

**Annual Comprehensive
Financial Report**



**For the Fiscal Year Ended
April 30, 2022**

CITY OF WARRENVILLE, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2022

Prepared by: Department of Finance

Kevin Dahlstrand
Director of Finance

CITY OF WARRENVILLE, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the City of Warrentville including: List of Principal Officials, Organizational Chart, Transmittal Letter and Certificate of Achievement for Excellence in Financial Reporting.

LEGISLATIVE

City Council

David Brummel, Mayor
Julie Clark, City Clerk
Ann Behren, Treasurer

Stuart Aschauer	Ward 1
John Lockett	Ward 1
Bill Weidner	Ward 2
Craig Kruckenberg	Ward 2

Jeff Krischel	Ward 3
Kathryn Davolos	Ward 3
Leah Goodman	Ward 4
Clare Barry	Ward 4

EXECUTIVE

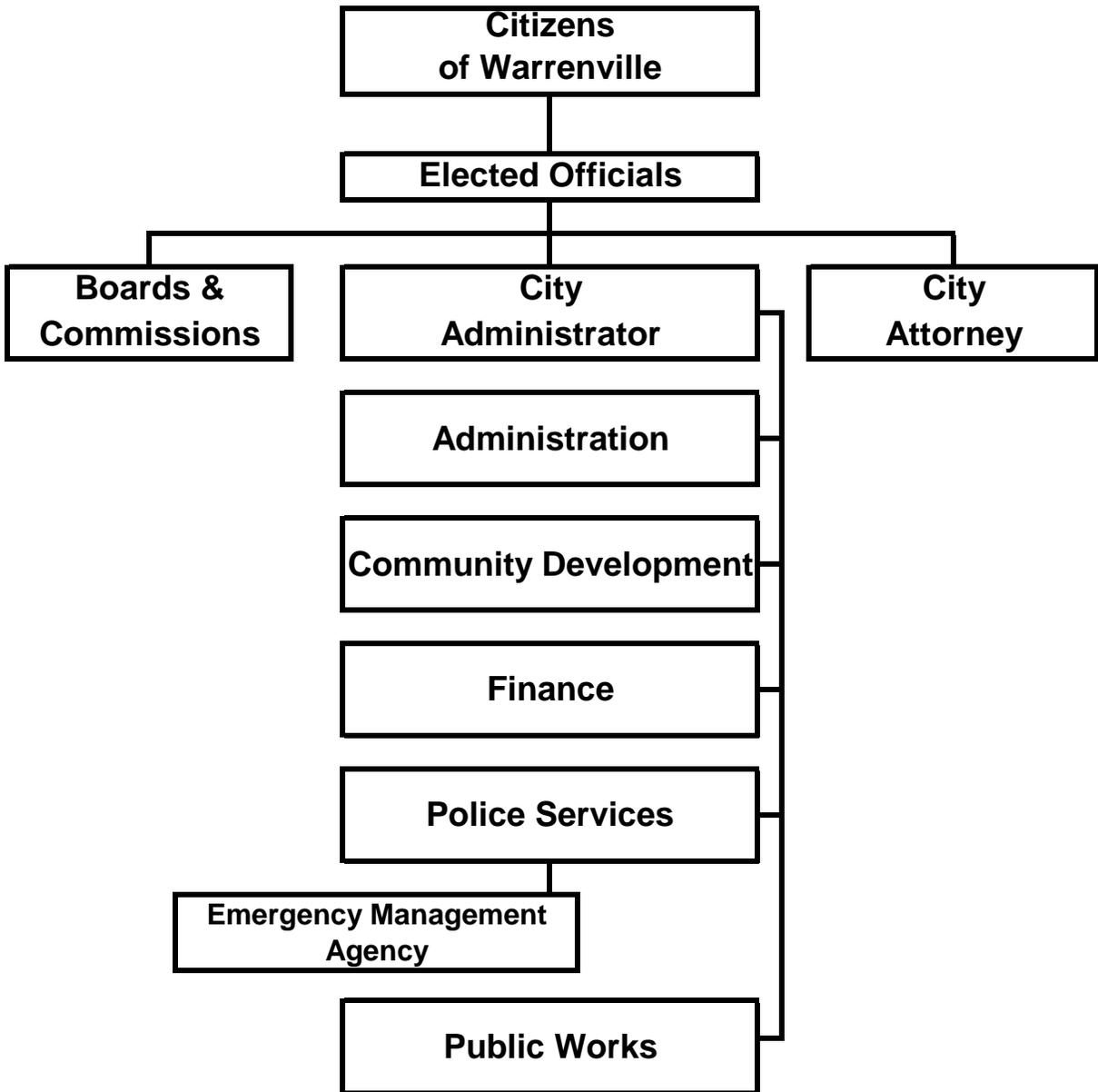
John M. Coakley, City Administrator

Finance Department

Kevin Dahlstrand, Director of Finance
Leonardo Beltran, Senior Accountant
Tina Gasparas, Accounting Clerk II
Sarah Schwerdtner, Accounting Clerk II
Diana Herrera, Accounting Clerk I



Organizational Chart





City of Warrenville (630) 836 3050 tel
3S258 Manning Avenue (630) 393 1531 fax
Warrenville, IL 60555 www.warrenville.il.us

September 29, 2022

The Honorable Mayor Brummel
Members of the City Council
Citizens of the City of Warrenville

The Annual Comprehensive Financial Report of the City of Warrenville (City), for the year ended April 30, 2022 (FY 2022), is hereby submitted. State statutes and local ordinances require that the City annually issue a report on its financial position and activity, presented in conformance with generally accepted accounting principles (GAAP) of the United States, and audited independent firm of certified public accountants in accordance with generally accepted auditing standards (GAAS).

The management of the City of Warrenville is responsible for the completeness and reliability of all of the financial information presented in this report. To provide a reasonable basis for making these assertions, management has established an extensive internal control framework, designed to both protect the City's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh the benefits, the City's internal controls have been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. Beginning with Fiscal Year 2004, the City implemented GASB Statement No. 34, (*Basic Financial Statements - and Management Discussion and Analysis - for State and Local Governments*), including infrastructure reporting. Management hereby asserts that, to the best of its knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by the licensed certified public accountants of Lauterbach & Amen, LLP. The purpose of the independent audit is to provide reasonable assurance that the City's FY 2022 financial statements are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and estimates made by management, and evaluating the overall financial statement presentation. Based on the audit, the independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the City's FY 2022 financial statements are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

Profile of the City of Warrenville

The City of Warrenville is an Illinois home-rule community, by 2004 referendum, as defined by the Illinois Constitution. The City incorporated in 1967, is located in DuPage County, approximately 28 miles west of the City of Chicago, encompasses 5.5 square miles, and has a population of 13,553 (2020 census). The City has statutory authority to extend its corporate limits by annexation, as deemed appropriate by the City Council. The City annually levies a property tax, which primarily goes to pay General corporate expenses, such as social security, pensions, and police protection, with other portions allocated to road and bridge maintenance.

The City operates under a Mayor-Council form of government, with an appointed City Administrator. Policymaking and legislative authority are vested in the Mayor and City Council. The Mayor is elected at-large to a four-year term. The City Council is comprised of eight Aldermen, two elected from each of the City's four wards, to four-year staggered terms, with four Council members, one elected every two years from each ward. The City Clerk and City Treasurer are also elected officers of the City, but are not policy makers, nor part of the City Council. The Mayor and Aldermen are responsible for passing ordinances and resolutions, annual budget adoption, and appointing the members of the many City boards and commissions, City Administrator, and Police Chief.

By City Ordinance, the City Administrator is responsible for proper administration of the City, carrying out the policies and ordinances enacted by the City Council, and overseeing the day-to-day operations of the City. Except as otherwise provided by law, the City Administrator is responsible for the direction and coordination of the activities of all departments, offices, and agencies of the City, employment, discipline, and termination of all City employees, providing for the enforcement of all laws and ordinances within the City; and to ensure that all contracts are properly administered.

The City provides a full range of services, including police protection, construction and maintenance of City streets and other infrastructure, operation and administration of water and wastewater infrastructure, building inspection services, and zoning and planning services.

The City operates under the State Budget Officer Act (65 ILCS 5/10), with the City Administrator appointed as the City Budget Officer. The annual budget serves as the foundation for the City's financial planning and control. By administrative policy, all departments of the City are required to annually submit their budget requests to the City Administrator on or before December 31. The City Administrator and Finance Director use these requests as the starting point for developing a proposed budget for the upcoming fiscal year. The City Administrator, in the assigned role as the designated Budget Officer, then presents the proposed budget to the City Council prior to the start of the new fiscal year.

By State Statute, the City Council is required to hold a public hearing on the proposed budget and adopt a final budget no later than April 30 of each year, which is the close of the City's previous fiscal year. The adopted budget is prepared and presented by fund and at the department level. During the fiscal year, the Budget Officer may authorize transfers of budgeted amounts within a fund, but budget amendments to increase or decrease a fund's total budgeted allocation require formal City Council approval. The annual comprehensive financial report includes

budget-to-actual comparisons for each individual governmental fund, for which an annual budget has been adopted.

Major Initiatives

Following City Council adopted directives, initiatives, existing plans, and programs, including the 2015 Strategic Plan, the City staff prepares an annual budget, for both operational expenses, as well as capital expenses. Many of these initiatives span multiple years of planning, negotiations, and allocation of financial resources. These initiatives are part of the City's ongoing efforts to protect the health, safety, and welfare of the community and to enhance and improve the quality of life for its residents. The following statements are the guiding principles for all City planning and operations:

Employee Mission Statement:

The City of Warrenville is dedicated to nurturing an inclusive and vibrant community, providing the highest quality of service, and protecting the health, dignity, safety, and well-being of all individuals who live, work, visit, and conduct business in the community.

Vision / Value Statements

The City of Warrenville aspires to:

- Maintain a welcoming and inclusive community with a safe, friendly, helpful atmosphere for all those who live in, work in, or visit the City.
- Ensure all people of Warrenville have access to opportunities that promote physical and mental well-being.
- Foster positive and equitable community engagement, providing opportunities to interact and connect.
- Preserve and promote a clean, healthy, sustainable environment and natural open spaces.
- Encourage equitable educational opportunities and commitment to life-long learning.
- Maintain a variety of housing opportunities that encourage diverse residential neighborhoods.
- Support accessible recreational opportunities and facilities.
- Enhance local economic and community development to promote a thriving and diverse mix of businesses.
- Support and collaborate with community partners and overlapping taxing districts.
- Strive to continuously improve city services and local infrastructure.
- Operate in a fiscally responsible manner.

The City of Warrenville values:

Collaboration: Engaging with and recognizing the contributions of the community.

Inclusivity: Respect the diversity and dignity of all we serve.

Integrity: Ethical and fair stewardship of all resources.

Service: Delivering high quality City services.

Transparency: Honest and open communication.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when considered from the broader perspective of the specific environment within which the City operates.

Local Economy and Pandemic Recovery

The City has long maintained, a diversified revenue stream, meaning that no one revenue source, either in decline or on the rise, exacts a dramatic budgetary impact or causes the need for significant budgetary or operational modifications. However, the aforementioned pandemic did place some significant strain on specific revenue streams, which are likely to have a new “normal” level of annual revenue, such as the Hotel Tax, as long-term changes in business travel lessen stays at the City’s six hotels. Additionally, the City’s Amusement Tax revenue, is likely to experience a large long-term negative impact, as the largest collector and remitter, a cinema multiplex, experiences changes in the way people seek their entertainment. In addition, the corporate owner of that multiplex may be in the process of filing corporate bankruptcy, with the impact on the local location not yet known.

The City will need to remain flexible to respond effectively to these factors, over which the City has no control. The City will need to remain ready to address other factors, such as overall inflation, the potential for renewed impacts from variants of the COVID-19 pandemic, as well as any impacts from actions taken by the State of Illinois, while addressing their financial issues.

Cash Management Policies and Practices:

The City operates under a formal investment policy, which was approved by the City Council. This policy is to be reviewed on an annual basis, and provides basic guidelines as to diversification and maturity. The City’s investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Cash is invested in investment pools including the Illinois Metropolitan Investment Fund (IMET), the Illinois State Treasurer’s pool (Illinois Funds), and in a collateralized account at JPMorgan Chase. The maturities of the investments in these pools range from 90 days for Illinois Funds and the IMET Convenience Fund to 1-3 years for the IMET 1-3 year Fund.

Cash management is subject to regular review, and controlled by various authorization protocols, including dual authorizations, Automated Clearing House (ACH) debit blocks, Positive Pay for check issuance, and bank controlled limitations on wire and ACH transfers, including dual authorization.

Risk Management:

As a member of the Illinois Public Benefit Cooperative, the City seeks to provide a risk management program that continually analyzes losses, manages claims, and provides ongoing training and education to reduce future risks. The City has an active safety committee with representation from all departments, and provides City wide training for all employees on a variety of topics, through computer-based training programs and in-person training opportunities as needed. It is anticipated that there will be a 7% increase for calendar year 2023, due to inflationary increases in coverage. The City annually reviews the coverages in place with outside risk management consultants to assess those coverages, make adjustments where needed, and to address current concerns and changing requirements.

Pension and other post-employment benefits:

The City provides pension benefits for its non-public safety employees through a statewide plan managed by the Illinois Municipal Retirement Fund (IMRF). The City has no obligations in connection with employee benefits offered through this plan beyond its contractual payments to IMRF. The City also sponsors a separate single-employer defined benefit pension plan for its police officers, as required under state statute. Each year, an independent actuary, engaged by the City, calculates the amount of the annual contribution the City must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees. As a matter of policy, the City fully funds each year's annual required contribution to the pension plan as determined by the actuary. The amount required is funded through property taxes. Additional information on the City's pension plans can be found in Note 4 in the financial statements.

Long-term financial planning

During the fiscal year, the world was working on recovering from the depths of the COVID-19 coronavirus global pandemic which had a significant impact on the prior two fiscal years. The City Council and staff continued the practice of heightened scrutiny of discretionary spending, significantly reducing infrastructure and capital project spending, postponing large equipment replacement expenditures where possible, and continuing the assessment of the impacts on market-based revenues. It remains a significant concern that financial impacts of the pandemic will be felt by the City for some years to come, that the recovery will be a long process, and that some revenue streams are likely to never return to pre-pandemic levels. The City Council and staff continue to regularly assess and report on those financial impacts and will adjust City financial planning accordingly, to maintain the service levels the City residents have come to expect, along with the staffing needed to provide those services.

City long-term financial planning documents include the Capital Maintenance and Replacement Plan (CMRP), for the long-term maintenance and replacement of City capital equipment and infrastructure, and the Enterprise Maintenance and Replacement Plan (EMRP), for the long-term maintenance and replacement of City Water and Sewer enterprise fund capital assets and infrastructure. These plans are regularly reviewed by workgroups consisting of City Elected Officials, City Administrator, and subject appropriate members of staff. Any recommended adjustments are presented to the full City Council for consideration.

Finally, City staff maintains repayment schedules for the inter-fund advances made to the two TIF District funds from other City funds, such as the General Fund, in support of TIF-district

redevelopment activities. The paybacks will occur as the TIF districts generate increasing amounts of incremental property tax revenue in the coming years.

Additional development is addressed in the Management Discussion and Analysis section of the Annual Comprehensive Financial Report.

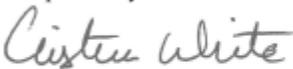
Awards and acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Annual Comprehensive Financial Report for the fiscal year ended on April 30, 2021, which is the 29th consecutive year the City has received this award for financial reporting excellence. To be awarded a Certificate of Achievement, the City publishes an easily readable and efficiently organized Annual Comprehensive Financial Report, which satisfies both GAAP and applicable legal requirements. A Certificate of Achievement is only valid for one year. City staff anticipates the 2022 Comprehensive Annual Financial Report will again meet the Certificate of Achievement Program's requirements, and as such, it will be submitted to GFOA to determine its eligibility for the award under the certificate program.

Credit and gratitude continue to be extended to the Mayor and City Council for their continued support and ongoing dedication to maintaining, supporting, and demanding the highest degree of professionalism in the financial management of the City. Appreciation is extended to all members of the City staff, particularly the Finance Department staff, who assisted with and contributed to the preparation of this report.

Finally, the City expresses great appreciation to the audit firm of Lauterbach & Amen, LLP, and in particular Brad Porter and Hannah Cullerton, for their detail-oriented and cooperative approach, and willingness to work with Finance Department staff to resolve complex accounting issues, as necessary. The City of Warrenton greatly benefited from the cooperative working relationship between the Finance Department and the staff of Lauterbach & Amen LLP.

Respectfully submitted:


Cristina White
City Administrator


Kevin Dahlstrand
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Warrenville
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

April 30, 2021

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITOR'S REPORT

September 29, 2022

The Honorable City Mayor
Members of the City Council
City of Warrenville, Illinois

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, , each major fund, and the aggregate remaining fund information of the City of Warrenville, Illinois, as of April 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

Management of the City of Warrenville, Illinois, provides narrative overview and analysis of the financial activities of the City for the fiscal year ended April 30, 2022. Readers are encouraged to consider the information presented here in conjunction with additional information in the letter of transmittal and contained within this report.

Financial Highlights

- The City's net position at April 30, 2022 totaled \$93,129,552, an increase of about 3.8%, or \$3,409,376, from the April 30, 2021, figure of \$89,720,176.
- The City's total assets and deferred outflows exceeded its liabilities, and deferred inflows, at the end of the fiscal year by \$93,129,552 (*net position*), as noted above. Of this amount, *unrestricted* net position generally represents funds *available to* be utilized to meet the government's ongoing obligations to citizens and creditors. Despite the City's ongoing investment in the two TIF districts and the ongoing, albeit significantly improved effects of the COVID-19 pandemic on revenues, both of which will be addressed in greater detail later in the document, the City's *unrestricted net position* finished the fiscal year with a net positive position of \$5,293,260.
- As of April 30, 2022, the City's total assets across all funds totaled \$116,661,500, which represents an increase of \$5,428,608 or 4.88%, from the April 30, 2021, figure of \$111,232,892.
- A total of \$85,873,904, of net position is invested in capital assets, of which \$68,790,537, is for *Governmental Activities* and another \$17,083,367, is for *Business-Type Activities*.
- As of the end of FY 2022, the City's governmental funds reported combined ending fund balances of \$13,188,253, an increase of \$2,494,248 or about 23%, from the April 30, 2021, total combined balances of \$10,694,005. Of that total amount, *Unassigned* fund balances have a net deficit of just \$775,589, as the result of the combined deficits in TIF# 3 and TIF#4, which total \$5,278,369, while the General Fund has a positive *Unassigned* fund balance of \$4,502,780.
- Approximately 40% or \$5,283,756 is in the form of "non-spendable" fund balances, consisting of \$227,689, in pre-paid items, and \$5,056,067, in recognition of advances to the TIF #3 and TIF#4 funds, by the General Fund.
- A total of \$1,962,388, or about 14.9%, is *Restricted* fund balance, of which 89%, or \$1,752,644, is specifically for roadway maintenance and public safety, and the remaining almost 11%, or \$209,744, is restricted for public safety related enforcement expenditures.
- An additional \$1,593,264, or about 12%, is *Committed* to funding tourism related activities through the City Hotel Tax Fund grant program, which funds local community programming and events, such as the annual Summer Daze and Fourth of July celebrations.
- Finally, a total of \$5,124,434, or about 39%, is fund balance designated as *Assigned* for special projects, such as one-time large capital expenditures or one-time non-budgeted expenditures for outside professional services needed for specialized projects, and for the ongoing maintenance

and replacement of existing City capital assets and infrastructure through the City's Capital Maintenance and Replacement Plan (CMRP).

- The City of Warrenville's long-term obligations total \$15,548,932, which represents an increase of \$2,253,934, or approximately 17% from the fiscal year 2021 total of \$13,294,988. This figure is comprised of public safety pension liabilities, compensated absences, other post-employment obligations (OPEB), a Tax Increment Financing Note, and an Asset Retirement Obligation (ARO), in the *Business-Type Activities*, as required by Governmental Accounting Standards Board (GASB) Statement No. 83.
- The largest single component of the long-term debt obligations is the public safety or Police Pension obligations, which make up approximately 67% of the total at \$10,420,781. The second largest component is the *Other Post Employment Benefit* (OPEB) obligations at \$1,908,673, or about 12%, and *Compensated Absences* totaling \$1,318,403, are 5.4%. The most significant year-to-year change for the Police Pension was an increase of 31.46%. These figures are displayed in the *Long-Term Debt* section. Explanations of the pension liability changes are provided later in this document.
- The City has no general obligation debt, as has been the case for many years.

Overview of the Financial Statements

The goal of this management discussion and analysis (MD&A) is to serve as an introduction to the City of Warrenville's basic financial statements. The City of Warrenville's basic financial statements consist of three components:

- 1) Government-wide financial statements
- 2) Fund financial statements
- 3) Notes to the financial statements

This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements. The *government-wide financial statements* provide readers with a broad overview of the City of Warrenville's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City's assets, liabilities, deferred outflows, and deferred inflows of resources, with the difference between the three reported as the City's *net position*. Increases or decreases in net position may serve as a useful long-term indicator as to whether the financial position of the City is improving or declining.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in *net position* are reported as soon as the underlying event occurs, *without regard to the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned-but-utilized vacation leave).

The aforementioned government-wide financial statements distinguish functions of the City of

Warrenville, which are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions, which 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 City of Warrenville include general government, public safety, and public works. The business-type activities of the City of Warrenville include water and sewer operations.

The government-wide financial statements include only the City of Warrenville itself (known as the *primary government*). The City of Warrenville is not financially accountable for any other local government operations. Although the water and sewer operations are legally separate, they function as a department of the City of Warrenville, and therefore, have been included as an integral part of the primary government.

Government-wide financial statements are found on pages 40-42 of this report.

Fund financial statements. A *fund* is a grouping of related accounts or line items, utilized to maintain control over resources, which are segregated for specific activities or objectives. The City of Warrenville, like other state and local governments, utilizes fund accounting to ensure and demonstrate compliance with finance-related legal requirements. City of Warrenville accounting funds fall into three major categories: governmental funds, proprietary funds, and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds*, with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impacts of the government's near-term financing decisions. The governmental fund *Balance Sheet* and the governmental fund *Statement of Revenues, Expenditures, and Changes in fund balances* provide reconciliations to facilitate the comparison between *governmental funds* and *governmental activities*.

The City of Warrenville maintains seven 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, Motor Fuel Tax Fund, Capital Maintenance and Replacement Fund, Tax Increment Financing (TIF) District # 3 Fund, and Tax Increment Financing (TIF) District #4 Fund, all five of which are considered to be major funds. Data for the non-major governmental funds are presented in aggregate in a single presentation. Additionally, fund data for each of the non-major governmental funds are provided in the form of *combining statements* elsewhere in this report.

The City of Warrenville adopts an annual budget for all of the governmental funds. A budgetary comparison statement for these funds is presented on pages 109-117, to demonstrate compliance with these budgets.

Basic financial statements for the governmental funds are found on pages 44-50, of this report.

Proprietary funds. The City of Warrenville maintains one proprietary fund, the Water and Sewer Enterprise Fund. *Enterprise funds* are used to report the *business-type activities* in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements are on pages 52-55, of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to the City to support day-to-day programs and activities. The accounting used for fiduciary funds is similar to that used for proprietary funds. The Police Pension Fund is the City's sole fiduciary fund. The basic fiduciary fund financial statements are on pages 56-57, of this report.

Infrastructure Assets. Historically, a government's largest group of assets (infrastructure assets, such as roads, bridges, and storm sewers) were not reported nor depreciated in general governmental financial statements because they were in business-type activities. This statement requires that these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential in near perpetuity. If the government develops the asset management system (the modified approach), which periodically (at least every third year) measures and demonstrates its maintenance of locally established levels of service standards by category, the government may record its cost of maintenance in lieu of depreciation. The City has chosen to depreciate assets over their useful life, the first option listed above. If a given road project is considered *maintenance* – a recurring cost that does not extend the road's original useful life or expand its capacity – then the cost of that project is expensed. An "overlay," or resurfacing of a road, is classified as maintenance, whereas the rebuilding of a road base structure would be capitalized.

