



ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE YEAR ENDED APRIL 30, 2022

# **VILLAGE OF WEST DUNDEE, ILLINOIS**

## **Annual Comprehensive Financial Report**

For the Year Ended April 30, 2022

Prepared by Administration Department  
David Danielson  
Director of Finance

**Village of West Dundee, Illinois  
Annual Comprehensive Financial Report  
For the Year Ended April 30, 2022**

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## **INTRODUCTORY SECTION**



**Village of West Dundee, Illinois  
Principal Officials  
April 30, 2022**

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**Elected Officials – Village Trustees**

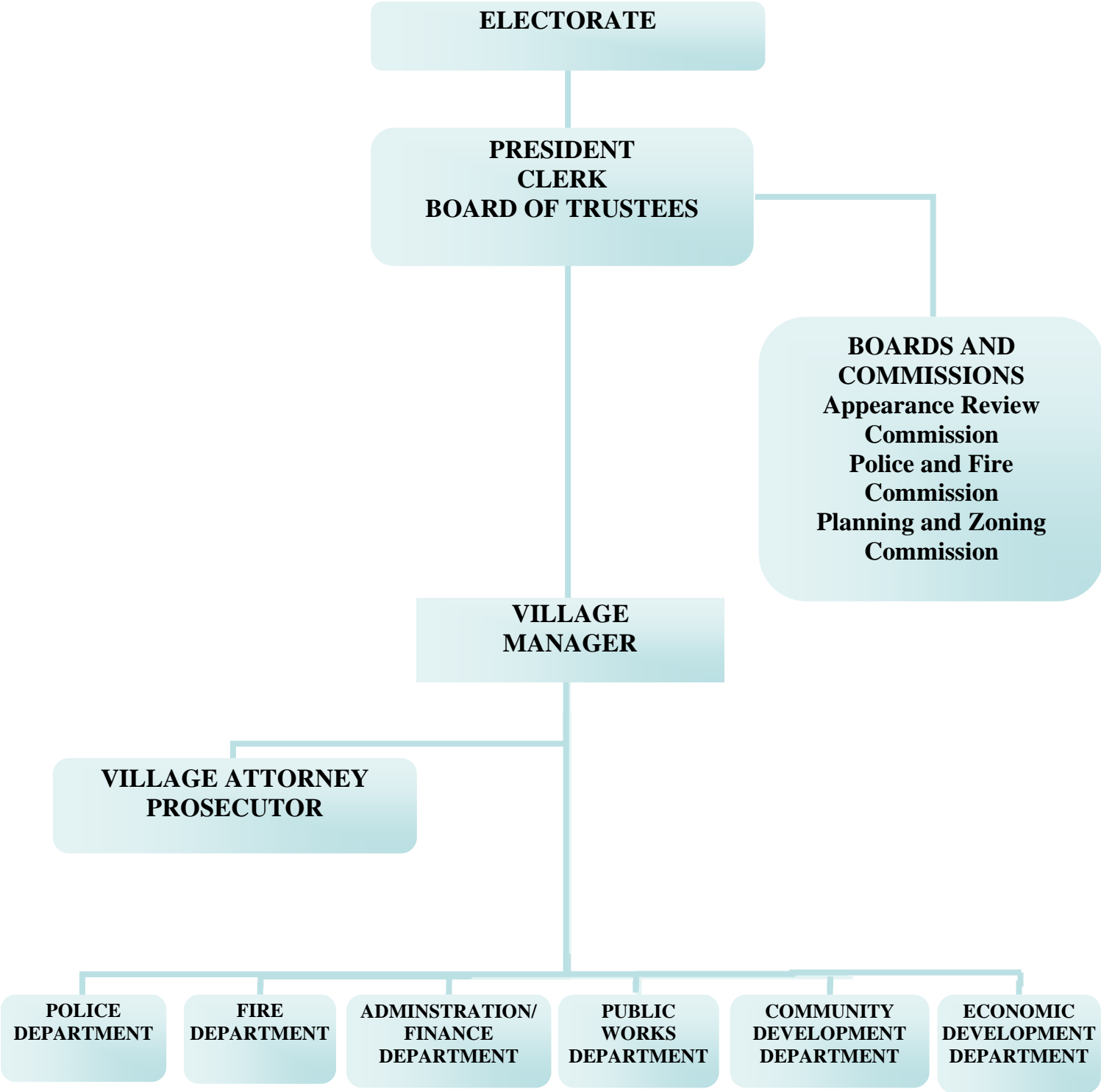
Village President – Christopher Nelson  
Cheryl Alopogianis  
Cheryl Anderley  
Cathy Haley  
Thomas Price  
Daniel Wilbrandt  
Andrew Yuscka

**Administrative**

Village Manager	Joseph A. Cavallaro
Director of Finance	David W. Danielson
Director of Public Works	Eric Babcock
Police Chief	Anthony Gorski
Fire Chief	Lance Harris
Economic Development Director	Timothy Scott
Community Development Director	Thomas Moszczynski
Village Attorney	Kathleen Field Orr

