searching for opportunities for cost savings and improved service. As a non-home rule community, the Village is vulnerable to the impacts of declined revenue without sufficient means to raise revenues without voter approval, uncertainty of what Springfield could impose on local governments, both through unfunded mandates and reduced revenues, and pension expenses that are increasing at a rate faster than what we are able to collect through property tax increases due to PTELL.

The Village Board's directive for the past several years indicated its strong commitment to maintain a healthy fund balances as a priority for long term financial health. The Village reports that as of April 30, 2021, the fund balance in the general fund is \$7,360,739, which is equal to 60% of the 2021 operating expenditure budget. This balance exceeds the Village's goal of 50% of the following year's annual operating budget. Without the availability of fund balance to balance operations during Covid, the Village would be forced to significantly reduce staffing, programs and capital projects, which would have a negative impact on quality of life and resident satisfaction.

Major Initiatives

In addition to its regular maintenance programs, the Village had several major projects in FY2021 including:

- Along with their typical workload, Community Development continued to support two major development projects – Raging Wire, a 230,000 data center in Hamilton Lakes and Bridge Point Itasca, three free standing industrial buildings totaling nearly 750,000 square feet.
- The Village started work on the Elm Street Stormwater project with the goal of providing additional relief to residents with drainage issues.
- The Village continued to offer the Rear Yard Assistance Program for residents to alleviate their rear yard drainage issues.
- The Administration Department began the replacement of the financial software with an Enterprise Resource Program this year, working to modernize the experience for both residents and staff.
- The Village Board continued to offer the Sanitary Sewer Backflow Preventive Program to assist residents with the cost associated with the installation of a backflow prevention system.
- The Village continued to work on the Park/Pierce/Devon Intersection and Bloomingdale Road Reconstruction.
- The construction of various pedestrian and bicycle paths to and from Hamilton Lakes Business Park and the residential areas south of Thorndale Road is now substantially complete.

Acknowledgements

We express our appreciation to the Village Board of Trustees for their interest and support in planning and conducting the operations of the Village of Itasca in a responsible manner. The preparation of this report

could not have been accomplished without the dedicated services of the staff in Administration and accounting consultants. We would like to express our appreciation to all everyone that assisted and contributed in the preparation of this report. We are pleased to present to you the Annual Financial Report as we continue to pursue our goal of providing high quality municipal services in a fiscally responsible manner.

Respectfully Submitted,

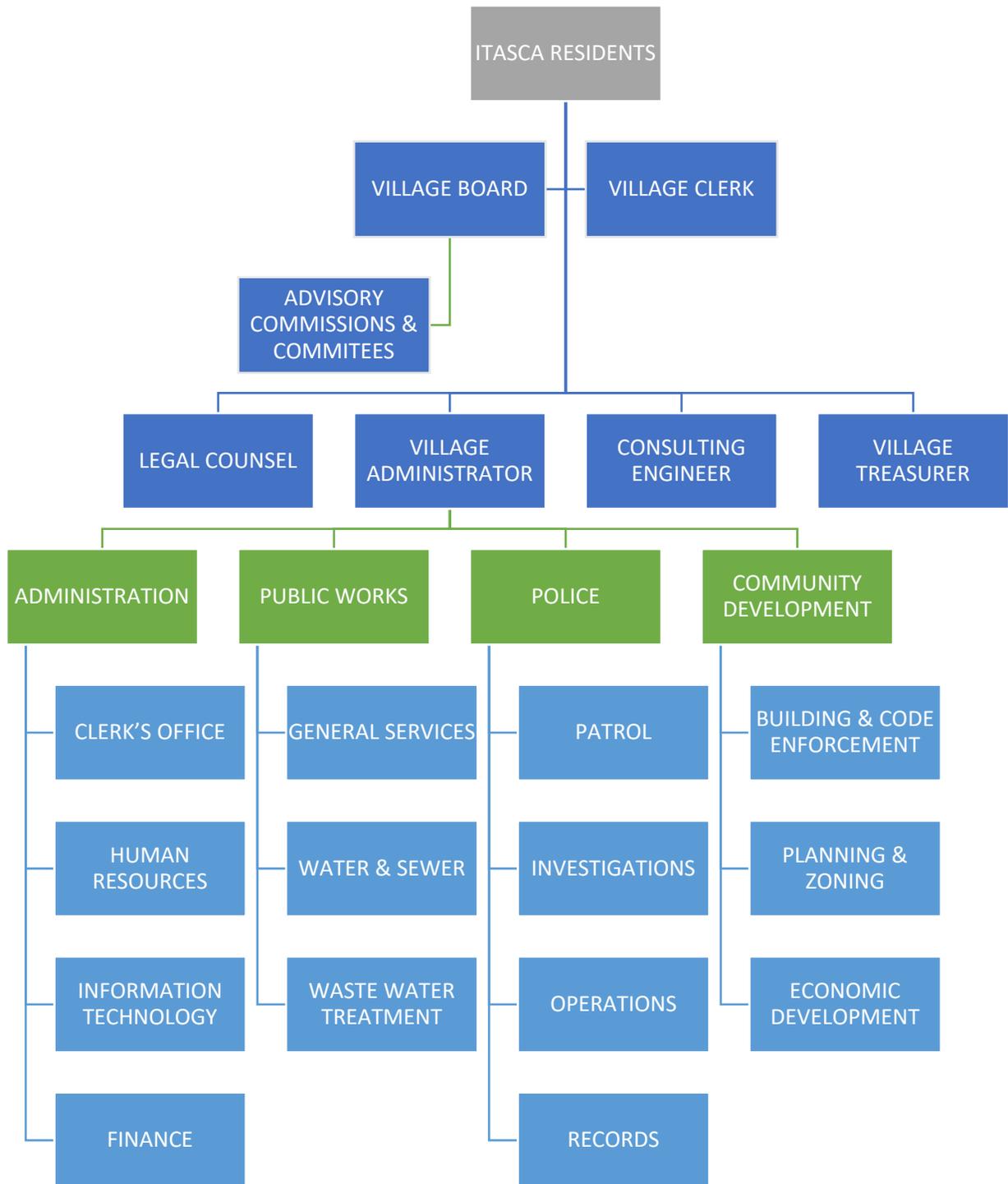


Jessica Spencer
Administrative Services Manager



Carie Anne Ergo
Village Administrator

Village of Itasca MUNICIPAL ORGANIZATION STRUCTURE



FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Itasca, Illinois (the Village), as of and for the year ended April 30, 2021, and the related notes to financial statements which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Itasca, Illinois, as of April 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, and supplemental data are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section and the supplemental data have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Sikich LLP

Naperville, Illinois
December 13, 2021

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

As the management of the Village of Itasca (the "Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2021. Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Letter of Transmittal on pages ii through v and the Village's financial statements beginning on page 3.

FINANCIAL HIGHLIGHTS

- Total Village's net position decreased from \$84.8 million as of April 30, 2020 to \$84.4 million as of April 30, 2021.
- As of April 30, 2020, the unrestricted fund balance for the General fund balance was \$ 7.3 million or 60% of General Fund expenditures. This is down from \$8.3 million as of April 30, 2020 and 74% of General Fund expenditures.

USING THE FINANCIAL SECTION OF THIS ANNUAL REPORT

In accordance with generally accepted accounting principles, the Village presents its financial statements so as to offer two perspectives of its financial position and results of operations. The government-wide perspective presents financial information for the government as a whole. The fund perspective involves the presentation of financial information for individual accounting entities established by the Village for specific purposes. The focus of the fund statements is on major funds. Both perspectives (government-wide and major fund) address likely user questions, provide a broad basis for comparison (year to year or government to government), and enhance the Village's accountability.

Government-wide Financial Statements

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

The Statement of Net Position presents information on all of the Village's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the aggregate difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Additionally, one would need to evaluate nonfinancial factors, such as the condition of Village infrastructure, the satisfaction of constituents, and other information beyond the scope of this report to make a more complete assessment of whether the Village as a whole has improved or deteriorated.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

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 an event giving rise to the change occurs, regardless of the timing of the 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., earned but unused sick leave).

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, community development, and public works. The business-type activities of the Village include a water and sewer system. Fiduciary activities, such as employee pension plans, are not available to fund Village programs and, therefore, are not included in government-wide statements.

The Village's financial reporting includes the funds of the Village (primary government). The Village is required to adopt the library tax levy and the budget in the form of the appropriations ordinance. The library has a separate governing board that is elected, and therefore, the Village is not financially accountable for the Library because the Library is not a component unit. The financial information for the Library is reported separately from the financial information of the Village.

The government-wide financial statements can be found on pages 3-6 of this report.

Fund Financial Statements.

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

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

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

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 this comparison between governmental funds and governmental activities.

The Village maintains 11 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Projects Fund, which are considered to be "major" funds. Data from the other 9 governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with the budget.

The basic government fund financial statements are presented on pages 7-10 of this report.

Proprietary funds. The Village maintains one proprietary fund, the enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sewer utilities function. Proprietary funds financial statements provide the same type of information as the government-wide financial statements, only in more detail. As the proprietary funds are reported on a full accrual bases, the Village of Itasca fund statements for the Water and Sewer fund mirror the government-wide statements.

The basic proprietary fund financial statements are presented on pages 11-13 of this report.

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

The basic fiduciary fund financial statements are presented on pages 14-15 of this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 16 of this report.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budget to actual comparisons for the General Fund and major governmental funds and the Village's progress in funding its obligation to provide pensions to its employees. Required supplementary information can be found on pages 52-60 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 61-88 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

Net position may serve over time as a useful indicator of a government's financial position. The following table reflects the condensed Statement of Net Position.

	Condensed Statement of Net Position April 30, 2021					
	Governmental Activities		Business-type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 26,185,868	\$ 26,186,947	\$ 8,530,586	\$ 8,643,559	\$ 34,716,454	\$ 34,830,506
Capital assets	74,653,580	75,950,217	45,305,527	46,579,124	119,959,107	122,529,341
Deferred outflows of resources	3,557,114	5,833,277	113,386	240,643	3,670,500	6,073,920
Total assets and deferred outflows	104,396,562	107,970,441	53,949,499	55,463,326	158,346,061	163,433,767
Current liabilities	\$ 2,076,370	\$ 1,400,543	\$ 777,459	\$ 1,459,213	\$ 2,853,829	\$ 2,859,756
Noncurrent liabilities	28,463,953	33,564,760	35,888,295	37,631,874	64,352,248	71,196,634
Deferred inflows of resources	5,758,692	3,969,849	990,092	595,540	6,748,784	4,565,389
Total liabilities and deferred inflows	36,299,014	38,935,152	39,686,627	39,686,627	73,954,860	78,621,779
Net position:						
Net investment in capital assets	\$ 73,204,865	\$ 73,774,645	\$ 10,048,531	\$ 9,870,801	\$ 83,253,396	\$ 83,645,446
Restricted	6,977,134	6,732,265	-	-	6,977,134	6,732,265
Unrestricted	(12,084,452)	(11,471,621))	6,245,122	5,905,898	(5,839,330)	(5,565,723)
Total net position	\$ 68,097,547	\$ 69,035,289	\$ 16,293,653	\$ 15,776,699	\$ 84,391,200	\$ 84,811,988

A large portion of the Village's net position, \$83,253,396 or 98.7 percent, reflects its investment in capital assets (for example, land, buildings and improvements, and equipment and vehicles), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS (cont.)

assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$6,977,134 or 8.3 percent, of the Village's net position represents resources that are subject to external restrictions on how they may be used. As of April 30, 2021, the Village is reporting unrestricted net position of (\$5,839,330) or (6.9) percent. Unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

Activities

Condensed Statement of Activities For the Year Ended April 30, 2021						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 1,391,621	\$ 2,048,218	\$8,993,296	\$10,310,812	\$10,384,917	\$12,224,374
Grants and contributions						
Operating	349,935	827,453	-	-	349,935	827,453
Capital	325,818	15,425	-	-	325,818	15,425
General revenues:						
Property taxes	3,053,181	2,984,457	-	-	3,053,181	2,984,457
Other taxes	7,438,705	8,305,478	428,546	431,533	7,867,251	8,737,011
Other	626,502	2,265,545	114,997	280,025	741,499	2,545,570
Total revenues	13,185,762	16,446,576	9,536,839	11,022,370	22,722,601	27,468,946
Expenses:						
General government	2,890,712	3,142,895	-	-	2,890,712	3,142,895
Public safety	6,236,191	8,236,535	-	-	6,236,191	8,236,535
Community development	1,265,851	1,055,720	-	-	1,265,851	1,055,720
Public works	3,572,225	5,263,337	-	-	3,572,225	5,263,337
Water and sewer	-	-	9,019,885	10,310,812	9,019,885	10,310,812
Interest expense	158,525	214,126	-	-	158,525	214,126
Total expenses	14,123,504	17,912,613	9,019,885	10,310,812	23,143,389	28,223,425
Changes in net position	(937,742)	(1,466,037)	516,954	576,092	(420,788)	(899,135)
Net position, May 1	69,035,289	70,501,326	15,776,699	15,199,797	84,811,988	85,701,123
Net position, April 30	\$68,097,547	\$69,035,289	\$16,293,653	\$15,776,699	\$84,391,200	\$84,811,988

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

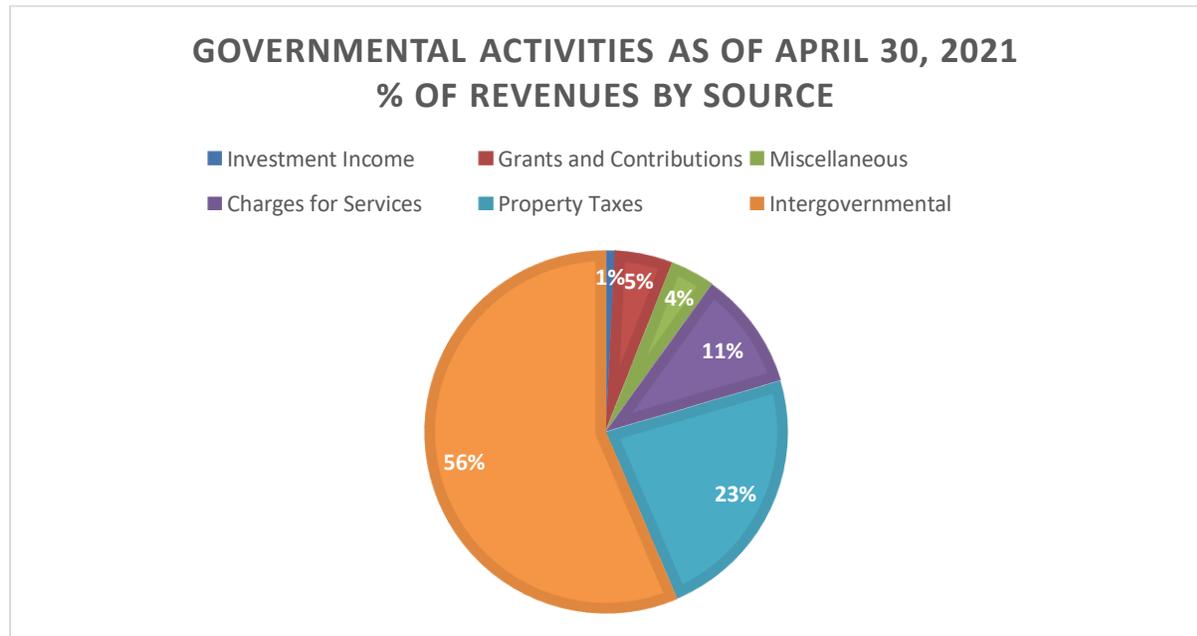
GOVERNMENT-WIDE FINANCIAL ANALYSIS (cont.)

The Village's combined net position decreased by \$0.4 million from \$84.8 to \$84.4 million during 2021. This change is the result of \$.94 million decrease and \$.5 million increase in the net position of governmental activities and business-type activities, respectively. The change in net position was significantly impacted several years ago by the Village's implementation of Statement No. 68, Accounting and Financial Reporting for Pensions, of the Governmental Accounting Standards Board. These items pertain to the Village's participation in the Itasca Police Pension Fund, and Illinois Municipal Retirement Fund. Under previous financial reporting standards, the Village was only required to report its obligations to the pension funds as required supplementary information (i.e., the obligations did not affect the statement of net position). In addition, the Village was required to implement GASB Statement No. 75 in FY19. This requires the reporting of the other postemployment liability resulting in an additional \$2.4 million liability on the financial statements.

For more detailed information, see the Statement of Net Position on pages 4 and 5.

Governmental Activities

Revenues for governmental activities totaled \$13.2 million, while the cost of all governmental functions totaled \$14.1 million. This results in a decrease in net position of \$.94 million. The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance on property taxes and intergovernmental revenues and taxes to fund governmental activities.

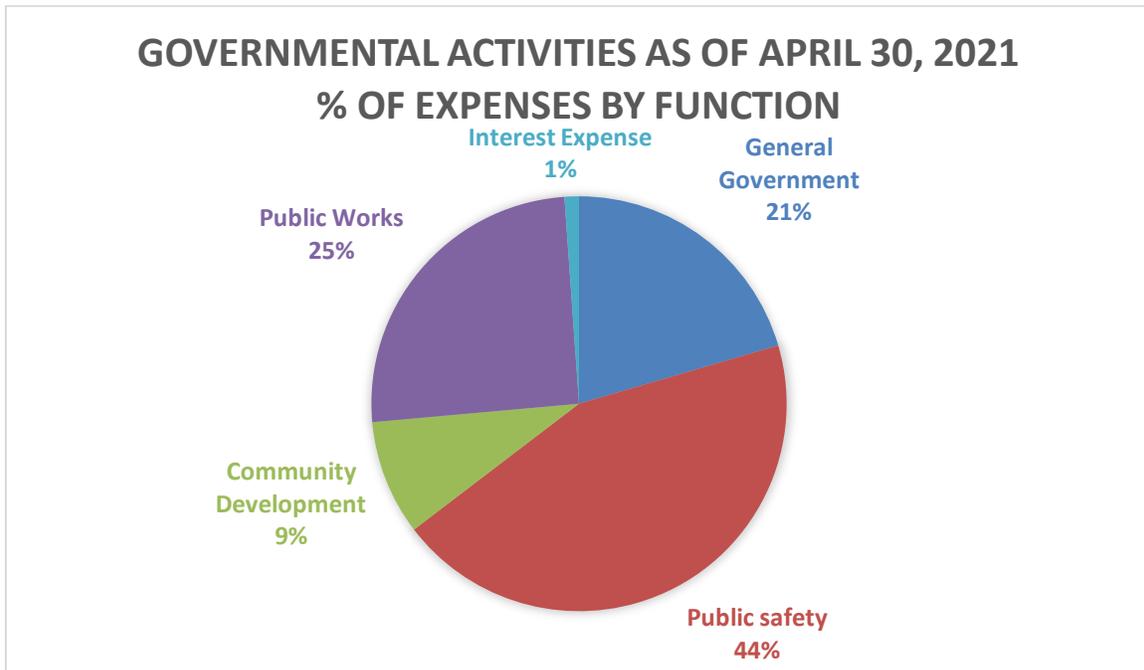


VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS (cont.)