Notes to the financial statements. The notes to the financial statements 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 are on pages 58-91 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Warrenville's progress in funding its obligation to provide pension benefits to its employees, along with budgetary comparison schedules for the General Fund and major special revenue funds. Required supplementary information is found on pages 93-105, 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 are found on pages 109-128, of this report.

Government-wide Financial Analysis

As indicated previously, over time, net position may serve as a useful indicator of a government's financial position. In the case of the City of Warrentville, assets and deferred outflows exceeded liabilities and deferred inflows by \$93,129,552, as of April 30, 2022.

The largest portion, approximately 92% of the City of Warrentville's total net position, is invested in capital assets (e.g., land, buildings, infrastructure, vehicles, and other equipment). The City of Warrentville uses these capital assets to provide services to citizens, and as a result, these assets are *not* available for future spending. Although the City of Warrentville's investment in its capital assets are reported net of related debt, it should be noted that the resources needed to repay any debt must be provided from other sources, since the capital assets themselves cannot be liquidated to cover these liabilities.

As previously noted, *Unrestricted Net Position*, as of April 30, 2022, totaled a positive net position of \$5,293,260. This is an increase of just over \$4,000,000, in *Unrestricted* net position from FY 2021, when the total was a positive \$1,248,469.

**CITY OF WARRENVILLE
NET POSITION**

	Governmental		Business-type		Total		Percentage Change 2022-2021
	Activities		Activities				
	2022	2021	2022	2021	2022	2021	
Current assets:							
Cash and Investments	13,132,063	11,243,867	6,549,775	4,913,667	19,681,838	16,157,534	21.81%
Receivables - net of allowances	7,856,904	6,297,957	758,794	648,227	8,615,698	6,946,184	24.03%
Other receivables and assets	31,301	(4,860)	224,525	220,141	255,826	215,281	18.83%
Total current assets:	<u>21,020,268</u>	<u>17,536,964</u>	<u>7,533,094</u>	<u>5,782,035</u>	<u>28,553,362</u>	<u>23,318,999</u>	22.45%
Noncurrent assets:							
Capital assets							
Nondepreciable capital assets	46,690,970	46,690,970	-	-	46,690,970	46,690,970	0.00%
Depreciable Capital Assets	43,926,390	43,937,292	26,992,989	26,992,989	70,919,379	70,930,281	-0.02%
Accumulated Depreciation	(21,475,748)	(20,577,780)	(9,909,622)	(9,508,832)	(31,385,370)	(30,086,612)	4.32%
Net Pension Asset - IMRF	1,321,130	271,404	562,029	107,850	1,883,159	379,254	0.00%
Total noncurrent assets	<u>70,462,742</u>	<u>70,321,886</u>	<u>17,645,396</u>	<u>17,592,007</u>	<u>88,108,138</u>	<u>87,913,893</u>	0.22%
Total assets	<u>91,483,010</u>	<u>87,858,850</u>	<u>25,178,490</u>	<u>23,374,042</u>	<u>116,661,500</u>	<u>111,232,892</u>	4.88%
Deferred outflows of resources							
Deferred items - IMRF	591,905	251,854	251,806	100,081	843,711	351,935	139.73%
Deferred items - Police Pension	3,177,283	1,666,520	-	-	3,177,283	1,666,520	90.65%
Deferred items - ARO			1,489,852	1,519,926	1,489,852	1,519,926	
Total deferred outflows of resources	<u>3,769,188</u>	<u>1,918,374</u>	<u>1,741,658</u>	<u>1,620,007</u>	<u>5,510,846</u>	<u>3,538,381</u>	55.74%
Total assets and deferred outflows	<u>95,252,198</u>	<u>89,777,224</u>	<u>26,920,148</u>	<u>24,994,049</u>	<u>122,172,346</u>	<u>114,771,273</u>	6.45%
Current liabilities:							
Accounts payable and accrued liabilities	2,069,068	2,429,165	520,183	210,608	2,589,251	2,639,773	-1.91%
Other current	225,093	213,538	38,588	34,704	263,681	248,242	6.22%
Total current liabilities	<u>2,294,161</u>	<u>2,642,703</u>	<u>558,771</u>	<u>245,312</u>	<u>2,852,932</u>	<u>2,888,015</u>	-1.21%
Noncurrent liabilities							
Compensated absences payable	900,371	854,150	154,351	138,814	1,054,722	992,964	6.22%
Net pension liability - Police Pension	10,420,781	7,927,018			10,420,781	7,927,018	31.46%
Total Other Post Employment Benefits	1,560,040	1,875,837	348,633	294,754	1,908,673	2,170,591	-12.07%
Tax Increment Financing Note Payable	351,075	406,183			351,075	406,183	-13.57%
Asset Retirement Obligation			1,550,000	1,550,000	1,550,000	1,550,000	
Total noncurrent liabilities	<u>13,232,267</u>	<u>11,063,188</u>	<u>2,052,984</u>	<u>1,983,568</u>	<u>15,285,251</u>	<u>13,046,756</u>	17.16%
Total liabilities	<u>15,526,428</u>	<u>13,705,891</u>	<u>2,611,755</u>	<u>2,228,880</u>	<u>18,138,183</u>	<u>15,934,771</u>	13.83%
Deferred Inflows of Resources							
Unearned property taxes	5,603,723	4,470,105			5,603,723	4,470,105	25.36%
Grants	225,000		671,390		896,390	-	
Deferred items - IMRF	1,658,598	1,150,057	705,593	457,006	2,364,191	1,607,063	47.11%
Deferred items - Police Pension	2,040,307	3,039,158			2,040,307	3,039,158	-32.87%
Total deferred inflows of resources:	<u>9,527,628</u>	<u>8,659,320</u>	<u>1,376,983</u>	<u>457,006</u>	<u>10,904,611</u>	<u>9,116,326</u>	19.62%
Total liabilities and deferred inflows	<u>25,054,056</u>	<u>22,365,211</u>	<u>3,988,738</u>	<u>2,685,886</u>	<u>29,042,794</u>	<u>25,051,097</u>	15.93%
Net Position:							
Investment in capital assets	68,790,537	69,644,299	17,083,367	17,484,157	85,873,904	87,128,456	-1.44%
Restricted	1,962,388	1,343,251			1,962,388	1,343,251	46.09%
Unrestricted	(554,783)	(3,575,537)	5,848,043	4,824,006	5,293,260	1,248,469	323.98%
Total Net Position	<u>70,198,142</u>	<u>67,412,013</u>	<u>22,931,410</u>	<u>22,308,163</u>	<u>93,129,552</u>	<u>89,720,176</u>	3.80%

**CITY OF WARRENVILLE
CHANGES IN NET POSITION**

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for Services	\$ 1,176,201	\$ 913,830	\$ 4,684,067	\$ 3,870,896	\$ 5,860,268	\$ 4,784,726
Operating Grants and Contributions	928,465	1,632,609			928,465	1,632,609
Capital Grants and Contributions	-	42,305	-	-	-	42,305
General revenues:						
Property and Replacement Taxes	4,520,520	4,040,731			4,520,520	4,040,731
Other Taxes	10,324,667	7,608,723			10,324,667	7,608,723
Miscellaneous	(111,432)	329,609	(203,773)	(7,480)	(315,205)	322,129
Total Revenue	<u>16,838,421</u>	<u>14,567,807</u>	<u>4,480,294</u>	<u>3,863,416</u>	<u>21,318,715</u>	<u>18,431,223</u>
Expenses:						
General Government	3,019,689	4,159,851	-	-	3,019,689	4,159,851
Public Safety	6,530,037	5,790,946	-	-	6,530,037	5,790,946
Public Works	3,940,779	3,063,118	-	-	3,940,779	3,063,118
Culture & Recreation	248,256	219,604	-	-	248,256	219,604
Economic Development	282,512	257,522	-	-	282,512	257,522
Interest on Long-Term Debt	31,019					
Water			1,614,927	1,562,929	1,614,927	1,562,929
Sewer			2,242,120	1,966,131	2,242,120	1,966,131
Total Expenses	<u>14,052,292</u>	<u>13,491,041</u>	<u>3,857,047</u>	<u>3,529,059</u>	<u>17,878,320</u>	<u>17,020,100</u>
Change in Net Position	2,786,129	1,076,766	623,247	334,357	3,409,376	1,411,123
Net Position - May 1	<u>67,412,013</u>	<u>66,335,247</u>	<u>22,308,163</u>	<u>21,973,806</u>	<u>89,720,176</u>	<u>88,309,053</u>
Net Position - April 30	<u>70,198,142</u>	<u>67,412,013</u>	<u>22,931,410</u>	<u>22,308,163</u>	<u>93,129,552</u>	<u>89,720,176</u>

The City's Net position increased by a total of \$3,409,376, or 3.8%, from the FY 2021 fiscal year-end total of \$89,720,176, to a 2022 fiscal year-end total of \$93,129,552. Total Governmental Activities increased 4.13% from \$67,412,013 to \$70,198,142, while Business Type activities net position increased 2.79%, from \$22,308,163 to \$22,931,410.

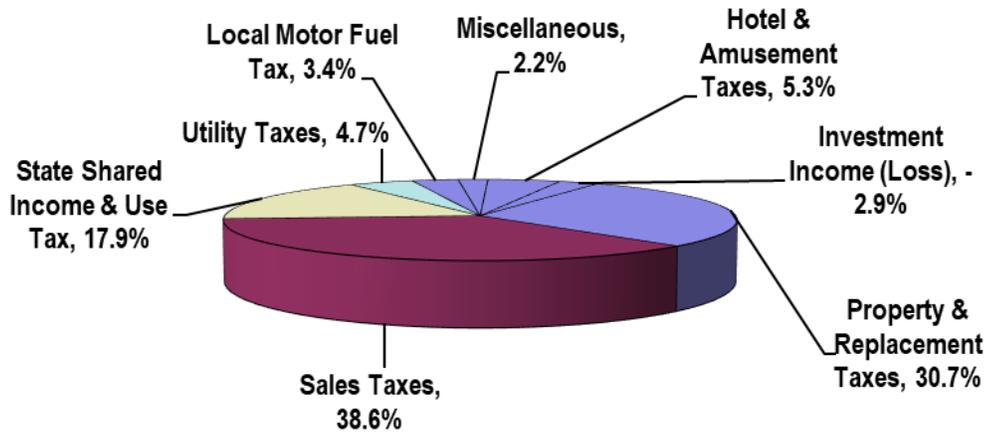
Governmental activities – The net position of the governmental activities increased by 4.13% from \$67,412,013, at the end of FY 2021, to \$70,198,142, by the end of FY 2022. The increase in the net position for governmental activities is attributable to a number of factors. First, the City received \$225,000 in Federal American Recover Plan Act (ARPA) funding, the utilization of which is yet to be finalized. A second is the significant recover to many of the City’s revenue streams, due to the lessening effects of the pandemic. A third is the on-going cost-saving efforts made by City staff to curtail, whenever possible, non-essential expenditures, given the uncertainty of a sustained level of revenue recovery while coming back from the depths of the pandemic.

Summary Governmental Activities Highlights:

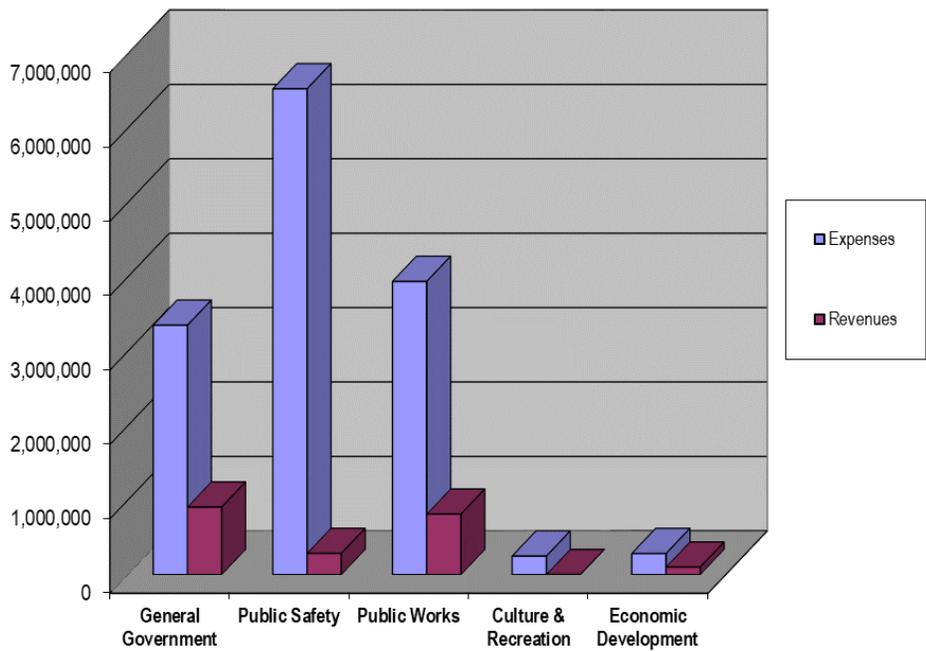
- Expenses for FY 2022, totaled \$14,360,888 an increase of just 6.4% from the FY 2021, total expenses of \$13,491,041.
- Revenue for FY 2022, totaled \$14,360,888 a slight net decrease of just \$206,919, or 1.4% from the FY 2021 revenue total of \$14,567,807.

Expenses and Program Revenues

Revenues By Source - Governmental Activities



Expenses and Program Revenues - Governmental Activities



Governmental Activities require tax subsidization, as there are neither sufficient sources, nor the ability, to price these activities in such a manner as to recoup the cost of services on a program fee basis. The above chart graphically displays the relationship between expenses and revenues.

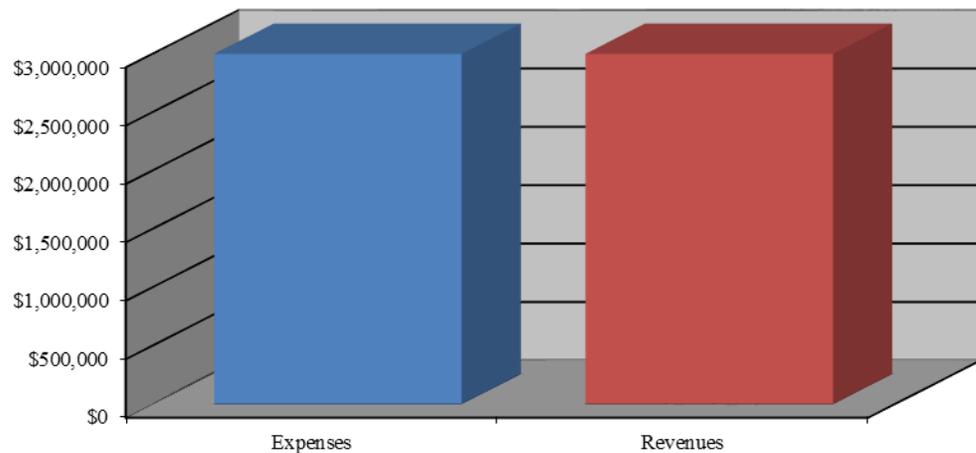
Business-type activities – Net Business-type activities increased the City’s overall net position by \$623,247.

- Charges for services for business-type activities increased by \$823,580, or 24.6%, from FY 2021, revenue of \$3,351,959, to FY 2022, when revenue totaled \$4,175,537. Water and sewer rates increased by 10% and 20%, respectively, effective May 1, 2021.
- Non-operating revenue decreased by about 40%, or \$206,702, due almost entirely to investment losses totaling \$203,733, as a result of the challenging financial markets and the effects on the City’s long-term investment portfolio. On the other side, tap-on fee revenue increased, year-to-year, by just \$9,271, from \$155,036, during FY 2021, to \$164,307 for FY 2022. Finally, a 5% decrease in water tower rental income occurred due to the removal of a cell tower by one of companies during the year.
- For FY 2022, Water and Sewer operating expenses totaled \$3,426,183, an increase of \$366,549, or about 12%, from the FY 2021 year-end figure of \$3,059,634.
- Fiscal year total personnel-related costs fell short of budget by \$310,442. However, the majority of that variance was due to non-operational accounting entries for adjustments to accrued leave

time, other post-employment expense benefits, and IMRF liability related adjustments. This category of expenses totaled \$1,195,059, for FY 2021, and \$1,146,349 for FY 2022, an overall year-to-year decrease of just 4%, or \$48,710.

- Maintenance expenditures were less than budget expectation by \$75,491. Maintenance of water towers, equipment, the utility system, and buildings accounted for much of this positive budget variance, with a combined total positive variance of \$68,367.
- Supplies and Services expenditures fell \$320,518, short of budget. Significant savings occurred in engineering expenses, which were \$135,184, short of budget due to scaled-back projects, as cost saving measures in response to the COVID-19 pandemic. Additional savings of \$112,350 occurred in the wastewater treatment payments made to the City of Naperville, as the result of somewhat drier weather, and early indications that the ongoing infiltration and inflow reduction efforts are paying off, with lower sewerage flows to Naperville for treatment.
- Capital Expenditures finished the fiscal year \$118,732, under budget due to capitalization of assets, and cost savings resulting from scaled back capital projects, as a part of the efforts to cautiously recover from the pandemic financial effects.

Expenses and Program Revenues for Waterworks and Sewerage



Financial Analysis of the Government’s Funds

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

Governmental funds. The focus of the City of Warrenville’s *governmental funds* reporting is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City of Warrenville’s financing requirements. In particular, *unrestricted fund balance* may serve as a useful measure of a government’s net resources available for spending at the end

of the fiscal year. As of the end of FY 2022, the combined balance sheets for the City of Warrenville's governmental funds indicate total ending fund balances increased by \$2,494,248, or about 23%, from \$10,694,005 at the end of FY 2021, to \$13,188,253, at the end of FY 2022.

Unassigned fund balance, is that portion of fund balances which is available for spending at the City's discretion, ended FY 2022, with a net negative balance of just \$775,589, across all applicable funds. This is a year-to-year improvement of \$1,138,056, from the FY 2021 year-end total of a negative \$1,913,645. This change is addressed in the General Fund Highlights section later in this document, with additional discussion in the TIF #3 fund and TIF #4 fund sections.

A total of \$1,962,388, of fund balance is *Restricted*. This indicates that those balances are not available for new spending, but instead are to be used on maintenance of roadways totaling \$1,752,644, from state shared motor fuel taxes, state shared transportation renewal funding, and Rebuild Illinois funding, which is an increase of \$623,593, from the FY 2021 total of \$1,129,051. The remaining restricted fund balance of \$209,744 is for eligible public safety expenditures from the Seized Assets Fund, which had a year-to-year decrease of just \$4,456, from the FY 2021 total of \$214,200.

An additional \$1,593,264 of total fund balance is *Committed* to tourism related activities in the Hotel Tax fund, which is a year-to-year decrease of \$147,132, which will be addressed in the Hotel Tax Fund section later in this analysis.

Assigned fund balance totals another \$5,124,434. This balance is comprised of \$3,389,890, in the General Fund for special projects, and \$1,725,544 in the Capital Maintenance and Replacement Fund for the continuing maintenance of existing City capital assets. This is an increase from the FY 2021 total of \$4,810,504, with all of the increase occurring in the Capital Maintenance and Replacement Fund.

Finally, a total of \$5,283,756 is categorized as *Nonspendable* fund balance, meaning that a portion of fund balance is in a form that cannot be spent. This is the result of advances from the General Fund to the TIF funds, that will be repaid, as the TIF Districts produce sufficient incremental property tax revenue to do so. Additional nonspendable balances are the result of prepaid expenses for FY 2022. Overall, the nonspendable balances increased by \$313,044, from the FY 2021 balance of \$4,970,712. The increase is a result of an increase in prepaid expenses, and additional funding from the Hotel Tax fund in support of the Lexington Trace Redevelopment agreement, that will be addressed later in this document.

General Fund Highlights

The General Fund is the day-to-day operating fund for the City of Warrenville. The General Fund balance at the end of FY 2021 totaled \$12,222,429, and increased by 7.8%, or \$962,997, to a FY 2022 fiscal-year-end total of \$13,185,426.

Comparing total General Fund expenditures to *Unassigned fund balance* may be considered a measure of the General Fund's liquidity. At the end of FY 2021, the *Unassigned* General Fund balance was \$3,852,827, and by the end of FY 2022, this portion of fund balance increase by \$649,953, to \$4,502,780. That figure represents 36% of total General Fund expenditures incurred during FY 2022. At the end of FY 2021, the *Unassigned* fund balance totaled \$3,852,827, or about 33% of FY 2021 expenditures. The total net position includes recognition of a deferred inflow of a \$15,000 of State and Local Fiscal Recovery Funds (SLRF) grant, as a part of the American Rescue Plan. These funds are

anticipated to support senior citizen services enhancements, in conjunction with the DuPage Senior Citizen Council.

Factors contributing to the changes in fund balances include the following:

- General Fund revenue for the fiscal year totaled \$13,193,323, compared with fiscal year total budgeted revenue of \$12,095,203, resulting in positive budget variance of \$1,098,120 or about 9%.
- Individual revenue sources yielded varying results and specific factors included:
 - Property tax revenue collections fell short of budget by \$65,872, or about 1.8%, a figure consistent with prior years
 - State Shared Sales tax revenue exceeded budget by about 27%, or \$571,233, with total revenue realized of \$2,655,233, compared with a budget figure of \$2,084,000. This also represents an increase of 27.4%, from the FY 2021 total realized of \$2,035,606. The FY 2022 budget figure was set under the cloud of not knowing how strong the recovery from the pandemic might be. Receipts for FY 2022, improved over FY 2021 monthly receipts, by an average of 44% per month.
 - Home Rule Sales tax revenue exceeded budget by 52%, or \$832,748, in excess of the budget expectation of \$1,599,634, with total revenue realized of \$2,432,382. As previously mentioned in the State Shared Sales tax section above, the budget expectation for this revenue stream was set not knowing what the pandemic recovery might look like. In addition, during the fiscal year, the City received one remittance from the State of Illinois, which was about 81% more than the average monthly remittance for the full fiscal year, as a result of an Illinois Department of Revenue collections action taken against a remitter at the State level. Finally, even without that additional State remittance, the year-to-year improvement was about 42%.

The combined net positive budget variance from these two sales-tax related sources (state shared and home rule) totaled \$1,403,981.

- State Shared Income Tax revenue for FY 2022 totaled \$2,125,867 and exceeded budget by \$668,641, and represents a 33%, or \$530,903, increase over the FY 2021 figure of \$1,594,964. The actual revenue received represents a per-capita figure of \$158.86 over the full fiscal year. The fiscal year total received also included a much larger than average one-time remittance, which was almost twice the average monthly remittance of the other 11 months. It is also necessary to note, that beginning with the November 2021 remittance, the new 2020, census figure of 13,553 Warrenville residents, became the basis for State per capita remittances, an increase of 413 residents over the previously utilized 2010 census figure of 13,140.
- State Shared Use Tax is also distributed by the State on a per-capita basis, and fell well short of budget, with total revenue received of \$517,681, which was \$67,049 short of the fiscal year budget expectation of \$584,730. The FY 2022 figure represented a decrease of just 2.6% from the FY 2021, total of \$586,837. For FY 2022, the fiscal year-end per capita figure was \$38.56, compared to the original budgeted figure of \$44.50.
- Food and Beverage Tax revenue for the fiscal year totaled \$606,395, which exceeded the budget expectation of \$450,000. The figure also represents a year-to-year increase of

55.45% over the FY 2021, total of \$390,081. The significant increase is a direct result of the post-pandemic recovery, as the restrictions placed on these types of businesses by the State of Illinois during the height of COVID-19 pandemic are no longer in place.

By the end of FY 2022, 51 businesses had collected and remitted this tax during the year, with a net year-to-year change of just one business, and a per remitter fiscal year average of \$11,890. The highest remittance was a total of \$54,527, and the lowest was at \$158.