**VILLAGE OF WEST DUNDEE**  
**ORGANIZATIONAL CHART**

April 30, 2022





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Village of West Dundee  
Illinois**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

April 30, 2021

*Christopher P. Morill*

Executive Director/CEO



November 16, 2022

President Christopher Nelson  
Members of the Village Board  
Citizens of the Village of West Dundee

Ladies and Gentlemen:

The Annual Comprehensive Financial Report (ACFR) of the **VILLAGE OF WEST DUNDEE, ILLINOIS**, for the Fiscal Year ended April 30, 2022, is hereby submitted. The submittal of this report complies with Illinois state law which requires that the Village issue a report on its financial position and activity presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by an independent firm of certified public accountants.

This report consists of management's representations concerning the finances of the Village of West Dundee. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Village. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Village of West Dundee's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village of West Dundee's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. All disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included.

The Village's financial statements have been audited by Selden Fox, Ltd., a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of West Dundee for the fiscal year ended April 30, 2022, are free of material misstatement. 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 significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditing firm concluded, based upon audit, that there was a reasonable basis for rendering

an unqualified opinion that the Village's financial statements for the fiscal year ended April 30, 2022, 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.

The Village expended less than the \$750,000 of federal funds during the fiscal year ended April 30, 2022, and therefore, is not required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Uniform Guidance. Therefore, such information is not included within this report.

The Village of West Dundee's financial presentation reflects GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis (MD&A) – for state and local governments*. The Annual Comprehensive Financial Report presents the MD&A, basic financial statements and the required supplemental information. The MD&A provides an analytical overview of the Village's financial activity. Included in the basic financial statements are the government-wide financial statements, fund financial statements, the budgetary comparison statements for the General and major Special Revenue Funds and notes to the financial statements. The required supplementary information presents other schedules related to pension obligations. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

## **Profile of the Village of West Dundee**

The Village of West Dundee, a home rule community as defined by the Illinois Constitution, was incorporated in 1887 and is located approximately 40 miles west of the city of Chicago in Kane County. According to the 2020 Census, the official population of the Village is 7,686. The Village encompasses approximately 5 square miles and has 71+ acres of open land or park space. The Village of West Dundee has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the Village Board. The Village, located immediately north of the I-90 transportation corridor, has excellent transportation links to the city of Chicago and the interstate highway system. Although much of the Village is developed, there is open space with the potential for residential, commercial, and industrial annexation and development.

The Village of West Dundee is governed by a President and six-member Board of Trustees operating under the Village Manager form of government. The Village Board is elected on a non-partisan basis. Board members are elected to four-year staggered terms with three members elected every two years. The Village President is elected to a four-year term. The Village President and Village Trustees are elected at-large. The policy making and legislative authority are vested in the Village Board, which, among other things, are responsible for passing ordinances, adopting the budget, appointing committees, and the hiring of the Village Manager and the Village Attorney. The Village President appoints the members of all standing and special committees. The Village Manager is responsible for carrying out the policies and ordinances of the Village Board, for overseeing the daily operations of the Village and for appointing the directors of the Village's operating departments.

A full range of municipal services are provided by the Village. These services include police protection; fire and paramedic services; building code enforcement; street maintenance and related infrastructure activities; water treatment; and economic development. The financial reporting entity of the Village of West Dundee, as defined by Governmental Accounting Standards Board Statement 14, and subsequently amended by Statement 39, is comprised of all of the funds of the primary government (i.e., the Village of West Dundee as legally defined). The Village is a member of the Intergovernmental Risk Management Agency (IRMA), an intergovernmental insurance pool. This pool is defined as a public risk entity pool and is accounted for accordingly.

The creation of the Village's annual budget serves as the foundation for the Village's financial planning and control. Prior to the close of the calendar year, staff officially begins the budget process. Staff meets to review the status of goals and priorities from the current year and to develop goals for the upcoming year. All departments of the Village are required to submit their budget requests to the Village Manager on or before February 1st of each year. The Village Manager uses these requests as the starting point for the development of a recommended budget. The Village Manager and the Finance Director meet with department directors to review the requests and to develop the proposed budget which is formally presented to the Village Board on or about March 1<sup>st</sup> of each year. Subsequent meetings and/or workshops are held by the Board to review the recommended budget and make any desired changes to it. The Village Board is required to conduct a public hearing on the recommended budget and to adopt a final budget no later than April 30<sup>th</sup> of each year, the close of the Village's previous fiscal year. In conjunction with the budget, a Capital Improvements Plan (CIP) is prepared. The CIP is not approved as part of the budget process but is prepared as a planning tool and is included in the budget document for informational purposes. The appropriated budget is prepared by fund and department. The Village Manager may make transfers of appropriations within a department. Budget transfers between departments require the approval of the Village Board. Budget-to-actual comparisons are provided for each individual line item for which an appropriated annual budget has been adopted. These comparisons are presented in this report for both the General Corporate Fund of the Village as well as all other governmental funds as required supplementary information.