FYE 2021 expenses for governmental activities totaled \$14.1 million, decreasing by \$3.8 million or 21.1% compared to FYE 2020 expenses.

Itasca's largest share of costs allocated to governmental activities was in the area of Public Safety (law enforcement), accounting for 44.15% of total governmental expenses. This was followed by Public Works activities, making up 25.29% of total governmental spending, which includes Public Works operating and maintenance activities as well as the Village's infrastructure rehabilitation and replacement program. General Government activities round out total governmental activities at 20.47% which includes legislative boards and commissions, general administration, legal services, financial management, engineering services, employee relations, and building maintenance. Community Development, accounts for 8.96% of total government spending, and Interest Expense accounts for 1.12% of total government spending.



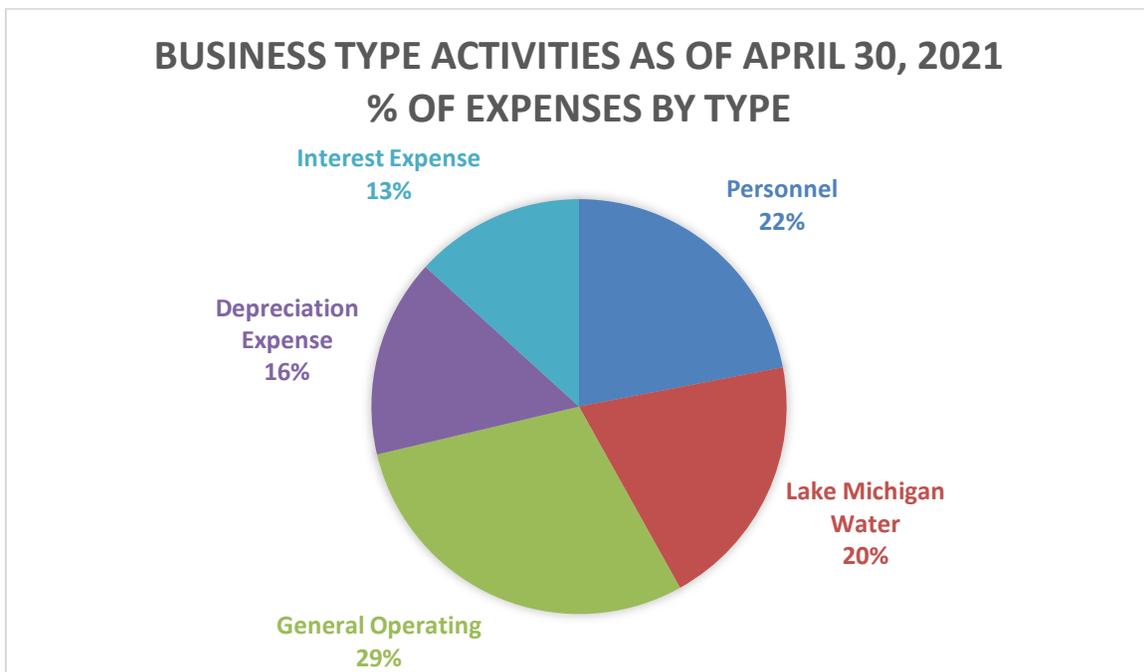
Business-Type activities

Business-Type activities posted total revenues of \$9.5 million, while the cost of all business-type activities totaled \$9 million. This results in an increase in net position before transfers of \$517 thousand. For the year ended April 30, 2020, revenues were \$11 million, while the cost of all business-type activities totaled \$10.3 million. This resulted in an increase in net position before transfers of \$576 thousand.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Itasca's total business-type activities are limited to the activities of its sole enterprise fund, the Water and Sewer Fund. Total expenses for water and sewer activities for FY2021 totaled \$9 million, a decrease of \$1.29 million or 12.5% from the prior year. Water and sewer activities include the purchase of Lake Michigan water through the Village's participation in the DuPage Water Commission, maintaining the Village's water distribution systems including mains, pumps, reservoirs, metering and billing, as well as, the maintenance of the Village's sanitary sewage collection system and its treatment at the Sewer Treatment Plan. Total system expenses can be categorized in the following manner:



Governmental Funds

As noted earlier, the focus of fund reporting is the short-term inflow and outflow of expendable resources. Fund balance is a useful indicator in assessing available resources with respect to meeting future obligations.

At April 30, 2021 governmental funds reported combined fund balances of \$21 million. Of this amount, \$6.3 million is unassigned and is available for future obligations. In addition, \$6.6 million is assigned for capital projects. About \$7.0 million is restricted, with \$2.0 million for tourism, generated by the hotel tax, \$3.1 million for Special Service areas and \$0.4 million for debt service. The remainder of restricted funds relate to public safety, and highway and streets.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS (cont.)

Major Governmental Funds

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. For the fiscal year ended April 30, 2021, fund balance in the General Fund decreased by \$979 thousand. Change to fund balance is a combination of revenues of \$11.1 million compared to expenditures of \$12.3 million, adjusted for other financing sources and uses of a net \$97 thousand. After all activity and adjustments are accounted for, the General Fund has an ending fund balance of \$7.4 million.

Proprietary Funds

The focus for the proprietary fund at the fund level is synonymous with that found at the government-wide level. Reporting is on a full-accrual basis with short-term and long-term emphasis on financial data. The Water and Sewer Fund is the sole proprietary fund for the Village of Itasca. This fund records all financial activity relating to the municipality's water and sewer operations. The Water and Sewer Fund provides the same type of information in the government-wide financial statements reflected as "Business-type" activities, but in more detail.

At April 30, 2021, net position of the proprietary fund totaled \$16.3 million. Cash and investments totaled \$6.6 million, slightly decreasing from prior year by \$.40 million. Operating revenues decreased 12.9% from the previous year to \$9.1 million. Operating expenses (including depreciation) of \$7.7 million were 14.4% lower than the previous year. As of January 1, 2017, the volumetric rate was increased and the fixed revenue rate structure was adjusted to bring in an additional \$500,000 annually to offset the predicted shortfall the fund would experience to meet the service demands to maintain and operate a water and sewer system. The projected rate increases are sufficient to account for a consistent decline of 2.5% in water usage, debt repayment, anticipated debt repayment of loans related to correcting the treatment plant, ongoing litigation and engineering expenses related to the treatment plant, increasing resources dedicated to capital expenditures, and to accumulate sufficient reserves to meet the funds current liabilities.

Fiduciary Funds

The Village's one single-employer pension plan experienced a net increase in the Net Position of \$4,570,236 in the fiscal year ended April 30, 2021. Deductions for benefits and other smaller items increased about 7.7%, from \$1.82 million in the prior year to \$2 million this year. As of April 30th, total assets were \$20.3 million.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS (cont.)

General Fund Budgetary Highlights

The original budget for the General Fund was not amended during the year, and actual expenditures did not exceed the budgeted amount. The General Fund budgeted to use fund reserves in FYE 2021, with revenues budgeted at \$10 million and expenses at \$12.3 million. Revenues in the general fund were \$1.2 million over budget. The majority of the increase is due to favorable budget variances in sales tax and grant revenue of \$421,941 and \$531,278, respectively. Expenditures in the general fund were \$88 thousand under the budget, mainly due to continued cost reduction efforts.

General Fund Budgetary Highlights
Fiscal Year Ended April 30, 2021

	Final Budget	Actual
Revenues:		
Taxes	\$ 2,506,450	\$ 2,636,935
Licenses and permits	1,177,150	1,141,434
Intergovernmental	5,295,614	6,010,120
Charges for services	145,800	86,769
Fines and forfeits	193,450	163,417
Other revenue	674,175	1,140,697
Total revenues	9,992,639	11,179,372
Expenditures:		
General government	2,346,769	2,599,554
Public safety	6,237,028	5,944,953
Community development	1,342,464	1,335,861
Public works	1,723,534	1,680,853
Debt service	692,600	693,405
Total expenditures	12,342,395	12,254,626
Other financing sources (uses):		
Transfers in	166,308	96,525
Total other financing sources (uses)	166,308	(96,525)
Net change in fund balance	\$ (2,183,448)	(978,729)
Fund balance, May 1		8,339,468
Fund balance, April 30		\$ 7,360,739

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The Village's investment in capital assets for both its governmental and business-type activities as of April 30, 2021 is \$120 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, vehicles and equipment, infrastructure, sewer lines, water lines, water towers, water wells and water treatment facilities as well as intangible assets. The following schedule reflects the Village's capital asset balances as of April 30, 2021.

	Capital Assets Net of Accumulated Depreciation					
	Governmental Activities		Business-type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Land and improvements	\$ 40,473,800	\$ 40,473,800	\$ 1,335,645	\$ 1,335,645	\$ 41,809,445	\$ 41,809,445
Construction in progress	<u>588,237</u>	-	-	501,793	<u>588,237</u>	501,793
Capital assets not being depreciated	<u>41,062,037</u>	<u>40,473,800</u>	<u>1,335,645</u>	<u>1,837,438</u>	<u>42,397,682</u>	<u>42,311,238</u>
Building and improvements	\$ 11,548,476	\$ 11,766,456	\$ 113,749	\$ -	\$ 11,662,225	\$ 11,766,456
Machinery and equipment	685,568	760,134	674,541	716,476	1,360,109	1,476,610
Transportation equipment	277,646	399,079	-	-	277,646	399,079
Infrastructure	21,079,853	22,550,748	-	-	21,079,853	22,550,748
Water and sewer systems	-	-	<u>43,181,592</u>	<u>44,025,210</u>	<u>43,181,592</u>	<u>44,025,210</u>
Total capital assets being depreciated	<u>33,591,543</u>	<u>35,476,417</u>	<u>43,969,882</u>	<u>44,741,686</u>	<u>77,561,425</u>	<u>78,621,779</u>
Capital assets, net	<u>\$ 74,653,580</u>	<u>\$ 75,950,217</u>	<u>\$ 45,305,527</u>	<u>\$ 46,579,124</u>	<u>\$ 119,959,107</u>	<u>\$ 122,529,341</u>

Capital additions for the year totaled \$680,278 for governmental funds and \$464,166 for the business-type activities of the water and sewer fund, not including \$585,684 of construction in progress placed in service in the current year.

Additional information on the Village's capital assets is presented in the notes to the basic financial statements on pages 27 and 28..

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

CAPITAL ASSETS AND DEBT ADMINISTRATION (continued.)

Long-term debt

During the fiscal year, bonded debt decreased by \$2.3 million. At the end of the fiscal year, the Village had total bonded debt outstanding of \$39 million. Of this amount, \$2.6 million is funded directly from property taxes. As a non-home rule government, under Illinois Law, the Village is limited to issuing debt to a level no greater than 8.625 % of the equalized assessed value. As of April 30, 2021, the Village general obligation debt represented 3% of the equalized assessed value.

	Long-Term Debt Outstanding					
	Governmental Activities		Business-type Activities		Totals	
	2021	2020	2021	2020	2021	2020
General obligation bonds	\$ -	\$ -	\$ 20,970,000	\$ 21,410,000	\$ 20,970,000	\$ 21,410,000
General Fund						
refunding certificate	1,305,000	1,920,000	-	-	1,305,000	1,920,000
Special service						
area bonds	2,550,000	2,770,000			2,550,000	2,770,000
IEPA loan	-	-	14,237,152	15,245,710	14,237,152	15,245,710
Bonded debt total	3,855,000	4,690,000	35,207,152	36,655,710	39,062,152	41,345,710
Compensated absences	482,398	551,419	131,631	127,469	614,029	678,888
Net postemployment						
benefit	1,927,082	2,502,143	499,668	56,286	2,426,750	2,558,429
Net pension liability	22,132,653	25,720,969	-	739,796	22,132,653	26,460,765
Other	66,820	100,229	49,844	52,613	116,664	152,842
Combined long-term						
 debt total	24,608,953	28,874,760	681,143	976,164	25,290,096	29,850,924
Total	\$ 28,463,953	\$ 33,564,760	\$ 35,888,295	\$ 37,631,874	\$ 64,352,248	\$ 71,196,634

Bond Ratings

During the spring of 2016, the Village was able to maintain its Aa2, very strong credit position, bond rating from Moody's. Maintaining the Aa2 stable was based on the following factors:

- Robust financial position
- Strong socioeconomic profile
- Solid tax base
- Mid-ranged debt liability and sizable pension burden

Additional information on the Village's long-term debt is presented in the notes to the basic financial statements on pages 28 to 30.

ECONOMIC FACTORS

The local Village economy continues to hold firm in spite of a weak State economy. The Village of Itasca is primarily an affluent residential community heavily reliant on property, sales taxes and utility sales.

VILLAGE OF ITASCA, ILLINOIS
Management's Discussion and Analysis
For the Year Ended April 30, 2021

- The Village is directly impacted by the financial condition of the State of Illinois. The political environment in Springfield is being closely monitored for legislation that could reduce or eliminate the shared revenue, and in turn impact the level of service to the residents.
- The Illinois Department of Revenue certified the CPI used for calculating the Village's 2020 tax Levy to be 2.3%. Any increase in CPI along with the value of new construction will be used to offset the growing cost of funding for the police pension fund for the Village. The Village has been impacted by actuarial assumption changes in the calculation of the Annual Required Contribution (ARC). The increases in the ARC have been higher than the combined CPI and new construction, as a result, has decreased the portion of the property tax levy available for operations since 2018.
- The Village has a strong reliance on sales tax revenue. The Village will continue to monitor economic trends relating to retail sales and adjust forecasts/spending as appropriate.
- COVID has caused uncertainty in the short and long-term planning for the Village as the unplanned expenses accumulated. Itasca's diverse revenue base and strong financial planning puts the Village in a good position to weather the financial uncertainties that remains as a result of the pandemic.

The above factors were taken into consideration for funding and planning purposes for current and future fiscal years. At April 30, 2021 the unassigned fund balance of the General Fund was 52% of total expenditures of the current year, slightly above the current practiced policy of 50%.

As we have done in the past, regardless of what adverse actions against municipal revenues may result from Springfield, we are prepared to take actions necessary to ensure we are able to continue to operate within our means while meeting the service needs of the community.

The Water/Sewer Fund had cash and investments of \$6.6 million as of April 30, 2021. The fund also had unrestricted net position of \$6.2 million. The Village monitors both revenues and expenses to determine the rate levels necessary to cover the maintenance and long term replacement infrastructure needs of the Water/Sewer Fund. The Village Board approved a rate increase plan, with increases effective January 1st of each year.

CONTACTING THE VILLAGE'S FINANCIAL MANGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional information, should be directed to Carie Anne Ergo, Village Administrator, Village of Itasca, 550 N. Irving Park Road, Itasca, IL.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 21,417,105	\$ 6,620,932	\$ 28,038,037
Receivables			
Property taxes	3,131,213	-	3,131,213
Accounts receivable	-	1,788,475	1,788,475
Sales taxes	996,167	-	996,167
Other	511,270	-	511,270
Due from other governments	7,987	-	7,987
Prepaid items	11,386	-	11,386
Net pension asset	110,740	121,179	231,919
Capital assets			
Capital assets not being depreciated	41,062,037	1,335,645	42,397,682
Capital assets being depreciated (net of accumulated depreciation)	33,591,543	43,969,882	77,561,425
Total assets	100,839,448	53,836,113	154,675,561
DEFERRED OUTFLOWS OF RESOURCES			
Pension items - IMRF	103,620	113,386	217,006
Pension items - Police Pension	3,450,389	-	3,450,389
Unamortized loss on refunding	3,105	-	3,105
Total deferred outflows of resources	3,557,114	113,386	3,670,500
Total assets and deferred outflows of resources	104,396,562	53,949,499	158,346,061

(This statement is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Accounts payable	\$ 1,128,871	\$ 370,286	\$ 1,499,157
Accrued payroll	135,190	53,410	188,600
Accrued interest	64,961	353,763	418,724
Unearned revenue	62,195	-	62,195
Escrow deposits	654,740	-	654,740
Due to library	27,310	-	27,310
Due to component unit	3,103	-	3,103
Noncurrent liabilities			
Due within one year	1,063,690	1,562,095	2,625,785
Due in more than one year	27,400,263	34,326,200	61,726,463
Total liabilities	30,540,323	36,665,754	67,206,077
DEFERRED INFLOWS OF RESOURCES			
Pension items - IMRF	904,809	990,092	1,894,901
Pension items - Police Pension	1,724,554	-	1,724,554
Property taxes	3,129,329	-	3,129,329
Total deferred inflows of resources	5,758,692	990,092	6,748,784
Total liabilities and deferred inflows of resources	36,299,015	37,655,846	73,954,861
NET POSITION			
Net investment in capital assets	73,204,865	10,048,531	83,253,396
Restricted			
Public safety	7,156	-	7,156
Streets	1,475,224	-	1,475,224
Tourism	2,006,714	-	2,006,714
Debt service	372,418	-	372,418
Special service areas	3,115,622	-	3,115,622
Unrestricted (deficit)	(12,084,452)	6,245,122	(5,839,330)
TOTAL NET POSITION	\$ 68,097,547	\$ 16,293,653	\$ 84,391,200

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2021

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 2,890,712	\$ -	\$ -	\$ -
Public safety	6,236,191	203,296	-	-
Community development	1,265,851	1,141,434	-	40,816
Public works	3,572,225	46,891	349,935	285,002
Interest expense	158,525	-	-	-
Total governmental activities	14,123,504	1,391,621	349,935	325,818
Business-Type Activities				
Water and sewer	9,019,885	8,993,296	-	-
TOTAL PRIMARY GOVERNMENT	\$ 23,143,389	\$ 10,384,917	\$ 349,935	\$ 325,818

Net (Expense) Revenue and Changes in Net Position Primary Government			
	Governmental Activities	Business-Type Activities	Total
	\$ (2,890,712)	\$ -	\$ (2,890,712)
	(6,032,895)	-	(6,032,895)
	(83,601)	-	(83,601)
	(2,890,397)	-	(2,890,397)
	(158,525)	-	(158,525)
	(12,056,130)	-	(12,056,130)
	-	(26,589)	(26,589)
	(12,056,130)	(26,589)	(12,082,719)
General Revenues			
Taxes			
Property	3,053,181	-	3,053,181
Hotel	102,320	-	102,320
Utility	1,260,114	-	1,260,114
Food & beverage	142,829	-	142,829
Intergovernmental	5,933,442	428,546	6,361,988
Miscellaneous	521,812	111,435	633,247
Investment income	104,690	3,562	108,252
Total	11,118,388	543,543	11,661,931
CHANGE IN NET POSITION	(937,742)	516,954	(420,788)
NET POSITION, MAY 1	69,035,289	15,776,699	84,811,988
NET POSITION, APRIL 30	\$ 68,097,547	\$ 16,293,653	\$ 84,391,200