- Grant revenue received during the fiscal year totaled just \$15,857, which included, an Illinois Public Risk Fund (IPRF) Safety Award, and State IDOT funding.
 - Licenses and Permits revenue includes building, electrical, and plumbing permit revenue, as well as building plan review fees, stormwater management fees, engineering review and inspection fees. This revenue category fell short of budget by a combined total of just \$93,394, with budgeted revenue of \$996,040, and realized revenue of \$902,646. However, this figure represents a year-to-year revenue increase of \$143,113 or 18.8%.
 - Fines and Forfeit revenue completed the fiscal year with a negative budgetary variance of \$38,445, with realized revenue totaling \$260,555, compared to budgeted revenue of \$299,000. The shortfall is a combined result of parking fines and ordinance violations and motor vehicle compliance fines both being short of budget by a total of \$41,361.
 - Investments posted a second straight down year, with net investment loss for the year of \$376,411, as the investment categories available to municipalities for investment continued to fall.
 - Finally, miscellaneous revenue fell short of budget, \$470,434, largely due to the postponement of the trailhead project, and therefore, the supporting use of park developer donations to fund the project did not need to occur.
- Total General Fund operating expenditures showed a positive budget variance of \$2,254,147, with total expenditures of \$12,238,717, compared with a budgeted total of \$14,492,864.

With an anticipated recovery and ongoing uncertainty regarding the effects of the global pandemic on the local economy, the City continued its cautious approach when preparing the FY 2022 Budget with the focus on continuing to provide the level of services and staffing the residents have come to expect.

Positive budget variances, where actual expenditures fell short of budget, occurred in eleven out of twelve departments or cost centers, with one department over budget by just \$1,415. The positive variances are attributable to some of the following factors:

- Administration Department expenditures were short of budget by \$72,461. The savings were in Senior Services support, with lower than anticipated expenditures for the Ride DuPage transportation program, and also no payout for the DuPage Senior Citizens Council, which did not submit a funding request.
- Finance Department expenditures were short of budget by \$61,556. The largest savings occurred in the miscellaneous expenses category, with \$39,490 in savings occurring as a result of purchasing fewer yard-waste stickers for resale, as the City is still adjusting to the new waste collection program and resident purchasing patterns. Additional savings of about \$25,000 occurred in personnel costs as the result of a three-month position vacancy within the department. Those savings were partially offset, by the use of outside contractual accounting and administrative assistance to help cover the vacancy period.

- The Central Services cost center finished the fiscal year with a positive variance from budget of \$679,183. The largest part of the variance occurred due to ongoing delays in the implementation of the ERP Project, and the resulting withholding of milestone payments to the implementer. Additionally, a server replacement project slated to be done during the year, was also held back both as a cost savings measure, and due to some unplanned delays in related projects.
- Community Development Department expenditures had a positive budget variance of \$184,584, with savings in the area of personnel costs due to position vacancies. Additional combined savings of \$75,745 occurred in engineering, other professional services, and building permit review and inspection, which were not utilized to the extent originally anticipated.
- Legal services had a positive budgetary variance of \$60,764, as budgeted non-retainer based legal expenses did not materialize to the level anticipated. Budgeted litigation contingent expenses also never materialized.
- Overall Public Safety expenditures, which include Police Protection, the Emergency Management Agency (EMA), and the Board of Fire and Police Commissioners, had a positive variance of \$223,139. Police Protection alone had personnel-related cost savings of \$116,701, due to staffing vacancies, and collective bargaining negotiations with the Patrol Officers union, which were not concluded as of the end of the fiscal year. Additional budgetary savings came in much smaller amounts across various line items. Budgetary savings were somewhat offset by unemployment expenses, and contributions to the Police Pension Fund, which were above the budgeted figure.
- Total Public Works expenditures had a positive budget variance of \$923,986. Total Street Division expenditures accounted for about 98% of the variance, with budgetary savings of \$903,381. The single largest budgetary savings, \$528,000, was the result of postponing the Prairie Path Trailhead project, which will occur in FY 2023. Much of the planned project costs will be covered by grants and the use of Park Developer donations. Also, savings of \$72,000 from an ongoing, unresolved matter involving path design and construction costs pursuant to an IGA with DuPage County involving River Road. Finally, maintenance costs for both streets, streetlights, and grounds combined for budgetary savings of \$185,667.

General fund summary note

As previously noted, the General Fund completed the fiscal year with a positive variance, operational revenues exceeding operational expenditures by \$954,606. In addition, the General Fund received net non-operational financing sources of \$8,391, through the disposal of assets and administrative transfer-in totaling \$41,391, offset, by a \$37,000 transfer of Road and Bridge Property Tax revenue to the Capital Maintenance and Replacement Fund.

Capital Maintenance and Replacement Fund

The City's Capital Maintenance and Replacement Fund is the accounting fund for the City's long-term Capital Maintenance and Replacement Plan, referred to as the CMRP. The CMRP was first developed and adopted in 2011, and provides for the long-term maintenance and replacement of the City's existing capital assets, such as rolling stock, equipment, and infrastructure. The plan's asset schedules are reviewed regularly and a cost inflation factor has now been built into the plan to provide for regular and automatic updating of the anticipated replacement costs of the infrastructure and vehicles within the plan.

The revenue sources in this fund are comprised of telecommunications tax, amusement tax, natural gas utility and use tax, electric utility tax, and a local motor fuel tax.

The City's 5% Amusement tax revenue is collected from two main sources, a multi-screen theater complex and a family entertainment venue. The COVID-19 pandemic had a significant impact on this revenue stream during FY 2021, when this revenue was down approximately 84%, to just \$35,535 in total. During FY 2022, there was some marginal recovery but this revenue source continues to struggle. For FY 2022, revenue totaled \$179,668, which is still just 58.9% of the revenue received from this source during FY 2019, the last pre-pandemic fiscal year, when revenue totaled \$305,106.

The City's 4¢ per gallon Local Motor Fuel Tax (LMFT) revenue totaled \$501,510, or 22% over the budget figure of \$410,288. Six gas stations are collecting and submitting LMFT. The strongest remitter is Thornton's, in its first full City fiscal year, after having opened in September 2020. Three of the six stations did see a year-to-year decrease in remittances averaging 10%. Two of the other three stations saw year-to-year increases averaging 10.8%, while Thornton's saw a year-to-year increase of 28%.

Natural gas use and utility taxes finished the fiscal year with a positive budget variance of \$68,838, with total revenue received of \$214,435, against a budget figure of \$145,597. The budgetary variance was the result of several factors, including some return-to-workplace effects, as businesses go back to work after the pandemic. A larger factor is occupancy of the recently built residential developments of Lexington Trace and Everton within the Southwest/Route 59 Corridor District of town, and also Arden Apartments of Warrenville located on Ferry Road.

This fund also receives Electric Utility Tax revenue that for the fiscal year totaled \$95,396, and fell short of budget by just \$549, or less than 1%. This revenue source varies only slightly from year-to-year, with average annual revenue of \$94,358, over the last five fiscal years.

Telecommunications Tax revenue, which has been, and continues to be a declining revenue source, fell short of budget by about 5%, or \$20,945, with total revenue received of \$387,366, compared to a budget expectation of \$408,311.

Investments fell well short of budget with an actual loss of \$40,217, as the investment categories available to municipalities for investment decreased, as previously noted.

During the final two months of FY 2022, the City began receiving revenue from video gaming, which was authorized by the City Council. Four video gaming licenses were issued during the year, and two of the applicants were successful in obtaining their State of Illinois gaming licenses, thereby allowing them to operate video gaming machines. While the amount received this fiscal year totaled just \$2,826, it is

anticipated that the other two applicants will also obtain their State licensing, and begin operating additional video gaming machines during the upcoming fiscal year. All revenue from the licenses and the actual gaming go into this fund, and will help offset some of the revenue being lost from some of the aforementioned sources.

Finally, the fund also receives annual capital subsidy transfers totaling \$337,000. The first is \$300,000 from the Hotel Tax Fund, and the second is from the General Fund for \$37,000.

Overall, revenue in this fund, excluding the aforementioned transfers, exceeded budget expectations by almost 19%, or \$216,114, with \$1,355,493 in total operational revenue compared to a budget expectation of \$1,139,379. The post-pandemic improvements in Amusement Tax, Natural Gas taxes, and Local Motor Fuel Taxes revenues accounted for most of this positive variance and helped offset the Telecommunications Tax and Investment losses.

On the expenditure side, FY 2022 expenditures totaled \$1,391,297, a positive variance of \$67,332, or 4.6%, from the budget expectation of \$1,459,797. This variance is in keeping with staff efforts to reduce expenditures, beyond normal, to offset the unknown impacts during the pandemic.

Also included in the expenditures is \$43,780, for the second of five annual lease payments for a street sweeper. Lease payment will run through FY 2025.

The largest expenditures for the fiscal year, as with most fiscal years are for the maintenance expenses associated with the annual road program, which is most often resurfacing of city-owned roadways, according to the aforementioned CMRP. Additional maintenance expenses included the repainting of the Warrenville Historical Society building. Overall maintenance expenditures totaled \$1,150,537, or about 83% of total fund expenditures for the year.

The original budget included the replacement of three Police Department vehicles, and the replacement of a lift station pump at Cerny Park. However, due to ongoing supply chain issues, only two vehicles were replaced, with one of the new vehicles being a hybrid vehicle, as desired by the City Council. The pump replacement project was delayed until FY 2023.

The fund began the fiscal year with a fund balance of \$1,411,614, and completed the fiscal year with a balance of \$1,725,544, a positive net change in fund balance of \$313,930., or 22%.

With average annual expenditures in the CMRP currently totaling just above \$2,900,000, the plan largely operates as intended. However, it continues to be assessed and revised by the CMRP workgroup to address revenues that are no longer meeting the original levels expected.

Motor Fuel Tax Fund

The Motor Fuel Tax (MFT) Fund receives monthly per capita allocations from the State of Illinois motor fuel taxes collected statewide and State Transportation Renewal Fund allocations. The City received a combined total of \$523,823, or approximately \$39.17, per capita, which must be utilized for infrastructure projects. This per capita figure represents a year-to-year increase of \$3.37, per capita, or about \$53.358, more revenue received from the State during FY 2022, than was received during FY 2021. In addition, the fund also achieved \$13,378, in investment income for the year.

During the fiscal year, the City received two more allocations of *Rebuild Illinois* grant funding from the State of Illinois. Each allocation was \$144,329.62, for a total received of \$288,989. This funding must be used for capital projects and is not considered MFT disbursements, such as those noted above. The final allocation will be received over the next year to year-and-a-half.

Fund expenditures for the maintenance of streets, tree removal, streetlights and street signs, and street lighting electricity costs totaled a little over \$102,938 for FY 2022. Additionally, this fund covers the cost of road salt for use during the winter, which was budgeted at a total of \$180,000, while the actual expenditures totaled just over \$87,300, given the relatively light snowfall volume.

The fund began the fiscal year with a total fund balance of \$1,129,501, and ended the fiscal year with a fund balance of \$1,752,644. The *Rebuild Illinois* funding will remain in the fund until it is used for the Mack Road multi-use path and bridge replacement project, which is currently still in the planning stage awaiting certain state approvals.

Hotel Tax Fund

Business travel has been the main component of occupancy for the City's six hotels. Hotel Tax revenue had been averaging about \$904,800 per year over the five fiscal years before FY 2020. For FY 2020 the revenue dropped to \$738,883, and dropped even further for FY 2021, during the height of the pandemic, to just \$305,057.

The City's Hotel Tax Fund received a total of \$605,908, in Hotel Tax revenue for FY 2022, which is 198% of the aforementioned \$305,057 received during FY 2021.

The Hotel Tax revenue collected in this fund is allocated to support community groups and events, encourage overnight stays, and promote the community. Annual recurring recipients or events are the Fourth of July celebration, Summer Daze festival, and the Warrenville Historical Society Curator position. Local groups can receive funding through a grant program established to support other community events. For FY 2022, \$135,366 was disbursed for such community events. The 4th of July and Summer Daze events were both limited events due to the pandemic response, and led to only \$50,000 of the \$81,000 budgeted for these two events, actually being expended.

This fund also is used for public relations expenditures, such as fees for hosting the City website, partnership fees for the DuPage Convention and Visitors Bureau, city promotional items, promotional ads in various publications, and local visitor guide maps.

Finally, this fund also provides an annual capital subsidy to the City's Capital Maintenance and Replacement Fund in the amount of \$300,000.

The Hotel Tax fund began FY 2022 with a fund balance totaling \$1,483,183, and ended the fiscal year with a total fund balance of \$1,593,264. It is necessary to note that the Hotel Tax fund has advanced a total of \$782,465 to the TIF#4 fund in support of a redevelopment agreement (RDA) with Lexington Homes, which will be detailed below in the TIF #4 section of this analysis. As a result, the \$782,465, is not available for future spending until the TIF #4 fund can generate enough incremental property tax revenue to repay the total advances. Therefore, there is a total of \$810,799, available to be spent on future events and other supporting expenditures, such as those noted above. The total net position includes recognition of a deferred inflow of a \$210,000 State and Local Fiscal Recovery Funds (SLRF)

grant, as a part of the American Rescue Plan. Based on current planning, these funds will be used for economic tourism enhancements, and to replace lost revenue, which in turn fund community events.

TIF #3

Tax Increment Financing District #3 Fund began the fiscal-year with a fund balance deficit of \$3,606,569, and as a result of FY 2022, revenue exceeding expenditures by \$208,086, ended the fiscal year with a deficit fund balance of \$3,398,483.

The majority of this deficit is the result of land sold years ago, pursuant to a redevelopment agreement. As a redevelopment incentive, the land was sold at a substantial “loss” from the original 2007 purchase price of \$2,200,000. Under TIF statutes, the TIF #3 fund will utilize incremental property tax revenue generated over the remaining life of the TIF district to repay the City’s General Fund, for the “loss” taken on that land sale. The site is located in the civic center area of town and has been redeveloped as *Stafford Place*, with a total of 27 residential homes. The incremental property tax revenue received during FY 2022 totaled \$445,974, an increase of \$233,824, or about 110%, over the FY 2021 total incremental property tax of \$212,150.

Additionally, the City received a grant of \$100,125, from the Illinois Environmental Protection Agency to assist with the corrective actions involving the former Phillips 66/Citgo property site located at 28W244 Warrenville Road. The site has required environmental remediation of some leaking underground gasoline storage tanks, a project the City was responsible for undertaking after the acquisition of the site.

Total Expenditures were budgeted at \$463,181, with actual expenditures at the end of the fiscal year totaling just \$240,267, leading to a positive expenditures variance for the year of \$222,914. Expenditures for the year included required impact payments to the Warrenville Public Library District and Community Unit School District #200, of \$3,932 and \$59,226, respectively. The majority of the expenditures in this fund were used for ongoing site remediation work on the former Phillip’s 66/Citgo property.

Finally, through the end of FY 2021, the TIF #3 fund received interfund advances from other City funds totaling \$3,074,844, since the inception of the district. As this TIF district generates ever-increasing TIF incremental property tax revenue, these advances will be repaid to the General Fund. For FY 2022 the repayment totaled \$208,086, leaving the net amount advanced at \$2,886,758.

TIF #4

During FY 2017, the City established the Southwest/Route 59 Corridor Tax Increment Finance District (TIF #4), which is roughly 300 acres in the southwest quadrant of the City. The Tax Increment Financing District Fund began FY 2022 with a deficit fund balance of \$2,159,903, and concluded the fiscal year with a deficit fund balance of \$1,879,886.

Incremental property tax revenue received during the year totaled \$398,924, an increase of 75% over the incremental property tax revenue of \$204,200, received in FY 2021. Due to significant new development, the incremental property tax revenue in this fund is projected to increase significantly in the coming fiscal years as the assessed valuation associated with Lexington Trace, Thornton’s gas station, Culver’s, and Everton enter the tax rolls.

Expenditures for the fiscal year total just \$118,907, against a budget expectation of \$479,032. The two largest expenditures for the year included principal and interest payments to Lexington Trace on a note payable for costs associated with the installation of various site infrastructure improvements per the Redevelopment Agreement (RDA) totaling \$76,662, and impact payments made to the Warrenville Public Library District and Community Unit School District #200, totaling a combined \$26,580.

Finally, since the inception of the district through the end of FY 2021, the TIF #4 fund had received interfund advances from other City funds totaling \$2,680,933. These advances will be repaid as this TIF district continues to generate increasing amounts of TIF incremental property tax revenue. For FY 2022 the repayment totaled \$280,017, leaving net advances totaling \$2,400,916, to be repaid in the coming years.

Proprietary fund. The City of Warrenville's sole proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

The unrestricted net position of the Water and Sewer Fund at the end of FY 2022 totaled \$5,901,922, a 22% increase over the FY 2021 total of \$4,824,006.

Operating revenue for the year rose by \$823,580, or about 24%, on a year-to-year basis. Total revenue received in FY 2021 was \$3,351,959, and for FY 2022 totaled \$4,175,539, which exceeded the budget figure of \$3,852,870, by \$322,669. Water Sales revenue exceeded budget by \$70,346, with total revenue of \$1,268,375, compared to a budget figure of \$1,198,029. Sewer Sales revenue finished \$211,496, greater than the budget expectation of \$2,590,716, with realized revenue of \$2,802,209.

Effective May 1, 2021, water and sewer rates increased by 10% and 20%, respectively. During FY 2021, the Council implemented a moratorium on late fees, penalties, and service disconnections during the pandemic to minimize the impacts on residents. However, those restrictions expired and resumed in FY 2022. Penalty income collected during FY 2022 totaled \$51,480, compared to just \$8,033 in FY2021.

Operating expenses for the year totaled \$3,372,304, compared to a budget figure of \$4,251,366, resulting in a positive budget variance of \$879,062.

Non-operating revenues were budgeted at a total of \$482,548, and fell short of budget by a net total of \$177,793. Tap-on Connection Fees revenue exceeded budget by \$118,657, with total realized revenue of \$164,307, and a budget expectation of \$45,650, largely due to the ongoing development activity occurring in TIF #4, as well as within other areas of the City. While the opposite results were realized in Investment Income with a budgetary loss of \$222,773, and an actual loss of \$203,773. Rental Income from leases for cellular antenna installations on water towers fell short of budget by \$73,677, after the decommissioning of one of the tower leases, and some remittance timing.

Overall, the fund's net position increased by \$677,126, or about 3%, from a beginning balance of \$22,308,163, to a fiscal year ending balance of \$22,985,289. Of that fiscal year ending balance, about 74%, or \$17,083,367, represents the investment in the water and sewer infrastructure and other capital assets, leaving 26%, or \$5,901,922, as unrestricted fund balance. The total net position includes recognition of a deferred inflow of a \$671,390 State and Local Fiscal Recovery Funds (SLRF) grant, as a part of the American Rescue Plan. It is anticipated that these funds will be utilized to pay for additional sewer capital infrastructure projects, and assist with minimizing future rate increases.

Capital Asset and Debt Administration

Capital assets. The City of Warrenville’s investment in capital assets for its governmental and business-type activities as of April 30, 2022, totals \$86,224,979 (net of accumulated depreciation). This investment in capital assets includes buildings and system improvements, vehicles, machinery and equipment, water and sewerage infrastructure, and holdings, including City rights-of-way, roads, highways, and bridges. The City’s total net investment in capital assets decreased by 1.5%, or \$1,309,660, from the FY 2021 figure of \$87,534,639.

	City’s Capital Assets						Total Percentage Change <u>2022-2021</u>
	Governmental Activities		Business-type Activities		Total		
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	
Land	\$ 46,690,970	\$46,690,970			\$46,690,970	\$46,690,970	0.00%
Buildings and improvements	11,489,124	11,489,124			11,489,124	11,489,124	0.00%
Streets/Bridges/ Sidewalks	22,320,481	22,320,481			22,320,481	22,320,481	0.00%
Vehicles & Equipment	4,553,206	4,564,108	1,877,569	1,877,569	6,430,775	6,441,677	-0.17%
Stormsewers	5,563,579	5,563,579			5,563,579	5,563,579	0.00%
Waterworks & Sewerage System			25,115,420	25,115,420	25,115,420	25,115,420	0.00%
Totals at historical cost	<u>90,617,360</u>	<u>90,628,262</u>	<u>26,992,989</u>	<u>26,992,989</u>	<u>117,610,349</u>	<u>117,621,251</u>	-0.01%
Total accumulated depreciation	<u>21,475,748</u>	<u>20,577,780</u>	<u>9,909,622</u>	<u>9,508,832</u>	<u>31,385,370</u>	<u>30,086,612</u>	4.32%
Net capital assets	<u><u>69,141,612</u></u>	<u><u>70,050,482</u></u>	<u><u>17,083,367</u></u>	<u><u>17,484,157</u></u>	<u><u>86,224,979</u></u>	<u><u>87,534,639</u></u>	-1.50%

Additional information on the City’s capital assets is found in Note 3, on pages 72-73, of this report.

Capital Improvement Planning. Maintenance of the City’s governmental capital assets, including roadways, curbs, gutters, and sidewalks, as well as storm sewers, and vehicles, is detailed in the Capital Maintenance and Replacement Plan (CMRP), the City’s long-range comprehensive capital improvement

plan. The initial plan was adopted in 2011, to address a significant deficiency in the funding of costs needed for the maintenance of *existing* City assets. The CMRP requires an annual review and updating, as necessary, to ensure the expenditures and revenues associated with the plan are as current as possible.

The initial analysis of the funding sources for the CMRP indicated ongoing funding needs of approximately \$1,000,000 annually. As a result, various steps were undertaken to address that need through new and increased funding sources for the CMRP, which include the Simplified Telecommunications Tax, a local motor fuel, natural gas utility tax, natural gas use tax, and an electric utility tax. The revenue from each of these sources goes solely to fund the CMRP. The specifics of the performance of the various revenue sources supporting the CMRP are discussed in the Capital Maintenance and Replacement Fund details earlier in this report. The plan was revised during FY 2022, to add an annual automatic cost escalator and to update the anticipated overall plan expenditure commitment based upon those updated replacement cost projections. Previously costs were manually updated on an annual basis for each class of assets.

**City's Long Term Debt
(In millions of dollars)**

	Governmental		Business-type		Total		Total
	Activities		Activities				Percentag
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>Change</u> <u>2022-2021</u>
Compensated Absences	1,125,464	1,067,688	192,939	173,518	1,318,403	1,241,206	6.22%
Net Pension Liability/(Asset)							
Police Pension	10,420,781	7,927,018		-	10,420,781	7,927,018	31.46%
Net Other Post-Employment Benefit Obligation							
	1,560,040	1,875,837	348,633	294,754	1,908,673	2,170,591	-12.07%
Asset Retirement Obligation							
	-	-	1,550,000	1,550,000	1,550,000	1,550,000	0.00%
Tax Increment Financing Note							
	351,075	406,183		-	351,075	406,183	-13.57%
Total Long Term Debt	<u>13,457,360</u>	<u>11,276,726</u>	<u>2,091,572</u>	<u>2,018,272</u>	<u>15,548,932</u>	<u>13,294,998</u>	16.95%

The City's overall long-term debt increased by 16.95% from the FY 2021 year-end figure of \$13,294,998, to a FY 2022 year-end figure of \$15,548,932.

The Police Pension net pension liability increased from a FY 2021 ending total of \$7,927,018, to a FY 2022 ending total of \$10,420,781. This long-term increase of \$2,493,763 was the result of increases in service costs and interest expenses, and investment losses for the year of \$1,934,399, given the very challenging investment market for most of the year.

Compensated Absences, such as employee-earned sick time, compensatory time, and vacation time, increased by 6.22% overall, 5.4% for Governmental Activities, and 11.19% for the Business-type

Activities. The total liability was \$1,241,206 at the end of FY 2021, and increased to \$1,318,403 by the end of FY 2022.