## **Fund Balances**

The following chart depicts the ratio of the Unassigned Fund Balance to Actual Expenditures within the General Fund since FY 2013. As is evidenced by this chart, the Village has increased this percentage over the past ten fiscal years from 23.90% in 2013 to 28.33% in 2022 indicating an overall strengthening of the Unassigned Fund Balance Position within the General Fund.

## Fund Balances (cont'd)

General Fund Balances			
Year	Unassigned Fund Balance	Actual Expenditures	Unassigned Fund Balance as a Percentage of Actual Expenditures
2013	\$2,037,326	\$ 8,525,275	23.90%
2014	\$1,408,009	\$ 8,286,118	16.99%
2015	\$1,176,014	\$ 8,678,115	13.55%
2016	\$2,262,420	\$ 8,626,360	26.23%
2017	\$2,849,658	\$ 8,684,173	32.81%
2018	\$2,986,185	\$ 9,239,682	32.32%
2019	\$3,462,932	\$ 9,693,496	35.72%
2020	\$3,157,384	\$ 9,917,722	31.84%
2021	\$3,136,492	\$ 9,675,908	32.42%
2022	\$2,915,530	\$10,289,332	28.33%

## Major Goals and Initiatives

The Village staff, following specific directives of the Village Board and the Village Manager, has been involved in a variety of projects throughout the past fiscal year. These projects reflect the Village's ongoing commitment to ensure that its residents are able to live and work in a positive environment. As of April 30, 2022, some of these projects and/or identified goals are the following:

**Goal #1: Continue to Advocate and Plan for Spring Hill Mall Redevelopment:** Within the past year, ownership of Spring Hill Mall has changed and based on the Village's interaction to date, the new owner's vision of the property does not align with the Village's. As a result, West Dundee has established an open dialogue with our neighboring Village of Carpentersville and are currently developing a tax increment financing district to make potential resources available for use in incentivizing reinvestment and to ensure that future uses within this area are more consistent with the Village's design direction.

**Goal #2: Continue to Implement Downtown Plan:** Continue to activate the Village's adopted Downtown Plan by exploring the potential for additional improvements and amenities for public spaces including the corner park at First and Main and the south of Main Riverwalk extension. This could include, among other streetscape improvements, a system of wayfinding signs to direct customers to parking, dining, entertainment, shopping, and public amenities. A redevelopment plan for the property located at 200 Washington Street has been approved by the Village Board. Ownership of the property has been transferred to a private developer and construction is underway. The property located at 112 South Second Street (formerly owned by the Village) has been transferred to a private developer. Rehabilitation of this structure is nearly complete and will add additional residential units to support our existing downtown businesses and restaurants.

**Goal #3: Route 31 Corridor Plans and Development:** Analyze options for and the costs of potential beautification efforts and improved connectivity for the corridor, including landscaped, median planters, decorative lighting, and additional sidewalks. Develop and implement a policy to transition freestanding signage on commercial properties from pole signs to monument-style signs. Work with local property owners and brokers to generate interest in available buildings and land. The Woodlands at Canterfield development is currently underway. Set to open in 2023, this project will consist of a memory care and assisted living facility. This \$32 million facility will consist of 129 units.

**Goal #4: Light Industrial Campus Development:** Earth work has begun on a build-to-suit development for an approximately 7.4 acre lot at the Oakview Corporate park (OCP). The planned 50,000 square foot facility is expandable to 90,000 square feet, with its end user, Chicago Logistic Service, relocating from nearby Elgin. With a concerted planning and marketing effort from HLC Partners, the “Haeger South” property was renamed the Canterfield Corporate Campus, with its first phase of development slated for approximately 600,000 square feet with a forecasted market value in excess of \$55 million. To advance this major development, the Village passed a resolution to induce development within the Village’s Main Street – Route 31 Tax Increment Financing District (TIF #4).

**Goal #5: Compatible Residential Development:** Goals pertaining to residential development include increasing the property values and corresponding tax base, provide housing choice for different stages in life, grow the local economic trade area, and to continue to pursue compatible residential development with a mix of housing typologies at suitable sites throughout the Village.

**Goal #6 Continue the Residential Traffic Safety Program:** During the past year, the West Dundee Police Department has made significant enforcement and educational efforts to improve pedestrian safety within the Village. A dedicated traffic unit has been implemented and is in place on a five day a week, eight hour per day schedule. Digital speed signs have been put in place and are continually used and monitored. All patrol units dedicate one hour per shift to traffic enforcement.

**Goal #7: Update Squad Car Cameras:** To achieve this goal, all department squad cars have been updated with cradlepoint routers, which are a necessary requirement for the AXON body worn camera system currently in use. These updates have been completed and formally implemented with the Department.