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2021

	General	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 7,742,148	\$ 6,735,050	\$ 6,939,907	\$ 21,417,105
Receivables				
Property taxes	2,565,925	-	565,288	3,131,213
Other	413,927	40,266	57,077	511,270
Sales taxes	713,801	282,366	-	996,167
Due from other governments	7,987	-	-	7,987
Prepaid items	11,386	-	-	11,386
TOTAL ASSETS	\$ 11,455,174	\$ 7,057,682	\$ 7,562,272	\$ 26,075,128
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 652,315	\$ 454,009	\$ 22,547	\$ 1,128,871
Accrued payroll	130,731	-	4,459	135,190
Unearned revenue	62,195	-	-	62,195
Escrow deposits	654,740	-	-	654,740
Due to library	27,310	-	-	27,310
Due to fiduciary fund	3,103	-	-	3,103
Total liabilities	1,530,394	454,009	27,006	2,011,409
DEFERRED INFLOWS OF RESOURCES				
Property taxes	2,564,041	-	565,288	3,129,329
Total deferred inflows of resources	2,564,041	-	565,288	3,129,329
Total liabilities and deferred inflows of resources	4,094,435	454,009	592,294	5,140,738
FUND BALANCES				
Nonspendable				
Prepaid items	11,386	-	-	11,386
Restricted				
Public safety	7,156	-	-	7,156
Debt service	-	-	372,418	372,418
Highway and streets	-	-	1,475,224	1,475,224
Tourism	-	-	2,006,714	2,006,714
Special service areas	-	-	3,115,622	3,115,622
Unrestricted				
Assigned				
Capital projects	-	6,603,673	-	6,603,673
Subsequent budget	1,020,779	-	-	1,020,779
Unassigned	6,321,418	-	-	6,321,418
Total fund balances	7,360,739	6,603,673	6,969,978	20,934,390
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 11,455,174	\$ 7,057,682	\$ 7,562,272	\$ 26,075,128

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2021

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 20,934,390
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	74,653,580
Premiums (discounts) on bonds are expensed in governmental funds but capitalized and amortized in the statement of net position	
Premium on issuance of bonds	(66,820)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
General obligation debt certificates	(1,305,000)
Special service area bonds	(2,550,000)
Unamortized loss on refunding	3,105
Accrued interest payable	(64,961)
Compensated absences	(482,398)
Total OPEB liability	(1,927,082)
Net pension asset for the Illinois Municipal Retirement Fund is shown as an asset on the statement of net position	110,740
Net pension liability for the Illinois Municipal Retirement Fund is shown as a liability on the statement of net position	-
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings, and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position	(801,189)
Net pension liability for the Police Pension Fund is shown as a liability on the statement of net position	(22,132,653)
Differences between expected and actual experiences, assumption changes, and net differences between projected, and actual earnings for the Police Pension Fund are recognized as deferred outflows and inflows of resources on the statement of net position	<u>1,725,835</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 68,097,547</u></u>

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2021

	General	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Property taxes	\$ 2,494,106	\$ -	\$ 559,075	\$ 3,053,181
Hotel taxes	-	-	102,320	102,320
Licenses and permits	1,141,434	-	-	1,141,434
Intergovernmental	4,750,006	1,183,436	-	5,933,442
Other taxes	1,402,943	-	-	1,402,943
Grants	549,107	40,266	594,672	1,184,045
Charges for services	86,769	-	-	86,769
Fines	163,417	-	-	163,417
Investment income	95,173	624	8,893	104,690
Miscellaneous	496,417	18,750	6,645	521,812
Total revenues	11,179,372	1,243,076	1,271,605	13,694,053
EXPENDITURES				
Current				
General government	2,599,554	-	343,771	2,943,325
Public safety	5,944,953	-	-	5,944,953
Community development	1,335,861	-	-	1,335,861
Public works	1,680,853	-	-	1,680,853
Debt service				
Principal	615,000	-	220,000	835,000
Interest and fiscal agent fees	78,405	-	126,105	204,510
Capital outlay	-	1,104,642	7,112	1,111,754
Total expenditures	12,254,626	1,104,642	696,988	14,056,256
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,075,254)	138,434	574,617	(362,203)
OTHER FINANCING SOURCES (USES)				
Transfers in	96,525	200,266	-	296,791
Transfer (out)	-	-	(296,791)	(296,791)
Total other financing sources (uses)	96,525	200,266	(296,791)	-
NET CHANGE IN FUND BALANCES	(978,729)	338,700	277,826	(362,203)
FUND BALANCES, MAY 1	8,339,468	6,264,973	6,692,152	21,296,593
FUND BALANCES, APRIL 30	\$ 7,360,739	\$ 6,603,673	\$ 6,969,978	\$ 20,934,390

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2021

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (362,203)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized and depreciated in the statement of activities	680,278
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a decrease of principal outstanding in the statement of activities	835,000
The change in the net pension liability for the Illinois Municipal Retirement Retirement Fund is reported only in the statement of activities	786,957
The change in deferred outflows and inflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities	(476,794)
The change in the net pension liability for the Police Pension Fund is reported only in the statement of activities	2,912,100
The change in deferred outflows and inflows of resources for the Police Pension Fund is reported only in the statement of activities	(3,517,941)
The change in the OPEB liability and deferred outflows of resources is reported only in the statement of activities	575,061
Revenues in the statement of activities that are not available in governmental funds are not reported as revenue in governmental funds until received	(508,291)
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Depreciation	(1,976,915)
Change in compensated absences payable	69,021
Amortization of bond premium	33,409
Amortization of loss on refunding	(1,552)
Change in accrued interest payable	14,128
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ (937,742)

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUND

April 30, 2021

	<u>Water and Sewer</u>
CURRENT ASSETS	
Cash and investments	\$ 6,620,932
Accounts receivable	1,788,475
	<hr/>
Total current assets	8,409,407
	<hr/>
NONCURRENT ASSETS	
Net pension asset	121,179
Capital assets	
Cost	79,196,062
Less accumulated depreciation	33,890,535
	<hr/>
Total noncurrent assets	45,426,706
	<hr/>
Total assets	53,836,113
	<hr/>
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	113,386
	<hr/>
Total deferred outflows of resources	113,386
	<hr/>
Total assets and deferred outflows of resources	53,949,499
	<hr/>
CURRENT LIABILITIES	
Accounts payable	370,286
Accrued payroll	53,410
Bonds and loans payable - current portion	1,509,922
Compensated absences payable	13,163
Total OPEB liability	39,010
Accrued interest	353,763
	<hr/>
Total current liabilities	2,339,554
	<hr/>
NONCURRENT LIABILITIES	
Bonds payable	20,549,844
IEPA loan payable	13,197,230
Compensated absences payable	118,468
Total OPEB liability	460,658
	<hr/>
Total noncurrent liabilities	34,326,200
	<hr/>
Total liabilities	36,665,754
	<hr/>
DEFERRED INFLOWS OF RESOURCES	
Pension items - IMRF	990,092
	<hr/>
Total deferred inflows of resources	990,092
	<hr/>
Total liabilities and deferred inflows of resources	37,655,846
	<hr/>
NET POSITION	
Net investment in capital assets	10,048,531
Unrestricted	6,245,122
	<hr/>
TOTAL NET POSITION	<u>\$ 16,293,653</u>

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND

For the Year Ended April 30, 2021

	<u>Water and Sewer</u>
OPERATING REVENUES	
Charges for services	
Water fees	\$ 4,400,740
Sewer fees	4,592,556
Miscellaneous	111,435
	<hr/>
Total operating revenues	9,104,731
	<hr/>
OPERATING EXPENSES EXCLUDING DEPRECIATION	
Salaries/stipends	1,624,629
Payroll taxes	308,034
Employee benefits	245,995
General operating	2,586,884
Repairs and maintenance	605,756
Professional services	324,105
Special services	115,247
Insurance	107,406
	<hr/>
Total operating expenses excluding depreciation	5,918,056
	<hr/>
OPERATING INCOME BEFORE DEPRECIATION	3,186,675
	<hr/>
Depreciation	1,737,763
	<hr/>
OPERATING INCOME	1,448,912
	<hr/>
NON-OPERATING REVENUES (EXPENSES)	
Interest expense	(1,364,066)
Bond stimulus payment	428,546
Investment income	3,562
	<hr/>
Total non-operating revenues (expenses)	(931,958)
	<hr/>
CHANGE IN NET POSITION	516,954
	<hr/>
NET POSITION, MAY 1	15,776,699
	<hr/>
NET POSITION, APRIL 30	<u>\$ 16,293,653</u>

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUND

For the Year Ended April 30, 2021

	<u>Water and Sewer</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 8,989,416
Payments to suppliers	(4,433,148)
Payments to employees	(2,058,363)
	<u>2,497,905</u>
Net cash from operating activities	<u>2,497,905</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
None	<u>-</u>
Net cash from noncapital financing activities	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of capital assets	(464,165)
Bond stimulus payment	428,546
IEPA loan principal payments	(1,008,558)
Bond principal payments	(440,000)
Interest paid on bonds payable	(1,366,757)
	<u>(2,850,934)</u>
Net cash from capital and related financing activities	<u>(2,850,934)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment income	<u>3,562</u>
Net cash from investing activities	<u>3,562</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(349,467)
CASH AND CASH EQUIVALENTS, MAY 1	<u>6,970,399</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 6,620,932</u>
NONCASH TRANSACTIONS	
None	<u>\$ -</u>
TOTAL NONCASH TRANSACTIONS	<u>\$ -</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income	\$ 1,448,912
Adjustments to reconcile operating income to net cash used in operating activities	
Depreciation and amortization	1,737,763
Changes in assets and liabilities	
Accounts receivable	(115,315)
Accounts payable	(693,750)
Accrued payroll	11,917
Compensated absences	4,162
Pension items - IMRF	(339,166)
OPEB items	443,382
	<u>443,382</u>
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 2,497,905</u>

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

**STATEMENT OF FIDUCIARY NET POSITION
POLICE PENSION TRUST FUND**

April 30, 2021

ASSETS

Cash and short-term investments	\$	14,958
Investments, at fair value		
Mutual funds		14,277,683
U.S. Treasury securities		2,615,604
U.S. agency securities		453,879
Corporate bonds		2,512,901
Money market mutual funds		358,159
Receivables (net, where applicable, of allowances for uncollectibles)		
Accrued interest		28,368
Due from Village		3,103
Prepays		26,922
		<hr/>
Total assets		20,291,577

LIABILITIES

Accounts payable		2,320
		<hr/>

**NET POSITION RESTRICTED
FOR PENSIONS**

\$ 20,289,257

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
POLICE PENSION TRUST FUND**

For the Year Ended April 30, 2021

ADDITIONS

Contributions	
Employer contributions	\$ 1,813,835
Employee contributions	209,393
	<hr/>
Total contributions	2,023,228
Investment income	
Interest and dividend income	394,891
Net increase in fair value of investments	4,213,866
	<hr/>
Total investment income	4,608,757
Less investment expense	(106,016)
	<hr/>
Net investment income	4,502,741
	<hr/>
Total additions	6,525,969

DEDUCTIONS

Benefit payments	1,917,950
Administrative expenses	37,783
	<hr/>
Total deductions	1,955,733

NET INCREASE 4,570,236

**NET POSITION RESTRICTED
FOR PENSIONS**

May 1	<hr/> 15,719,021
April 30	<hr/> <hr/> \$ 20,289,257

See accompanying notes to financial statements.

VILLAGE OF ITASCA, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Itasca, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applicable to governments (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

a. Reporting Entity

The Village operates under a Board of Trustees-President-Administrator form of government and provides the following services as authorized by its charter: public safety (police), highways and streets, water and sanitation, culture-recreation, public improvements, planning and zoning, and general administrative services. As required by GAAP, these financial statements present the Village (the primary government). The Police Pension Fund has been included as a fiduciary component unit reported as a Pension Trust Fund. The Police Pension Fund functions for the benefit of the Village's sworn police employees and is governed by a five-member pension board. Two members appointed by the Mayor, the Village Treasurer and two elected police officers constitute the pension board. The Village and the Police Pension Fund participants are obligated to fund all the Police Pension Fund costs based upon actuarial valuations, including administrative costs. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of the contribution levels. Accordingly, the Police Pension Fund is fiscally dependent on the Village. Separate financial statements are available for the Police Pension Fund.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain Village functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary, and fiduciary.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Governmental funds are used to account for all or most of the Village's general activities. Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The General Fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the Village (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments. The Village utilizes pension trust funds which are generally used to account for assets that the Village holds in a fiduciary capacity.

c. Government-Wide and Fund Financial Statements

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

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

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

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

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays.

The Village reports the following major proprietary fund:

The Water and Sewer Fund accounts for the provision of potable water services and sewer services to the residential, commercial, and industrial users. All activities necessary to provide such services are accounted for in this fund, including but not limited to: administration, operations, maintenance, billing, and collection.

The Village reports the following fiduciary component unit:

The Police Pension Fund accounts for the accumulation of resources to pay police pension costs. Resources are contributed by members at rates fixed by state statutes and by the government through an annual property tax levy.

d. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and pension fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Non-operating revenue/expenses are incidental to the operations of these funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunications taxes which use a 90-day period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Sales taxes owed to the state at year end; franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the Village are also recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

The Village reports unearned and unavailable/deferred revenue on its financial statements. Unavailable/deferred revenues arise when potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenues arise when resources are received by the government before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for unearned revenue and the deferred inflows of resources for unavailable/deferred revenue is removed from the financial statements and revenue is recognized.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village's proprietary funds consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Short-term investments are stated at cost or amortized cost plus accrued interest. Long-term investments (those with original maturities greater than one year from the date of purchase) are recorded at fair value.

The Village categorizes the fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

f. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

g. Inventories

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

h. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report, if any, are recorded as prepaid items/expenses.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as having a useful life greater than one year with an initial, individual cost of more than \$75,000 for streets, bridges, and storm sewers, \$15,000 for sidewalks, \$2,500 for lights, and \$1,500 for all other capital assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	10-50
Machinery, vehicles, and equipment	7-10
Transportation equipment	10
Infrastructure	20-50
Water and sewer system	40

j. Compensated Absences

The Village's employees earn vacation leave pay, which generally must be taken within the next year following its accumulation. Nine paid holidays are granted to full-time employees. Employees also earn personal leave pay, which must be taken in the calendar year granted. It is also the Village's policy to allow employees to earn sick leave up to a maximum of 72 days. An employee may be compensated for any unused accumulated sick leave upon separation, provided that the employee meets certain criteria. All pay due in the event of termination is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured; for example, as a result of employee resignations and retirements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Long-Term Obligations

In the government-wide financial statements and proprietary fund in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, government funds recognize bond premiums and discounts 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 expenditures.

l. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. Committed fund balance is constrained by formal actions of the Village Board of Trustees, which is considered the Village's highest level of decision-making authority. Formal actions include ordinances approved by the Village Board of Trustees. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village Administrator. Any residual fund balance of the General Fund or any deficit fund balance in other governmental funds are reported as unassigned.

The Village has not adopted a flow of funds policy and, therefore, applies the flow of funds from GASB Statement No. 54, which prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned and then unassigned funds. For net position, restricted funds are spent first then unrestricted funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the Village's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Fund Balances/Net Position (Continued)

None of the restricted net position or restricted fund balance results from enabling legislation adopted by the Village.

m. Interfund Transactions

Interfund services are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

n. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

o. Use of Estimates

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

p. Postponement of Implementation of Certain Authoritative Guidance

In accordance with the provisions of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, the Village has delayed the implementation of GASB Statement No. 87, *Leases*, to April 30, 2023.

2. DEPOSITS AND INVESTMENTS

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services. The Village's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and yield.

The Village maintains a cash and investment pool that is available for use by most funds. The deposits and investments of the Police Pension Fund are held separately from those of other funds. Each fund's portion of this pool is displayed on the financial statements as "cash and investments."

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be return to it. The Village's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Village in the Village's name.

b. Investments

As of April 30, 2021, the Village has the following investments and maturities in debt securities:

Investment Type	Fair Value	Investment Maturities (in Years)	
		Less than 1	1-5
Illinois Metropolitan Investment Trust	\$ 1,563,042	\$ -	\$ 1,563,042
Negotiable CDs	995,400	995,400	-
TOTAL	\$ 2,558,442	\$ 995,400	\$ 1,563,042

c. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the market value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

d. Fair Value Measurements

The Village has the following recurring fair value measurements as of April 30, 2021. The negotiable certificates of deposit are valued using quoted matrix pricing models (Level 2 inputs). The IMET 1 to 3 Year Fund, a mutual fund, is measured based on the net asset value of the shares in IMET, which is based on the fair value of the underlying investments in the mutual fund (Level 3 input).

e. Credit Risk

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity: The Village primarily invests in negotiable certificates of deposit and external investment pools. The Illinois Funds, the money market mutual funds, and the Illinois Metropolitan Investment Fund are all rated AAA. The negotiable certificates of deposit are not rated but are covered by FDIC insurance up to \$250,000.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

f. Custodial Credit Risk

For an investment, custodial credit risk 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 investment policy requires third party safekeeping based on a written agreement.

g. Concentration of Credit Risk

Concentration of credit risk is the risk that the Village has a high percentage of their investments invested in one type of investment. It is the policy of the Village to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in over-concentration in a security, maturity, issuer, or class of securities. The Village's investment policy requires the Village to diversify its investments by security instrument and institution. Diversification by security instrument is as follows: U.S. Treasury obligations - 100% maximum; United States Government agency securities and instrumentalities of government sponsored corporations - 100% maximum; certificates of deposit (CDs) commercial banks - 33% maximum, the exception would be when the CDs are being invested using the Certificate of Deposit Account Registry Service (CDARS) or similar system; Illinois Governmental Cash Investment Fund - 20% maximum; and Illinois Metropolitan Investment Fund - 15%. Diversification by institution is as follows: CDs - no more than 15% of the total portfolio with any one institution.