Implemented in FY 2021, Governmental Accounting Standards Board (GASB) Statement No. 83, requires the recognition of a governmental unit's obligation to seal and abandon water wells and to demolish the City's water towers at the end of their useful service lives. Business Type Activities currently shows an Asset Retirement Obligation (ARO) of \$1,550,000, with no year-to-year adjustment required at this time.

State Statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 8.625% of its total assessed valuation. However, given that the City became home-rule in Fiscal Year 2004, this statute no longer applies. As previously indicated, the City has no outstanding general obligation debt, as has been the case for more than fifteen years.

Additional information on the City of Warrenville's long-term debt is in Note 3, on pages 75 and 76.

Economic Development and Other Factors

The Southwest/Route 59 Corridor TIF District #4 is an area of significant economic development activities within the City. Several private developments, including Everton, a mixed-use development consisting of 89 townhomes, 259 Class "A" apartments, and 3.5 acres of commercial development, and Lexington Trace, consisting of 106 townhomes added approximately 900 new residents to Warrenville. Lexington Homes is also planning additional residential development adjacent to the Lexington Trace project, which would add 48 new residential units. Finally, the City is in the process of planning for the addition of a new water tower, well, and iron filtration system within TIF #4. As of the fiscal year-end, the final site planning and financial aspects of paying for these infrastructure improvements were yet to be finalized but are likely to occur over the upcoming two- to four fiscal years.

FY 2022 concluded with one expired collective bargaining agreement with Metropolitan Alliance of Police – Chapter 213 for Patrol Officers. Financial settlement terms were not known at the time the FY 2022 Budget was approved by the City Council. Potential financial settlements may require a FY 2023 Budget amendment.

The MAP Chapter 214 agreement with the Police Sergeants, which remained unsettled as of the end of FY 2021, was settled by the end of FY 2022. However, additional financial aspects of the finalized agreement may need to be included in the aforementioned FY 23 budget amendment.

Requests for Information

The purpose of this financial report is to provide a general overview of the City of Warrenville's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this comprehensive annual financial report or requests for additional financial information should be addressed to the City of Warrenville, Finance Director, 3S258 Manning Avenue, IL, 60555.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Fund

Fiduciary Fund

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

CITY OF WARRENVILLE, ILLINOIS

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

See Following Page

CITY OF WARRENVILLE, ILLINOIS

Statement of Net Position

April 30, 2022

	Primary Government		Totals
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Investments	\$ 13,132,063	6,549,775	19,681,838
Receivables - Net of Allowances	7,856,904	758,794	8,615,698
Internal Balances	(204,388)	204,388	-
Prepays	235,689	20,137	255,826
Total Current Assets	21,020,268	7,533,094	28,553,362
Noncurrent Assets			
Capital Assets			
Nondepreciable Capital Assets	46,690,970	-	46,690,970
Depreciable Capital Assets	43,926,390	26,992,989	70,919,379
Accumulated Depreciation	(21,475,748)	(9,909,622)	(31,385,370)
Total Capital Assets	69,141,612	17,083,367	86,224,979
Other Assets			
Net Pension Asset - IMRF	1,321,130	562,029	1,883,159
Total Noncurrent Assets	70,462,742	17,645,396	88,108,138
Total Assets	91,483,010	25,178,490	116,661,500
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	591,905	251,806	843,711
Deferred Items - Police Pension	3,177,283	-	3,177,283
Deferred Items - ARO	-	1,489,852	1,489,852
Total Deferred Outflows of Resources	3,769,188	1,741,658	5,510,846
Total Assets and Deferred Outflows of Resources	95,252,198	26,920,148	122,172,346

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

	Primary Government		Totals
	Governmental Activities	Business-Type Activities	
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 352,623	468,224	820,847
Accrued Payroll	226,136	21,054	247,190
Accrued Interest	65,776	-	65,776
Deposits Payable	320,324	28,600	348,924
Other Payables	1,104,209	2,305	1,106,514
Current Portion of Long-Term Debt	225,093	38,588	263,681
Total Current Liabilities	2,294,161	558,771	2,852,932
Noncurrent Liabilities			
Compensated Absences Payable	900,371	154,351	1,054,722
Net Pension Liability - Police Pension	10,420,781	-	10,420,781
Total OPEB Liability - RBP	1,560,040	348,633	1,908,673
Tax Increment Financing Note Payable	351,075	-	351,075
Asset Retirement Obligation	-	1,550,000	1,550,000
Total Noncurrent Liabilities	13,232,267	2,052,984	15,285,251
Total Liabilities	15,526,428	2,611,755	18,138,183
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	5,603,723	-	5,603,723
Grants	225,000	671,390	896,390
Deferred Items - IMRF	1,658,598	705,593	2,364,191
Deferred Items - Police Pension	2,040,307	-	2,040,307
Total Deferred Inflows of Resources	9,527,628	1,376,983	10,904,611
Total Liabilities and Deferred Inflows of Resources	25,054,056	3,988,738	29,042,794
NET POSITION			
Net Investment in Capital Assets	68,790,537	17,083,367	85,873,904
Restricted - Maintenance of Roadways	1,752,644	-	1,752,644
Restricted - Seized Assets	209,744	-	209,744
Unrestricted (Deficit)	(554,783)	5,848,043	5,293,260
Total Net Position	70,198,142	22,931,410	93,129,552

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

CITY OF WARRENVILLE, ILLINOIS

**Statement of Activities
For the Fiscal Year Ended April 30, 2022**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/Contributions	Capital Grants/Contributions
Governmental Activities				
General Government	\$ 3,019,689	891,646	15,857	-
Public Safety	6,530,037	284,555	-	-
Public Works	3,940,779	-	812,483	-
Culture and Recreation	248,256	-	-	-
Economic Development	282,512	-	100,125	-
Interest on Long-Term Debt	31,019	-	-	-
Total Governmental Activities	14,052,292	1,176,201	928,465	-
Business-Type Activities				
Water and Sewer	3,857,047	4,684,067	-	-
Total Primary Government	17,909,339	5,860,268	928,465	-

- General Revenues
- Taxes
 - Property
 - Home Rule Sales
 - Telecommunications
 - Hotel/Motel
 - Amusement
 - Video Gaming
 - Food and Beverage
 - Natural Gas
 - Electric Utility
 - Local Motor Fuel
- Intergovernmental - Unrestricted
 - Income Taxes
 - State Sales Tax
 - Replacement Taxes
 - Local Use Tax
- Investment (Loss)
- Miscellaneous

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
(2,112,186)	-	(2,112,186)
(6,245,482)	-	(6,245,482)
(3,128,296)	-	(3,128,296)
(248,256)	-	(248,256)
(182,387)	-	(182,387)
(31,019)	-	(31,019)
(11,947,626)	-	(11,947,626)
-	827,020	827,020
(11,947,626)	827,020	(11,120,606)
4,408,792	-	4,408,792
2,432,382	-	2,432,382
387,366	-	387,366
605,908	-	605,908
179,668	-	179,668
2,826	-	2,826
606,395	-	606,395
214,435	-	214,435
95,396	-	95,396
501,510	-	501,510
2,125,867	-	2,125,867
2,655,233	-	2,655,233
111,728	-	111,728
517,681	-	517,681
(429,626)	(203,773)	(633,399)
318,194	-	318,194
14,733,755	(203,773)	14,529,982
2,786,129	623,247	3,409,376
67,412,013	22,308,163	89,720,176
70,198,142	22,931,410	93,129,552

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

CITY OF WARRENVILLE, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2022

	General	Special Revenue Motor Fuel Tax
ASSETS		
Cash and Investments	\$ 7,904,806	1,627,939
Receivables - Net of Allowances		
Property Taxes	3,811,702	-
Other Taxes	1,909,085	44,093
Interest	42,550	-
Due from Other Funds	-	100,680
Advances to Other Funds	5,056,067	-
Prepays	227,689	-
	<u>18,951,899</u>	<u>1,772,712</u>
LIABILITIES		
Accounts Payable	145,149	20,068
Accrued Payroll	226,136	-
Deposits Payable	287,812	-
Other Payables	1,104,209	-
Due to Other Funds	176,465	-
Advances from Other Funds	-	-
Total Liabilities	<u>1,939,771</u>	<u>20,068</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	3,811,702	-
Grants	15,000	-
Total Deferred Inflows of Resources	<u>3,826,702</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>5,766,473</u>	<u>20,068</u>
FUND BALANCES		
Nonspendable	5,283,756	-
Restricted	-	1,752,644
Committed	-	-
Assigned	3,398,890	-
Unassigned	4,502,780	-
Total Fund Balances	<u>13,185,426</u>	<u>1,752,644</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>18,951,899</u>	<u>1,772,712</u>

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

Capital Projects				
Capital Maintenance and Replacement	TIF District #3	TIF District #4	Nonmajor	Totals
1,585,021	21,473	850,401	1,142,423	13,132,063
-	439,873	1,352,148	-	5,603,723
190,057	-	-	60,688	2,203,923
4,937	-	-	1,771	49,258
-	-	-	69,431	170,111
-	-	-	782,465	5,838,532
-	-	-	8,000	235,689
1,780,015	461,346	2,202,549	2,064,778	27,233,299
23,174	78,482	33,980	51,770	352,623
-	-	-	-	226,136
31,297	-	1,215	-	320,324
-	-	-	-	1,104,209
-	-	-	-	176,465
-	3,341,474	2,695,092	-	6,036,566
54,471	3,419,956	2,730,287	51,770	8,216,323
-	439,873	1,352,148	-	5,603,723
-	-	-	210,000	225,000
-	439,873	1,352,148	210,000	5,828,723
54,471	3,859,829	4,082,435	261,770	14,045,046
-	-	-	-	5,283,756
-	-	-	209,744	1,962,388
-	-	-	1,593,264	1,593,264
1,725,544	-	-	-	5,124,434
-	(3,398,483)	(1,879,886)	-	(775,589)
1,725,544	(3,398,483)	(1,879,886)	1,803,008	13,188,253
1,780,015	461,346	2,202,549	2,064,778	27,233,299

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

CITY OF WARRENVILLE, ILLINOIS

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

April 30, 2022

Total Governmental Fund Balances	\$ 13,188,253
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.	69,141,612
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(1,066,693)
Deferred Items - Police Pension	1,136,976
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(1,125,464)
Net Pension Liability - IMRF	1,321,130
Net Pension Liability - Police Pension	(10,420,781)
Total OPEB Liability - RBP	(1,560,040)
Tax Increment Financing Note Payable	(351,075)
Accrued Interest Payable	<u>(65,776)</u>
Net Position of Governmental Activities	<u><u>70,198,142</u></u>

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

CITY OF WARRENVILLE, ILLINOIS

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

See Following Page

CITY OF WARRENVILLE, ILLINOIS

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

	General	Special Revenue Motor Fuel Tax
Revenues		
Taxes	\$ 6,700,417	-
Intergovernmental	5,426,366	812,483
Licenses and Permits	902,646	-
Fines and Forfeits	260,555	-
Investment Income (Loss)	(376,411)	1,419
Miscellaneous	279,750	-
Total Revenues	13,193,323	813,902
Expenditures		
General Government	4,050,600	-
Public Safety	6,423,313	-
Public Works	1,697,939	190,309
Culture and Recreation	66,865	-
Economic Development	-	-
Capital Outlay	-	-
Debt Service		
Principal Retirement	-	-
Interest and Fiscal Charges	-	-
Total Expenditures	12,238,717	190,309
Excess (Deficiency) of Revenues Over (Under) Expenditures	954,606	623,593
Other Financing Sources (Uses)		
Disposal of Capital Assets	3,981	-
Transfers In	41,410	-
Transfers Out	(37,000)	-
	8,391	-
Net Change in Fund Balances	962,997	623,593
Fund Balances - Beginning	12,222,429	1,129,051
Fund Balances - Ending	13,185,426	1,752,644

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

Capital Projects				
Capital Maintenance and Replacement	TIF District #3	TIF District #4	Nonmajor	Totals
1,381,201	348,228	398,924	605,908	9,434,678
-	100,125	-	-	6,338,974
13,000	-	-	-	915,646
-	-	-	-	260,555
(40,217)	-	-	(14,417)	(429,626)
1,509	-	-	36,935	318,194
1,355,493	448,353	398,924	628,426	16,838,421
-	-	-	-	4,050,600
-	-	-	-	6,423,313
-	-	-	-	1,888,248
-	-	-	176,877	243,742
-	240,267	42,245	-	282,512
1,391,297	-	-	4,514	1,395,811
-	-	55,108	-	55,108
-	-	21,554	-	21,554
1,391,297	240,267	118,907	181,391	14,360,888
(35,804)	208,086	280,017	447,035	2,477,533
12,734	-	-	-	16,715
337,000	-	-	-	378,410
-	-	-	(341,410)	(378,410)
349,734	-	-	(341,410)	16,715
313,930	208,086	280,017	105,625	2,494,248
1,411,614	(3,606,569)	(2,159,903)	1,697,383	10,694,005
1,725,544	(3,398,483)	(1,879,886)	1,803,008	13,188,253

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

CITY OF WARRENVILLE, ILLINOIS

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

For the Fiscal Year Ended April 30, 2022

Net Change in Fund Balances - Total Governmental Funds \$ 2,494,248

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

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

Capital Outlays	69,777
Depreciation Expense	(978,647)
Disposals - Cost	(80,679)
Disposals - Accumulated Depreciation	80,679

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

Change in Deferred Items - IMRF	(168,490)
Change in Deferred Items - Police Pension	2,509,614

The change in certain liabilities are reported as expenses on the
Statement of Activities.

Change in Compensated Absences Payable	(57,776)
Change in Net Pension (Asset) - IMRF	1,049,726
Change in Net Pension Liability - Police	(2,493,763)
Change in Total OPEB Liability - RBP	315,797
Retirement of Debt	55,108

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

(9,465)

Changes in Net Position of Governmental Activities

2,786,129

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

CITY OF WARRENVILLE, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2022

See Following Page

CITY OF WARRENVILLE, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2022

	Business-Type Activities
	<u>Water and Sewer</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 6,549,775
Receivables - Net of Allowances	
Accounts	736,043
Accrued Interest	22,751
Due from Other Funds	6,354
Advances to Other Funds	198,034
Prepays	20,137
Total Current Assets	<u>7,533,094</u>
Noncurrent Assets	
Capital Assets	
Depreciable	26,992,989
Accumulated Depreciation	<u>(9,909,622)</u>
Total Capital Assets	17,083,367
Other Assets	
Net Pension Asset - IMRF	<u>562,029</u>
Total Noncurrent Asset	<u>17,645,396</u>
Total Assets	<u>25,178,490</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	251,806
Deferred Items - ARO	<u>1,489,852</u>
Total Deferred Outflows of Resources	<u>1,741,658</u>
Total Assets and Deferred Outflows of Resources	<u>26,920,148</u>

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

	Business-Type Activities
	Water and Sewer
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 468,224
Accrued Payroll	21,054
Deposits Payable	28,600
Other Payables	2,305
Compensated Absences Payable	38,588
Total Current Liabilities	<u>558,771</u>
Noncurrent Liabilities	
Compensated Absences Payable	154,351
Total OPEB Liability - RBP	348,633
Asset Retirement Obligation	1,550,000
Total Noncurrent Liabilities	<u>2,052,984</u>
Total Liabilities	<u>2,611,755</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Items - IMRF	705,593
Grants	671,390
Total Deferred Inflows of Resources	<u>1,376,983</u>
Total Liabilities and Deferred Inflows of Resources	<u>3,988,738</u>
NET POSITION	
Investment in Capital Assets	17,083,367
Unrestricted	5,848,043
Total Net Position	<u><u>22,931,410</u></u>

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

CITY OF WARRENVILLE, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund
For the Fiscal Year Ended April 30, 2022

	Business-Type Activities
	<u>Water and Sewer</u>
Operating Revenues	
Charges for Services	\$ 4,163,004
Miscellaneous	12,535
Total Operating Revenues	<u>4,175,539</u>
Operating Expenses Excluding Depreciation and Amortization Operations	<u>3,426,183</u>
Operating Income Before Depreciation and Amortization	749,356
Depreciation and Amortization	<u>430,864</u>
Operating Income	<u>318,492</u>
Nonoperating Revenues (Expenses)	
Tap-On Connection Fees	164,307
Investment (Loss)	(203,773)
Rental Income	344,221
	<u>304,755</u>
Change in Net Position	623,247
Net Position - Beginning	<u>22,308,163</u>
Net Position - Ending	<u><u>22,931,410</u></u>

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

CITY OF WARRENVILLE, ILLINOIS

**Statement of Cash Flows - Proprietary Fund
For the Fiscal Year Ended April 30, 2022**

	Business-Type Activities
	Water and Sewer
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 4,599,190
Payments to Employees	(455,689)
Payments to Suppliers	(2,303,620)
	<u>1,839,881</u>
Cash Flows from Investing Activities	
Investment (Loss)	<u>(203,773)</u>
Net Change in Cash and Cash Equivalents	1,636,108
Cash and Cash Equivalents - Beginning	<u>4,913,667</u>
Cash and Cash Equivalents - Ending	<u><u>6,549,775</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income	318,492
Adjustments to Reconcile Operating Income to	
Net Cash Provided by Operating Activities:	
Depreciation Expense	430,864
Other Income	508,528
IMRF/OPEB Expense	(333,512)
(Increase) Decrease in Current Assets	(84,877)
Increase (Decrease) in Current Liabilities	<u>1,000,386</u>
Net Cash Provided by Operating Activities	<u><u>1,839,881</u></u>

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

CITY OF WARRENVILLE, ILLINOIS

Statement of Fiduciary Net Position

April 30, 2022

	<u>Pension Trust</u> <u>Police Pension</u>
ASSETS	
Cash and Cash Equivalents	\$ 566,914
Investments, at Fair Value	
U.S. Treasury Obligations	2,548,730
U.S. Agency Obligations	1,814,480
Corporate Bonds	7,938,649
Common Stock	11,930,380
Mutual Funds	551,904
Receivables	
Accrued Interest	73,380
Prepays	<u>530</u>
Total Assets	25,424,967
LIABILITIES	
Accounts Payable	<u>6,197</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>25,418,770</u></u>

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

CITY OF WARRENVILLE, ILLINOIS

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

	Pension Trust Police Pension
<hr/> <hr/>	
Additions	
Contributions - Employer	\$ 1,225,301
Contributions - Plan Members	309,297
Other Income	30,844
Total Contributions	<u>1,565,442</u>
Investment Income	
Interest Income	1,027,575
Net Change in Fair Value	<u>(2,913,732)</u>
	(1,886,157)
Less Investment Expenses	<u>(48,242)</u>
Net Investment Income	<u>(1,934,399)</u>
Total Additions	<u>(368,957)</u>
Deductions	
Administration	51,531
Benefits and Refunds	<u>1,661,840</u>
Total Deductions	<u>1,713,371</u>
Change in Fiduciary Net Position	(2,082,328)
Net Position Restricted for Pensions	
Beginning	<u>27,501,098</u>
Ending	<u><u>25,418,770</u></u>

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Warrenville (City), Illinois, was incorporated in 1967. The City is a home rule municipality under the 1970 Illinois Constitution. The City Council is comprised of the Mayor and eight Aldermen. An appointed City Administrator acts as the administrative head. The City provides services which include police protection, street maintenance and construction, building and zoning enforcement, water pumping, storage and distribution, sanitary sewer service and general administrative services.

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

REPORTING ENTITY

The City's financial reporting entity comprises the following

Primary Government:	City of Warrenville
---------------------	---------------------

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

Police Pension Employees Retirement System

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

BASIS OF PRESENTATION

Government-Wide Financial Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The City's police protection, street maintenance and construction, building and zoning enforcement, and general administrative services are classified as governmental activities. The City's water and sanitary sewer services are classified as business-type activities.

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Financial Statements – Continued

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

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

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

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

Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The City electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

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

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

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds

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

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

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City maintains one major special revenue fund, the Motor Fuel Tax Fund, which is used to account for the restricted revenue received from the State of Illinois for the local share of motor fuel tax collection. The City also maintains two nonmajor special revenue funds, the Seized Assets Fund and the Hotel/Motel Tax Fund.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds) and the purchase of equipment. The City maintains three major capital projects funds, the Capital Maintenance and Replacement Fund, the TIF District #3 Fund and the TIF District #4 Fund. The Capital Maintenance and Replacement Fund is used to account for the accumulated funds assigned for the maintenance and replacement of major capital assets. The TIF District #3 Fund is used to account for the incremental property tax revenues received from the City's designated Old Town Civic Center TIF District that are restricted to be used for the development of the designated site. The TIF District #4 Fund is used to account for the incremental property tax revenues received from the City's designated Southwest/Route 59 Corridor TIF District that are restricted to be used for the development of the designated site.

Proprietary Funds

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

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Fiduciary Funds

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

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund is used to account for the accumulation of resources to be used for disability and retirement annuity payments to sworn police department personnel in the future. Resources are contributed by employees at fixed rates by law and by the City at amounts determined by an independent actuary from a specific property tax levy.

The City's pension trust fund is presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the City, this fund is not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

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

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting

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

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

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the City’s enterprise funds are charges to customers for sales and services.

The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Cash and Investments

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Cash and Investments – Continued

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

Interfund Receivables, Payables and Activity

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

Prepays

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

Receivables

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$20,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

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

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

Buildings	40 Years
Streets, Bridges and Sidewalks	3 - 60 Years
Storm Sewers	75 Years
Vehicles and Equipment	5 - 10 Years
Water and Sewer Infrastructure	75 Years

Deferred Outflows/Inflows of Resources

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

Compensated Absences

Vested or accumulated sick leave and compensatory time off that is owed to retirees or terminated employees is reported as an expenditure and a fund liability of the fund that will pay it in the fund financial statements.

Vested or accumulated sick leave and compensatory time off of proprietary funds at both the fund level and government-wide level and governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees.

Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements.

Net Position

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

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

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Net Position – Continued

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

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The City’s budgetary operations are governed by the Budget Ordinance and are administered by the Budget Officer. All departments of the City submit requests for proposed expenditures to the Budget Officer so that a budget may be prepared. The budget is prepared by fund and object and includes information on the past two years and current year estimates of revenues and expenditures for the next fiscal year. The City adopted annual budgets for all governmental funds, proprietary and fiduciary funds.

The proposed budget is presented to the City Council for review. The City Council holds public meetings and may modify the estimates if necessary. All budgeted appropriations lapse at year end.

Budgeted revenue and expenditures for fiscal year 2022 were determined on a basis consistent with accounting principles generally accepted in the United States of America. Budgeted revenue is based upon amounts expected to be received during the fiscal year. Budgeted expenditures are based upon anticipated cash needs for specifically identified projects. Such amounts are substantially the same as modified accrual basis revenues and expenditures. The legal level of budgetary control is at the fund level. Management may reallocate noncapital expenditure amounts within a fund’s budget from one-line item to another if a special need arises, without City Council approval. Any request for additional capital expenditures or changes that will increase the fund’s total budget must be approved by the City Council. During fiscal year 2022, there were no supplemental budget amendments.

DEFICIT FUND BALANCE

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

Fund	Deficit
TIF District #3	\$ 3,398,483
TIF District #4	1,879,886

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

EXCESS OF ACTUAL EXPENSES OVER BUDGET IN INDIVIDUAL FUND

The following fund had an excess of actual expenses over budget as of the date of this report:

Fund	Excess
Police Pension	\$ 567,415

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." If a fund overdraws its equity in the pool, an interfund payable is recorded with a corresponding interfund receivable reported in a fund designated by the City.

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

The deposits and investments of the Pension Fund are held separately from those of other City funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is 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 the share price, the price for which the investment could be sold.

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

Deposits. At year-end, the carrying amount of the City’s deposits for governmental and business-type activities totaled \$890,023 and the bank balances totaled \$1,265,874.