**Goal #8 Develop a Complete, Village-Wide HVAC Inventory:** Originally conceived as a capital replacement program, this objective instead proposes development of an HVAC inventory to address aging systems throughout the Village facilities. While a capital replacement program can anticipate potential failures and ensure that funding is available, it would also likely result in premature capital spending by replacing systems prior to their actual end of service life. The inventory model is proposed as an alternative means of preparation by identifying systems that are likely to fail in the upcoming fiscal year and ensuring that replacement funds are available in reserve; but also planning to operate those systems to the point of failure to maximize value.



**Goal #9: Leadership Academy for Fire Personnel:** Continue the professional development throughout the ranks of the Fire Department as this is critical to our success. The academy is coordinated to help organizations ensure their future by actively developing their leaders. This program is focused on changing the way officers think about leadership while also dealing with the three biggest weaknesses of most fire service line officers. Full-time members of the West Dundee Fire Department completed one year of training in August, 2021.

**Goal #10: Fire Cooperative Efforts:** We will continue to pursue cooperative efforts with all the QuadCom Fire Departments. A training committee has been implemented with representatives from all four departments. The QuadCom Chief's will continue to collaborate on ways to better utilize EMD (Emergency Medical Dispatching) and implement EFD (Emergency Fire Dispatching) along with our the STARCOM radio system.

**Goal #11: Continued Implementation of IT Upgrades – Transition to Office 365, Redevelop Village Website, Replace Servers, and Replace Building to Building Connectivity:** During the past year, the Village converted to Microsoft Office 365 which has provided greater security, reliability, and productivity on an organization-wide basis. Development of a new Village website is currently in process. In 2021, the Village moved from utilizing point-to-point wireless connections to Comcast fiber for the main Village buildings.

**Goal #12: Compliance with SAFE-T Act:** Signed into law by Governor Pritzker in 2021, the Illinois Safety, Accountability, Fairness and Equity-Today (SAFE-T) Act implements sweeping reform impacting many aspects of the criminal justice system. These aspects include, but are not limited to pre-arrest diversion, policing, pretrial, sentencing and corrections. The West Dundee Police Department will remain vigilant in compliance with all provisions of this legislation.

### **Goal #13: Water Meter Replacement**

Upon direction from the Village Board, a major overhaul of the Village's water metering system has been approved. Changing from the Sensus brand to Neptune, the Village is in the process of replacing approximately 2,200 water meters within the Village. Included in this project are radio transmitters, collection antennas, and necessary software. The Village Board has approved the purchase of the equipment and will be identifying a contractor for the installation during FY 22/23.

### **Factors Affecting Financial Condition**

The information presented in the financial statements is undoubtedly best understood when it is considered from the broader perspective of the specific environment within which the Village operates. The Village remains cognizant of how global volatility, and an uncertain national, state, and local economy due to the world-wide COVID-19 pandemic that started at the beginning of 2020 has impacted our Village for the long-term.

Under normal circumstances, there are several measures of economic health for local governments. Four of the more objective measures or indicators are local employment levels, retail sales activity, family income levels and construction activity.

As a whole, employment levels within the Village of West Dundee and Kane County have typically mirrored those of the State. Unemployment at the local level as of April 30, 2022, was 5.3% which surpassed the State's level of 4.7%. Unemployment numbers at all levels continue to drop and as of this writing, unemployment within the State of Illinois is at 4.5%.

Prior to COVID-19, sales tax revenues within the Village continued to be challenged due to closures/relocations of major retailers over recent years. Target, Best Buy, JC Penney, and Macy's are among the major retailers that are no longer part of the Village's landscape. With these losses, as well as changing retail habits of the consumer, annual General Fund sales tax revenues have decreased in excess of \$1,500,000 from historic levels. To exacerbate the situation, sales tax receipts for the General Fund dropped an additional \$382,000 in FY 21 due to the temporary or permanent business closures that resulted due to the COVID-19 pandemic. Fortunately, sales tax receipts rebounded in FY 22 and although still lagging, they are now at their pre-pandemic levels. The Village is indeed fortunate to have sufficient fund balances that have been available for general operations to "weather the storm" created by COVID-19.

Kane County has a 2022 estimated median household income of \$83,374 compared to an estimated State of Illinois median income of \$72,208 (ranking 7<sup>th</sup> in the State). Average 2022 family income within the Village of West Dundee is estimated to be \$95,707. The U.S. average family income is \$67,521, up from \$62,843 one year ago.

With the downturn of the economy due to the financial crisis which started in 2008, construction activity declined over the past decade, especially in regard to residential new construction. Due to the commencement of the construction of "The Seasons" apartment complex on Randall Road, there was an uptick in the residential construction value component for the year. Completed in FY 22, this development consists of 380 units and has a market value in excess of \$50 million.

### **Local Economy and Financial Position of the Village**

Overall, the Village maintains a strong tax base for all taxes, including income and property taxes. Because the Village is a home rule entity under the State of Illinois, property taxes in the Village are not subject to the state's tax cap legislation. Property values are again on the "upswing" with the total actual value of taxable property increasing by approximately 7.9% in value for tax levy year 2021. The majority of this increase can be attributed to new construction activity occurring within the Village.