3. RECEIVABLES

a. Property Taxes

Property taxes for 2020 attached as an enforceable lien on January 1, 2020 on property values assessed as of the same date and are recorded as receivables and unavailable revenue at April 30, 2021. The levy is intended to finance operations of the next fiscal year. Taxes are levied by December 2020 (by passage of a Tax Levy Ordinance). Tax bills are prepared by DuPage County payable in two installments, on or about June 1 and September 1, 2021. The County collects such taxes and remits them periodically. The 2021 tax levy, which attached as an enforceable lien on property as of January 1, 2021, has not been recorded as a receivable as of April 30, 2021 as the tax has not yet been levied by the Village and will not be levied until December 2021 and, therefore, the levy is not measurable at April 30, 2021.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLES (Continued)

b. Other Receivables

Other receivables consist of the following receivables at April 30, 2021:

GOVERNMENTAL ACTIVITIES	
Other miscellaneous receivables	\$ 80,609
Hotel tax	28,585
Food and beverage tax	12,350
Utility tax	96,080
Telecommunication tax	142,890
Use tax	77,377
Cable TV franchise fee	44,887
Motor fuel tax	28,492
	<hr/>
TOTAL GOVERNMENTAL ACTIVITIES	\$ 511,270

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2021 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
	<hr/>			<hr/>
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 40,473,800	\$ -	\$ -	\$ 40,473,800
Construction in progress	-	588,237	-	588,237
Total capital assets not being depreciated	<hr/> 40,473,800	588,237	-	<hr/> 41,062,037
Capital assets being depreciated				
Buildings and improvements	19,197,501	57,537	-	19,255,038
Machinery and equipment	1,773,000	34,504	-	1,807,504
Transportation equipment	2,137,699	-	-	2,137,699
Infrastructure	111,350,642	-	-	111,350,642
Total capital assets being depreciated	<hr/> 134,458,842	92,041	-	<hr/> 134,550,883
Less accumulated depreciation for				
Buildings and improvements	7,431,045	275,517	-	7,706,562
Machinery, vehicles, and equipment	1,012,866	109,070	-	1,121,936
Transportation equipment	1,738,620	121,433	-	1,860,053
Infrastructure	88,799,894	1,470,895	-	90,270,789
Total accumulated depreciation	<hr/> 98,982,425	1,976,915	-	<hr/> 100,959,340
Total capital assets being depreciated, net	<hr/> 35,476,417	(1,884,874)	-	<hr/> 33,591,543
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<hr/> \$ 75,950,217	\$ (1,296,637)	\$ -	<hr/> \$ 74,653,580

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land and improvements	\$ 1,335,645	\$ -	\$ -	\$ 1,335,645
Construction in progress	501,793	83,891	585,684	-
Total capital assets not being depreciated	<u>1,837,438</u>	<u>83,891</u>	<u>585,684</u>	<u>1,335,645</u>
Capital assets being depreciated				
Buildings and improvements	500,167	115,073	-	615,240
Equipment	2,408,440	65,506	-	2,473,946
Water and sewer system	73,985,852	785,380	-	74,771,232
Total capital assets being depreciated	<u>76,894,459</u>	<u>965,959</u>	<u>-</u>	<u>77,860,418</u>
Less accumulated depreciation for				
Buildings and improvements	500,167	1,324	-	501,491
Equipment	1,691,964	107,441	-	1,799,405
Water and sewer system	29,960,642	1,628,998	-	31,589,640
Total accumulated depreciation	<u>32,152,773</u>	<u>1,737,763</u>	<u>-</u>	<u>33,890,536</u>
Total capital assets being depreciated, net	<u>44,741,686</u>	<u>(771,804)</u>	<u>-</u>	<u>43,969,882</u>
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 46,579,124</u>	<u>\$ (687,913)</u>	<u>\$ 585,684</u>	<u>\$ 45,305,527</u>

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 169,496
Public safety	116,913
Community development	5,968
Public works	<u>1,684,538</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u><u>\$ 1,976,915</u></u>

5. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In addition, general obligation bonds have been issued to refund both general obligation bonds and revenue bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the government. The Village also issued bonds where the government pledges income derived from the special service areas to pay debt service.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

A summary of changes in long-term debt reported in the governmental activities of the Village for the year ended April 30, 2021 is as follows:

Governmental Activities

Issue	Interest Rate	Final Maturity Date	Beginning Balances	Additions	Retirements	Ending Balances	Due Within One Year
General fund refunding debt certificates							
Series 2010	2.00% to 4.00%	12/1/2022	\$ 1,920,000	\$ -	\$ 615,000	\$ 1,305,000	\$ 640,000
Plus amortized premium Series 2010			100,229	-	33,409	66,820	-
Special service area bonds							
Series 2014	4.50%	12/15/2033	2,610,000	-	140,000	2,470,000	145,000
Series 2006	4.50%	12/15/2021	160,000	-	80,000	80,000	80,000
Compensated absences payable							
			551,419	-	69,021	482,398	48,240
Total OPEB liability							
			2,502,143	-	575,061	1,927,082	150,450
Net pension liability - IMRF*							
			676,216	-	676,216	-	-
Police Pension							
			25,044,753	-	2,912,100	22,132,653	-
TOTAL GOVERNMENTAL ACTIVITIES							
			\$ 33,564,760	\$ -	\$ 5,100,807	\$ 28,463,953	\$ 1,063,690

Business-Type Activities

Issue	Beginning Balances	Additions	Retirements	Ending Balances	Due Within One Year
General obligation bonds -					
Series 2009A	\$ 21,410,000	\$ -	\$ 440,000	\$ 20,970,000	\$ 470,000
IEPA loans					
EPA loan I	9,000,000	-	750,000	8,250,000	750,000
EPA loan II	6,245,710	-	258,558	5,987,152	289,922
Unamortized bond premium	52,613	-	2,769	49,844	-
Compensated absences payable	127,469	131,631	127,469	131,631	13,163
Net pension liability - IMRF*	739,796	-	739,796	-	-
Total OPEB liability	56,286	443,382	-	499,668	39,010
TOTAL BUSINESS-TYPE ACTIVITIES					
	\$ 37,631,874	\$ 575,013	\$ 2,318,592	\$ 35,888,295	\$ 1,562,095

*The net pension liability - IMRF is now reported as a net pension asset as of April 30, 2021.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

b. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year	Refunding Certificates		SSA Bonds	
	Principal	Interest	Principal	Interest
2022	\$ 640,000	\$ 52,200	\$ 225,000	\$ 115,230
2023	665,000	26,600	150,000	104,625
2024	-	-	155,000	97,875
2025	-	-	165,000	90,900
2026	-	-	170,000	83,475
2027	-	-	180,000	75,825
2028	-	-	185,000	67,725
2029	-	-	195,000	59,400
2030	-	-	205,000	50,625
2031	-	-	215,000	41,400
2032	-	-	225,000	31,725
2033	-	-	235,000	21,600
2034	-	-	245,000	11,025
TOTAL	\$ 1,305,000	\$ 78,800	\$ 2,550,000	\$ 851,430

Fiscal Year	Business-Type Activities			
	General Obligation Bonds		IEPA Loan	
	Principal	Interest	Principal	Interest
2022	\$ 470,000	\$ 1,268,910	\$ 1,039,922	\$ 78,720
2023	490,000	1,243,766	1,043,762	74,840
2024	520,000	1,217,060	1,047,653	70,949
2025	550,000	1,188,460	1,051,594	67,008
2026	580,000	1,158,210	1,055,589	63,013
2027	610,000	1,124,570	1,059,635	58,966
2028	640,000	1,089,190	1,063,736	54,866
2029	680,000	1,052,070	1,067,891	50,710
2030	720,000	1,012,630	1,072,101	46,500
2031	760,000	968,710	1,076,367	42,234
2032	1,190,000	922,350	1,080,689	37,912
2033	1,630,000	849,760	335,068	33,532
2034	1,730,000	750,330	339,506	29,095
2035	1,840,000	644,800	344,002	24,599
2036	1,950,000	530,720	348,558	20,043
2037	2,070,000	409,820	353,174	15,427
2038	2,200,000	281,480	357,851	10,749
2039	2,340,000	145,080	362,591	6,011
2040	-	-	137,463	1,209
TOTAL	\$ 20,970,000	\$ 15,857,916	\$ 14,237,152	\$ 786,383

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. INDIVIDUAL FUND DISCLOSURES

a. As of April 30, 2021, the General Fund had an amount due to the Police Pension Fund of \$3,103. This amount was paid after year end.

b. Transfers In/Out

Individual interfund transfers during the fiscal year ended April 30, 2021 were as follows:

	Transfers In	Transfers Out
General	\$ 96,525	\$ -
Capital Projects	200,266	-
Nonmajor Funds	-	296,791
TOTAL	\$ 296,791	\$ 296,791

The transfer from the Hotel Tax Fund were both to transfer excess funds.

7. CONTINGENT LIABILITIES

a. Litigation

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

b. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. 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.

8. COMMITMENTS

a. DuPage Water Commission

The Village is a customer of the DuPage Water Commission (the Commission) and has executed a Water Supply Contract with the Commission for a term ending in the year 2024. The contract provides that the Village pay its proportionate share of “fixed costs” (debt service and capital costs) to the Commission, such obligation being unconditional and irrevocable whether or not water is delivered.

The Village’s water supply agreement with the Commission provides that the Village is responsible for water usage under the contract. Additionally, each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

9. RISK MANAGEMENT

The Village is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health; injuries to employees; and net income losses. The Village purchases private insurance for its workers’ compensation and liability coverages.

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

IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into the subsequent years experience factor for premiums.

IPBC receives, processes, and pays such claims as may come within the benefit program of each member. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers: A Benefit Administrator and a Treasurer. The Village does not exercise any control over the activities of IPBC beyond its representation on the Board of Directors.

10. TAX ABATEMENTS

The Village rebates sales taxes to recruit, retain, or improve local business facilities or their supporting public infrastructure under certain circumstances. The terms of these rebate arrangements are specified within written agreements with the businesses concerned.

The Village has an agreement with a local retailer based upon sales tax revenue generated and paid by this retailer during the calendar year. The Village will remit 40% of sales tax revenue in excess of \$376,373 paid by this retailer. The agreement expires on March 26, 2034 or when total payments to the retailer are \$1,000,000. As of and for the year ended April 30, 2021, a liability of \$177,739 has been accrued and payments of \$0 were made. As of April 30, 2021, the Village has incurred total incentives of \$848,158.

11. DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; and the Police Pension Plan, which is a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for both plans are governed by ILCS and can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at www.IMRF.org. The Police Pension Plan also issues a separate report which is available on the Village's website at www.itasca.com/1913/Annual-Financial-Reports.

a. Plan Descriptions

Illinois Municipal Retirement Fund

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. The plan is treated as a cost sharing plan by the Village and Itasca Community Library (the Library). 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.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Plan Membership

At December 31, 2020, most recent information available, IMRF membership consisted of:

Inactive plan members currently receiving benefits	79
Inactive plan members entitled to but not yet receiving benefits	54
Active plan members	<u>49</u>
TOTAL	<u><u>182</u></u>

The IMRF data included in the table above includes membership of both the Village and the Library.

Benefits Provided

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. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all are established by state statute.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended April 30, 2021 was 13.24% of covered payroll.

Actuarial Assumptions

The Village's net pension liability was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2020
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Interest rate	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Fair value

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

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate

The discount rate used to measure the IMRF total pension liability was 7.25%. 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 the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected 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.

Changes in the Net Pension Liability (Asset)

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2020	\$ 27,177,345	\$ 25,412,042	\$ 1,765,303
Changes for the period			
Service cost	326,509	-	326,509
Interest	1,936,068	-	1,936,068
Difference between expected and actual experience	41,877	-	41,877
Changes in assumptions	(238,612)	-	(238,612)
Employer contributions	-	427,202	(427,202)
Employee contributions	-	154,494	(154,494)
Net investment income	-	3,553,840	(3,553,840)
Benefit payments and refunds	(1,272,422)	(1,272,422)	-
Other (net transfer)	-	(15,251)	15,251
Net changes	793,420	2,847,863	(2,054,443)
BALANCES AT DECEMBER 31, 2020	\$ 27,970,765	\$ 28,259,905	\$ (289,140)

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability (Continued)

The table presented includes amounts for both the Village and the Library. The Village's proportionate share of the net pension liability at January 1, 2020, the employer contributions, and net pension asset at December 31, 2020 was \$1,416,012, \$342,659, and \$(231,919), respectively. The Library's proportionate share of the net pension liability at January 1, 2020, the employer contributions, and net pension asset at December 31, 2020 was \$349,291, \$84,543, and \$(57,221), respectively.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2021, the Village recognized pension expense of \$(290,364).

At April 30, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 57,700	\$ 47,240
Changes in assumption	62,264	153,174
Contributions made after measurement date	150,583	-
Net difference between projected and actual earnings on pension plan investments	-	2,162,011
TOTAL	<u><u>\$ 270,547</u></u>	<u><u>\$ 2,362,425</u></u>

The deferred outflows presented in the table above include amounts for both the Village and the Library. The Village's proportionate share of the deferred outflows and deferred inflows of resources at April 30, 2021 were \$217,006 and \$1,894,901, respectively. The Library's proportionate share of the deferred outflows and deferred inflows of resources at April 30, 2021 were \$53,541 and \$467,524, respectively.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

The \$150,583 contributed after the measurement date of the plan will be recognized as a reduction of net pension liability for the fiscal year ended April 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized as pension expense by the Village as follows:

Year Ending April 30,	
2022	\$ (720,599)
2023	(323,889)
2024	(850,562)
2025	(347,411)
2026	-
Thereafter	-
TOTAL	\$ (2,242,461)

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 and the Library calculated using the discount rate of 7.25% as well as what the Village and the Library's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset) (Village)	\$ 2,469,539	\$ (231,919)	\$ (2,360,270)
Net pension liability (asset) (Library)	609,303	(57,221)	(582,343)
Net pension liability (asset) (Total)	<u>\$ 3,078,842</u>	<u>\$ (289,140)</u>	<u>\$ (2,942,613)</u>

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan

Plan Administration

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and 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 plan as a pension trust fund.

The plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the Village's Mayor, one member is elected by pension beneficiaries, and two members are elected by active police employees.

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.

Plan Membership

At April 30, 2021, membership consisted of:

Inactive plan members currently receiving benefits	27
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>21</u>
 TOTAL	 <u><u>48</u></u>

Benefits Provided

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half 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 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Benefits Provided (Continued)

years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension, and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the greater of the average monthly salary obtaining by dividing the total salary during the 48 consecutive months of service within the last of 60 months in which the total salary was the highest by the number of months in that period; or the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period.. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% 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% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions

Employees are required by ILCS 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, including the costs of administering the plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. However, the Village has been contributing 100% of the past service costs by 2040. For the year ended April 30, 2021, the Village's contribution was 85.08% of covered payroll.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Investment Policy

ILCS limits the Police Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund's investment policy authorizes the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment grade corporate bonds, and The Illinois Funds. The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds, corporate equity securities, and real estate investment trusts. The investment policy was not changed during the year.

The Fund's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
U.S. Cash	3.00%	0.75%
U.S. Fixed Income	32.00%	0.01%
U.S. Large Cap Equity	14.00%	4.80%
U.S. Mid Cap Equity	6.50%	5.30%
U.S. Small Cap Equity	4.50%	5.40%
International Developed Markets Equity	12.50%	7.30%
Emerging Markets Equity	8.50%	8.29%
Real Estate	10.00%	5.72%
Commodities	5.00%	3.61%
US Corp High Yield FI	4.00%	2.72%

ILCS limits 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.

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Investment Policy (Continued)

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation of 0.90%) were developed for each major assets 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 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, 2021 are listed in the table above.

Investment Valuations

All investments in the plan are stated at fair value and are recorded as of the trade-date. Fair value is based on quoted market prices at April 30 for debt securities, equity securities, and mutual funds and contract values for insurance contracts.

Investment Concentrations

There are no significant investments (other than United States Government guaranteed obligations) in any one organization that represent 5% or more of the Fund's investments.

Investment Rate of Return

For the year ended April 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 27.68%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policy does not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Fund's deposits with financial institutions.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Interest Rate Risk

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. agency securities	\$ 453,879	\$ -	\$ -	\$ 21,675	\$ 432,204
U.S. Treasury securities	2,615,604	55,553	1,405,433	711,442	443,176
Corporate bonds	2,512,901	61,219	528,431	1,229,153	694,098
TOTAL	\$ 5,582,384	\$ 116,772	\$ 1,933,864	\$ 1,962,270	\$ 1,569,478

Interest rate risk is the risk that change in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the Fund.

Fair Value Measurements

The Fund has the following recurring fair value measurements as of April 30, 2021: the mutual funds and corporate equity securities are valued using quoted prices in active markets for identical assets (Level 1 inputs). The U.S. Treasury obligations, U.S. agency obligations, and corporate bonds are valued using quoted prices of similar securities (Level 2 inputs).

Credit Risk

The Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government and investment grade corporate bonds rated by one of the two largest rating agencies. The U.S. agency obligations and corporate bonds are rated AA+ and BBB- to AA+, respectively, by Standard and Poor's.

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Fund requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis (DVP) with the underlying investment held in a third party custodial account. The money market mutual funds and equity mutual funds are not subject to custodial credit risk.