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

Investment Instrument	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasuries	\$ 4,850,153	-	4,850,153	-	-
U.S. Agencies	1,589,034	-	1,589,034	-	-
State and Local Obligations	1,679,999	456,214	1,223,785	-	-
Corporate Bonds	4,790,813	-	4,790,813	-	-
Illinois Funds	5,369,765	5,369,765	-	-	-
Illinois Metropolitan Investment Fund	512,051	512,051	-	-	-
	<u>18,791,815</u>	<u>6,338,030</u>	<u>12,453,785</u>	<u>-</u>	<u>-</u>

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

- U.S. Treasuries of \$4,850,153 are valued using quoted market prices (Level 1 inputs)
- U.S. Agencies of \$1,589,034 are valued using other observable inputs (Level 2 inputs)
- State and Local Obligations of \$1,679,999 are valued using other observable inputs (Level 2 inputs)
- Corporate Bonds of \$4,790,813 are valued using other observable inputs (Level 2 inputs)
- Illinois Funds of \$5,369,765 are measured at the net asset value per share as determined by the pool
- Illinois Metropolitan Investment Fund of \$512,051 are measured at the net asset value per share as determined by the pool

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. It is the policy of the City 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 City 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. In accordance with its investment policy, the City 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. Any investment with a maturity of greater than five years requires prior approval and a specific purpose for investment.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City limits its exposure to credit risk by limiting its investments to those allowed within the policy, pre-qualifying all brokers and dealers and primarily investing in external investment pools and investments either explicitly or implicitly guaranteed by the full faith and credit of the United States Government. At year-end, the City’s investments in the Illinois Funds was rated AAAM by Standard & Poor’s. The Illinois Metropolitan Investment Trust Convenience Fund is not rated, and the Illinois Metropolitan Investment Trust 1-3 Year Fund is rated AAAF by Standard & Poor’s. U.S. Agency, state and local obligation, and corporate bond investment ratings were not available.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City’s investment policy requires pledging of collateral, at 110% of the deposits secured, for all bank balances in excess of federal depository insurance, with the collateral held by an independent third party. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance. Custodial credit risk for investment is the risk that in the event of the failure of the counterparty to the investment, the City will not be able to recover the value of its investments that are in possession of an outside party. The City’s investment policy does not address this risk. To limit its exposure, the City requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third-party custodian and evidenced by safekeeping receipts and a written custodial agreement.

Concentration Risk. This is the risk of loss attributed to the magnitude of the City’s investment in a single issuer. The City’s investment policy requires diversification of investments to minimize potential losses. The City’s investment policy requires that no financial institution shall hold more than 20% of the City’s investment portfolio, exclusive of U.S. Treasury securities and collateralized investments held in safekeeping. Additionally, investments in corporate paper shall not exceed 10% and Illinois Funds shall not exceed 25% of the total portfolio. At year-end, the City does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$566,914 and the bank balances totaled \$567,039.

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

Investment Instrument	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Obligations	\$ 2,548,730	-	1,084,231	1,464,499	-
U.S. Agency Obligations	1,814,480	188,897	1,361,030	264,553	-
Corporate Bonds	7,938,649	851,323	4,502,975	2,584,351	-
	<u>12,301,859</u>	<u>1,040,220</u>	<u>6,948,236</u>	<u>4,313,403</u>	<u>-</u>

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

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasury Obligations	\$ 2,548,730	2,548,730	-	-
U.S. Agency Obligations	1,814,480	-	1,814,480	-
Corporate Bonds	7,938,649	-	7,938,649	-
Equity Securities				
Common Stock	11,930,380	11,930,380	-	-
Mutual Funds	551,904	551,904	-	-
Total Investments by Fair Value Level	<u>24,784,143</u>	<u>15,031,014</u>	<u>9,753,129</u>	<u>-</u>

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Interest Rate Risk. It is the policy of the Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the cash flow demands of the Fund, assuring that funds are available to meet future liabilities 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, legality, safety of principal, liquidity and rate of return. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for anticipated operating requirements while providing a long-term rate of return based on the current market.

Credit Risk. The Fund limits its exposure to credit risk by limiting its investments to those allowed within the policy and primarily investing in external investment pools and investments either explicitly or implicitly guaranteed by the full faith and credit of the United States Government. At year end, the Pension’s investment ratings were not available.

Custodial Credit Risk. The Fund’s investment policy requires pledging of collateral, at 110% of the deposits secured, for all bank balances in excess of federal depository insurance, with the collateral held by an independent third party. The Fund’s investment policy also requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third-party custodian and evidenced by safekeeping receipts and a written custodial agreement. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance.

Concentration Risk. The Fund’s investment policy requires diversification of investments to minimize risk. In addition to the securities and fair values listed above, the Fund also has \$11,930,380 invested in common stock and \$551,904 invested in mutual funds. At year-end, the Fund does not have any investments over 5 percent of the net position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	5.39% - 45.66%	2.00%
Domestic Equities	4.92% - 23.47%	5.70% - 6.20%
International Equities	4.99% - 10.11%	6.40% - 8.60%
Real Estate	2.08%	5.50%
Cash and Cash Equivalents	3.37%	0.40%

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

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

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

Rate of Return

For the year ended April 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (6.91%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2021 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2019. The County collects such taxes and remits them periodically. Those 2021 taxes are intended to finance the 2022 fiscal year and are not considered available for current operations and are, therefore, shown as a deferred inflow at year-end. The 2022 tax levy has not been recorded as a receivable at April 30, 2022. The tax is attached as a lien on property as of January 1, 2022; however, the tax will not be levied until December 2022 and, accordingly, is not measurable at April 30, 2022.

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 10,268,949	-	-	10,268,949
Land - Right of Way	33,511,165	-	-	33,511,165
Construction in Progress	2,910,856	-	-	2,910,856
	<u>46,690,970</u>	<u>-</u>	<u>-</u>	<u>46,690,970</u>
Depreciable Capital Assets				
Buildings	11,489,124	-	-	11,489,124
Streets, Bridges and Sidewalks	22,320,481	-	-	22,320,481
Storm Sewers	5,563,579	-	-	5,563,579
Vehicles and Equipment	4,564,108	69,777	80,679	4,553,206
	<u>43,937,292</u>	<u>69,777</u>	<u>80,679</u>	<u>43,926,390</u>
Less Accumulated Depreciation				
Buildings	5,775,571	272,198	-	6,047,769
Streets, Bridges and Sidewalks	10,084,719	359,770	-	10,444,489
Storm Sewers	2,015,014	74,140	-	2,089,154
Vehicles and Equipment	2,702,476	272,539	80,679	2,894,336
	<u>20,577,780</u>	<u>978,647</u>	<u>80,679</u>	<u>21,475,748</u>
Total Net Depreciable Capital Assets	<u>23,359,512</u>	<u>(908,870)</u>	<u>-</u>	<u>22,450,642</u>
Total Net Capital Assets	<u>70,050,482</u>	<u>(908,870)</u>	<u>-</u>	<u>69,141,612</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 124,197
Public Safety	176,501
Public Works	<u>677,949</u>
	<u>978,647</u>

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

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

	Beginning Balances	Increases	Decreases	Ending Balances
Depreciable Capital Assets				
Vehicles and Equipment	\$ 1,877,569	-	-	1,877,569
Water and Sewer Infrastructure	25,115,420	-	-	25,115,420
	<u>26,992,989</u>	-	-	<u>26,992,989</u>
Less Accumulated Depreciation				
Vehicles and Equipment	1,297,964	77,481	-	1,375,445
Water and Sewer Infrastructure	8,210,868	323,309	-	8,534,177
	<u>9,508,832</u>	<u>400,790</u>	-	<u>9,909,622</u>
 Total Net Capital Assets	 <u>17,484,157</u>	 <u>(400,790)</u>	 -	 <u>17,083,367</u>

Depreciation expense of \$400,790 was charged to the Water and Sewer Fund.

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Balances

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

Receivable Fund	Payable Fund	Amount
Motor Fuel Tax	General	\$ 100,680
Nonmajor Governmental	General	69,431
Water and Sewer	General	<u>6,354</u>
		<u>176,465</u>

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS – Continued

Interfund Advances

Interfund advances as of the date of this report are as follows:

Advance from	Advance to	Amount
General	TIF District #3	\$ 3,341,474
General	TIF District #4	1,714,593
Nonmajor Governmental	TIF District #4	782,465
Water and Sewer	TIF District #4	<u>198,034</u>
		<u><u>6,036,566</u></u>

Interfund advances represent payments of tax increment financing expenditures on behalf of these funds. These amounts will be paid over several years. Debt service requirements to maturity are not available for the tax increment financing note, as it is payable only as incremental taxes are collected. As such, no fixed debt service schedule exists.

Interfund Transfers

Transfer In	Transfer Out	Amount
General	Nonmajor Governmental	\$ 41,410 (1)
Capital Maintenance and Replacement	Nonmajor Governmental	300,000 (1)
Capital Maintenance and Replacement	General	<u>37,000 (2)</u>
		<u><u>378,410</u></u>

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

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

Tax Increment Financing Notes

The City issues tax increment financing notes to provide funds to finance development costs. Tax increment financing notes have been issued for governmental activities. Debt service requirements to maturity are not available for the tax increment financing note, as it is payable only as incremental taxes are collected. As such, no fixed debt service schedule exists.

Tax increment financing notes currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
2019 Tax Increment Financing Note, \$406,183 original issue, due in annual installments of principal and interest each February 1 through February 1, 2027; interest at 6.80%. Funded by incremental property tax revenues of the Lexington Trace Project. Issued to finance extraordinary development costs.	TIF District #4	\$ 406,183	-	55,108	351,075

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 1,067,688	115,552	57,776	1,125,464	225,093
Net Pension Liability					
Police Pension	7,927,018	2,493,763	-	10,420,781	-
Total OPEB Liability - RBP	1,875,837	-	315,797	1,560,040	-
Tax Increment Financing Note	406,183	-	55,108	351,075	-
	<u>11,276,726</u>	<u>2,609,315</u>	<u>428,681</u>	<u>13,457,360</u>	<u>225,093</u>
Business-Type Activities					
Compensated Absences	173,518	38,842	19,421	192,939	38,588
Total OPEB Liability - RBP	294,754	53,879	-	348,633	-
Asset Retirement Obligation	1,550,000	-	-	1,550,000	-
	<u>2,018,272</u>	<u>92,721</u>	<u>19,421</u>	<u>2,091,572</u>	<u>38,588</u>

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity – Continued

For the governmental activities, the General Fund makes payments on the compensated absences, the net pension liability/(asset), and the total OPEB liability. The payments on the tax increment financing note is paid by the TIF District #4 Fund. For the business-type activities, the Water and Sewer Fund makes payments on the compensated absences, net pension liability(asset), the total OPEB liability, and the asset retirement obligation.

Asset Retirement Obligation

The City has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells and demolition of the City's water towers at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells ranges between 49 and 61 years and the estimated remaining useful lives of the water towers ranges between 38 and 60 years.

FUND BALANCE CLASSIFICATIONS

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

Minimum Fund Balance Policy. The City has established fund balance reserve policies for the General Fund. The General Fund targets 25% of the current fiscal year's operating expenditures budget.

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

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

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

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

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

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

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

	Special Revenue		Capital Projects			Nonmajor	Totals
	General	Motor Fuel Tax	Capital Maintenance and Replacement	TIF District #3	TIF District #4		
Fund Balances							
Nonspendable							
Advances	\$ 5,056,067	-	-	-	-	-	5,056,067
Prepays	227,689	-	-	-	-	-	227,689
	<u>5,283,756</u>	-	-	-	-	-	<u>5,283,756</u>
Restricted							
Maintenance of Roadways	-	1,752,644	-	-	-	-	1,752,644
Seized Assets	-	-	-	-	-	209,744	209,744
	<u>-</u>	<u>1,752,644</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>209,744</u>	<u>1,962,388</u>
Committed							
Tourism	-	-	-	-	-	1,593,264	1,593,264
Assigned							
Capital Projects	3,398,890	-	1,725,544	-	-	-	5,124,434
Unassigned	<u>4,502,780</u>	<u>-</u>	<u>-</u>	<u>(3,398,483)</u>	<u>(1,879,886)</u>	<u>-</u>	<u>(775,589)</u>
Total Fund Balances	<u>13,185,426</u>	<u>1,752,644</u>	<u>1,725,544</u>	<u>(3,398,483)</u>	<u>(1,879,886)</u>	<u>1,803,008</u>	<u>13,188,253</u>

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 69,141,612
Less Capital Related Debt:	
Tax Increment Financing Note of 2019	<u>(351,075)</u>
Net Investment in Capital Assets	<u>68,790,537</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	<u>17,083,367</u>

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; thefts of, damage to and destruction of assets, errors and omissions; natural disasters; and injuries to the City’s employees. The City reports its risk management activities in the General Fund. The City purchases third party indemnity medical and dental insurance from a private insurance company. Premiums have been displayed as expenditures/expenses in appropriate funds. There has been no significant reduction in coverage in any program from coverage in the prior year. For all programs, settlement amounts have not exceeded insurance coverage for the current or three prior years.

Illinois Public Risk Fund (IPRF)

The City participates in a risk management pool, the Illinois Public Risk Fund (IPRF), for workers’ compensation insurance. IPRF is a self-insured pool for workers’ compensation coverage. IPRF currently serves public entities and government agencies throughout Illinois. These participating public entities have pooled for workers’ compensation. A Board of Trustees is elected by IPRF participants oversees the operation of the IPRF and governs it in accordance with State of Illinois rules and guidelines.

Intergovernmental Personnel Benefit Cooperative (IPBC)

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES

Litigation

The City is not currently involved in any lawsuits.

Grants

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

Financial Impact from COVID-19

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

COMMITMENTS

Developer Agreement

Under a Development/Economic Initiative Agreement entered into in April of 2019, the City agreed to reimburse eligible costs associated with a development located near the intersection of Butterfield Road and Illinois Route 59. The City has agreed to reimburse the Developer up to \$875,462 of eligible project expenditures. In addition, the City has also agreed to wave up to \$578,282 in various permit and inspection fees that would otherwise be due to the City in connection with the project. Through April 30, 2022, the City has reimbursed \$830,177 in construction expenditures and has waved \$505,994 in designated fees. All payments have been recorded as expenditures in the TIF District #4 Fund.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The City contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system and the Police Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and may be obtained by writing to the City at 3 S, 258 Manning Ave, Warrenville, IL 60555. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

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

	Net Pension Liability/ (Asset)	Deferred Outflows	Deferred Inflows	Pension Expense/ (Revenue)
IMRF	\$ (1,883,159)	843,711	2,364,191	(179,493)
Police Pension	10,420,781	3,177,283	2,040,307	1,241,152
	8,537,622	4,020,994	4,404,498	1,061,659

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

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

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

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

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

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

Inactive Plan Members Currently Receiving Benefits	45
Inactive Plan Members Entitled to but not yet Receiving Benefits	18
Active Plan Members	<u>40</u>
Total	<u><u>103</u></u>

Contributions. As set by statute, the City’s Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2022, the City’s contribution was 9.89% of covered payroll.

Net Pension (Asset). The City’s net pension (asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

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

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

CITY OF WARRENVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	(0.60%)
Domestic Equities	39.00%	1.90%
International Equities	15.00%	3.15%
Real Estate	10.00%	3.30%
Blended	10.00%	1.70% - 5.50%
Cash and Cash Equivalents	1.00%	(0.90%)

Discount Rate

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

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	541,517	(1,883,159)	(3,825,986)

Changes in the Net Pension (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2020	\$ 17,516,712	17,895,966	(379,254)
Changes for the Year:			
Service Cost	341,776	-	341,776
Interest on the Total Pension Liability	1,256,379	-	1,256,379
Difference Between Expected and Actual Experience of the Total Pension Liability	901,512	-	901,512
Changes of Assumptions	-	-	-
Contributions - Employer	-	372,164	(372,164)
Contributions - Employees	-	156,226	(156,226)
Net Investment Income	-	2,951,997	(2,951,997)
Benefit Payments, including Refunds of Employee Contributions	(716,461)	(716,461)	-
Other (Net Transfer)	-	523,185	(523,185)
Net Changes	1,783,206	3,287,111	(1,503,905)
Balances at December 31, 2021	19,299,918	21,183,077	(1,883,159)

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended April 30, 2022, the City recognized pension revenue of \$179,493. At April 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 691,652	(85,371)	606,281
Change in Assumptions	46,246	(88,862)	(42,616)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(2,189,958)	(2,189,958)
Total Pension Expense to be Recognized in Future Periods	737,898	(2,364,191)	(1,626,293)
Pension Contributions Made Subsequent to the Measurement Date	105,813	-	105,813
Total Deferred Amounts Related to IMRF	843,711	(2,364,191)	(1,520,480)

\$105,813 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2023. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2023	\$ (279,486)
2024	(691,142)
2025	(330,465)
2026	(325,200)
2027	-
Thereafter	-
Total	(1,626,293)

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

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

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

Inactive Plan Members Currently Receiving Benefits	14
Inactive Plan Members Entitled to but not yet Receiving Benefits	10
Active Plan Members	<u>31</u>
Total	<u><u>55</u></u>

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

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

Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of ½ of the change in the Consumer Price Index for the proceeding calendar year.

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2022, the City’s contribution was 39.29% of covered payroll.

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

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.75%
Salary Increases	3.75% - 7.81%
Cost of Living Adjustments	2.25%
Inflation	2.25%

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

Discount Rate

The discount rate used to measure the total pension liability was 6.75% in the current and 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 City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity

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

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 16,339,034	10,420,781	5,665,328

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2021	\$ 35,428,116	27,501,098	7,927,018
Changes for the Year:			
Service Cost	758,713	-	758,713
Interest on the Total Pension Liability	2,253,975	-	2,253,975
Changes in Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	(939,413)	-	(939,413)
Changes of Assumptions	-	-	-
Contributions - Employer	-	1,225,301	(1,225,301)
Contributions - Employees	-	309,297	(309,297)
Contributions - Other	-	30,844	(30,844)
Net Investment Income	-	(1,934,399)	1,934,399
Benefit Payments, including Refunds of Employee Contributions	(1,661,840)	(1,661,840)	-
Administrative Expense	-	(51,531)	51,531
Net Changes	411,435	(2,082,328)	2,493,763
Balances at April 30, 2022	35,839,551	25,418,770	10,420,781

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

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

For the year ended April 30, 2022, the City recognized pension expense of \$1,241,152. At April 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 485,769	(1,450,603)	(964,834)
Change in Assumptions	827,322	(589,704)	237,618
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,864,192	-	1,864,192
Total Deferred Amounts Related to Police Pension	<u>3,177,283</u>	<u>(2,040,307)</u>	<u>1,136,976</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2023	\$ 322,176
2024	239,651
2025	12,006
2026	575,907
2027	(31,260)
Thereafter	<u>18,496</u>
Total	<u>1,136,976</u>

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The City’s defined benefit OPEB plan, City of Warrenville Retiree Benefits Plan (RBP), provides OPEB for its eligible retired employees through a single employer defined benefit plan. SWRBP is a single-employer defined benefit OPEB plan administered by the City. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the City Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The plan does not issue a stand-alone financial report.

Benefits Provided. RBP provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at the time of the employee’s retirement). To be eligible for benefits, the employee must qualify for retirement under one of the City’s two retirement plans. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the City’s health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both plans.

Plan Membership. As of April 30, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	3
Inactive Plan Members Entitled to but not yet Receiving Benefits	–
Active Plan Members	<u>70</u>
Total	<u><u>73</u></u>

Total OPEB Liability

Total OPEB Liability. The City’s total OPEB liability was measured as of April 30, 2022. The total OPEB liability used to calculate the total liability was determined by an actuarial valuation as of April 30, 2022.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the April 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Actuarial Assumptions and Other Inputs – Continued.

Inflation	2.25%
Salary Increases	2.75%
Discount Rate	3.21%
Healthcare Cost Trend Rates	The initial trend rate is based on the 2022 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates selected fall within a generally accepted range.
Retirees' Share of Benefit-Related Costs	Same as Healthcare Trend Rates

The discount rate was based on a combination of the expected long-term rate of return on plan assets and the municipal bond rate.

Mortality rates were based on the PubG-2010(B) improved generationally using MP-2020 improvement rates, weighted per IMRF experience study report dated December 14, 2020, age 83 for males, age 87 for females.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at April 30, 2021	<u>\$ 2,170,591</u>
Changes for the Year:	
Service Cost	68,736
Interest on the Total Pension Liability	48,677
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	57,348
Changes of Assumptions or Other Inputs	(384,160)
Benefit Payments	<u>(52,519)</u>
Net Changes	<u>(261,918)</u>
Balance at April 30, 2022	<u><u>1,908,673</u></u>

CITY OF WARRENVILLE, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

The discount rate used to measure the total pension liability was 3.21%, while the prior valuation used 2.27%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (2.21%)	Current Discount Rate (3.21%)	1% Increase (4.21%)
Total OPEB Liability	\$ 2,223,888	1,908,673	1,655,948

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

The following is a sensitive analysis of the total OPEB liability to changes in the healthcare cost trend rates. The table below presents the OPEB liability of the City calculated using the discount rate as well as what the City's total OPEB liability would be if it were calculated using healthcare trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 1,638,956	1,908,673	2,243,627

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

For the year ended April 30, 2022, the City recognized OPEB revenue of \$209,399. Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB. At April 30, 2022, the City did not report deferred outflows of resources and deferred inflows of resources related to OPEB.

SUBSEQUENT EVENT

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The City has been allocated \$1,627,619 to be received in two installments. On August 20, 2021, the City received their first installment of \$895,465. As of the date of these financial statements, the Village has not received their second installment.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

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

- Schedule of Investment Returns
 Police Pension Fund

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

- Budgetary Comparison Schedule
 General Fund
 Motor Fuel Tax – Special Revenue Fund

Notes to the Required Supplementary Information

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

CITY OF WARRENVILLE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2022

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 356,679	\$ 356,679	\$ -	\$ 3,181,800	11.21%
2017	355,980	484,033	128,053	3,106,286	15.58%
2018	366,824	372,725	5,901	3,238,802	11.51%
2019	357,592	357,592	-	3,471,342	10.30%
2020	339,275	339,275	-	3,489,927	9.72%
2021	372,760	372,760	-	3,590,615	10.38%
2022	344,426	344,426	-	3,482,419	9.89%

Notes to the Required Supplementary Information:

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

Note:

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

CITY OF WARRENVILLE, ILLINOIS

Police Pension Fund

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

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 754,200	\$ 966,691	\$ 212,491	\$ 2,815,384	34.34%
2016	849,213	1,004,900	155,687	2,764,771	36.35%
2017	859,923	1,173,896	313,973	2,755,019	42.61%
2018	926,044	1,132,335	206,291	2,891,665	39.16%
2019	887,304	1,111,844	224,540	3,020,955	36.80%
2020	972,868	949,117	(23,751)	3,087,064	30.74%
2021	1,038,677	1,038,504	(173)	3,187,394	32.58%
2022	1,190,032	1,225,301	35,269	3,118,802	39.29%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	18 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	3.25%
Investment Rate of Return	6.75%
Retirement Age	50 - 70
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described

Note:

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

CITY OF WARRENVILLE, ILLINOIS

Required Supplementary Information

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

April 30, 2022

See Following Page

CITY OF WARRENVILLE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

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

April 30, 2022

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 343,172
Interest	917,273
Differences Between Expected and Actual Experience	112,522
Change of Assumptions	35,968
Benefit Payments, Including Refunds of Member Contributions	<u>(419,635)</u>
Net Change in Total Pension Liability	989,300
Total Pension Liability - Beginning	<u>12,284,864</u>
 Total Pension Liability - Ending	 <u><u>13,274,164</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 356,679
Contributions - Members	164,720
Net Investment Income	55,543
Benefit Payments, Including Refunds of Member Contributions	(419,635)
Administrative Expense	<u>(215,101)</u>
Net Change in Plan Fiduciary Net Position	(57,794)
Plan Net Position - Beginning	<u>11,057,689</u>
 Plan Net Position - Ending	 <u><u>10,999,895</u></u>
Employer's Net Pension Liability/(Asset)	<u>\$ 2,274,269</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.87%
Covered Payroll	\$ 3,181,800
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	71.48%

Note:

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017.