As a result of past strong reserves and revenues, Moody's Investors Services has assigned a rating of Aa3 to the Village of West Dundee. The last time the Village's rating was reviewed was in July 2021 and at that time, the Aa3 rating was maintained. This rating is characterized as a "high investment grade." Highlights of this latest review include the following statements:

The Village of West Dundee has a strong financial position, a strong wealth and income profile and a modestly sized tax base.

The Village has a limited debt burden and somewhat inflated pension liability.

The fund balance of the Village as a percent of revenues is much stronger than other Moody's rated cities nationwide.

The current pension liabilities when compared to operating revenues are unfavorably higher than the U.S. median by 2.5x.

Should the reader of this letter desire the complete report, one is available by contacting the Finance Department of the Village.

### **Long-term Planning**

Unfunded mandates and regulatory issues at the state and federal levels continue to present challenges to long-range planning and have significant financial implications for the Village.

The Village utilizes a five-year Capital Improvement Program ("CIP") to address major capital and infrastructure improvements. For a project to be included in the CIP, it must involve the creation or purchase of a tangible asset. Typically, those items with a cost in excess of \$10,000 and a useful life of more than three years are included in the CIP. The Village has primarily followed a "pay as you go" funding strategy for maintenance and replacement of assets and has issued limited debt for new projects. Capital grants are sought at the state and county level for eligible projects. The last debt issuance was in 2015 when the Village borrowed \$4 million of additional debt. \$2 million of this issuance was earmarked for street and infrastructure improvements and the remaining \$2 million for economic development related activities.

### **Awards and Acknowledgments**

The Government Finance Officers Association (GFOA) last awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended April 30, 2021. In order to be awarded a Certificate of Achievement, the Village prepared an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable program requirements.

A Certificate of Achievement is valid for a period of one year only. It is our belief that the current ACFR again meets the Certificate of Achievement Program's requirements and it will be submitted to the GFOA to determine its eligibility for a certificate for the 2022 fiscal year.

The preparation of this report could not have been accomplished without the assistance and services of the staff of the Finance Department, Village Manager Joseph Cavallaro, and all of the Department Directors. Credit would also like to be given to the President and the Board of Trustees of the Village of West Dundee for their on-going support for maintaining

high standards of professionalism in the management of all aspects of the Village's finances. Recognition and acknowledgement of the essential nature of their support and commitment to effective and responsible local government financial operations, which has developed a report that is believed to meet the requirements of the GFOA Certificate of Achievement Program again this year, is an appropriate conclusion to this year's report.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "David W. Danielson". The signature is fluid and cursive, with a large initial "D" and a stylized "W".

David W. Danielson  
Finance Director

## **FINANCIAL SECTION**

## **INDEPENDENT AUDITOR'S REPORT**

# Selden Fox

Accounting for your future

619 Enterprise Drive | Oak Brook, Illinois 60523 | [www.seldenfox.com](http://www.seldenfox.com)  
p 630.954.1400 | f 630.954.1327 | [email@seldenfox.com](mailto:email@seldenfox.com)

## INDEPENDENT AUDITOR'S REPORT

To the Honorable President and  
Members of the Board of Trustees  
Village of West Dundee, Illinois

### Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **Village of West Dundee, Illinois**, as of and for the year ended April 30, 2022, and the statements of revenues, expenditures and changes in fund balance (deficit) – budget and actual for the General Fund and the Community Development, TIF Fund 2 and TIF Fund 4 Funds (major Special Revenue Funds) and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the accompanying table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of West Dundee, Illinois, as of April 30, 2022, and the respective changes in financial position and where applicable cash flows thereof, and the respective budgetary comparison for the General Fund and the Community Development, TIF Fund 2 and TIF Fund 4 Funds (major Special Revenue Funds) for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

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

### Responsibilities of Management for the Financial Statements

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

## **Responsibilities of Management for the Financial Statements (cont'd)**

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

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

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

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

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

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



## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the *Management's Discussion and Analysis* on pages MD&A-1 – MD&A-10 and the Multiyear Schedules of Employer Contributions (pages 73-78), Changes in the Employer's Net Pension Liabilities and Related Ratios (pages 79-84), Investment Returns (pages 85-86), and Multiyear Schedule of Changes in the Employer's Net OPEB Liability and Related Ratios (pages 87-88), respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying financial information listed as supplementary information and other financial schedules on pages 89-108 in the accompanying table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information listed as supplementary information and other financial schedules in the accompanying table of contents 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 as listed in the accompanying table of contents 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.

*Selden Fox, Ltd.*

November 16, 2022

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Village of West Dundee, Illinois  
Management's Discussion and Analysis  
April 30, 2022**

As management of the Village of West Dundee, Illinois, (Village) we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2022. We encourage readers of this document to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iv to xii of this report.