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2021
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.50% to 11.00%
Interest rate	6.50%
Cost of living adjustments	3.00% (Tier 1) 1.25% (Tier 2)
Asset valuation method	Fair value

Mortality rates were based on the PubS-2010 mortality projected five years past the valuation date with Scale MP-2020. The actuarial assumptions used in the April 30, 2021 valuation were based on the results of a 2017 actuarial experience study conducted by the Illinois Department of Insurance.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.50% (6.50% prior year). The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between 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 projected future benefit payments of current plan members.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 6.50% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net pension liability	\$ 28,246,097	\$ 22,132,653	\$ 17,150,131

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2020	\$ 40,763,774	\$ 15,719,021	\$ 25,044,753
Changes for the period			
Service cost	528,569	-	528,569
Interest	2,621,669	-	2,621,669
Difference between expected and actual experience	425,848	-	425,848
Changes of assumptions	-	-	-
Changes of benefit terms	-	-	-
Employer contributions	-	1,813,835	(1,813,835)
Employee contributions	-	209,393	(209,393)
Buy back contributions	-	-	-
Net investment income	-	4,502,741	(4,502,741)
Benefit payments and refunds	(1,917,950)	(1,917,950)	-
Administrative expense	-	(37,783)	37,783
Net changes	1,658,136	4,570,236	(2,912,100)
BALANCES AT APRIL 30, 2021	\$ 42,421,910	\$ 20,289,257	\$ 22,132,653

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2021, the Village recognized police pension expense of \$2,419,676. At April 30, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to the Fund from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 853,946	\$ -
Changes in assumption	2,596,443	-
Net difference between projected and actual earnings on pension plan investments	-	1,724,554
TOTAL	\$ 3,450,389	\$ 1,724,554

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

Year Ending April 30,	
2022	\$ 822,007
2023	721,729
2024	626,582
2025	(515,458)
2026	70,975
Thereafter	-
TOTAL	\$ 1,725,835

12. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's governmental and business-type activities.

b. Benefits Provided

The Village provides postemployment health care benefits to its retirees and certain disabled employees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans or meet COBRA requirements. All health care benefits are provided through the Village's insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; vision care; dental care; and prescriptions. Once reaching Medicare age, retirees are covered by a Medicare supplement plan as opposed to the Village's active employee health plan. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the Village is required to pay 100% of the cost of basic health insurance for the employee and their dependents until they are Medicare eligible. All retirees contribute 100% of the actuarially determined premium to the plan to cover the cost of providing the benefits to the current members via the insured plan (pay-as-you-go) which results in an implicit subsidy to the Village.

c. Membership

At April 30, 2021 membership consisted of:

Retirees and beneficiaries currently receiving benefits	21
Terminated employees entitled to benefits by not yet receiving them	-
Active employees	<u>54</u>
TOTAL	<u><u>75</u></u>
Participating employers	<u><u>1</u></u>

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

d. Total OPEB Liability

The Village's total OPEB liability of \$2,426,750 was measured as of April 30, 2021, determined by an actuarial valuation as of May 1, 2020 and was rolled forward to April 30, 2021.

e. Actuarial Assumptions and Other Inputs

The total OPEB liability in the April 30, 2021 actuarial valuation was determined using the alternative measurement method using following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Entry-age normal
Actuarial value of assets	N/A
Inflation	3.00%
Salary increases	3.00%
Discount rate	1.83%
Healthcare cost trend rates	6.50% initial 4.50% ultimate
Retirees share of benefit-related costs	100% regular plan

The discount rate was based on the index rate for tax exempt general obligation municipal bonds rated AA or better at April 30, 2021. The discount rate at April 30, 2020 was 2.56%.

IMRF mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2016 Improvement Rates. Police mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2016 Improvement Rates. Spousal mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study. These rates are improved generationally using MP-2016 Improvement Rates. Disabled mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study for Disabled Pensioners. These rates are improved generationally using MP-2016 Improvement Rates.

VILLAGE OF ITASCA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

g. Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the Village calculated using the healthcare rate of 6.50% to 4.50% as well as what the Village's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (5.50% to 3.50%) or 1 percentage point higher (7.50% to 5.50%) than the current rate:

	1% Decrease (5.50% to 3.50%)	Current Healthcare Rate (6.50% to 4.50%)	1% Increase (7.50% to 5.50%)
Total OPEB liability	\$ 2,246,936	\$ 2,426,750	\$ 2,633,214

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

For the year ended April 30, 2021, the Village recognized OPEB expense of \$57,782. At April 30, 2021, the Village did not report deferred outflows of resources or deferred inflows of resources related to OPEB.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF ITASCA, ILLINOIS

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

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 2,267,111	\$ 2,494,106
Licenses	115,450	111,540
Building and other permits	1,061,700	1,029,894
Intergovernmental		
Sales	2,340,447	2,762,388
Less incentives	(200,000)	(144,296)
State income	721,101	991,499
Replacement	100,926	109,171
Local use	273,699	386,267
Telecommunications	733,645	644,977
Utility tax	1,325,796	1,260,114
Food and beverage tax	239,339	142,829
Grants	17,829	549,107
Parking and other fees	145,800	86,769
Police fines and other receipts	193,450	163,417
Investment income	74,930	95,173
Miscellaneous	581,416	496,417
	<hr/>	<hr/>
Total revenues	9,992,639	11,179,372
	<hr/>	<hr/>
EXPENDITURES		
Current		
General government		
Administrative	2,180,461	2,499,937
Nature center	166,308	99,617
Public safety	6,237,028	5,944,953
Community development	1,342,464	1,335,861
Public works	1,723,534	1,680,853
Debt service		
Principal	615,000	615,000
Interest and fiscal agent fees	77,600	78,405
	<hr/>	<hr/>
Total expenditures	12,342,395	12,254,626
	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,349,756)	(1,075,254)
	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)		
Transfers in	166,308	96,525
	<hr/>	<hr/>
Total other financing sources (uses)	166,308	96,525
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ (2,183,448)</u>	(978,729)
FUND BALANCE, MAY 1		<hr/> 8,339,468
FUND BALANCE, APRIL 30		<hr/> <u>\$ 7,360,739</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2021

LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

The Village Board of Trustees passes and approves an annual appropriation ordinance and an operating budget. The operating budget proposes expenditures and a means to finance them. The appropriations ordinance determines the legal level at which expenditures/expenses may not exceed appropriations. The legal level of control is administered at the fund level. All appropriations lapse at year end.

The following procedures have been established in approving the budget and passing the appropriation ordinance:

- a. A proposed budget is prepared by the Village President and Village Administrator and is reviewed by the Village Board of Trustees. Public meetings are held to obtain citizen comment.
- b. The proposed budget is approved by motion of the Village Board of Trustees.
- c. An annual appropriation ordinance with the same level of revenues and expenditures is prepared based upon the approved budget. A public hearing is held to obtain citizen comment.
- d. The appropriation ordinance is passed and approved by the Village Board of Trustees.
- e. The Village Board of Trustees may modify the appropriation ordinance through a supplemental appropriation ordinance. There were no supplemental appropriation ordinances during the year.

The approved budget is reflected in these schedules to provide a more meaningful comparison of planned to actual operations. The budget is adopted for the General, Special Revenue, Debt Service, Capital Projects, and Enterprise Funds. The General Obligation 2008 was not budgeted.

EXPENDITURES OVER BUDGET OF INDIVIDUAL FUNDS

Expenditures may not legally exceed budgeted appropriations at the fund level. The Hamilton Lakes Special Service Area Debt Service Fund had expenditures of \$257,985 with a budget of \$254,835.

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Six Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 365,966	\$ 349,848	\$ 376,298	\$ 340,546	\$ 297,843	\$ 358,871
Contributions in relation to the actuarially determined contribution	365,966	349,848	376,298	340,546	297,843	358,871
CONTRIBUTION DEFICIENCY (Excess)	\$ -					
Covered payroll	\$ 3,106,255	\$ 2,913,041	\$ 3,096,736	\$ 2,818,935	\$ 2,645,757	\$ 2,709,658
Contributions as a percentage of covered payroll	11.78%	12.01%	12.15%	12.08%	11.26%	13.24%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 23 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 3.35% to 14.25% compounded annually, and inflation of 2.50%.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF THE VILLAGE'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Six Calendar Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019	2020
Employer's proportion of net pension liability	83.39%	82.72%	83.20%	83.20%	80.21%	80.21%
Employer's proportionate share of net pension liability (asset)	\$ 2,624,791	\$ 2,872,854	\$ 663,736	\$ 3,272,708	\$ 1,416,012	\$ (231,919)
Employer's covered payroll	2,988,468	2,921,014	2,923,088	2,848,140	2,723,425	2,679,866
Employer's proportionate share of the net pension liability as a percentage of its covered payroll	87.83%	98.35%	22.71%	114.91%	51.99%	(8.65%)
Plan fiduciary net position as a percentage of the total pension liability	86.14%	85.70%	96.67%	84.96%	93.50%	101.03%

Notes to Required Supplementary Information

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

Last Ten Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 621,324	\$ 537,359	\$ 576,591	\$ 676,543	\$ 694,619	\$ 906,688	\$ 1,131,221	\$ 1,188,065	\$ 1,630,283	\$ 1,815,820
Contributions in relation to the actuarially determined contribution	596,937	545,817	578,545	677,725	704,812	925,806	1,168,415	1,220,168	1,617,305	1,813,835
CONTRIBUTION DEFICIENCY (Excess)	\$ 24,387	\$ (8,458)	\$ (1,954)	\$ (1,182)	\$ (10,193)	\$ (19,118)	\$ (37,194)	\$ (32,103)	\$ 12,978	\$ 1,985
Covered payroll	\$ 1,877,990	\$ 1,998,734	\$ 1,991,755	\$ 2,148,640	\$ 1,977,927	\$ 1,869,508	\$ 2,021,561	\$ 2,132,165	\$ 2,097,039	\$ 2,131,862
Contributions as a percentage of covered payroll	31.79%	27.31%	29.05%	31.54%	35.63%	49.52%	57.80%	57.23%	77.12%	85.08%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 19 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 6.50% annually, projected salary increases assumption of 5.10% compounded annually, and postretirement benefit increases of 3% compounded annually.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND

Last Seven Fiscal Years

MEASUREMENT DATE APRIL 30,	2015	2016	2017	2018	2019	2020	2021
TOTAL PENSION LIABILITY							
Service cost	\$ 360,963	\$ 409,850	\$ 397,093	\$ 386,940	\$ 409,935	\$ 534,501	\$ 528,569
Interest	1,739,122	2,074,655	2,358,281	2,311,466	2,404,613	2,492,055	2,621,669
Changes of benefit terms	-	-	-	-	-	165,740	-
Differences between expected and actual experience	814,832	316,067	(1,824,410)	132,389	70,553	655,973	425,848
Changes of assumptions*	1,724,772	1,935,023	-	-	5,192,883	-	-
Benefit payments, including refunds of member contributions	(1,041,152)	(1,256,271)	(1,495,834)	(1,585,898)	(1,650,229)	(1,778,605)	(1,917,950)
Net change in total pension liability	3,598,537	3,479,324	(564,870)	1,244,897	6,427,755	2,069,664	1,658,136
Total pension liability - beginning	24,508,467	28,107,004	31,586,328	31,021,458	32,266,355	38,694,110	40,763,774
TOTAL PENSION LIABILITY - ENDING	\$ 28,107,004	\$ 31,586,328	\$ 31,021,458	\$ 32,266,355	\$ 38,694,110	\$ 40,763,774	\$ 42,421,910
PLAN FIDUCIARY NET POSITION							
Contributions - employer	\$ 677,725	\$ 704,812	\$ 925,806	\$ 1,168,415	\$ 1,220,168	\$ 1,617,305	\$ 1,813,835
Contributions - member	215,723	219,289	199,897	196,565	207,939	207,795	209,393
Net investment income	759,851	(410,736)	1,035,795	758,725	689,505	(284,242)	4,502,741
Benefit payments, including refunds of member contributions	(1,041,152)	(1,256,271)	(1,495,834)	(1,585,898)	(1,650,229)	(1,778,605)	(1,917,950)
Administrative expense	(25,762)	(45,250)	(41,300)	(43,576)	(37,014)	(36,819)	(37,783)
Net change in plan fiduciary net position	586,385	(788,156)	624,364	494,231	430,369	(274,566)	4,570,236
Plan fiduciary net position - beginning	14,646,394	15,232,779	14,444,623	15,068,987	15,563,218	15,993,587	15,719,021
PLAN FIDUCIARY NET POSITION - ENDING	\$ 15,232,779	\$ 14,444,623	\$ 15,068,987	\$ 15,563,218	\$ 15,993,587	\$ 15,719,021	\$ 20,289,257
EMPLOYER'S NET PENSION LIABILITY	\$ 12,874,225	\$ 17,141,705	\$ 15,952,471	\$ 16,703,137	\$ 22,700,523	\$ 25,044,753	\$ 22,132,653

MEASUREMENT DATE APRIL 30,	2015	2016	2017	2018	2019	2020	2021
Plan fiduciary net position as a percentage of the total pension liability	54.20%	45.70%	48.60%	48.20%	41.30%	38.60%	47.80%
Covered payroll	\$ 2,148,640	\$ 1,977,927	\$ 1,869,508	\$ 2,021,561	\$ 2,132,165	\$ 2,097,039	\$ 2,131,862
Employer's net pension liability as a percentage of covered payroll	599.20%	866.70%	853.30%	826.20%	1,064.70%	1,194.30%	1,038.20%

Notes to Required Supplementary Information

*There was a change in assumptions in 2015 and 2016 to reflect revised mortality rates.

*There was a change in assumptions in 2019 to reflect the change in interest rate assumption from 7.55% to 6.50%.

*Change of benefit terms in 2020 was related to the use of actual spousal data and Tier II benefit changes.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND**

Last Seven Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2015	2016	2017	2018	2019	2020	2021
Annual money-weighted rate of return, net of investment expense	5.19%	(2.68%)	7.33%	5.00%	4.44%	(1.73%)	27.68%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Three Fiscal Years

MEASUREMENT DATE APRIL 30,	2019	2020	2021
TOTAL PENSION LIABILITY			
Service cost	\$ 31,867	\$ 34,067	\$ 60,130
Interest	90,617	85,953	63,071
Differences between expected and actual experience	-	-	(127,616)
Changes of benefit terms	-	-	-
Changes of assumptions	29,466	253,265	62,196
Benefit payments	(165,815)	(166,516)	(189,460)
Net change in total OPEB liability	(13,865)	206,769	(131,679)
Total OPEB liability - beginning	2,365,525	2,351,660	2,558,429
TOTAL OPEB LIABILITY - ENDING	\$ 2,351,660	\$ 2,558,429	\$ 2,426,750
Covered payroll	\$ 4,730,470	\$ 4,872,384	\$ 4,438,864
Employer's total OPEB liability as a percentage of covered payroll	49.70%	52.50%	54.70%

Notes to Required Supplementary Information

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

The change in assumptions in 2019 relate to the discount rate.

The change in assumptions in 2020 relate to the discount rate.

The change in assumptions in 2021 relate to the discount rate, inflation rate, and health care trend rates.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

(See independent auditor's report.)

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2021

	Budget	Actual
ADMINISTRATIVE		
Salaries/stipends		
President	\$ 12,600	\$ 17,792
Trustees	22,800	14,302
Administrator	74,919	84,209
Clerk	2,500	-
Clerical	242,307	365,231
Total salaries/stipends	355,126	481,534
Payroll taxes		
FICA	37,705	30,588
Unemployment tax	1,419	1,010
IMRF	46,231	53,167
Total payroll taxes	85,355	84,765
Employee benefits		
Group insurance	120,344	70,187
Uniforms	500	112
Total employee benefits	120,844	70,299
Operating		
Gas heating/electric	26,000	19,278
Telephone	15,002	31,831
Postage	5,000	726
Publication legal notices	5,000	6,251
Codification	5,000	350
Operating supplies - general	7,500	11,711
Conferences	9,750	399
Office supplies	8,000	6,475
Physical	1,020	580
Wellness	2,500	60
Employee recruitment	2,000	2,169
Training	12,700	3,869
Employee assistance program	2,100	1,833
Dues, subscriptions, and meetings	19,216	13,783
Rentals	10,848	1,386
Community relations	15,200	16,731
Safety program	14,326	174
Software	15,283	1,301
Hardware	50,350	33,657
Support agreements - IT	75,374	75,949
Miscellaneous	3,530	7,498
Haymarket	-	185,993
COVID 19	-	51,543
Total operating	305,699	473,547

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
ADMINISTRATIVE (Continued)		
Repairs and maintenance		
Building	\$ 35,550	\$ 59,334
Total repairs and maintenance	<u>35,550</u>	<u>59,334</u>
Professional services		
Legal and accounting	246,833	367,975
Payroll	12,800	16,568
Audit	27,003	19,843
Newsletter	16,000	12,794
Janitorial	62,312	77,607
Software	3,520	-
Consulting services	49,500	14,977
Other	17,000	6,592
Total professional services	<u>434,968</u>	<u>516,356</u>
Special services		
Village share - garbage	772,335	761,028
Total special services	<u>772,335</u>	<u>761,028</u>
Grants		
Seniors	8,000	-
Suburban O'Hare comm	25,000	10,000
Total grants	<u>33,000</u>	<u>10,000</u>
Insurance		
Liability	24,342	25,041
Workers' compensation	942	1,715
Total insurance	<u>25,284</u>	<u>26,756</u>
Capital expenditures		
Equipment	12,300	16,318
Total capital expenditures	<u>12,300</u>	<u>16,318</u>
Total administrative	<u>2,180,461</u>	<u>2,499,937</u>
NATURE CENTER		
Salaries/stipends		
General labor	86,650	56,400
Total salaries/stipends	<u>86,650</u>	<u>56,400</u>

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
NATURE CENTER (Continued)		
Payroll taxes		
Unemployment tax	\$ 160	\$ -
Total payroll taxes	<u>160</u>	<u>-</u>
Employee benefits		
Group insurance	6,325	1,233
Total employee benefits	<u>6,325</u>	<u>1,233</u>
Operating		
Gas heating	2,000	2,312
Telephone	5,000	1,989
Operating supplies - general	3,500	63
Office supplies	400	-
Rentals	100	-
Program supplies	5,750	2,122
Total operating	<u>16,750</u>	<u>6,486</u>
Repair and maintenance		
Structures	4,500	4,949
Total repairs and maintenance	<u>4,500</u>	<u>4,949</u>
Professional services		
Veterinary	800	3,900
Janitorial	8,440	8,440
Engineering	5,000	-
Graphics	2,000	-
Other services	33,000	14,989
Total professional services	<u>49,240</u>	<u>27,329</u>
Insurance		
Liability	1,623	2,068
Workers' compensation	1,060	1,152
Total insurance	<u>2,683</u>	<u>3,220</u>
Total nature center	<u>166,308</u>	<u>99,617</u>
Total general government	<u>2,346,769</u>	<u>2,599,554</u>

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2021

	Budget	Actual
PUBLIC SAFETY		
Salaries/stipends		
Police chief	\$ 154,292	\$ 151,131
Police officers	2,291,995	2,324,955
Clerk/dispatchers	175,452	143,024
Police overtime	224,433	141,214
Police court time	25,000	(116)
	2,871,172	2,760,208
Payroll taxes		
FICA	173,568	197,162
Unemployment tax	4,467	2,905
IMRF	13,698	11,087
	191,733	211,154
Employee benefits		
Group insurance	597,277	490,501
Uniforms	17,650	19,313
Pension contribution	1,815,820	1,810,731
	2,430,747	2,320,545
Operating		
Telephone	20,460	21,692
Postage	3,000	-
Operating supplies - general	3,980	5,069
Motor fuel and lubrication	37,000	25,163
Office supplies	10,000	7,878
Court, meetings, local, and miscellaneous	11,000	853
Dues, subscriptions, and meetings	13,545	9,747
Training	18,405	13,493
Employee physicals	1,000	148
Shooting expenditure	8,955	9,062
Evidence	3,500	2,983
D.A.R.E.	16,610	2,608
Crime prevention	7,210	2,233
DUI technology	800	962
Volunteer	5,250	-
Addison dispatch center	223,963	223,961
Safety program	3,220	6,221
Elder services	500	-
COVID 19	-	13,306
Other operating expenditures	2,250	11,046
	390,648	356,425