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
335,061	341,741	321,243	372,659	369,250	341,776
979,831	1,045,328	1,075,097	1,148,040	1,214,425	1,256,379
164,724	67,703	158,038	(8,239)	(158,505)	901,512
(56,048)	(480,229)	497,210	-	(170,212)	-
(649,632)	(562,534)	(572,208)	(581,578)	(608,617)	(716,461)
773,936	412,009	1,479,380	930,882	646,341	1,783,206
13,274,164	14,048,100	14,460,109	15,939,489	16,870,371	17,516,712
14,048,100	14,460,109	15,939,489	16,870,371	17,516,712	19,299,918
484,033	371,152	368,879	317,014	371,257	372,164
139,783	142,898	154,094	163,227	155,122	156,226
746,501	2,115,285	(711,225)	2,440,800	2,196,900	2,951,997
(649,632)	(562,534)	(572,208)	(581,578)	(608,617)	(716,461)
325,850	(181,242)	131,060	16,673	122,579	523,185
1,046,535	1,885,559	(629,400)	2,356,136	2,237,241	3,287,111
10,999,895	12,046,430	13,931,989	13,302,589	15,658,725	17,895,966
12,046,430	13,931,989	13,302,589	15,658,725	17,895,966	21,183,077
2,001,670	528,120	2,636,900	1,211,646	(379,254)	(1,883,159)
85.75%	96.35%	83.46%	92.82%	102.17%	109.76%
3,106,286	3,175,497	3,390,432	3,502,926	3,447,149	3,471,679
64.44%	16.63%	77.77%	34.59%	(11.00%)	(54.24%)

CITY OF WARRENVILLE, ILLINOIS

Police Pension Fund

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

	4/30/2015	4/30/2016
Total Pension Liability		
Service Cost	\$ 715,618	724,682
Interest	1,592,450	1,700,825
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	(9,602)	(606,763)
Changes in Assumptions	-	1,581,439
Benefit Payments, Including		
Refunds of Member Contributions	(663,425)	(837,061)
Net Change in Total Pension Liability	1,635,041	2,563,122
Total Pension Liability - Beginning	23,080,994	24,716,035
Total Pension Liability - Ending	24,716,035	27,279,157
Plan Fiduciary Net Position		
Contributions - Employer	\$ 966,691	1,004,900
Contributions - Members	273,038	264,105
Contributions - Other	-	-
Net Investment Income	1,134,686	(49,051)
Benefit Payments, Including		
Refunds of Member Contributions	(663,425)	(837,061)
Administrative Expense	(5,797)	(51,206)
Net Change in Plan Fiduciary Net Position	1,705,193	331,687
Plan Net Position - Beginning	14,934,906	16,640,099
Plan Net Position - Ending	16,640,099	16,971,786
Employer's Net Pension Liability	\$ 8,075,936	10,307,371
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	67.33%	62.22%
Covered Payroll	\$ 2,815,384	2,764,771
Employer's Net Pension Liability as a Percentage of Covered Payroll	286.85%	372.81%

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

Changes of Assumptions. Changes in mortality assumptions were updated in 2021 and 2022.

4/30/2017	4/30/2018	4/30/2019	4/30/2020	4/30/2021	4/30/2022
712,249	762,106	697,417	725,394	772,887	758,713
1,880,277	1,957,384	1,911,757	2,056,208	2,225,199	2,253,975
-	-	-	239,233	-	-
208,073	(495,049)	544,389	141,620	(411,281)	(939,413)
(800,026)	(879,287)	-	777,052	-	-
(836,094)	(961,986)	(1,008,973)	(1,018,107)	(1,051,483)	(1,661,840)
1,164,479	383,168	2,144,590	2,921,400	1,535,322	411,435
27,279,157	28,443,636	28,826,804	30,971,394	33,892,794	35,428,116
28,443,636	28,826,804	30,971,394	33,892,794	35,428,116	35,839,551
1,173,896	1,132,335	1,111,844	949,117	1,038,504	1,225,301
273,581	285,759	298,954	306,732	374,243	309,297
-	-	-	129	(561)	30,844
1,454,438	1,225,299	1,309,471	269,286	4,356,280	(1,934,399)
(836,094)	(961,986)	(1,008,973)	(1,018,107)	(1,051,483)	(1,661,840)
(22,534)	(28,596)	(28,308)	(32,261)	(41,653)	(51,531)
2,043,287	1,652,811	1,682,988	474,896	4,675,330	(2,082,328)
16,971,786	19,015,073	20,667,884	22,350,872	22,825,768	27,501,098
19,015,073	20,667,884	22,350,872	22,825,768	27,501,098	25,418,770
9,428,563	8,158,920	8,620,522	11,067,026	7,927,018	10,420,781
66.85%	71.70%	72.17%	67.35%	77.63%	70.92%
2,755,019	2,891,665	3,020,955	3,087,064	3,187,394	3,118,802
342.23%	282.15%	285.36%	358.50%	248.70%	334.13%

CITY OF WARRENVILLE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Investment Returns

April 30, 2022

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	7.41%
2016	(0.46%)
2017	8.28%
2018	6.28%
2019	6.22%
2020	1.18%
2021	6.75%
2022	(6.91%)

Note:

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

CITY OF WARRENVILLE, ILLINOIS

Retiree Benefit Plan

**Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
April 30, 2021**

See Following Page

CITY OF WARRENVILLE, ILLINOIS

Retiree Benefit Plan

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

	<u>4/30/2018</u>
Total OPEB Liability	
Service Cost	\$ 72,502
Interest	71,367
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions or Other Inputs	-
Benefit Payments	<u>(64,905)</u>
Net Change in Total OPEB Liability	78,964
Total OPEB Liability - Beginning	<u>1,830,093</u>
 Total OPEB Liability - Ending	 <u><u>1,909,057</u></u>
 Covered-Employee Payroll	 \$ 6,775,769
 Total OPEB Liability as a Percentage of Covered-Employee Payroll	 28.17%

Notes:

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

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

Changes of Assumptions. Changes of assumptions related to the discount rate were made in 2018 - 2022.

4/30/2019	4/30/2020	4/30/2021	4/30/2022
75,380	48,623	64,184	68,736
74,328	58,740	50,953	48,677
-	178,700	-	-
-	(447,679)	-	57,348
41,281	202,700	85,323	(384,160)
(73,574)	(56,976)	(40,449)	(52,519)
117,415	(15,892)	160,011	(261,918)
1,909,057	2,026,472	2,010,580	2,170,591
2,026,472	2,010,580	2,170,591	1,908,673
6,889,394	6,706,220	6,763,969	6,477,255
29.41%	29.98%	32.09%	29.47%

CITY OF WARRENVILLE, ILLINOIS

General Fund

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

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 5,779,060	5,779,060	6,700,417	921,357
Intergovernmental	4,188,991	4,188,991	5,426,366	1,237,375
Licenses and Permits	996,040	996,040	902,646	(93,394)
Fines and Forfeits	299,000	299,000	260,555	(38,445)
Investment Income (Loss)	95,000	95,000	(376,411)	(471,411)
Miscellaneous	737,112	737,112	279,750	(457,362)
Total Revenues	<u>12,095,203</u>	<u>12,095,203</u>	<u>13,193,323</u>	<u>1,098,120</u>
Expenditures				
General Government	5,159,037	5,159,037	4,050,600	(1,108,437)
Public Safety	6,646,452	6,646,452	6,423,313	(223,139)
Public Works	2,582,025	2,582,025	1,697,939	(884,086)
Culture and Recreation	65,450	65,450	66,865	1,415
Total Expenditures	<u>14,452,964</u>	<u>14,452,964</u>	<u>12,238,717</u>	<u>(2,214,247)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,357,761)</u>	<u>(2,357,761)</u>	<u>954,606</u>	<u>3,312,367</u>
Other Financing Sources (Uses)				
Disposal of Capital Assets	1,000	1,000	3,981	2,981
Transfers In	41,410	41,410	41,410	-
Transfers Out	-	-	(37,000)	(37,000)
	<u>42,410</u>	<u>42,410</u>	<u>8,391</u>	<u>(34,019)</u>
Net Change in Fund Balance	<u>(2,315,351)</u>	<u>(2,315,351)</u>	<u>962,997</u>	<u>3,278,348</u>
Fund Balance - Beginning			<u>12,222,429</u>	
Fund Balance - Ending			<u>13,185,426</u>	

CITY OF WARRENVILLE, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

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

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Intergovernmental				
Motor Fuel Tax	\$ 517,059	517,059	523,823	6,764
Grants	288,660	288,660	288,660	-
Investment Income	3,200	3,200	1,419	(1,781)
Total Revenues	<u>808,919</u>	<u>808,919</u>	<u>813,902</u>	<u>4,983</u>
Expenditures				
Public Works				
Supplies and Services	67,500	67,500	68,251	751
Maintenance	242,250	242,250	122,058	(120,192)
Capital Outlay				
City Projects	242,942	242,942	-	(242,942)
Total Expenditures	<u>552,692</u>	<u>552,692</u>	<u>190,309</u>	<u>(362,383)</u>
Net Change in Fund Balance	<u>256,227</u>	<u>256,227</u>	623,593	<u>367,366</u>
Fund Balance - Beginning			<u>1,129,051</u>	
Fund Balance - Ending			<u>1,752,644</u>	

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedule – Enterprise Fund
- Budgetary Comparison Schedule – Pension Trust Fund
- Consolidated Year-End Financial Report

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Motor Fuel Tax Fund

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

Seized Assets Fund

The Seized Assets Fund is used to account for money and physical assets seized during drug-related arrests restricted for public safety expenditures.

Hotel Tax Fund

The Hotel Tax Fund is used to account for the accumulation of resources from payment of hotel/motel taxes. The City has established a 5% hotel tax pursuant to state law. Funds are committed to promoting tourism and conventions within the municipality.

CAPITAL PROJECTS FUNDS

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

Capital Maintenance and Replacement Fund

The Capital Maintenance and Replacement Fund is used to account for the accumulated funds assigned for the maintenance and replacement of major capital assets.

INDIVIDUAL FUND SCHEDULES – Continued

CAPITAL PROJECTS FUNDS – Continued

TIF District #3 Fund

The TIF District #3 Fund is used to account for the incremental property tax revenues received from the City's designated Old Town Civic Center TIF District that are restricted to be used for the development of the designated site.

TIF District #4 Fund

The TIF District #4 Fund is used to account for the incremental property tax revenues received from the City's designated Southwest/Route 59 Corridor TIF District that are restricted to be used for the development of the designated site.

ENTERPRISE FUND

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

Water and Sewer Fund

The Water and Sewer Fund is used to account for the provision of water and sewer services to residents of the City. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related debt service and billing and collection.

FIDUCIARY FUND

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for disability or retirement annuity payments to sworn police department personnel in the future. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an independent actuary from a specific property tax levy.

CITY OF WARRENVILLE, ILLINOIS

General Fund

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

	Budgeted Amounts		Actual Amounts	Variance Over (Under)
	Original	Final		
Taxes				
Property Tax				
General Corporate	\$ 1,280,025	1,280,025	1,230,696	(49,329)
Police Protection	365,000	365,000	351,082	(13,918)
FICA	276,000	276,000	265,458	(10,542)
Police Pension	1,190,032	1,190,032	1,225,301	35,269
IMRF	184,000	184,000	176,972	(7,028)
Audit	16,000	16,000	15,264	(736)
Non Current	249	249	49	(200)
Tort and Liability	95,000	95,000	91,587	(3,413)
Workers' Compensation	63,000	63,000	60,819	(2,181)
Crossing Guards	37,250	37,250	35,299	(1,951)
Road and Bridge	169,055	169,055	157,893	(11,162)
Township Road and Bridge	51,901	51,901	51,220	(681)
Home Rule Sales	1,599,634	1,599,634	2,432,382	832,748
Food and Beverage	450,000	450,000	606,395	156,395
Auto Rental	1,914	1,914	-	(1,914)
Total Taxes	5,779,060	5,779,060	6,700,417	921,357
Intergovernmental				
Income Tax	1,457,226	1,457,226	2,125,867	668,641
Personal Property Replacement	50,035	50,035	111,728	61,693
State Sales Tax	2,084,000	2,084,000	2,655,233	571,233
Local Use Tax	584,730	584,730	517,681	(67,049)
Grants	13,000	13,000	15,857	2,857
Total Intergovernmental	4,188,991	4,188,991	5,426,366	1,237,375

CITY OF WARRENVILLE, ILLINOIS

General Fund

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

	Budgeted Amounts		Actual Amounts	Variance Over (Under)
	Original	Final		
Licenses and Permits				
Liquor Licenses	\$ 51,935	51,935	51,035	(900)
Business Licenses	4,135	4,135	4,635	500
Refuse Collection Licenses	4,500	4,500	750	(3,750)
Dog Licenses	850	850	708	(142)
Other Business Licenses	22,987	22,987	21,410	(1,577)
Building Permits	236,063	236,063	305,684	69,621
Electric Permits	17,111	17,111	17,395	284
Plumbing Permits	19,616	19,616	38,586	18,970
Building Plan Review Fees	147,661	147,661	149,501	1,840
Other Permits	18,900	18,900	10,462	(8,438)
Overweight Permit Fees	6,100	6,100	2,470	(3,630)
Re-Inspection Fees	500	500	50	(450)
Annexation Fees	1,000	1,000	-	(1,000)
Site Plan Review Fees	31,920	31,920	3,320	(28,600)
Engineer Review and Inspection Fees	134,500	134,500	500	(134,000)
Public Hearing Fees	8,640	8,640	960	(7,680)
Recording Fees	200	200	504	304
Stormwater Management Fees	40,200	40,200	38,731	(1,469)
Preliminary Consultative Fees	4,500	4,500	9,874	5,374
New Elevator and Inspection Fees	-	-	4,920	4,920
Elevator Re-Inspection	-	-	415	415
Vacant Building Registration	175	175	450	275
Code Enforcement Adjudication	1,800	1,800	875	(925)
Cable Franchise Fees	187,632	187,632	213,135	25,503
False Alarm Calls	-	-	10,050	10,050
Fingerprinting	1,775	1,775	950	(825)
Refuse Stickers	53,340	53,340	15,276	(38,064)
Total Licenses and Permits	996,040	996,040	902,646	(93,394)
Fines and Forfeits				
Circuit Court Fines	175,525	175,525	177,108	1,583
Parking Fines and Ordinance Violations	60,793	60,793	39,614	(21,179)

CITY OF WARRENVILLE, ILLINOIS

General Fund

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

	Budgeted Amounts		Actual Amounts	Variance Over (Under)
	Original	Final		
Fines and Forfeits - Continued				
Police - Motor Vehicle Compliance Fine	\$ 26,882	26,882	6,700	(20,182)
Other Fines and Forfeitures	200	200	378	178
Administrative Towing Fee	35,000	35,000	35,500	500
Booking Fees	500	500	930	430
Penalties	100	100	325	225
Total Fines and Forfeits	299,000	299,000	260,555	(38,445)
Investment Income (Loss)	95,000	95,000	(376,411)	(471,411)
Miscellaneous				
Rental Income	37,637	37,637	37,736	99
IPBC Terminal Reserve	-	-	12,973	12,973
Other	699,475	699,475	229,041	(470,434)
Total Miscellaneous	737,112	737,112	279,750	(457,362)
Total Revenues	12,095,203	12,095,203	13,193,323	1,098,120

CITY OF WARRENVILLE, ILLINOIS

General Fund

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

	Budgeted Amounts		Actual Amounts	Variance Over (Under)
	Original	Final		
General Government				
Mayor and Council				
Personnel	\$ 83,778	83,778	79,230	(4,548)
Supplies and Services	47,135	47,135	37,489	(9,646)
Miscellaneous	9,700	9,700	4,005	(5,695)
Total Mayor and Council	140,613	140,613	120,724	(19,889)
Legal				
Supplies and Services	272,000	272,000	211,236	(60,764)
Finance				
Personnel	307,800	307,800	282,765	(25,035)
Supplies and Services	59,934	59,934	66,944	7,010
Miscellaneous	59,780	59,780	20,249	(39,531)
Capital	4,000	4,000	-	(4,000)
Total Finance	431,514	431,514	369,958	(61,556)
Administration				
Personnel	455,172	455,172	428,928	(26,244)
Supplies and Services	106,815	106,815	62,882	(43,933)
Miscellaneous	2,400	2,400	1,021	(1,379)
Capital	1,700	1,700	795	(905)
Total Administration	566,087	566,087	493,626	(72,461)
Central Services				
Personnel	1,077,411	1,077,411	934,093	(143,318)
Supplies and Services	916,457	916,457	464,659	(451,798)
Maintenance	419,774	419,774	475,798	56,024
Capital Outlay	203,900	203,900	63,809	(140,091)
Total Central Services	2,617,542	2,617,542	1,938,359	(679,183)

CITY OF WARRENVILLE, ILLINOIS

General Fund

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

	Budgeted Amounts		Actual Amounts	Variance Over (Under)
	Original	Final		
General Government - Continued				
Community Development				
Personnel	\$ 893,880	893,880	829,803	(64,077)
Supplies and Services	238,642	238,642	121,836	(116,806)
Maintenance	2,899	2,899	2,758	(141)
Miscellaneous	1,500	1,500	1,536	36
Capital	4,500	4,500	904	(3,596)
Total Community Development	1,141,421	1,141,421	956,837	(184,584)
Less: Administrative Costs Charged to Other Departments and Funds				
	(10,140)	(10,140)	(40,140)	(30,000)
Total General Government	5,159,037	5,159,037	4,050,600	(1,108,437)
Public Safety				
Police Protection				
Personnel	5,720,823	5,720,823	5,604,122	(116,701)
Supplies and Services	740,032	740,032	677,297	(62,735)
Maintenance	25,300	25,300	15,581	(9,719)
Miscellaneous	4,110	4,110	-	(4,110)
Capital	102,018	102,018	78,767	(23,251)
Total Police Protection	6,592,283	6,592,283	6,375,767	(216,516)
EMA				
Personnel	30,080	30,080	29,083	(997)
Supplies and Services	12,150	12,150	3,582	(8,568)
Maintenance	5,309	5,309	3,174	(2,135)
Miscellaneous	1,500	1,500	29	(1,471)
Capital	1,100	1,100	590	(510)
Total EMA	50,139	50,139	36,458	(13,681)

CITY OF WARRENVILLE, ILLINOIS

General Fund

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

	Budgeted Amounts		Actual Amounts	Variance Over (Under)
	Original	Final		
Public Safety - Continued				
Police Commission				
Supplies and Services	\$ 4,030	4,030	11,088	7,058
Total Public Safety	6,646,452	6,646,452	6,423,313	(223,139)
Public Works				
Streets				
Personnel	818,943	818,943	799,784	(19,159)
Supplies and Services	308,185	308,185	302,393	(5,792)
Maintenance	471,262	471,262	334,970	(136,292)
Miscellaneous	180,000	180,000	19,213	(160,787)
Capital	537,000	537,000	(4,451)	(541,451)
Total Streets	2,315,390	2,315,390	1,451,909	(863,481)
Buildings and Grounds				
Personnel	108,885	108,885	103,358	(5,527)
Supplies and Services	6,950	6,950	5,213	(1,737)
Maintenance	150,800	150,800	137,439	(13,361)
Equipment Purchase	-	-	20	20
Total Buildings and Grounds	266,635	266,635	246,030	(20,605)
Total Public Works	2,582,025	2,582,025	1,697,939	(884,086)
Culture and Recreation				
Parks and Recreation				
Supplies and Services	18,000	18,000	28,436	10,436
Maintenance	28,000	28,000	30,599	2,599
Miscellaneous	19,450	19,450	7,830	(11,620)
Total Culture and Recreation	65,450	65,450	66,865	1,415
Total Expenditures	14,452,964	14,452,964	12,238,717	(2,214,247)

CITY OF WARRENVILLE, ILLINOIS

Capital Maintenance and Replacement - Capital Projects Fund

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

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Telecommunications	\$ 408,311	408,311	387,366	(20,945)
Amusement	65,588	65,588	179,668	114,080
Video Gaming	-	-	2,826	2,826
Natural Gas	145,597	145,597	214,435	68,838
Electric Utility	95,945	95,945	95,396	(549)
Local Motor Fuel	410,288	410,288	501,510	91,222
Licenses and Permits	-	-	13,000	13,000
Investment Income (Loss)	1,000	1,000	(40,217)	(41,217)
Miscellaneous	12,650	12,650	1,509	(11,141)
Total Revenues	<u>1,139,379</u>	<u>1,139,379</u>	<u>1,355,493</u>	<u>216,114</u>
Expenditures				
Capital Outlay				
Supplies and Services	151,078	151,078	176,417	25,339
Maintenance	45,000	45,000	20,566	(24,434)
Capital Outlay	1,218,771	1,218,771	1,150,534	(68,237)
Miscellaneous	44,948	44,948	43,780	(1,168)
Total Expenditures	<u>1,459,797</u>	<u>1,414,849</u>	<u>1,391,297</u>	<u>(67,332)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	<u>(320,418)</u>	<u>(275,470)</u>	<u>(35,804)</u>	<u>283,446</u>
Other Financing Sources				
Disposal of Capital Assets	18,000	18,000	12,734	(5,266)
Transfers In	337,000	337,000	337,000	-
	<u>355,000</u>	<u>355,000</u>	<u>349,734</u>	<u>(5,266)</u>
Net Change in Fund Balance				
	<u>34,582</u>	<u>79,530</u>	<u>313,930</u>	<u>278,180</u>
Fund Balance - Beginning			<u>1,411,614</u>	
Fund Balance - Ending			<u>1,725,544</u>	

CITY OF WARRENVILLE, ILLINOIS

TIF District #3 - Capital Projects Fund

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

	Budget		Actual	Variance
	Original	Final		Over (Under)
Revenues				
Taxes				
Property	\$ 445,974	445,974	348,228	(97,746)
Intergovernmental				
Grants	-	-	100,125	100,125
Total Revenues	445,974	445,974	448,353	2,379
Expenditures				
Economic Development				
Supplies and Services	463,181	463,181	240,267	(222,914)
Net Change in Fund Balance	<u>(17,207)</u>	<u>(17,207)</u>	208,086	<u>225,293</u>
Fund Balance - Beginning			<u>(3,606,569)</u>	
Fund Balance - Ending			<u><u>(3,398,483)</u></u>	

CITY OF WARRENVILLE, ILLINOIS

TIF District #4 - Capital Projects Fund

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

	Budget		Actual	Variance
	Original	Final		Over (Under)
Revenues				
Taxes				
Property	\$ 253,131	253,131	398,924	145,793
Expenditures				
Economic Development				
Supplies and Services	91,716	91,716	42,245	(49,471)
Capital Outlay				
City Projects	147,316	147,316	-	(147,316)
Land Purchases	240,000	240,000	-	(240,000)
Debt Service				
Principal Retirement	-	-	55,108	55,108
Interest and Fiscal Charges	-	-	21,554	21,554
Total Expenditures	479,032	479,032	118,907	(360,125)
Net Change in Fund Balance	<u>(225,901)</u>	<u>(225,901)</u>	280,017	<u>505,918</u>
Fund Balance - Beginning			<u>(2,159,903)</u>	
Fund Balance - Ending			<u><u>(1,879,886)</u></u>	

CITY OF WARRENVILLE, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

April 30, 2022

	Special Revenue		Totals
	Seized Assets	Hotel Tax	
ASSETS			
Cash and Investments	\$ 140,313	1,002,110	1,142,423
Receivables - Net of Allowances			
Other Taxes	-	60,688	60,688
Interest	-	1,771	1,771
Due from Other Funds	69,431	-	69,431
Advances to Other Funds	-	782,465	782,465
Prepays	-	8,000	8,000
 Total Assets	 <u>209,744</u>	 <u>1,855,034</u>	 <u>2,064,778</u>
LIABILITIES			
Accounts Payable	-	51,770	51,770
DEFERRED INFLOWS OF RESOURCES			
Grants	-	210,000	210,000
Total Liabilities and Deferred Inflows of Resources	<u>-</u>	<u>261,770</u>	<u>261,770</u>
FUND BALANCES			
Restricted	209,744	-	209,744
Committed	-	1,593,264	1,593,264
Total Fund Balances	<u>209,744</u>	<u>1,593,264</u>	<u>1,803,008</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balance	 <u>209,744</u>	 <u>1,855,034</u>	 <u>2,064,778</u>