The Management's Discussion and Analysis (MD&A) is designed to: (1) assist the reader in focusing on significant financial issues, (2) provide an overview of major financial activities of the Village, (3) identify changes in the Village's financial position (its ability to address the next and subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

**Financial Highlights**

- The Village of West Dundee's total net position as of April 30, 2022, was \$35,123,124. Net position of governmental activities was \$17,234,456 and \$17,888,668 for business-type activities.
- The Village of West Dundee's total net position increased by \$4,300,608, consisting of an increase in governmental activities net position of \$3,667,407 and an increase in business-type activities of \$633,201.
- Total revenues for governmental funds were \$15,664,004, an increase of \$1,515,411 (10.7%) while expenditures were \$14,101,477, an increase of 5,204 or 0.03%.
- Total operating revenues for business-type activities increased by \$1,246,569 or 46.4% while expenses, excluding depreciation, increased by \$90,572 or 4.2%. The large increase in revenues can be attributed to tap-on fees for "The Springs" apartment complex which totaled nearly \$800,000 this fiscal year.
- As of April 30, 2022, total fund balance for the governmental funds was \$13,305,925. This represents a 14.9% increase from the April 30, 2021 balance of \$11,581,140.
- Sales taxes for the General Fund were \$1,490,610. This represents an increase of 23.8% from the previous year's total of \$1,204,520. The large increase in FY 22 can be attributed to the recovery of the economy after the COVID-19 pandemic.

**Overview of the Financial Statements**

This annual report consists of a series of financial statements. The statement of net position and the statement of activities provide information about the activities of the Village of West Dundee as a whole and present a broad view of the Village's finances. Fund financial statements begin on page 7 of the report. These statements tell how services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the Village's operation in greater detail than the government-wide statements by providing information about the Village of West Dundee's most significant funds. The remaining statements provide financial information about activities for which the Village of West Dundee acts solely as a trustee or agent for the benefit of those outside the government.

## **Government-wide Financial Statements**

The *government-wide financial statements* are intended to provide an aggregated overview of the Village's net position and changes in net position. The government-wide financial statements report on the government as a whole using the same basis of accounting and measurement focus as those utilized in the private sector.

The *statement of net position* presents information on all of the Village's assets, deferred outflows, liabilities, and deferred inflows with the net reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

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

The statement of activities distinguishes functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, police, fire, public works, building inspection and code enforcement, and administration. Shared state sales taxes, property taxes, and shared state income taxes finance a majority of these services.

The business-type activities reflect private sector-type operations (Water and Wastewater), where the fee for service typically covers all or most of the operational costs, including depreciation.

## **Fund Financial Statements**

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds, rather than fund types.

The governmental fund financial statement presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes, and the fund financial statements allow the demonstration of sources and uses of funds, as well as budgeting compliance associated therewith.

The fund financial statements also allow the government to address its fiduciary funds (police and firefighters' pension, see pages 20 and 21). These funds represent trust responsibilities of the government since these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

While the proprietary fund financial statements (starting on page 17) are the same as the business-type column of the government-wide financial statements, the governmental funds' statements require a reconciliation, because of the different measurement focus (current financial resources versus total economic resources), which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources, as well as capital expenditures and any bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations (bonds and others) into the governmental activities' column in the government-wide statements.

## **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22 to 72 of this report.

## **Required Supplementary Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the Village's progress in funding its obligation to provide pension benefits.

Required supplementary information can be found on pages 73 to 88 of this report.

## **Other Supplementary Information**

Combined and individual fund statements and schedules can be found beginning on page 89 of this report.

## **Statistical Information**

The statistical section of the ACFR presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplemental information says about the Village's overall financial health. Statistical information can be found beginning on page 109.

## **Infrastructure Assets**

With the adoption of Governmental Accounting Standards Board (GASB) Statement No. 34, a government's largest group of assets (infrastructure – roads, bridges, storm sewers, etc.) is required to 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 to near perpetuity. If the government develops the asset management system (the modified approach), which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village of West Dundee has chosen to depreciate assets over their useful life. If a road project is considered maintenance, a recurring cost that does not extend the road's original useful life or expand its capacity, the cost of the project will be expensed. An "overlay" of a road will be considered maintenance, whereas a "rebuild" of a road will be capitalized.

## Government-wide Statements

### Statement of Net Position

The Village's combined net position for the fiscal year ended April 30, 2022, was \$35,123,124. The analysis below will look at net position and net expenses of governmental and business-type activities separately.