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2021

	Budget	Actual
PUBLIC SAFETY (Continued)		
Repairs and maintenance		
Vehicles	\$ 35,000	\$ 33,210
Hand-held equipment	3,100	678
Equipment	49,769	33,349
Building maintenance	39,000	14,382
Total repairs and maintenance	126,869	81,619
Professional services		
Prosecution cost	81,750	77,485
Police social services	16,840	16,340
Software	14,500	12,982
Police commission	10,000	2,420
Total professional services	123,090	109,227
Insurance		
Liability	40,570	42,791
Workers' compensation	52,968	57,196
Total insurance	93,538	99,987
Capital expenditures		
Equipment	9,231	5,788
Total capital expenditures	9,231	5,788
Total public safety	6,237,028	5,944,953
COMMUNITY DEVELOPMENT		
Salaries/stipends		
Building commissioner	108,313	-
Building inspector	26,773	31,351
Clerical	103,532	53,518
Total salaries/stipends	238,618	84,869
Payroll taxes		
FICA	24,269	19,410
Unemployment tax	1,349	533
IMRF	41,558	32,537
Total payroll taxes	67,176	52,480
Employee benefits		
Group insurance	64,897	29,230
Uniforms	500	28
Total employee benefits	65,397	29,258

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2021

	Budget	Actual
COMMUNITY DEVELOPMENT (Continued)		
Operating		
Telephone	\$ 14,500	\$ 11,805
Postage	2,000	-
Publication legal notices	800	875
Operating supplies - general	2,000	14,808
Motor fuel and lubrication	900	2,289
Travel	300	42
Conference	-	(125)
Dues and subscriptions	3,983	1,118
Office supplies	3,500	2,749
Training	8,400	641
Rentals	-	22
Meetings	2,000	-
Haymarket	200	100
COVID 19	-	31,463
Other	-	13,344
Total operating	<u>38,583</u>	<u>79,131</u>
Repairs and maintenance		
Vehicles	800	796
Buildings	8,500	784
Equipment	12,000	10,957
Total repairs and maintenance	<u>21,300</u>	<u>12,537</u>
Professional services		
Planner	76,688	200,101
Engineering	125,000	254,524
Inspections	361,761	246,063
GIS mapping	5,000	3,881
Consulting	45,000	21,280
Other professional services	200	50
Planning	30,000	-
Total professional services	<u>643,649</u>	<u>725,899</u>
Commissions		
Planning	10,000	14,342
Historical	3,600	249
Itasca youth	7,350	-
Economic development	221,500	312,922
Total commissions	<u>242,450</u>	<u>327,513</u>
Insurance		
Liability	12,982	10,804
Workers' compensation	12,309	13,370
Total insurance	<u>25,291</u>	<u>24,174</u>
Total community development	<u>1,342,464</u>	<u>1,335,861</u>

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2021

	Budget	Actual
PUBLIC WORKS		
Salaries/stipends		
Directors/supervisors	\$ 137,392	\$ 145,709
General labor	313,185	247,527
Clerical	22,742	24,604
Total salaries/stipends	473,319	417,840
Payroll taxes		
FICA	25,917	32,647
Unemployment tax	1,138	888
IMRF	44,381	56,337
Total payroll taxes	71,436	89,872
Employee benefits		
Group insurance	100,984	87,450
Uniforms	2,400	3,456
Total employee benefits	103,384	90,906
Operating		
Electricity	55,000	48,073
Gas heating	8,500	14,145
Telephone	10,000	15,654
Postage	400	24
Conferences	1,200	-
Operating supplies - general	6,500	6,412
Motor fuel and lubrication	25,000	17,793
Office supplies	3,000	2,142
Training	5,750	158
Dues, subscriptions, and meetings	1,550	812
Rentals	1,500	1,810
Employee physicals	1,200	2,573
Rubbish removal	6,000	7,705
Streets - bulk materials	15,000	20,393
COVID 19	-	13,866
Total operating	140,600	151,560
Repairs and maintenance		
Vehicles	38,000	40,606
Building	13,200	22,584
Equipment	36,000	19,163
Street lights	75,000	38,959
Parking lots	10,000	6,916
Storm sewers	52,500	47,090
Parkways and parks	25,000	17,866

(This schedule is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2021

	Budget	Actual
PUBLIC WORKS (Continued)		
Repairs and maintenance (Continued)		
Street signs	\$ 15,000	\$ 10,598
Sidewalks	-	15,586
Other repairs and maintenance	162,273	165,398
Total repairs and maintenance	<u>426,973</u>	<u>384,766</u>
Professional services		
Engineering	20,000	40,991
Landscape services	20,000	11,800
Total professional services	<u>40,000</u>	<u>52,791</u>
Special services		
Veterinary and animal control	4,500	809
Mosquito abatement	66,000	60,776
Snow removal	194,000	251,370
Lawn maintenance	21,500	15,190
Tree trimming	69,500	34,782
Tree planting	10,000	12,299
Traffic signals	45,000	51,801
Total special services	<u>410,500</u>	<u>427,027</u>
Insurance		
Liability	24,342	23,472
Workers' compensation	32,980	40,326
Total insurance	<u>57,322</u>	<u>63,798</u>
Capital expenditures		
Streets (not MFT)	-	2,293
Total capital expenditures	<u>-</u>	<u>2,293</u>
Total public works	<u>1,723,534</u>	<u>1,680,853</u>
DEBT SERVICE		
Principal	615,000	615,000
Interest and fiscal agents	77,600	78,405
Total debt service	<u>692,600</u>	<u>693,405</u>
TOTAL EXPENDITURES	<u>\$ 12,342,395</u>	<u>\$ 12,254,626</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Intergovernmental		
Sales tax	\$ 1,253,766	\$ 1,183,436
Grants	1,303,080	40,266
Investment income	1,000	624
Miscellaneous	60,000	18,750
	<hr/>	<hr/>
Total revenues	2,617,846	1,243,076
	<hr/>	<hr/>
EXPENDITURES		
Capital outlay	7,004,847	1,104,642
	<hr/>	<hr/>
Total expenditures	7,004,847	1,104,642
	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,387,001)	138,434
	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)		
Transfers in	1,093,000	200,266
	<hr/>	<hr/>
Total other financing sources (uses)	1,093,000	200,266
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ (3,294,001)</u>	338,700
FUND BALANCE, MAY 1		<hr/> 6,264,973
FUND BALANCE, APRIL 30		<hr/> <u>\$ 6,603,673</u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF ITASCA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2021

	Special Revenue		Debt Service	
	Motor Fuel Tax	Hotel Tax	General Obligation 2008	Spring Lake Special Service Area
ASSETS				
Cash and investments	\$ 1,450,420	\$ 2,001,019	\$ 6,407	\$ 95,662
Receivables				
Property taxes	-	-	-	84,924
Other	28,492	28,585	-	-
TOTAL ASSETS	\$ 1,478,912	\$ 2,029,604	\$ 6,407	\$ 180,586
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 3,688	\$ 18,431	\$ -	\$ -
Accrued payroll	-	4,459	-	-
Total liabilities	3,688	22,890	-	-
DEFERRED INFLOWS OF RESOURCES				
Property taxes	-	-	-	84,924
Total deferred inflows of resources	-	-	-	84,924
Total liabilities and deferred inflows of resources	3,688	22,890	-	84,924
FUND BALANCES				
Restricted				
Debt service	-	-	6,407	95,662
Highway and streets	1,475,224	-	-	-
Tourism	-	2,006,714	-	-
Special service areas	-	-	-	-
Total fund balances	1,475,224	2,006,714	6,407	95,662
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,478,912	\$ 2,029,604	\$ 6,407	\$ 180,586

Debt Service		Capital Projects				
Hamilton Lakes Special Service Area	Spring Lake Special Service Area	CMD Special Service Area	Hamilton Lakes Special Service Area	Old Thorndale Special Service Area	Total Nonmajor Governmental Funds	
\$ 270,349	\$ 557,396	\$ 28,509	\$ 2,134,426	\$ 395,719	\$ 6,939,907	
258,806	57,860	-	163,698	-	565,288	
-	-	-	-	-	57,077	
<u>\$ 529,155</u>	<u>\$ 615,256</u>	<u>\$ 28,509</u>	<u>\$ 2,298,124</u>	<u>\$ 395,719</u>	<u>\$ 7,562,272</u>	
\$ -	\$ -	\$ -	\$ 428	\$ -	\$ 22,547	
-	-	-	-	-	4,459	
-	-	-	428	-	27,006	
258,806	57,860	-	163,698	-	565,288	
258,806	57,860	-	163,698	-	565,288	
258,806	57,860	-	164,126	-	592,294	
270,349	-	-	-	-	372,418	
-	-	-	-	-	1,475,224	
-	-	-	-	-	2,006,714	
-	557,396	28,509	2,133,998	395,719	3,115,622	
270,349	557,396	28,509	2,133,998	395,719	6,969,978	
<u>\$ 529,155</u>	<u>\$ 615,256</u>	<u>\$ 28,509</u>	<u>\$ 2,298,124</u>	<u>\$ 395,719</u>	<u>\$ 7,562,272</u>	

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2021

	Special Revenue		Debt Service	
	Motor Fuel Tax	Hotel Tax	General Obligation 2008	Spring Lake Special Service Area
REVENUES				
Property taxes	\$ -	\$ -	\$ -	\$ 89,021
Hotel tax	-	102,320	-	-
Operating grants	309,670	-	-	-
Capital grants	285,002	-	-	-
Investment income	2,896	2,473	522	106
Miscellaneous	-	6,645	-	-
Total revenues	597,568	111,438	522	89,127
EXPENDITURES				
General government	-	343,771	-	-
Debt service				
Principal	-	-	-	80,000
Interest and fiscal agent fees	-	-	-	8,120
Capital outlay				
Streets and highways	6,683	-	-	-
Total expenditures	6,683	343,771	-	88,120
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	590,885	(232,333)	522	1,007
OTHER FINANCING SOURCES (USES)				
Transfers (out)	-	(296,791)	-	-
Total other financing sources (uses)	-	(296,791)	-	-
NET CHANGE IN FUND BALANCES	590,885	(529,124)	522	1,007
FUND BALANCES, MAY 1	884,339	2,535,838	5,885	94,655
FUND BALANCES, APRIL 30	\$ 1,475,224	\$ 2,006,714	\$ 6,407	\$ 95,662

Debt Service		Capital Projects				
Hamilton Lakes Special Service Area	Spring Lake Special Service Area	CMD Special Service Area	Hamilton Lakes Special Service Area	Old Thorndale Special Service Area	Total Nonmajor Governmental Funds	
\$ 259,697	\$ 54,601	\$ -	\$ 155,756	\$ -	\$ 559,075	
-	-	-	-	-	102,320	
-	-	-	-	-	309,670	
-	-	-	-	-	285,002	
274	370	222	1,671	359	8,893	
-	-	-	-	-	6,645	
259,971	54,971	222	157,427	359	1,271,605	
-	-	-	-	-	343,771	
140,000	-	-	-	-	220,000	
117,985	-	-	-	-	126,105	
-	-	-	429	-	7,112	
257,985	-	-	429	-	696,988	
1,986	54,971	222	156,998	359	574,617	
-	-	-	-	-	(296,791)	
-	-	-	-	-	(296,791)	
1,986	54,971	222	156,998	359	277,826	
268,363	502,425	28,287	1,977,000	395,360	6,692,152	
\$ 270,349	\$ 557,396	\$ 28,509	\$ 2,133,998	\$ 395,719	\$ 6,969,978	

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Intergovernmental allotments - operating grants	\$ 242,338	\$ 309,670
Intergovernmental allotments - capital grants	-	285,002
Investment income	2,500	2,896
	<hr/>	
Total revenues	244,838	597,568
	<hr/>	
EXPENDITURES		
Capital outlay		
Streets and highways	100,000	6,683
	<hr/>	
Total expenditures	100,000	6,683
	<hr/>	
NET CHANGE IN FUND BALANCE	<u>\$ 144,838</u>	590,885
FUND BALANCE, MAY 1		<hr/> 884,339
FUND BALANCE, APRIL 30		<hr/> \$ 1,475,224 <hr/>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HOTEL TAX FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Hotel tax	\$ 384,235	\$ 102,320
Investment income	10,000	2,473
Miscellaneous	13,439	6,645
	<hr/>	
Total revenues	407,674	111,438
	<hr/>	
EXPENDITURES		
General government		
Police overtime	43,577	-
Operation staff	340,029	183,782
Public relations	495,824	129,674
Marketing	297,640	10,826
Equipment	97,500	19,489
	<hr/>	
Total expenditures	1,274,570	343,771
	<hr/>	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(866,896)	(232,333)
	<hr/>	
OTHER FINANCING SOURCES (USES)		
Transfers (out)	(1,274,308)	(296,791)
	<hr/>	
Total other financing sources (uses)	(1,274,308)	(296,791)
	<hr/>	
NET CHANGE IN FUND BALANCE	<u>\$ (2,141,204)</u>	(529,124)
	<hr/>	
FUND BALANCE, MAY 1		<u>2,535,838</u>
	<hr/>	
FUND BALANCE, APRIL 30		<u>\$ 2,006,714</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPRING LAKE SPECIAL SERVICE AREA DEBT SERVICE FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Property taxes	\$ -	\$ 89,021
Investment income	400	106
	<hr/>	
Total revenues	400	89,127
	<hr/>	
EXPENDITURES		
Debt service		
Principal	80,000	80,000
Interest	9,995	8,120
	<hr/>	
Total expenditures	89,995	88,120
	<hr/>	
NET CHANGE IN FUND BALANCE	<u>\$ (89,595)</u>	1,007
FUND BALANCE, MAY 1		<hr/> 94,655
FUND BALANCE, APRIL 30		<hr/> <u>\$ 95,662</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HAMILTON LAKES SPECIAL SERVICE AREA DEBT SERVICE FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Property taxes	\$ 260,093	\$ 259,697
Investment income	3,000	274
	<hr/>	
Total revenues	263,093	259,971
	<hr/>	
EXPENDITURES		
Debt service		
Principal	140,000	140,000
Interest	114,300	117,450
Bond agent fees	535	535
	<hr/>	
Total expenditures	254,835	257,985
	<hr/>	
NET CHANGE IN FUND BALANCE	<u>\$ 8,258</u>	1,986
FUND BALANCE, MAY 1		<hr/> 268,363
FUND BALANCE, APRIL 30		<hr/> <u>\$ 270,349</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPRING LAKE SPECIAL SERVICE AREA CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Property taxes	\$ 54,601	\$ 54,601
Investment income	3,500	370
	<hr/>	
Total revenues	58,101	54,971
	<hr/>	
EXPENDITURES		
Capital outlay		
Capital maintenance	52,000	-
	<hr/>	
Total expenditures	52,000	-
	<hr/>	
NET CHANGE IN FUND BALANCE	<u>\$ 6,101</u>	54,971
FUND BALANCE, MAY 1		<u>502,425</u>
FUND BALANCE, APRIL 30		<u><u>\$ 557,396</u></u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CMD SPECIAL SERVICE AREA CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Investment income	\$ 750	\$ 222
EXPENDITURES		
Capital outlay	30,000	-
Total expenditures	30,000	-
NET CHANGE IN FUND BALANCE	<u>\$ (29,250)</u>	222
FUND BALANCE, MAY 1		<u>28,287</u>
FUND BALANCE, APRIL 30		<u>\$ 28,509</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HAMILTON LAKES SPECIAL SERVICE AREA CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Property taxes	\$ 155,993	\$ 155,756
Investment income	7,500	1,671
	<hr/>	
Total revenues	163,493	157,427
	<hr/>	
EXPENDITURES		
Current		
General government	5,000	-
Capital outlay	50,000	429
	<hr/>	
Total expenditures	55,000	429
	<hr/>	
NET CHANGE IN FUND BALANCE	<u>\$ 108,493</u>	156,998
FUND BALANCE, MAY 1		<u>1,977,000</u>
FUND BALANCE, APRIL 30		<u><u>\$ 2,133,998</u></u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
OLD THORNDALE SPECIAL SERVICE AREA CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Investment income	\$ 3,000	\$ 359
EXPENDITURES		
None	-	-
Total expenditures	-	-
NET CHANGE IN FUND BALANCE	<u>\$ 3,000</u>	359
FUND BALANCE, MAY 1		<u>395,360</u>
FUND BALANCE, APRIL 30		<u>\$ 395,719</u>

(See independent auditor's report.)