CITY OF WARRENVILLE, ILLINOIS

Nonmajor Governmental Funds

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

	Special Revenue		Totals
	Seized Assets	Hotel Tax	
Revenues			
Taxes	\$ -	605,908	605,908
Investment Income (Loss)	19	(14,436)	(14,417)
Miscellaneous	36,935	-	36,935
Total Revenues	36,954	591,472	628,426
Expenditures			
Culture and Recreation	-	176,877	176,877
Capital Outlay	-	4,514	4,514
Total Expenditures	-	181,391	181,391
Excess (Deficiency) of Revenues Over (Under) Expenditures	36,954	410,081	447,035
Other Financing (Uses)			
Transfers Out	(41,410)	(300,000)	(341,410)
Net Change in Fund Balances	(4,456)	110,081	105,625
Fund Balances - Beginning	214,200	1,483,183	1,697,383
Fund Balances -Ending	209,744	1,593,264	1,803,008

CITY OF WARRENVILLE, ILLINOIS

Seized Assets - Special Revenue Fund

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

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 50	50	19	(31)
Miscellaneous	7,000	7,000	36,935	29,935
Total Revenues	<u>7,050</u>	<u>7,050</u>	36,954	29,904
Expenditures				
Public Safety				
Miscellaneous	1,500	1,500	-	(1,500)
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,550	5,550	36,954	31,404
Other Financing (Uses)				
Transfers Out	<u>(41,410)</u>	<u>(41,410)</u>	<u>(41,410)</u>	-
Net Change in Fund Balance	<u><u>(35,860)</u></u>	<u><u>(35,860)</u></u>	<u>(4,456)</u>	<u>31,404</u>
Fund Balance - Beginning			<u>214,200</u>	
Fund Balance - Ending			<u><u>209,744</u></u>	

CITY OF WARRENVILLE, ILLINOIS

Hotel Tax - Special Revenue Fund

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

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Hotel/Motel	\$ 480,680	480,680	605,908	125,228
Investment Income (Loss)	250	250	(14,436)	(14,686)
Total Revenues	<u>480,930</u>	<u>480,930</u>	<u>591,472</u>	<u>110,542</u>
Expenditures				
Culture and Recreation				
Supplies and Services	246,316	246,316	176,877	(69,439)
Capital Outlay				
City Projects	19,000	19,000	4,514	(14,486)
Total Expenditures	<u>265,316</u>	<u>265,316</u>	<u>181,391</u>	<u>(83,925)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	215,614	215,614	410,081	194,467
Other Financing (Uses)				
Transfers Out	<u>(300,000)</u>	<u>(300,000)</u>	<u>(300,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>(84,386)</u>	<u>(84,386)</u>	110,081	<u>194,467</u>
Fund Balance - Beginning			<u>1,483,183</u>	
Fund Balance - Ending			<u><u>1,593,264</u></u>	

CITY OF WARRENVILLE, ILLINOIS

Water and Sewer - Enterprise Fund

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

	Budget		Actual	Variance Over (Under)
	Original	Final		
Operating Revenues				
Charges for Services				
Water Sales	\$ 1,198,029	1,198,029	1,268,375	70,346
Sewer Sales	2,590,716	2,590,716	2,802,209	211,493
Meter Sales	48,235	48,235	40,940	(7,295)
Penalties	10,530	10,530	51,480	40,950
Miscellaneous	5,360	5,360	12,535	7,175
Total Operating Revenues	<u>3,852,870</u>	<u>3,852,870</u>	<u>4,175,539</u>	<u>322,669</u>
Operating Expenses				
Operations				
Waterworks	1,616,555	1,616,555	1,399,495	(217,060)
Sewerage	2,634,811	2,634,811	2,026,688	(608,123)
Total Operating Expenses	<u>4,251,366</u>	<u>4,251,366</u>	<u>3,426,183</u>	<u>(825,183)</u>
Operating Income (Loss) Before Depreciation	(398,496)	(398,496)	749,356	1,147,852
Depreciation and Amortization	<u>393,005</u>	<u>393,005</u>	<u>430,864</u>	<u>37,859</u>
Operating Income (Loss)	<u>(791,501)</u>	<u>(791,501)</u>	<u>318,492</u>	<u>1,109,993</u>
Nonoperating Revenues (Expenses)				
Tap-On Connection Fees	45,650	45,650	164,307	118,657
Investment Income (Loss)	19,000	19,000	(203,773)	(222,773)
Rental Income	417,898	417,898	344,221	(73,677)
	<u>482,548</u>	<u>482,548</u>	<u>304,755</u>	<u>(177,793)</u>
Change in Net Position	<u>(308,953)</u>	<u>(308,953)</u>	<u>623,247</u>	<u>932,200</u>
Net Position - Beginning			<u>22,308,163</u>	
Net Position - Ending			<u>22,931,410</u>	

CITY OF WARRENVILLE, ILLINOIS

Water and Sewer - Enterprise Fund

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

	Budget		Actual	Variance
	Original	Final		Over (Under)
Operating Expenses				
Waterworks				
Personnel				
Salaries	\$ 588,842	588,842	601,403	12,561
FICA/Medicare/IMRF	140,047	140,047	(74,570)	(214,617)
Employee Insurance	87,129	87,129	117,857	30,728
Accrued Sick/Comp Time/OPEB	12,330	12,330	62,503	50,173
Total Personnel	828,348	828,348	707,193	(121,155)
Maintenance				
Building	17,000	17,000	2,868	(14,132)
Water Towers	54,925	54,925	34,242	(20,683)
Equipment	22,000	22,000	7,705	(14,295)
Software	10,595	10,595	13,144	2,549
Autos	-	-	1,135	1,135
Grounds	3,500	3,500	2,800	(700)
Utility System	73,000	73,000	64,458	(8,542)
Communications	12,450	12,450	8,047	(4,403)
Total Maintenance	193,470	193,470	134,399	(59,071)
Supplies and Services				
General Insurance	108,362	108,362	45,311	(63,051)
Telephone	6,500	6,500	4,750	(1,750)
Utilities	71,000	71,000	53,245	(17,755)
Rental	6,350	6,350	6,776	426
Travel	10,300	10,300	8,388	(1,912)
Postage	7,875	7,875	7,076	(799)
Printing/Publishing	8,100	8,100	7,536	(564)
Liens	200	200	195	(5)
Legal and Accounting	16,250	16,250	-	(16,250)
Annual Audit	2,600	2,600	2,600	-
Engineering	61,000	61,000	25,106	(35,894)
Other Professional Services	12,350	12,350	28,752	16,402
J.U.L.I.E.	2,830	2,830	984	(1,846)
Dues and Subscriptions	1,200	1,200	591	(609)

CITY OF WARRENVILLE, ILLINOIS

Water and Sewer - Enterprise Fund

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

	Budget		Actual	Variance
	Original	Final		Over (Under)
Operating Expenses - Continued				
Waterworks - Continued				
Supplies and Services - Continued				
Supplies	\$ 1,000	1,000	582	(418)
Small Tools	10,000	10,000	750	(9,250)
Uniforms	3,450	3,450	3,996	546
Gas/Oil	8,700	8,700	9,142	442
Chlorination	59,600	59,600	75,704	16,104
Administrative	2,070	2,070	20,070	18,000
Meters	15,000	15,000	31,866	16,866
Miscellaneous	1,000	1,000	1,845	845
Total Supplies and Services	415,737	415,737	335,265	(80,472)
Capital				
Water Main Improvements	94,000	94,000	160,033	66,033
Building Improvements	20,000	20,000	1,482	(18,518)
Capital Operating Costs	65,000	65,000	58,350	(6,650)
Equipment Purchase	-	-	2,773	2,773
Total Capital	179,000	179,000	222,638	43,638
Total Waterworks	1,616,555	1,616,555	1,399,495	(217,060)
Sewerage				
Personnel				
Salaries	449,144	449,144	451,354	2,210
FICA/Medicare/IMRF	113,360	113,360	(101,916)	(215,276)
Employee Insurance	65,939	65,939	89,718	23,779
Total Personnel	628,443	628,443	439,156	(189,287)
Maintenance				
Building	6,500	6,500	2,376	(4,124)
Equipment	18,500	18,500	9,352	(9,148)
Software	7,895	7,895	10,306	2,411
Autos	-	-	10,091	10,091
Grounds	4,000	4,000	3,395	(605)

CITY OF WARRENVILLE, ILLINOIS

Water and Sewer - Enterprise Fund

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

	Budget		Actual	Variance
	Original	Final		Over (Under)
Operating Expenses - Continued				
Sewerage - Continued				
Maintenance - Continued				
Utility System	\$ 30,000	30,000	19,285	(10,715)
Communications	9,600	9,600	5,270	(4,330)
Total Maintenance	76,495	76,495	60,075	(16,420)
Supplies and Services				
General Insurance	42,948	42,948	40,103	(2,845)
Telephone	6,500	6,500	4,726	(1,774)
Utilities	25,500	25,500	25,115	(385)
Rental	6,350	6,350	6,776	426
Travel	7,400	7,400	7,749	349
Postage	7,875	7,875	7,065	(810)
Printing/Publishing	6,700	6,700	7,187	487
Liens	200	200	206	6
Legal	9,250	9,250	-	(9,250)
Annual Audit	2,600	2,600	2,600	-
Engineering	207,150	207,150	107,860	(99,290)
Other Professional Services	1,350	1,350	2,174	824
J.U.L.I.E.	2,830	2,830	984	(1,846)
Naperville Sewage Treatment	1,007,825	1,007,825	895,475	(112,350)
Dues and Subscriptions	1,825	1,825	591	(1,234)
Office Supplies	-	-	160	160
Other Supplies	550	550	577	27
Small Tools	10,000	10,000	1,475	(8,525)
Uniforms	2,500	2,500	366	(2,134)
Gas/Oil	8,700	8,700	9,142	442
Administrative	20,070	20,070	20,070	-
Meters	15,000	15,000	27,201	12,201
Infiltration Analysis	16,000	16,000	1,475	(14,525)
Total Supplies and Services	1,409,123	1,409,123	1,169,077	(240,046)

CITY OF WARRENVILLE, ILLINOIS

Water and Sewer - Enterprise Fund

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

	Budget		Actual	Variance
	Original	Final		Over (Under)
Operating Expenses - Continued				
Sewerage - Continued				
Capital				
Sewer Main Improvements	\$ 520,750	520,750	352,362	(168,388)
Equipment Purchase	-	-	6,018	6,018
Total Capital	520,750	520,750	358,380	(162,370)
Total Sewerage	2,634,811	2,634,811	2,026,688	(608,123)
Depreciation and Amortization	393,005	393,005	430,864	37,859
Total Operating Expenses	4,644,371	4,644,371	3,857,047	(787,324)

CITY OF WARRENVILLE, ILLINOIS

Police Pension - Pension Trust Fund

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

	Budget		Actual	Variance
	Original	Final		Over (Under)
Additions				
Contributions - Employer	\$ 1,190,032	1,190,032	1,225,301	35,269
Contributions - Plan Members	316,772	316,772	309,297	(7,475)
Other Income	-	-	30,844	30,844
Total Contributions	<u>1,506,804</u>	<u>1,506,804</u>	<u>1,565,442</u>	<u>58,638</u>
Investment Income				
Interest Income	1,500,000	1,500,000	1,027,575	(472,425)
Net Change in Fair Value	-	-	(2,913,732)	(2,913,732)
	<u>1,500,000</u>	<u>1,500,000</u>	<u>(1,886,157)</u>	<u>(3,386,157)</u>
Less Investment Expenses	-	-	(48,242)	(48,242)
Net Investment Income	<u>1,500,000</u>	<u>1,500,000</u>	<u>(1,934,399)</u>	<u>(3,434,399)</u>
Total Additions	<u>3,006,804</u>	<u>3,006,804</u>	<u>(368,957)</u>	<u>(3,375,761)</u>
Deductions				
Administration	72,795	72,795	51,531	(21,264)
Benefits and Refunds	1,073,161	1,073,161	1,661,840	588,679
Total Deductions	<u>1,145,956</u>	<u>1,145,956</u>	<u>1,713,371</u>	<u>567,415</u>
Change in Fiduciary Net Position	<u>1,860,848</u>	<u>1,860,848</u>	<u>(2,082,328)</u>	<u>(3,943,176)</u>
Net Position Restricted for Pensions				
Beginning			<u>27,501,098</u>	
Ending			<u>25,418,770</u>	

CITY OF WARRENVILLE, ILLINOIS

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

<u>CSFA #</u>	<u>Program Name</u>	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Totals</u>
494-00-1488	Motor Fuel Tax Program	\$ 190,309	-	-	190,309
	Other Grant Programs and Activities	-	-	115,982	115,982
	All Other Costs Not Allocated	-	-	17,603,048	17,603,048
	Totals	<u>190,309</u>	<u>-</u>	<u>17,719,030</u>	<u>17,909,339</u>

STATISTICAL SECTION (Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

CITY OF WARRENVILLE, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

See Following Page

CITY OF WARRENVILLE, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

	2013	2014	2015	2016
Governmental Activities				
Net Investment in Capital Assets	\$ 69,200,158	68,918,115	68,626,021	69,762,205
Restricted	705,834	749,557	908,091	655,848
Unrestricted (Deficit)	14,471,337	15,005,512	13,931,459	4,191,620
Total Governmental Activities				
Net Position	84,377,329	84,673,184	83,465,571	74,609,673
Business-Type Activities				
Investment in Capital Assets	13,264,609	12,960,880	13,455,467	14,987,341
Restricted	-	9,511,461	-	-
Unrestricted	9,433,113	-	9,062,458	8,492,009
Total Business-Type Activities				
Net Position	22,697,722	22,472,341	22,517,925	23,479,350
Total Net Position				
Net Investment in Capital Assets	82,464,767	81,878,995	82,081,488	84,749,546
Restricted	705,834	10,261,018	908,091	655,848
Unrestricted	23,904,450	15,005,512	22,993,917	12,683,629
Total Primary Government				
Net Position	107,075,051	107,145,525	105,983,496	98,089,023

Data Source: Audited Financial Statements

2017	2018	2019	2020	2021	2022
69,581,965	69,590,797	69,424,559	69,613,811	69,644,299	68,790,537
847,019	1,031,511	1,146,886	697,314	1,343,251	1,962,388
2,353,176	(152,643)	(1,145,006)	(3,975,878)	(3,575,537)	(554,783)
72,782,160	70,469,665	69,426,439	66,335,247	67,412,013	70,198,142
15,555,469	17,167,854	17,501,124	17,923,508	17,484,157	17,083,367
-	-	-	-	-	-
6,814,294	4,881,001	3,980,197	4,050,298	4,824,006	5,848,043
22,369,763	22,048,855	21,481,321	21,973,806	22,308,163	22,931,410
85,137,434	86,758,651	86,925,683	87,537,319	87,128,456	85,873,904
847,019	1,031,511	1,146,886	697,314	1,343,251	1,962,388
9,167,470	4,728,358	2,835,191	74,420	1,248,469	5,293,260
95,151,923	92,518,520	90,907,760	88,309,053	89,720,176	93,129,552

CITY OF WARRENVILLE, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years
April 30, 2022 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities										
General Government	2,378,435	2,548,129	4,195,592	4,510,434	3,560,422	4,037,117	5,748,248	5,326,317	4,159,851	3,019,689
Public Safety	5,676,132	6,022,559	5,622,223	7,194,137	7,695,403	4,746,682	6,498,465	7,430,952	5,790,946	6,530,037
Public Works	4,136,952	3,798,534	4,414,931	2,996,511	3,840,665	5,839,479	2,908,029	5,205,930	3,063,119	3,940,779
Culture and Recreation	273,552	257,149	247,069	252,325	366,399	253,619	307,376	367,724	219,604	248,256
Economic Development	1,150,690	308,925	92,794	78,592	131,300	91,317	115,241	313,929	257,522	282,512
Interest on Long-Term Debt	-	-	-	-	-	-	-	-	-	31,019
Total Governmental Activities Expenses	13,615,761	12,935,296	14,572,609	15,031,999	15,594,189	14,968,214	15,577,359	18,644,852	13,491,042	14,052,292
Business-Type Activities										
Water and Sewer	3,277,727	3,305,405	3,265,302	3,388,429	4,547,179	4,056,201	4,424,636	3,864,721	3,529,059	3,857,047
Total Primary Government Expenses	16,893,488	16,240,701	17,837,911	18,420,428	20,141,368	19,024,415	20,001,995	22,509,573	17,020,101	17,909,339
Governmental Activities										
Charges for Services										
General Government	703,633	589,012	797,333	772,344	752,883	839,452	986,747	2,416,855	758,633	891,646
Public Safety	402,864	411,377	355,654	275,859	255,516	261,706	418,498	301,141	155,197	284,555
Public Works	194,890	199,865	-	-	-	-	-	-	-	-
Economic Development	191,333	4,365	9,768	28,467	22,468	-	-	-	-	-
Operating Grants/Contributions	374,459	405,250	480,006	376,306	381,770	359,312	471,454	503,735	1,632,609	928,465
Capital Grants/Contributions	375,090	310,962	62,185	310,452	-	136,358	-	-	42,305	-
Total Governmental Activities	2,242,269	1,920,831	1,704,946	1,763,428	1,412,637	1,596,828	1,876,699	3,221,731	2,588,744	2,104,666
Program Revenue										
Business-Type Activities										
Charges for Services										
Water and Sewer	2,979,040	3,049,195	3,310,794	3,527,198	3,428,495	3,449,998	3,412,272	4,164,821	3,870,896	4,684,067
Operating Grants/Contributions	7,500	10,875	15,681	14,390	3,079	-	-	-	-	-
Capital Grants/Contributions	-	-	-	821,374	-	434,397	298,286	-	-	-
Total Business-Type Activities	2,986,540	3,060,070	3,326,475	4,362,962	3,431,574	3,884,395	3,710,558	4,164,821	3,870,896	4,684,067
Program Revenue										
Total Primary Government	5,228,809	4,980,901	5,031,421	6,126,390	4,844,211	5,481,223	5,587,257	7,386,552	6,459,640	6,788,733

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expenses) Revenues										
Governmental Activities	\$ (11,373,492)	(11,014,465)	(12,867,663)	(13,268,571)	(14,181,552)	(13,371,386)	(13,700,660)	(15,423,121)	(10,902,298)	(11,947,626)
Business-Type Activities	(291,187)	(245,335)	61,173	974,533	(1,115,605)	(171,806)	(714,078)	300,100	341,837	827,020
Total Net Revenue (Expenses)	(11,664,679)	(11,259,800)	(12,806,490)	(12,294,038)	(15,297,157)	(13,543,192)	(14,414,738)	(15,123,021)	(10,560,461)	(11,120,606)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property and Replacement	3,875,670	3,286,186	3,363,880	3,325,754	3,401,163	3,506,053	3,639,249	3,770,577	4,040,731	4,520,520
Sales, Local Use	3,488,543	3,542,985	3,929,001	4,136,930	2,594,661	2,635,475	4,187,413	4,246,273	4,224,644	5,605,296
Utility	775,737	707,047	269,030	217,864	233,846	241,241	710,730	680,923	237,985	309,831
Income Taxes	1,184,222	1,280,442	1,286,861	1,400,361	1,242,055	1,371,775	1,359,402	1,292,778	1,594,964	2,125,867
Other	1,624,970	2,449,677	3,040,967	3,051,225	4,697,399	4,700,295	2,253,426	1,932,690	1,551,131	2,283,673
Investment Income (Loss)	18,806	22,275	57,257	14,578	10,093	(23,914)	317,970	421,435	12,187	(429,626)
Miscellaneous	41,110	21,708	150,107	141,807	174,820	192,810	189,242	209,875	317,422	318,194
Total Governmental Activities	11,009,058	11,310,320	12,097,103	12,288,519	12,354,037	12,623,735	12,657,432	12,554,551	11,979,064	14,733,755
Business-Type Activities										
Investment Income	71,758	19,954	57,907	19,683	6,018	(30,779)	146,544	144,554	(7,480)	(203,773)
Miscellaneous	-	-	-	-	-	-	-	47,831	-	-
Total Business-Type Activities	71,758	19,954	57,907	19,683	6,018	(30,779)	146,544	192,385	(7,480)	(203,773)
Total Primary Government	11,080,816	11,330,274	12,155,010	12,308,202	12,360,055	12,592,956	12,803,976	12,746,936	11,971,584	14,529,982
Changes in Net Position										
Governmental Activities	(364,434)	295,855	(770,560)	(980,052)	(1,827,515)	(747,651)	(1,043,228)	(2,868,570)	1,076,766	2,786,129
Business-Type Activities	(219,429)	(225,381)	119,080	994,216	(1,109,587)	(202,585)	(567,534)	492,485	334,357	623,247
Total Primary Government	(583,863)	70,474	(651,480)	14,164	(2,937,102)	(950,236)	(1,610,762)	(2,376,085)	1,411,123	3,409,376

Data Source: Audited Financial Statements

CITY OF WARRENVILLE, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

	2013	2014	2015	2016
General Fund				
Nonspendable	\$ 2,208,938	2,231,448	2,236,098	2,319,323
Assigned	-	-	-	-
Unassigned	5,873,707	6,401,476	6,746,084	6,947,628
Total General Fund	<u>8,082,645</u>	<u>8,632,924</u>	<u>8,982,182</u>	<u>9,266,951</u>
All Other Governmental Funds				
Nonspendable	732,183	1,049,088	-	-
Assigned	6,505,423	6,235,623	5,954,672	5,769,181
Committed	223,545	322,603	505,894	680,480
Reserved/Restricted, Reported in				
Special Revenue Funds	705,834	749,557	908,091	655,848
Unreserved/Unassigned:				
Special Revenues Funds	(639,558)	(639,558)	-	-
Capital Projects Funds	(92,625)	(400,237)	(1,206,432)	(1,354,135)
Total All Other Governmental Funds	<u>7,434,802</u>	<u>7,317,076</u>	<u>6,162,225</u>	<u>5,751,374</u>
Total Governmental Funds	<u>15,517,447</u>	<u>15,950,000</u>	<u>15,144,407</u>	<u>15,018,325</u>

Data Source: Audited Financial Statements

2017	2018	2019	2020	2021	2022
2,319,140	39,152	4,516,407	5,310,831	4,970,712	5,283,756
4,144,792	4,144,792	3,819,958	3,398,890	3,398,890	3,398,890
7,239,645	9,343,946	4,125,857	3,524,367	3,852,827	4,502,780
13,703,577	13,527,890	12,462,222	12,234,088	12,222,429	13,185,426
-	-	-	-	-	-
1,247,506	1,117,685	1,759,107	1,323,910	1,411,614	1,725,544
898,392	1,212,688	1,511,198	1,630,315	1,483,183	1,593,264
847,019	1,031,511	1,146,886	697,314	1,343,251	1,962,388
-	-	-	-	-	-
(1,602,594)	(3,746,433)	(4,449,132)	(5,750,610)	(5,766,472)	(5,278,369)
1,390,323	(384,549)	(31,941)	(2,099,071)	(1,528,424)	2,827
15,093,900	13,143,341	12,430,281	10,135,017	10,694,005	13,188,253