Statement of Net Position As of April 30, 2022						
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 22,755,703	\$ 19,437,667	\$ (120,604)	\$ (1,806,460)	\$ 22,635,099	\$ 17,631,207
Capital assets	19,872,589	20,220,247	18,947,183	19,778,994	38,819,772	39,999,241
<b>Total assets</b>	<b>42,628,292</b>	39,657,914	<b>18,826,579</b>	17,972,534	<b>61,454,871</b>	57,630,448
Deferred outflows – Pension/OPEB related	2,828,905	1,624,518	203,711	211,128	3,032,616	1,835,646
Long-term liabilities	20,993,412	20,321,684	447,473	594,399	21,440,885	20,916,083
Other liabilities	2,758,342	1,927,974	245,400	101,054	3,003,742	2,029,028
<b>Total liabilities</b>	<b>23,751,754</b>	22,249,658	<b>692,873</b>	695,453	<b>24,444,627</b>	22,945,111
Deferred inflows – Pension and OPEB related	4,470,987	5,465,725	448,749	232,742	4,919,736	5,698,467
Net position:						
Net investment in capital assets	14,347,590	13,765,247	18,947,183	19,778,994	33,294,773	35,544,241
Restricted	2,229,497	868,944	-	-	2,229,497	868,944
Unrestricted (deficit)	657,369	(1,067,142)	(1,058,515)	(2,523,527)	(401,146)	(3,590,669)
<b>Total net position</b>	<b>\$ 17,234,456</b>	\$ 13,567,049	<b>\$ 17,888,668</b>	\$ 17,255,467	<b>\$ 35,123,124</b>	\$ 30,822,516

For more detailed information, please refer to the asset section of the statement of net position (page 4).

There are six basic (normal) transactions that will affect the comparability of the statement of net position's summary presentation. These are:

**Net Results of Activities** – Which will impact (increase/decrease) current assets and unrestricted net position.

**Borrowing for Capital** – Which will increase current assets and long-term debt.

**Spending Borrowed Proceeds on New Capital** – Which will reduce current assets and increase capital assets. There is a second impact, an increase in invested capital assets, and an increase in related net debt, which will not change net investment in capital assets.

**Spending of Non-borrowed Current Assets on New Capital** – Which will: (a) reduce current assets and increase capital assets, and (b) will reduce unrestricted net position and increase net investment in capital assets.

**Principal Payment on Debt** – Which will: (a) reduce current assets and reduce long-term debt, and (b) reduce unrestricted net position and increase net investment in capital assets.

**Reduction of Capital Assets Through Depreciation** – Which will reduce capital assets and net investment in capital assets.

By far, the largest portion of the Village's net position reflects its investment in capital assets (e.g., land, infrastructure, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Restricted assets for fiscal year 2022 total \$2,229,497 (or 6.3% of the Village's total net position). Of this restricted asset total, \$827,487 is restricted for the maintenance of Village roads, \$16,341 is restricted for public safety use and the remaining \$1,385,669 is restricted for community development activities.

The Village's net position at year end for governmental activities totaled \$17.2 million. Of this total, assets and deferred outflows of resources comprised \$45.4 million and liabilities and deferred inflow of resources comprised \$28.2 million.

The Village's net position, end of year, for business-type activities totals \$17.9 million. Of this total, \$18.9 million represented capital assets, net of related debt, and a deficit of \$1.0 million represented unrestricted net position. The annual operating cost for this program (including depreciation and amortization) is approximately \$3.2 million which is \$0.1 million more than one year previously.

**Statement of Activities:**

**Statement of Activities  
As of April 30, 2022  
(in millions)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues:						
Taxes	\$ 10.2	\$ 9.3	\$ -	\$ -	\$ 10.2	\$ 9.3
Intergovernmental	3.6	3.0	-	-	3.6	3.0
Charges for service	1.0	0.4	4.0	2.7	5.0	3.1
Operating grants	0.6	0.5	-	-	0.6	0.5
Capital grants	0.1	0.2	-	-	0.1	0.2
Investment income	(0.1)	-	-	-	(0.1)	-
Other	0.4	1.5	-	-	0.4	1.5
<b>Total revenues</b>	<b>15.8</b>	<b>14.9</b>	<b>4.0</b>	<b>2.7</b>	<b>19.8</b>	<b>17.6</b>
Expenses:						
General government	1.3	1.3	-	-	1.3	1.3
Public safety	6.7	6.0	-	-	6.7	6.0
Street and bridge	2.4	2.4	-	-	2.4	2.4
Community development	0.9	1.0	-	-	0.9	1.0
Buildings and grounds	0.8	0.3	-	-	0.8	0.3
Debt service interest	0.2	0.2	-	-	0.2	0.3
Business-type – water/sewer	-	-	3.2	3.1	3.2	3.1
<b>Total expenses</b>	<b>12.3</b>	<b>11.2</b>	<b>3.2</b>	<b>3.1</b>	<b>15.5</b>	<b>14.3</b>
<b>Revenues over (under) expenses</b>	<b>3.5</b>	<b>3.7</b>	<b>0.8</b>	<b>(0.4)</b>	<b>4.3</b>	<b>3.3</b>
Transfers	0.1	0.1	(0.1)	(0.1)	-	-
<b>Changes in net position</b>	<b>3.6</b>	<b>3.8</b>	<b>0.7</b>	<b>(0.5)</b>	<b>4.3</b>	<b>3.3</b>
Net position, beginning of year,	13.6	9.8	17.2	17.7	30.8	27.8
Net position, end of year	\$ 17.2	\$ 13.6	\$ 17.9	\$ 17.2	\$ 35.1	\$ 30.8



There are eight basic impacts on revenues and expenses as reflected below:

## **Revenues**

**Economic Condition** – Which can reflect a declining, stable, or growing economic environment, and has a substantial impact on state income, sales, and utility tax revenue, as well as public spending habits for building permits, elective user fees, and volumes of consumption.