MAJOR PROPRIETARY FUND

VILLAGE OF ITASCA, ILLINOIS
SCHEDULE OF NET POSITION
WATER AND SEWER FUND BY SUBACCOUNT

April 30, 2021

	Operating and Maintenance	Capital	Total
CURRENT ASSETS			
Cash and investments	\$ 5,205,418	\$ 1,415,514	\$ 6,620,932
Accounts receivable	1,788,475	-	1,788,475
Total current assets	6,993,893	1,415,514	8,409,407
NONCURRENT ASSETS			
Net pension asset	121,179	-	121,179
Capital assets			
Cost	79,196,062	-	79,196,062
Less accumulated depreciation	33,890,535	-	33,890,535
Total noncurrent assets	45,426,706	-	45,426,706
Total assets	52,420,599	1,415,514	53,836,113
DEFERRED OUTFLOWS OF RESOURCES			
Pension items - IMRF	113,386	-	113,386
Total deferred outflows of resources	113,386	-	113,386
Total assets and deferred outflows of resources	52,533,985	1,415,514	53,949,499
CURRENT LIABILITIES			
Accounts payable	302,924	67,362	370,286
Accrued payroll	53,410	-	53,410
Bonds and loans payable - current portion	1,509,922	-	1,509,922
Compensated absences payable	13,163	-	13,163
Total OPEB liability	39,010	-	39,010
Accrued interest	353,763	-	353,763
Total current liabilities	2,272,192	67,362	2,339,554
NONCURRENT LIABILITIES			
Bonds payable	20,549,844	-	20,549,844
IEPA loan payable	13,197,230	-	13,197,230
Compensated absences payable	118,468	-	118,468
Total OPEB liability	460,658	-	460,658
Total noncurrent liabilities	34,326,200	-	34,326,200
Total liabilities	36,598,392	67,362	36,665,754
DEFERRED INFLOWS OF RESOURCES			
Pension items - IMRF	990,092	-	990,092
Total deferred inflows of resources	990,092	-	990,092
Total liabilities and deferred inflows of resources	37,588,484	67,362	37,655,846
NET POSITION			
Net investment in capital assets	10,048,531	-	10,048,531
Unrestricted	4,896,970	1,348,152	6,245,122
TOTAL NET POSITION	\$ 14,945,501	\$ 1,348,152	\$ 16,293,653

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
WATER AND SEWER FUND BY SUBACCOUNT

For the Year Ended April 30, 2021

	Operating and Maintenance	Capital	Eliminations	Total
OPERATING REVENUES				
Charges for services				
Water fees	\$ 4,400,740	\$ -	\$ -	\$ 4,400,740
Sewer fees	4,592,556	-	-	4,592,556
Other revenues	111,435	-	-	111,435
	<hr/>			
Total operating revenues	9,104,731	-	-	9,104,731
OPERATING EXPENSES EXCLUDING DEPRECIATION				
Salaries and stipends	1,624,629	-	-	1,624,629
Payroll taxes	308,034	-	-	308,034
Employee benefits	245,995	-	-	245,995
General operating	2,586,884	-	-	2,586,884
Repairs and maintenance	447,263	-	-	447,263
Professional services	324,105	-	-	324,105
Special services	115,247	-	-	115,247
Insurance	107,406	-	-	107,406
Capital	-	158,493	-	158,493
	<hr/>			
Total operating expenses excluding depreciation	5,759,563	158,493	-	5,918,056
OPERATING INCOME (LOSS) BEFORE DEPRECIATION AND AMORTIZATION				
	3,345,168	(158,493)	-	3,186,675
Depreciation and amortization	1,737,763	-	-	1,737,763
	<hr/>			
OPERATING INCOME (LOSS)	1,607,405	(158,493)	-	1,448,912
NON-OPERATING REVENUES (EXPENSES)				
Investment income	3,525	37	-	3,562
Bond stimulus payment	428,546	-	-	428,546
Interest expense	(1,364,066)	-	-	(1,364,066)
	<hr/>			
Total non-operating revenues (expenses)	(931,995)	37	-	(931,958)
INCOME (LOSS) BEFORE TRANSFERS				
	675,410	(158,456)	-	516,954
TRANSFERS				
Transfers in	440,359	-	(440,359)	-
Transfers (out)	-	(440,359)	440,359	-
	<hr/>			
Total transfers	440,359	(440,359)	-	-
CHANGE IN NET POSITION				
	1,115,769	(598,815)	-	516,954
NET POSITION, MAY 1	13,829,732	1,946,967	-	15,776,699
	<hr/>			
NET POSITION, APRIL 30	\$ 14,945,501	\$ 1,348,152	\$ -	\$ 16,293,653
	<hr/>			

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND -
OPERATING SUBACCOUNT

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
OPERATING REVENUES		
Charges for services		
Water fees	\$ 4,497,624	\$ 4,400,740
Sewer fees	4,318,247	4,592,556
Other revenues	173,752	111,435
	<u>8,989,623</u>	<u>9,104,731</u>
OPERATING EXPENSES EXCLUDING DEPRECIATION		
Salaries and stipends	1,639,882	1,520,413
Payroll taxes	295,464	308,034
Employee benefits	365,859	245,995
General operating	2,571,783	2,586,884
Repairs and maintenance	416,500	447,263
Professional services	387,770	324,105
Special services	180,000	115,247
Insurance	97,791	107,406
	<u>5,955,049</u>	<u>5,655,347</u>
OPERATING INCOME BEFORE DEPRECIATION AND AMORTIZATION		
	3,034,574	3,449,384
Depreciation and amortization	-	1,737,763
	<u>3,034,574</u>	<u>1,711,621</u>
OPERATING INCOME		
	<u>3,034,574</u>	<u>1,711,621</u>
NON-OPERATING REVENUES (EXPENSES)		
Investment income	12,000	3,525
Bond stimulus payment	433,798	428,546
Debt service		
Principal repayment	(1,522,871)	(1,448,558)
Interest expense	(1,292,950)	(1,364,066)
	<u>(2,370,023)</u>	<u>(2,380,553)</u>
INCOME (LOSS) BEFORE TRANSFERS		
	<u>664,551</u>	<u>(668,932)</u>
TRANSFERS		
Transfers in	-	440,359
	<u>-</u>	<u>440,359</u>
NET INCOME (LOSS) BUDGETARY BASIS		
	<u>\$ 664,551</u>	<u>(228,573)</u>
ADJUSTMENTS TO GAAP BASIS		
Decrease in net pension liability		339,166
Increase in OPEB liability		(443,382)
Principal repayment		1,448,558
		<u>1,344,342</u>
CHANGE IN NET POSITION		
		1,115,769
NET POSITION, MAY 1		
		<u>13,829,732</u>
NET POSITION, APRIL 30		
		<u>\$ 14,945,501</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
WATER AND SEWER FUND -
OPERATING SUBACCOUNT

For the Year Ended April 30, 2021

	Budget	Actual
OPERATING EXPENSES		
Salaries and stipends		
President	\$ 7,560	\$ 7,980
Trustees	13,680	6,406
Treasurer	35,942	3,020
Clerk	1,500	-
Clerical	185,393	138,835
Directors/superintendents	277,640	278,863
Operations staff	939,369	924,859
Overtime	112,148	89,212
Administrator	66,650	71,238
	1,639,882	1,520,413
Payroll taxes		
FICA	107,968	109,949
Unemployment taxes	2,609	1,914
IMRF	184,887	196,171
	295,464	308,034
Employee benefits		
Group insurance	356,059	238,395
Uniforms	6,800	5,864
Education	3,000	1,736
	365,859	245,995
General operating		
Gas heat	20,500	23,107
Electricity	317,000	305,177
Telephone	15,000	20,136
Postage	3,000	6,132
Publication legal notices	200	600
Supplies - general	9,600	11,693
Supplies - office	6,500	3,713
Supplies - sewer treatment	143,000	114,271
Supplies - water treatment	7,000	5,723
Motor fuel and lubrication	21,000	15,613
Conferences	9,000	-
Dues, subscriptions, and meetings	4,900	2,013

(This schedule is continued on the following pages.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
WATER AND SEWER FUND -
OPERATING SUBACCOUNT

For the Year Ended April 30, 2021

	Budget	Actual
OPERATING EXPENSES (Continued)		
General operating (Continued)		
Training	\$ 6,000	\$ 1,186
Rentals	4,500	1,726
Employee physicals	700	-
Rubbish removal	15,000	11,952
Water meters	29,500	25,345
Safety program	4,700	-
Lab tests pretreatment	10,000	4,895
Operating software	111,186	94,259
Hardware	33,000	25,892
Other	-	1,661
DuPage Water Commission	1,800,497	1,911,790
	2,571,783	2,586,884
Repairs and maintenance		
Vehicles	16,500	7,980
Equipment	20,500	17,379
Bulk material	15,000	14,325
Structures	70,500	83,027
Wells	22,600	4,069
Treatment plant	78,575	67,588
Lift stations	85,000	18,928
Sanitary sewers	26,500	99,398
Water systems	56,325	91,583
Meter repair	25,000	42,986
	416,500	447,263
Professional services		
Legal	20,000	-
Engineering	76,000	123,750
Accounting	73,666	68,826
Payroll	4,000	-
Utility billing services	47,588	16,344
Audit	24,856	31,588
Janitorial	19,442	19,442
Other services	122,218	64,155
	387,770	324,105

(This schedule is continued on the following page.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
WATER AND SEWER FUND -
OPERATING SUBACCOUNT

For the Year Ended April 30, 2021

	<u>Budget</u>	<u>Actual</u>
OPERATING EXPENSES (Continued)		
Special services		
Sludge removal	\$ 30,000	\$ 13,271
Industrial pre-treatment	150,000	101,976
	<hr/>	<hr/>
Total special services	180,000	115,247
	<hr/>	<hr/>
Insurance		
Liability	58,420	63,148
Workers' compensation	39,371	44,258
	<hr/>	<hr/>
Total insurance	97,791	107,406
	<hr/>	<hr/>
TOTAL OPERATING EXPENSES	<u>\$ 5,955,049</u>	<u>\$ 5,655,347</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND -
CAPITAL SUBACCOUNT

For the Year Ended April 30, 2021

	Budget	Actual
OPERATING REVENUES		
None	\$ -	\$ -
Total operating revenues	-	-
OPERATING EXPENSES		
Capital	1,550,300	598,852
Total operating expenses	1,550,300	598,852
OPERATING INCOME (LOSS)	(1,550,300)	(598,852)
NON-OPERATING REVENUES (EXPENSES)		
Investment income	-	37
Total non-operating revenues (expenses)	-	37
INCOME (LOSS) BEFORE TRANSFERS	(1,550,300)	(598,815)
NON-OPERATING REVENUES (EXPENSES)		
Transfers (out)	-	(440,359)
Total transfers	-	(440,359)
NET INCOME (LOSS) BUDGETARY BASIS	\$ (1,550,300)	(1,039,174)
ADJUSTMENTS TO GAAP BASIS		
Capitalized assets		440,359
Total adjustments to GAAP basis		440,359
CHANGE IN NET POSITION		(598,815)
NET POSITION, MAY 1		1,946,967
NET POSITION, APRIL 30		\$ 1,348,152

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF ITASCA, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING DEBT CERTIFICATE, SERIES 2010**

April 30, 2021

Date of Issue	May 11, 2010
Date of Maturity	December 1, 2022
Authorized Issue	\$ 6,955,000
Denomination of Bonds	\$ 5,000
Interest Rates	2% to 4%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Bank of New York Mellon Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Principal	Interest	Total	Interest Due On			
				June 1	Amount	December 1	Amount
2022	\$ 640,000	\$ 52,200	\$ 692,200	2021	\$ 26,100	2021	\$ 26,100
2023	665,000	26,600	691,600	2022	13,300	2022	13,300
	<u>\$ 1,305,000</u>	<u>\$ 78,800</u>	<u>\$ 1,383,800</u>		<u>\$ 39,400</u>		<u>\$ 39,400</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
SPECIAL SERVICE AREA BONDS, SERIES 2006**

April 30, 2021

Date of Issue	August 15, 2006
Date of Maturity	December 15, 2021
Authorized Issue	\$ 900,000
Denomination of Bonds	\$ 5,000
Interest Rates	4.30% to 5.10%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Chase Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Principal	Interest	Total	Interest Due On			
				June 15	Amount	December 15	Amount
2022	\$ 80,000	\$ 4,080	\$ 84,080	2021	\$ 2,040	2021	\$ 2,040
	<u>\$ 80,000</u>	<u>\$ 4,080</u>	<u>\$ 84,080</u>		<u>\$ 2,040</u>		<u>\$ 2,040</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BONDS, SERIES 2009A**

April 30, 2021

Date of Issue	December 3, 2009
Date of Maturity	February 1, 2039
Authorized Issue	\$ 24,000,000
Denomination of Bonds	\$ 5,000
Interest Rates	3.30% to 6.20%
Interest Dates	February 1 and August 1
Principal Maturity Date	February 1
Payable at	Bank of New York Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Principal	Interest	Total	Interest Due On			
				February 1	Amount	August 1	Amount
2022	\$ 470,000	\$ 1,268,910	\$ 1,738,910	2022	\$ 634,455	2021	\$ 634,455
2023	490,000	1,243,766	1,733,766	2023	621,883	2022	621,883
2024	520,000	1,217,060	1,737,060	2024	608,530	2023	608,530
2025	550,000	1,188,460	1,738,460	2025	594,230	2024	594,230
2026	580,000	1,158,210	1,738,210	2026	579,105	2025	579,105
2027	610,000	1,124,570	1,734,570	2027	562,285	2026	562,285
2028	640,000	1,089,190	1,729,190	2028	544,595	2027	544,595
2029	680,000	1,052,070	1,732,070	2029	526,035	2028	526,035
2030	720,000	1,012,630	1,732,630	2030	506,315	2029	506,315
2031	760,000	968,710	1,728,710	2031	484,355	2030	484,355
2032	1,190,000	922,350	2,112,350	2032	461,175	2031	461,175
2033	1,630,000	849,760	2,479,760	2033	424,880	2032	424,880
2034	1,730,000	750,330	2,480,330	2034	375,165	2033	375,165
2035	1,840,000	644,800	2,484,800	2035	322,400	2034	322,400
2036	1,950,000	530,720	2,480,720	2036	265,360	2035	265,360
2037	2,070,000	409,820	2,479,820	2037	204,910	2036	204,910
2038	2,200,000	281,480	2,481,480	2038	140,740	2037	140,740
2039	2,340,000	145,080	2,485,080	2039	72,540	2038	72,540
	<u>\$ 20,970,000</u>	<u>\$ 15,857,916</u>	<u>\$ 36,827,916</u>		<u>\$ 7,928,958</u>		<u>\$ 7,928,958</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
SPECIAL SERVICE AREA BONDS, SERIES 2014

April 30, 2021

Date of Issue	February 11, 2014
Date of Maturity	December 15, 2033
Authorized Issue	\$ 3,340,000
Denomination of Bonds	\$ 5,000
Interest Rates	4.50%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Principal	Interest	Total	Interest Due On			
				June 15	Amount	December 15	Amount
2022	\$ 145,000	\$ 111,150	\$ 256,150	2021	\$ 55,575	2021	\$ 55,575
2023	150,000	104,625	254,625	2022	52,312	2022	52,312
2024	155,000	97,875	252,875	2023	48,938	2023	48,938
2025	165,000	90,900	255,900	2024	45,450	2024	45,450
2026	170,000	83,475	253,475	2025	41,738	2025	41,738
2027	180,000	75,825	255,825	2026	37,913	2026	37,913
2028	185,000	67,725	252,725	2027	33,863	2027	33,863
2029	195,000	59,400	254,400	2028	29,700	2028	29,700
2030	205,000	50,625	255,625	2029	25,312	2029	25,312
2031	215,000	41,400	256,400	2030	20,700	2030	20,700
2032	225,000	31,725	256,725	2031	15,862	2031	15,862
2033	235,000	21,600	256,600	2032	10,800	2032	10,800
2034	245,000	11,025	256,025	2033	5,512	2033	5,512
	<u>\$ 2,470,000</u>	<u>\$ 847,350</u>	<u>\$ 3,317,350</u>		<u>\$ 423,675</u>		<u>\$ 423,675</u>

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF INSURANCE IN FORCE

April 30, 2021

Type of Coverage	Amount of Coverage	Deductibles	Expiration Date
Commercial Property			5/1/2021
Business real property, business personal property	\$85,637,028	\$25,000	
Extra expense	2,000,000		
General Liability			5/1/2021
Each occurrence	\$1,000,000		
General aggregate	3,000,000	10,000	
Products and completed operations aggregate	3,000,000		
Personal and advertising injury	1,000,000		
Employee benefits injury	1,000,000		
Fire, lightning, or explosin	500,000		
Medical payments	5,000		
Crisis management emergency response expense	\$10,000/\$30,000		
Identity theft expenses	\$10,000/\$30,000		
Workplace violence counseling	\$10,000/\$30,000		
Auto liability	\$1,000,000 Each Accident	\$10,000	
Auto physical damage: comprehensive	Included	\$1,000	
Auto physical damage: collision	Included	\$1,000	
Medial payments	\$10,000		
Uninsured/underinsured motorist	\$1,000,000		
Hired & non-owned auto	\$1,000,000		
Law Enforcement Liability			5/1/2021
Each person/each wrongful act	\$1,000,000	\$50,000	
Annual aggregate	3,000,000		
Public Officials' Liability			5/1/2021
Each wrongful act	\$1,000,000	\$50,000	
Annual aggregate	3,000,000		
Employment Practices Liability			5/1/2021
Each wrongful act	\$1,000,000	\$50,000	
Annual aggregate	3,000,000		
Umbrella			5/1/2021
Each wrongful act	\$10,000,000	\$10,000	
Workers' Compensation			12/31/2021
Each accident	\$3,000,000		
Disease - policy limit	3,000,000		
Disease - each employee	3,000,000		
Cyber Liability			5/1/2021
Annual aggregate	\$1,000,000	\$5,000	
Each and every claim	1,000,000		
Storage Tank Liability			5/1/2021
Annual aggregate	\$2,000,000	\$5,000	
Per storage tank	1,000,000		

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

**SCHEDULE OF ASSESSED VALUATIONS,
TAX RATES, AND TAX EXTENSIONS**

April 30, 2021

<u>Levy Year</u>	<u>2020</u>	<u>2019</u>
Residential	\$ 305,497,029	\$ 293,305,529
Farms	12,069	17,374
Commercial	175,708,210	171,864,320
Industrial	214,927,470	203,379,920
	<u>\$ 696,144,778</u>	<u>\$ 668,567,143</u>

<u>Levy Year</u>	<u>2020</u>		<u>2019</u>	
	<u>Rate Extended</u>	<u>Taxes Extended</u>	<u>Rate Extended</u>	<u>Taxes Extended</u>
Corporate	0.0564	\$ 392,626	0.0675	\$ 451,283
Bond and interest	-	-	-	-
Police Pension	0.2784	1,938,067	0.2716	1,815,828
TOTAL	<u>0.3348</u>	<u>\$ 2,330,693</u>	<u>0.3391</u>	<u>\$ 2,267,111</u>

The Village also collects taxes from Special Service Areas within the Village for the payment of principal and interest on bonds and maintenance of roads. The taxes extended for the Special Service Areas for 2020 and 2019 were \$565,288 and \$559,708, respectively.

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN

April 30, 2021

Assessed valuation - 2020	<u>\$ 696,144,778</u>
Legal debt limit - 8.625% of assessed valuation	\$ 60,042,487
Amount of debt applicable to debt limit	
Village's general obligation debt	<u>1,305,000</u>
LEGAL DEBT MARGIN	<u><u>\$ 58,737,487</u></u>

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate, exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

(See independent auditor's report.)

VILLAGE OF ITASCA, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2012	2013	2014	2015
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 84,355,772	\$ 82,462,526	\$ 79,463,098	\$ 78,202,970
Restricted	3,135,730	3,703,525	4,159,291	5,503,700
Unrestricted	5,064,981	7,298,521	10,516,995	7,584,042
TOTAL GOVERNMENTAL ACTIVITIES	\$ 92,556,483	\$ 93,464,572	\$ 94,139,384	\$ 91,290,712
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 12,273,884	\$ 11,769,338	\$ 10,421,964	\$ 9,467,059
Unrestricted	2,318,579	1,310,939	1,411,824	1,523,896
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 14,592,463	\$ 13,080,277	\$ 11,833,788	\$ 10,990,955
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 96,629,656	\$ 94,231,864	\$ 89,885,062	\$ 87,670,029
Restricted	3,135,730	3,703,525	4,159,291	5,503,700
Unrestricted	7,383,560	8,609,460	11,928,819	9,107,938
TOTAL PRIMARY GOVERNMENT	\$ 107,148,946	\$ 106,544,849	\$ 105,973,172	\$ 102,281,667

The Village implemented GASB Statement No. 68 during 2016.