CITY OF WARRENVILLE, ILLINOIS

**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

	2013	2014	2015	2016
Revenues				
Taxes	\$ 9,780,642	10,011,931	8,811,961	8,753,367
Intergovernmental	1,913,771	1,976,654	3,812,885	4,269,622
Licenses and Permits	701,021	586,161	583,533	544,347
Fines and Forfeits	549,597	371,920	355,887	294,366
Investment Income	18,806	22,275	57,257	14,579
Miscellaneous	287,490	262,210	180,526	175,668
Total Revenues	13,251,327	13,231,151	13,802,049	14,051,949
Expenditures				
General Government	2,376,899	2,324,352	3,596,990	3,804,284
Public Safety	5,775,860	6,000,541	5,680,486	5,643,598
Public Works	1,537,076	1,800,634	1,592,078	1,495,110
Culture and Recreation	273,552	257,149	247,069	252,325
Economic Development	1,150,690	308,925	92,794	78,592
Capital Outlay	1,923,672	2,132,236	3,419,222	2,925,609
Debt Service				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Total Expenditures	13,037,749	12,823,837	14,628,639	14,199,518
Excess of Revenues Over (Under) Expenditures	213,578	407,314	(826,590)	(147,569)
Other Financing Sources (Uses)				
Debt Issuance		-	-	-
Disposal of Capital Assets	26,528	25,239	20,997	21,487
Transfers In	921,688	538,433	1,250,274	607,638
Transfers Out	(921,688)	(538,433)	(1,250,274)	(607,638)
	26,528	25,239	20,997	21,487
Net Change in Fund Balances	240,106	432,553	(805,593)	(126,082)
Debt Service as a Percentage of Noncapital Expenditures	0.00%	0.00%	0.00%	0.00%

Data Source: Audited Financial Statements

2017	2018	2019	2020	2021	2022
8,542,803	8,447,590	8,256,005	8,022,243	7,382,595	9,434,678
4,218,487	4,366,563	4,365,671	4,404,734	5,941,774	6,338,974
523,906	847,917	1,006,347	2,418,915	759,533	915,646
265,464	253,241	398,898	299,081	154,297	260,555
10,093	(23,914)	317,970	421,435	12,187	(429,626)
205,923	192,810	189,242	209,875	317,422	318,194
13,766,676	14,084,207	14,534,133	15,776,283	14,567,808	16,838,421
3,573,968	3,665,304	4,508,388	4,982,555	4,305,591	4,050,600
5,698,846	6,044,780	6,191,810	6,093,663	5,890,791	6,423,313
1,458,350	1,790,257	2,211,343	2,241,740	1,627,382	1,888,248
366,399	253,619	283,801	324,201	219,604	243,742
131,300	91,317	115,241	149,504	201,211	282,512
2,486,812	2,373,173	2,004,270	4,695,270	1,799,333	1,395,811
-	-	-	-	-	55,108
-	-	-	-	-	21,554
13,715,675	14,218,450	15,314,853	18,486,933	14,043,912	14,360,888
51,001	(134,243)	(780,720)	(2,710,650)	523,896	2,477,533
-	-	-	406,183	-	-
24,574	(1,816,316)	67,660	9,203	35,092	16,715
4,613,747	359,358	365,225	367,969	345,160	378,410
(4,613,747)	(359,358)	(365,225)	(367,969)	(345,160)	(378,410)
24,574	(1,816,316)	67,660	415,386	35,092	16,715
75,575	(1,950,559)	(713,060)	(2,295,264)	558,988	2,494,248
0.00%	0.00%	0.00%	0.00%	0.00%	0.54%

CITY OF WARRENVILLE, ILLINOIS

Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
April 30, 2022 (Unaudited)

Tax Levy Year	District	Residential Property	Farm Property	Commercial Property	Industrial Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2012	General	\$ 276,576,265	\$ 21,477	\$ 144,737,529	\$ 12,726,100	\$ 434,061,371	\$ 0.7356	\$ 1,302,184,113	33.33%
2013	General	249,584,910	26,145	139,314,296	12,051,260	400,976,611	0.8131	1,202,929,833	33.33%
	TIF #3	2,881,150	-	4,468,587	884,070	8,233,807		24,701,421	33.33%
2014	General	240,786,744	28,761	138,887,324	12,010,200	391,713,029	0.8227	1,175,139,087	33.33%
	TIF #3	2,764,890	-	4,276,727	852,850	7,894,467		23,683,401	33.33%
2015	General	247,203,723	21,639	145,236,122	12,828,513	405,289,997	0.8107	1,215,869,991	33.33%
	TIF #3	2,634,440	-	4,226,467	895,510	7,756,417		23,269,251	33.33%
2016	General	271,442,481	26,450	148,567,811	13,437,920	433,474,662	0.7710	1,300,423,986	33.33%
	TIF #3	2,769,240	-	4,355,797	959,700	8,084,737		24,254,211	33.33%
	TIF #4	4,954,150	15,044	2,848,761	80,660	7,898,615		23,695,845	33.33%
2017	General	296,689,771	27,282	156,257,196	14,184,050	467,158,299	0.7282	1,401,474,897	33.33%
	TIF #3	2,772,630	-	4,391,337	830,170	7,994,137		23,982,411	33.33%
	TIF #4	4,790,597	14,739	2,848,760	80,660	7,734,756		23,204,268	33.33%
2018	General	316,358,720	24,546	158,187,839	16,748,940	491,320,045	0.7013	1,473,960,135	33.33%
	TIF #3	2,792,372	-	3,970,257	830,170	7,592,799		22,778,397	33.33%
	TIF #4	4,730,320	10,743	2,855,660	80,660	7,677,383		23,032,149	33.33%
2019	General	334,441,711	15,187	159,866,402	17,203,870	511,527,170	0.6886	1,534,581,510	33.33%
	TIF #3	4,868,940	-	2,932,197	830,170	8,631,307		25,893,921	33.33%
	TIF #4	4,868,940	-	2,842,340	80,660	7,791,940		23,375,820	33.33%
2020	General	350,866,445	16,147	157,951,587	17,243,440	526,077,619	0.6866	1,578,232,857	33.33%
	TIF #3	2,632,642	-	3,098,417	814,610	6,545,669		19,637,007	33.33%
	TIF #4	4,874,220	-	2,785,840	80,660	7,740,720		23,222,160	33.33%
2021	General	360,462,586	18,376	153,105,291	17,483,830	531,070,083	0.6863	1,593,210,249	33.33%
	TIF #3	2,851,372	-	2,845,987	825,140	6,522,499		19,567,497	33.33%
	TIF #4	4,536,433	-	3,079,157	80,660	7,696,250		23,088,750	33.33%

Data Source: Office of the County Clerk and based upon property being located in Winfield Township.

Note: Property in the City is reassessed each year. Property is assessed at 33.33% of actual value.

CITY OF WARRENVILLE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
April 30, 2022 (Unaudited)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
City Direct Rates										
Corporate	\$ 0.2959	0.3288	0.3400	0.3261	0.3039	0.2908	0.2636	0.2556	0.2433	0.2459
IMRF	0.0396	0.0452	0.0468	0.0449	0.0418	0.0400	0.0385	0.0371	0.0350	0.0352
Police Protection	0.0803	0.0887	0.0918	0.0881	0.0821	0.0786	0.0755	0.0731	0.0694	0.0698
Police Pension	0.1890	0.2061	0.1945	0.2105	0.2114	0.1919	0.2000	0.2030	0.2262	0.2209
Audit	0.0034	0.0038	0.0040	0.0039	0.0037	0.0036	0.0035	0.0032	0.0030	0.0031
Tort Judgments/Liability	0.0212	0.0235	0.0243	0.0234	0.0218	0.0209	0.0201	0.0193	0.0181	0.0182
Social Security	0.0606	0.0682	0.0706	0.0678	0.0632	0.0605	0.0582	0.0563	0.0525	0.0528
School Crossing Guards	0.0103	0.0094	0.0098	0.0091	0.0085	0.0082	0.0079	0.0076	0.0070	0.0071
Workers' Compensation	0.0135	0.0150	0.0156	0.0150	0.0140	0.0134	0.0129	0.0124	0.0120	0.0121
Road and Bridge	0.0218	0.0244	0.0253	0.0219	0.0206	0.0203	0.0211	0.0210	0.0201	0.0212
Total Direct Tax Rate	0.7356	0.8131	0.8227	0.8107	0.7710	0.7282	0.7013	0.6886	0.6866	0.6863
College of DuPage (#502)	0.2681	0.2956	0.2975	0.2786	0.2626	0.2341	0.2317	0.2112	0.2114	0.2037
DuPage Airport Authority	0.0168	0.0178	0.0196	0.0188	0.0176	0.0166	0.0146	0.0141	0.0148	0.0144
DuPage County	0.1929	0.2040	0.2057	0.1971	0.1848	0.1749	0.1673	0.1655	0.1909	0.1587
DuPage County Forest Preserve District	0.1533	0.1657	0.1691	0.1622	0.1514	0.1306	0.1278	0.1242	0.1205	0.1177
Unit School District #200	4.8474	5.2036	5.3915	5.3108	5.1076	4.9916	4.8883	4.8603	4.8540	4.8374
Warrenville Fire Protection District	0.5237	0.5745	0.5973	0.5840	0.5572	0.5347	0.5241	0.6161	0.6145	0.6214
Warrenville Library	0.3675	0.4070	0.4247	0.4153	0.3944	0.3777	0.3697	0.3622	0.3606	0.3651
Warrenville Park District	0.4902	0.5393	0.5604	0.5461	0.5131	0.4862	0.4698	0.4577	0.4495	0.4533
Winfield Township	0.1174	0.1318	0.1396	0.1370	0.1275	0.1192	0.1008	0.0939	0.0811	0.0435
Winfield Township R&B	0.1543	0.1730	0.1835	0.1801	0.1676	0.1587	0.1526	0.1483	0.1448	0.1437
Total Overlapping Rates	7.1316	7.7123	7.9889	7.8300	7.4838	7.2243	7.0467	7.0535	7.0421	6.9589
Total Tax Rates	7.8672	8.5254	8.8116	8.6407	8.2548	7.9525	7.7480	7.7421	7.7287	7.6452

CITY OF WARRENVILLE, ILLINOIS

**Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago
April 30, 2022 (Unaudited)**

Taxpayer	Tax Levy Year 2021			Tax Levy Year 2012		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Northwestern Memorial	\$ 17,551,000	1	3.30%	\$ 10,582,640	1	2.44%
Preserve at Cantera Owner	13,812,960	2	2.60%			
MJH Warrenville, LLC	6,113,560	3	1.15%	6,750,000	3	1.56%
Adventus US Realty #5 LP	5,577,510	4	1.05%			
Globe Corporation	5,422,890	5	1.02%	5,046,220	5	1.16%
CII Landlord IL LLC	5,375,270	6	1.01%			
Warrenville Property	4,825,740	7				
R.R. Donnelley & Sons	4,687,000	8	0.88%	4,526,150	7	1.04%
Cornerstone Cantera LLC	4,470,990	9	0.84%			
LTF Real Estate MP II LLC	3,832,950	10	0.72%	3,588,080	10	0.83%
Village Green at Cantera				7,736,630	2	1.78%
CDH Delnor Health System				5,542,510	4	1.28%
CPX Warrenville OPAG LLC				4,624,830	6	1.07%
Cantera 30 Theatre LP				4,638,430	8	1.01%
Liberty/Warrenville LLC				3,700,000	9	0.85%
	<u>71,669,870</u>		<u>12.59%</u>	<u>56,735,490</u>		<u>13.02%</u>

Data Source: Office of the County Clerk

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

CITY OF WARRENVILLE, ILLINOIS

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

Tax Levy Year	Levy	Taxes Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2012	General	\$ 3,251,120	\$ 3,240,450	99.67%	\$ -	\$ 3,240,450	99.67%
2013	General	3,318,834	3,269,775	98.52%	-	3,269,775	98.52%
	TIF #3	3,794	3,794	100.00%	-	3,794	100.00%
2014	General	3,281,728	3,232,584	98.50%	-	3,232,584	98.50%
	TIF #3	3,632	3,632	100.00%	-	3,632	100.00%
2015	General	3,357,021	3,303,980	98.42%	-	3,303,980	98.42%
	TIF #3	4,489	4,489	100.00%	-	4,489	100.00%
2016	General	3,409,278	3,348,222	98.21%	-	3,348,222	98.21%
	TIF #3	15,807	15,722	99.46%	-	15,722	99.46%
	TIF #4	47,729	47,712	99.96%	-	47,712	99.96%
2017	General	3,468,651	3,399,198	98.00%	-	3,399,198	98.00%
	TIF #3	52,975	52,960	99.97%	-	52,960	99.97%
	TIF #4	92,377	92,283	99.90%	-	92,283	99.90%
2018	General	3,505,569	3,502,863	99.92%	-	3,502,863	99.92%
	TIF #3	99,183	99,183	100.00%	-	99,183	100.00%
	TIF #4	117,100	116,210	99.24%	-	116,210	99.24%
2019	General	3,645,143	3,523,686	96.67%	-	3,523,686	96.67%
	TIF #3	214,091	212,150	99.09%	-	212,150	99.09%
	TIF #4	204,532	203,347	99.42%	-	203,347	99.42%
2020	General	3,721,781	3,610,349	97.01%	-	3,610,349	97.01%
	TIF #3	348,228	348,228	100.00%	-	348,228	100.00%
	TIF #4	400,096	398,924	99.71%	-	398,924	99.71%
2021	General *	3,811,702	-	0.00%	-	-	0.00%
	TIF #3 *	439,873	-	0.00%	-	-	0.00%
	TIF #4 *	1,352,148	-	0.00%	-	-	0.00%

Data Source: Office of the County Clerk

*The 2021 levy amounts will be collectible during City Fiscal Year 2023, as such none of this levy is collected during fiscal year 2022.

CITY OF WARRENVILLE, ILLINOIS

**Sales Tax Revenue by Category - Last Ten Calendar Years
April 30, 2022 (Unaudited)**

	2012	2013	2014	2015
General Merchandise	\$ 3,331,080	3,399,980	3,402,088	3,530,429
Food	423,111	417,704	425,396	908,969
Drinking and Eating Places	2,815,753	2,853,404	2,895,031	3,295,386
Apparel	-	99,495	90,200	102,250
Furniture and H.H. and Radio	33,141	-	-	-
Lumber, Building Hardware	132,506	167,632	234,540	261,611
Automobile and Filling Stations	2,489,266	2,963,861	3,232,307	2,931,586
Drugs and Miscellaneous Retail	1,600,895	1,534,410	1,730,646	472,360
Agriculture and All Others	937,574	507,432	984,820	2,163,503
Manufacturers	26,013	298,802	354,254	349,866
Totals	11,789,339	12,242,720	13,349,282	14,015,962
City Direct Sales Tax Rate	2.25%	2.25%	2.25%	2.25%

Data Source: City Records, Illinois Department of Revenue

2016	2017	2018	2019	2020	2021
1,475,697	3,388,673	3,322,435	3,418,005	3,041,471	3,404,552
960,754	948,194	907,742	836,435	615,917	775,986
2,975,178	3,067,615	2,911,169	2,927,999	1,798,760	2,256,611
93,739	95,769	112,934	-	36,602	93,207
-	-	-	129,692	82,003	171,821
493,421	545,890	492,487	1,311,881	1,126,409	1,127,754
3,170,251	3,477,269	3,273,681	3,934,094	3,356,629	4,512,177
1,782,907	1,942,325	1,638,740	1,652,640	1,535,508	4,042,099
1,082,070	1,673,848	625,393	913,148	893,283	1,174,381
191,047	157,741	170,516	155,166	133,835	195,596
12,225,064	15,297,324	13,455,097	15,279,060	12,620,417	17,754,182
2.25%	2.25%	2.25%	2.25%	2.25%	2.25%

CITY OF WARRENVILLE, ILLINOIS

**Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

Fiscal Year	City Direct Rate	State Rate	DuPage County Rate	RTA Rate	County Water Commission Rate
2013	2.25%	5.00%	0.25%	0.75%	0.25%
2014	2.25%	5.00%	0.25%	0.75%	0.25%
2015	2.25%	5.00%	0.25%	0.75%	0.25%
2016	2.25%	5.00%	0.25%	0.75%	0.00%
2017	2.25%	5.00%	0.25%	0.75%	0.00%
2018	2.25%	5.00%	0.25%	0.75%	0.00%
2019	2.25%	5.00%	0.25%	0.75%	0.00%
2020	2.25%	5.00%	0.25%	0.75%	0.00%
2021	2.25%	5.00%	0.25%	0.75%	0.00%
2022	2.25%	5.00%	0.25%	0.75%	0.00%

Data Source: City and County Records

CITY OF WARRENVILLE, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

Fiscal Year	Governmental Activities		Total Primary Government	Percentage of Personal Income *	Per Capita *
	Installment Contracts Payable	Tax Increment Financing Note			
2013	\$ -	\$ -	\$ -	0.00%	-
2014	-	-	-	0.00%	-
2015	-	-	-	0.00%	-
2016	-	-	-	0.00%	-
2017	-	-	-	0.00%	-
2018	-	-	-	0.00%	-
2019	-	-	-	0.00%	-
2020	-	406,183	406,183	0.09%	30.9
2021	-	406,183	406,183	0.09%	30.9
2022	-	351,075	351,075	0.07%	25.9

*See the Schedule of Demographic and Economic Information for personal income and population data.

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

Personal income is the largest sole source income type, usually either property or sales tax. In the case of special districts, it may be fees.

CITY OF WARRENVILLE, ILLINOIS

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

Governmental Unit	Gross Debt	Percentage Debt Applicable to City (1)	City's Share of Debt
City of Warrenville	\$ 351,075	100.00 %	\$ 351,075
DuPage County	129,265,000	1.21 %	1,558,141
DuPage County Forest Preserve District	89,420,000	1.21 %	1,077,855
Warrenville Park District	724,146	84.59 %	612,528
Warrenville Library District	1,270,000	95.25 %	1,209,642
Schools			
Elementary District No. 33	27,115,000	58.02 %	15,731,792
High School District No. 94	29,875,000	39.24 %	11,723,226
Community Unit School District No. 200	74,350,000	15.33 %	11,400,613
Community Unit School District No. 203	10,631,500	10.91 %	1,160,340
Community Unit School District No. 204	107,120,000	14.67 %	15,713,951
College of DuPage No. 502	136,805,000	1.25 %	1,704,117
Total Overlapping Debt	<u>606,575,646</u>		<u>61,892,205</u>
 Total Direct and Overlapping Debt	 <u><u>606,926,721</u></u>		 <u><u>62,243,280</u></u>

(1) Determined by ratio of assessed valuation of property subject to taxation in the City to valuation of property subject to taxation in overlapping unit.

CITY OF WARRENVILLE, ILLINOIS

Legal Debt Margin

April 30, 2022 (Unaudited)

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

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

CITY OF WARRENVILLE, ILLINOIS

**Pledged-Revenue Coverage - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

Fiscal Year	Tax Increment Revenue Bonds				Coverage
	Tax Increment Revenue	Debt Service			
		Principal	Interest		
2013	\$ -	\$ -	\$ -	\$ -	
2014	-	-	-	-	
2015	-	-	-	-	
2016	-	-	-	-	
2017	-	-	-	-	
2018	-	-	-	-	
2019	-	-	-	-	
2020	-	-	-	-	
2021	-	-	-	-	
2022	-	-	-	-	

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

CITY OF WARRENVILLE, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2022 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2013	13,140	\$ 409,968,000	\$ 31,200	7.70%
2014	13,140	414,345,414	31,533	6.30%
2015	13,140	416,498,580	31,697	6.30%
2016	13,140	444,302,820	33,813	5.90%
2017	13,140	467,389,800	35,570	4.30%
2018	13,140	471,226,680	35,862	4.48%
2019	13,140	478,282,860	35,493	2.90%
2020	13,140	468,335,880	35,642	12.6%*
2021	13,140	509,450,940	38,771	5.55%
2022	13,553	537,688,169	39,673	5.55%

Data Source: U.S. Census Data

*DuPage Countywide number as result of the COVID-19 pandemic

CITY OF WARRENVILLE, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2022 (Unaudited)**

Employer	2022			2013		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
EN Engineering LLC	413	1	2.47%			
Edward Hospital	400	2	2.40%	142	7	0.81%
LSC Communications	362	4	2.17%			
RR Donnelley	350	3	2.10%	350	2	1.98%
A&H Management Group	265	5	1.59%			
Target	246	6	1.47%	287	3	1.63%
Lifetime Fitness	240	7	1.44%	240	4	1.36%
Sonova USA Inc (formerly Phonak)	220	8	1.32%			
Performance Health Supply	170	9	1.02%			
First American Financial Dorp	140	10	0.84%			
Phonak				510	1	2.89%
Patterson Medical				170	5	0.96%
First American Title				150	6	0.85%
National Express				140	8	0.79%
Emerson Networkk Power				100	9	0.57%
KSM Electronics				78	10	0.44%
	<u>2,806</u>		<u>16.82%</u>	<u>2,167</u>		<u>12.28%</u>

Data Source: City Records

CITY OF WARRENVILLE, ILLINOIS

**Full-Time Equivalent City Government Employees by Function/Program - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government										
Administration	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Finance	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Community Development	10.0	10.0	10.0	10.0	10.0	11.0	11.0	11.0	11.0	9.0
Public Safety										
Police										
Officers	34.0	35.5	34.5	34.0	34.0	33.0	33.0	32.0	33.0	33.0
Civilians	16.0	16.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0
Public Works										
Administration	4.0	4.0	4.0	4.0	4.0	5.0	5.0	5.0	5.0	5.0
Street Maintenance	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Utility Maintenance	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0

Data Source: City Finance Department, Budget Documents and Authorized Strength Ordinance

CITY OF WARRENVILLE, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

Function/Program	2013	2014	2015
Public Safety			
Police			
Physical Arrests	2,262	739	713
Parking Violations	352	997	688
Traffic Violations	2,688	5,889	4,038
Public Works			
Street Resurfacing (Miles)	3.90	3.87	3.87
Potholes Repairs	52	35	35
Water and Sewer			
New Connections	15	22	38
Water Main Breaks	28	27	41
Number of Meters in Operation	4,508	4,492	4,530
Number of Properties Connected to Sewer System	4,657	4,674	4,712
Average Daily Pumpage (MGD)	1.33	1.32	1.34
Maximum Daily Pumpage (MGD)	2.10	1.98	1.89
Number of Gallons Pumped (000)	486,276	476,525	438,546

Data Source: Various City Departments

*Institution of local adjudication program resulted in reclassification of certain offenses, thereby decreasing the counts of arrests and traffic violations

2016	2017	2018	2019	2020	2021	2022
554	647	646	470 *	409	222	413
540	574	664	2,284 *	1,229	843	875
2,838	3,117	2,795	2,078 *	2,561	1,022	2,253
5.36	3.10	1.95	2.03	1.21	1.69	0.97
15	30	55	62	57	54	275
20	15	25	40	51	68	117
15	11	18	14	9	16	17
4,550	4,565	4,590	4,677	4,728	4,796	4,920
4,732	4,747	4,479	4,864	4,916	4,984	5,101
1.20	1.40	1.27	1.17	1.15	1.18	1.17
2.60	2.29	2.48	2.07	2.17	2.16	1.94
453,967	497,662	462,330	445,160	430,672	430,419	425,729

CITY OF WARRENVILLE, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2022 (Unaudited)**

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	17	17	17	17	17	17	17	17	17	17
Public Works										
Streets (Miles)	54	54	54	54	54	54.1	54.1	54.1	54.1	54.1
Streetlights	741	741	741	741	741	741	780	847	847	867
Traffic Signals:	4	4	4	4	4	4	4	4	4	4
Water										
Water Mains (Miles)	64.0	64.0	64.0	64.4	64.8	64.7	64.7	65.0	65.0	75.6
Fire Hydrants	702	702	702	714	714	718	1,023	1,024	1,023	1,023
System Capacity (Millions of Gallons)	2.5	2.5	2.5	2.5	2.5	2.5	2.0	2.0	2.0	2.0
Sewer										
Sanitary Sewers (Miles)	59.0	59.0	59.0	59.2	59.6	60.4	59.6	59.6	58.1	59.5
Storm Sewers (Miles)	30.4	30.4	30.4	30.7	30.7	31.0	31.0	46.0	46.0	46.4

Data Source: Various City Departments