The Village implemented GASB Statement No. 75 during 2019.

Data Source

Audited Financial Statements

	2016	2017	2018	2019	2020	2021
\$	77,774,223	\$ 76,396,437	\$ 75,511,028	\$ 74,833,102	\$ 73,774,645	\$ 73,204,865
	5,315,395	5,751,234	5,770,684	5,996,480	6,732,265	6,977,134
	(7,187,454)	(7,651,157)	(7,935,629)	(10,328,256)	(11,471,621)	(12,084,452)
\$	75,902,164	\$ 74,496,514	\$ 73,346,083	\$ 70,501,326	\$ 69,035,289	\$ 68,097,547
\$	8,705,616	\$ 8,453,494	\$ 8,596,642	\$ 8,868,512	\$ 9,870,801	\$ 10,048,531
	474,563	542,401	5,157,187	6,331,285	5,905,898	6,245,122
\$	9,180,179	\$ 8,995,895	\$ 13,753,829	\$ 15,199,797	\$ 15,776,699	\$ 16,293,653
\$	86,479,839	\$ 84,849,931	\$ 84,107,670	\$ 83,701,614	\$ 83,645,446	\$ 83,253,396
	5,315,395	5,751,234	5,770,684	5,996,480	6,732,265	6,977,134
	(6,712,891)	(7,108,756)	(2,778,442)	(3,996,971)	(5,565,723)	(5,839,330)
\$	85,082,343	\$ 83,492,409	\$ 87,099,912	\$ 85,701,123	\$ 84,811,988	\$ 84,391,200

VILLAGE OF ITASCA, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2012	2013	2014	2015
EXPENSES				
Governmental activities				
General government	\$ 2,907,797	\$ 2,539,131	\$ 2,877,330	\$ 4,703,106
Public safety	5,005,282	4,898,678	4,938,440	5,440,539
Community development	596,880	627,001	982,497	753,760
Public works	4,367,247	5,320,761	5,566,081	6,281,524
Interest	455,089	424,737	580,185	567,260
Total governmental activities expenses	13,332,295	13,810,308	14,944,533	17,746,189
Business-type activities				
Water and sewer	5,075,192	6,191,690	6,933,727	8,637,501
Interest	1,402,584	1,402,734	1,400,011	-
Total business-type activities expenses	6,477,776	7,594,424	8,333,738	8,637,501
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 19,810,071	\$ 21,404,732	\$ 23,278,271	\$ 26,383,690
PROGRAM REVENUES				
Governmental activities				
Charges for services				
Public safety	\$ 431,769	\$ 412,952	\$ 485,700	\$ 390,293
Community development	707,154	643,243	1,058,825	905,238
Public works	130,679	120,415	118,705	132,778
Operating grants and contributions	248,220	205,955	213,525	211,962
Capital grants and contributions	57,932	131,517	393,789	153,613
Total governmental activities program revenues	1,575,754	1,514,082	2,270,544	1,793,884
Business-type activities				
Charges for services				
Water and sewer	4,898,635	5,762,679	6,481,304	6,561,926
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	4,898,635	5,762,679	6,481,304	6,561,926
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 6,474,389	\$ 7,276,761	\$ 8,751,848	\$ 8,355,810
NET REVENUE (EXPENSE)				
Governmental activities	\$ (11,756,541)	\$ (12,296,226)	\$ (12,673,989)	\$ (15,952,305)
Business-type activities	(1,579,141)	(1,831,745)	(1,852,434)	(2,075,575)
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (13,335,682)	\$ (14,127,971)	\$ (14,526,423)	\$ (18,027,880)

	2016	2017	2018	2019	2020	2021
\$	3,479,155	\$ 3,501,654	\$ 3,078,537	\$ 2,794,474	\$ 3,142,895	\$ 2,890,712
	6,058,119	6,699,549	6,037,115	7,106,336	8,236,535	6,236,191
	942,210	936,669	935,802	875,237	1,055,720	1,265,851
	5,642,221	5,134,979	5,862,683	5,493,643	5,263,337	3,572,225
	478,048	424,318	354,732	270,596	214,126	158,525
	16,599,753	16,697,169	16,268,869	16,540,286	17,912,613	14,123,504
	9,558,386	9,926,958	9,818,624	8,927,147	10,310,812	9,019,885
	-	-	-	-	-	-
	9,558,386	9,926,958	9,818,624	8,927,147	10,310,812	9,019,885
\$	26,158,139	\$ 26,624,127	\$ 26,087,493	\$ 25,467,433	\$ 28,223,425	\$ 23,143,389
\$	309,180	\$ 343,201	\$ 297,328	\$ 276,435	\$ 318,018	\$ 203,296
	756,655	1,154,448	854,757	781,566	1,632,091	1,141,434
	148,505	151,463	135,463	157,894	98,109	46,891
	221,232	274,105	220,835	219,551	827,453	349,935
	32,399	13,314	18,300	19,342	15,425	325,818
	1,467,971	1,936,531	1,526,683	1,454,788	2,891,096	2,067,374
	7,568,954	9,127,908	9,185,357	9,574,693	10,176,156	8,993,296
	-	-	-	-	-	-
	7,568,954	9,127,908	9,185,357	9,574,693	10,176,156	8,993,296
\$	9,036,925	\$ 11,064,439	\$ 10,712,040	\$ 11,029,481	\$ 13,067,252	\$ 11,060,670
\$	(15,131,782)	\$ (14,760,638)	\$ (14,742,186)	\$ (15,085,498)	\$ (15,021,517)	\$ (12,056,130)
	(1,989,432)	(799,050)	(633,267)	647,546	(134,656)	(26,589)
\$	(17,121,214)	\$ (15,559,688)	\$ (15,375,453)	\$ (14,437,952)	\$ (15,156,173)	\$ (12,082,719)

VILLAGE OF ITASCA, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

Fiscal Year	2012	2013	2014	2015
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS				
Governmental activities				
Taxes				
Property	\$ 2,891,673	\$ 2,922,967	\$ 2,979,754	\$ 3,269,634
Hotel	1,042,657	1,229,225	1,214,144	1,260,731
Other taxes	-	-	-	-
Intergovernmental	7,892,212	8,518,068	8,474,428	8,300,237
Miscellaneous	503,931	626,420	639,080	713,792
Investment income	16,596	35,226	41,397	50,016
Transfers in (out)	-	-	-	(490,777)
Total governmental activities	12,347,069	13,331,906	13,348,803	13,103,633
Business-type activities				
Intergovernmental	490,777	490,777	451,761	451,761
Miscellaneous	173,003	143,008	152,334	288,910
Investment income	84,955	6,797	1,850	1,394
Transfers in (out)	-	-	-	490,777
Total business-type activities	748,735	640,582	605,945	1,232,842
TOTAL PRIMARY GOVERNMENT	\$ 13,095,804	\$ 13,972,488	\$ 13,954,748	\$ 14,336,475
CHANGE IN NET POSITION				
Governmental activities	\$ 590,528	\$ 1,035,680	\$ 674,814	\$ (2,848,672)
Business-type activities	(830,406)	(1,191,163)	(1,246,489)	(842,733)
TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION	\$ (239,878)	\$ (155,483)	\$ (571,675)	\$ (3,691,405)

Data Source

Audited Financial Statements

	2016	2017	2018	2019	2020	2021
\$	3,529,622	\$ 3,577,481	\$ 3,585,363	\$ 3,678,582	\$ 2,984,457	\$ 3,053,181
	1,237,362	1,235,160	1,252,114	1,251,032	1,042,126	102,320
	-	-	-	-	1,549,901	1,402,943
	7,548,238	7,693,436	8,279,986	8,253,059	5,713,451	5,933,442
	995,486	765,799	663,313	857,878	1,743,144	521,812
	62,813	83,112	138,479	484,838	522,401	104,690
	-	-	(327,500)	-	-	-
	13,373,521	13,354,988	13,591,755	14,525,389	13,555,480	11,118,388
	448,652	444,939	440,224	436,150	431,533	428,546
	183,328	165,165	4,151,940	395,788	275,558	111,435
	1,135	4,662	12,591	18,526	4,467	3,562
	-	-	327,500	-	-	-
	633,115	614,766	4,932,255	850,464	711,558	543,543
\$	14,006,636	\$ 13,969,754	\$ 18,524,010	\$ 15,375,853	\$ 14,267,038	\$ 11,661,931
\$	(1,758,261)	\$ (1,405,650)	\$ (1,150,431)	\$ (560,109)	\$ (1,466,037)	\$ (937,742)
	(1,356,317)	(184,284)	4,298,988	1,498,010	576,902	516,954
\$	(3,114,578)	\$ (1,589,934)	\$ 3,148,557	\$ 937,901	\$ (889,135)	\$ (420,788)

VILLAGE OF ITASCA, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2012	2013	2014	2015
GENERAL FUND				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	28,829	29,750	32,584	35,375
Unrestricted				
Assigned	-	-	-	-
Unassigned	5,982,901	8,071,249	9,851,800	10,128,426
TOTAL GENERAL FUND	\$ 6,011,730	\$ 8,100,999	\$ 9,884,384	\$ 10,163,801
ALL OTHER GOVERNMENTAL FUNDS				
Restricted				
Debt Service Funds	\$ 144,975	\$ 144,975	\$ 399,709	\$ 393,413
Highways and streets	197,337	209,596	236,020	300,244
Tourism	1,289,202	1,838,982	2,271,858	2,409,882
Special service areas	1,475,387	1,480,222	4,460,058	2,364,786
Unrestricted				
Assigned	-	-	-	-
Unassigned	(62,801)	(62,714)	(66,874)	(80,615)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 3,044,100	\$ 3,611,061	\$ 7,300,771	\$ 5,387,710

Data Source

Audited Financial Statements

	2016	2017	2018	2019	2020	2021
\$	-	\$ -	\$ -	\$ -	\$ 7,195	\$ 11,386
	35,375	39,975	40,131	40,056	40,113	7,156
	-	-	-	-	2,183,448	1,020,779
	9,642,012	10,279,454	10,050,956	7,332,176	6,108,712	6,321,418
\$	9,677,387	\$ 10,319,429	\$ 10,091,087	\$ 7,372,232	\$ 8,339,468	\$ 7,360,739
\$	485,254	\$ 351,541	\$ 353,087	\$ 366,575	\$ 368,903	\$ 372,418
	320,821	524,709	229,601	464,975	884,339	1,475,224
	2,252,892	2,490,265	2,712,547	2,450,382	2,535,838	2,006,714
	2,221,053	2,344,744	2,435,318	2,674,492	2,903,072	3,115,622
	-	637,802	1,569,980	5,751,496	6,264,973	6,603,673
	(62,891)	(66,350)	(1,253)	-	-	-
\$	5,217,129	\$ 6,282,711	\$ 7,299,280	\$ 11,707,920	\$ 12,957,125	\$ 13,573,651

VILLAGE OF ITASCA, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2012	2013	2014	2015
REVENUES				
Taxes	\$ 2,891,673	\$ 2,922,967	\$ 2,979,754	\$ 3,269,634
Hotel taxes	1,042,657	1,229,225	1,214,144	1,260,731
Licenses and permits	707,154	643,243	1,058,825	905,238
Intergovernmental	7,751,241	8,219,668	8,197,985	8,019,155
Food and beverage tax	140,971	298,400	276,443	281,082
Grants	306,152	337,472	607,313	365,575
Charges for services	130,679	120,415	118,705	132,778
Fines and forfeits	431,769	412,952	485,700	390,293
Investment income	16,596	35,226	41,397	50,016
Miscellaneous	503,931	626,420	769,080	848,792
Total revenues	13,922,823	14,845,988	15,749,346	15,523,294
EXPENDITURES				
General government	2,535,508	2,492,045	3,053,028	2,956,224
Public safety	4,826,298	4,785,808	4,719,758	5,092,099
Community development	589,131	619,252	974,748	746,902
Public works	1,784,094	2,512,072	2,788,188	3,545,124
Debt service				
Principal	1,075,000	1,110,000	1,265,000	1,440,000
Interest	466,314	436,378	482,338	560,577
Issuance costs	-	-	82,385	-
Capital outlay	371,040	234,203	250,805	2,325,235
Total expenditures	11,647,385	12,189,758	13,616,250	16,666,161
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,275,438	2,656,230	2,133,096	(1,142,867)
OTHER FINANCING SOURCES (USES)				
Transfers in	280,975	119,530	127,833	315,130
Transfers (out)	(280,975)	(119,530)	(127,833)	(805,907)
Bonds issued at par	-	-	3,340,000	-
Premium on bonds issued	-	-	-	-
Payment to escrow agent	-	-	-	-
Total other financing sources (uses)	-	-	3,340,000	(490,777)
NET CHANGE IN FUND BALANCES	\$ 2,275,438	\$ 2,656,230	\$ 5,473,096	\$ (1,633,644)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	12.82%	12.45%	12.60%	10.53%

Data Source

Audited Financial Statements

	2016	2017	2018	2019	2020	2021
\$	3,529,623	\$ 3,577,481	\$ 3,585,363	\$ 3,678,582	\$ 2,984,457	\$ 3,053,181
	1,236,684	1,235,160	1,252,114	1,251,032	1,042,126	102,320
	756,655	1,154,448	854,757	781,566	1,632,092	1,141,434
	7,391,561	7,519,339	8,115,684	8,101,301	7,902,433	5,933,442
	303,324	325,824	321,108	320,973	285,919	1,402,943
	253,631	287,419	239,135	238,893	334,587	1,184,045
	148,505	214,973	170,948	205,024	176,732	86,769
	309,180	279,691	261,843	229,305	239,395	163,417
	62,813	83,112	138,479	484,838	522,401	104,690
	996,163	765,799	663,313	857,878	1,743,143	521,812
	14,988,139	15,443,246	15,602,744	16,149,392	16,863,285	13,694,053
	3,551,876	3,125,227	2,860,511	2,873,888	2,990,360	2,943,325
	5,543,869	4,813,666	5,179,348	5,378,662	5,838,556	5,944,953
	895,383	916,163	873,106	902,330	1,042,210	1,335,861
	3,241,538	1,571,269	1,917,068	1,665,392	1,526,065	1,680,853
	1,460,000	1,525,000	1,585,000	1,640,000	1,725,000	835,000
	531,468	473,300	411,613	363,239	250,226	204,510
	-	-	-	-	-	-
	421,000	1,310,997	1,660,371	1,654,349	1,274,427	1,111,754
	15,645,134	13,735,622	14,487,017	14,477,860	14,646,844	14,056,256
	(656,995)	1,707,624	1,115,727	1,671,532	2,216,441	(362,203)
	240,038	564,554	473,255	4,263,852	352,846	296,791
	(240,038)	(564,554)	(800,755)	(4,263,852)	(352,846)	(296,791)
	-	-	-	925,000	-	-
	-	-	-	-	-	-
	-	-	-	(906,747)	-	-
	-	-	(327,500)	18,253	-	-
\$	(656,995)	\$ 1,707,624	\$ 788,227	\$ 1,689,785	\$ 2,216,441	\$ (362,203)
	12.40%	13.28%	12.36%	12.36%	12.41%	6.85%

VILLAGE OF ITASCA, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Fiscal Year	Farm	Residential Property	Commercial Property	Industrial Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2011	2012	\$ 9,896	\$ 273,668,733	\$ 156,950,010	\$ 186,755,430	\$ 617,384,069	0.4290	\$ 1,854,006,213	33.30%
2012	2013	10,890	242,912,083	150,714,120	171,702,060	565,339,153	0.4811	1,697,715,174	33.30%
2013	2014	11,974	222,443,542	140,820,800	162,870,496	526,146,812	0.5257	1,580,020,456	33.30%
2014	2015	13,170	218,227,923	137,943,310	156,149,166	512,333,569	0.5479	1,538,539,246	33.30%
2015	2016	12,895	233,030,760	154,191,190	169,739,280	556,974,125	0.5084	1,672,594,970	33.30%
2016	2017	14,184	254,122,990	156,800,640	178,471,620	589,409,434	0.4832	1,769,998,300	33.30%
2017	2018	14,360	276,548,139	167,944,170	186,620,260	631,126,929	0.4611	1,895,276,063	33.30%
2018	2019	15,791	287,468,474	167,422,416	191,697,040	646,603,721	0.3438	1,941,752,916	33.30%
2019	2020	17,374	293,305,529	171,864,320	203,379,920	668,567,143	0.3391	2,007,709,138	33.30%
2020	2021	12,069	305,497,029	175,708,210	214,927,470	696,144,778	0.3348	2,090,524,859	33.30%

Note: Property in the Village is reassessed each year. Property is assessed at 33.30% of actual value.

Data Source

Dupage County Clerk

VILLAGE OF ITASCA, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	\$ 53,249,376	\$ 48,760,505	\$ 45,380,163	\$ 44,188,770	\$ 48,039,018	\$ 50,836,564	\$ 54,434,698	\$ 55,769,571	\$ 57,663,916	\$ 60,042,487
Total net debt applicable to limit	12,565,000	9,600,000	10,140,000	8,890,000	7,600,000	6,255,000	4,855,000	3,440,000	1,920,000	1,305,000
LEGAL DEBT MARGIN	\$ 40,684,376	\$ 39,160,505	\$ 35,240,163	\$ 35,298,770	\$ 40,439,018	\$ 44,581,564	\$ 49,579,698	\$ 52,329,571	\$ 55,743,916	\$ 58,737,487
TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT	23.60%	19.69%	22.34%	20.12%	15.82%	12.30%	8.92%	6.17%	3.33%	2.17%

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

VILLAGE OF ITASCA, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Calendar Years

Calendar Year	Village Direct Rate	Non-Home Rule Sales Tax Rate	DuPage County Water Commission	DuPage County	Regional Transportation Authority	State Rate	Total
2012	1.00%	0.50%	0.25%	0.25%	0.75%	5.00%	7.75%
2013	1.00%	0.50%	0.25%	0.25%	0.75%	5.00%	7.75%
2014	1.00%	0.50%	0.25%	0.25%	0.75%	5.00%	7.75%
2015	1.00%	0.50%	0.25%	0.25%	0.75%	5.00%	7.75%
2016	1.00%	0.50%	0.25%	0.25%	0.75%	5.00%	7.75%
2017	1.00%	0.50%	0.25%	0.25%	0.75%	5.00%	7.75%
2018	1.00%	0.50%	0.00%	0.25%	0.75%	5.00%	7.50%
2019	1.00%	0.50%	0.00%	0.25%	0.75%	5.00%	7.50%
2020	1.00%	0.50%	0.00%	0.25%	0.75%	5.00%	7.50%
2021	1.00%	0.50%	0.00%	0.25%	0.75%	5.00%	7.50%

Data Source

Department of Revenue