**Increase/Decrease in Village Approved Rates** – While certain tax rates are set by state statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, wastewater, impact fees, building permits, home rule sales tax, etc.).

**Changing Patterns in Intergovernmental and Grant Revenue (Both Recurring and Nonrecurring)** – Certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically, while nonrecurring (or one-time) grants are less predictable, and often distorting in their impact on year-to-year comparisons.

**Market Impacts on Investment Income** – The Village's investment portfolio is managed within established operating guidelines. When possible, investments having a longer maturity may be selected in order to maximize interest income. Market conditions may cause investment income for longer-term maturities to fluctuate more than alternative shorter-term options.

## **Expenses**

**Introduction of New Programs** – Within the functional expense categories (public safety, public works, etc.), individual programs may be added or deleted to meet changing community needs.

**Increase in Authorized Personnel** – Changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent over 60% of the Village's operating costs.

**Salary Increases (Annual Adjustments and Merit)** – The ability to attract and retain human and intellectual resources requires the Village to strive to maintain a competitive salary range position in the marketplace.

**Inflation** – While overall inflation has been reasonably modest, the Village is a major consumer of certain commodities, such as supplies, fuels, and parts. Some functions may experience unusual commodity specific increases.

## **Current Year Impacts**

### **Governmental Activities**

#### **Revenues**

The total revenues increased by \$0.9 million, or 0.6%. Sales tax collections (both General and Home Rule) in fiscal year 2022 were \$3.1 million, representing a significant increase from last year's total due to the relaxing of the State's stay at home orders related to the COVID-19 pandemic. The Village has experienced a steady decrease in sales tax receipts over the past decade due to the loss of the traditional "brick and mortar" retail establishments. The Village experienced an increase in property tax revenues due to the increased property tax levy which provides for the required contributions for the Police and Fire Pension Funds.

In addition, the 2021 levy (collected in FY 2022) once again provided funds totaling \$1.15 million for funding for the Village's capital improvement needs. Development revenue totaling \$588,757 and an operating surplus totaling \$400,000 were transferred into the Village's capital improvement fund. Total property tax receipts for the Village for the period ended April 30, 2022 were approximately \$7.8 million representing an increase of 6.8% from last year's total of \$7.3 million. The Village Board authorized the implementation of taxes on electrical energy and natural gas in fiscal year 2010. Revenue for the fiscal year from these two sources was \$456,468, which is an amount slightly higher than last year's collection total of \$437,585. Collections from the 1% tax on food and beverages totaled \$370,027 for fiscal year 2022, an increase of 31.5% over last year's total of \$281,364. This increase is in full certainty attributable to the opening of food establishments previously closed due to the COVID-19 pandemic, which started in March 2020 and continued well into FY 21.

Fiscal year 2022 experienced an increase in development revenue for the Village compared to fiscal year 2021. The fiscal year 2021 receipts totaled \$194,817 compared to \$726,398 in FY 22. This represents an increase of \$531,581 compared to the prior year, or 372.9%. This increase can largely be attributed to the permitting of a senior housing/memory care facility currently under construction in the Village. Although showing signs of strengthening, the overall slowdown of the housing industry that took place over the past decade continues to impact West Dundee. Management of the Village prudently made the decision several years ago that for budgeting purposes, no anticipated new development revenue is to be included in the operating budget of the Village. By doing so, the Village will not be in a situation where revenue shortfalls occur due to anticipated development not occurring.

The Gasoline Tax, implemented in fiscal year 2015, imposes a 2 cents per gallon tax on all gasoline sold within the Village. Collections from this revenue source in fiscal year 2022 were \$121,870, increased 6.4% from last year's total of \$114,521. Again, clearly the COVID-19 pandemic impacted this revenue source yet the population is steadily increasing the number of miles driven.

## **Expenses**

For fiscal year 2022, governmental activities' total expenses were \$12.3 million, compared to \$11.2 million in 2021. This represents an increase of \$1.1 million or 9.5%. The increase can be attributed to filling vacant positions throughout the organization as well as returning to normal operations, some of which had been curtailed because of the uncertainties surrounding the COVID-19 pandemic.

No new programs or additional services were implemented by the Village in fiscal year 2022.

## **Business-type Activities**

### **Revenues**

The business-type activities for the Village of West Dundee consist of providing water and wastewater services to the approximate 7,700 residents and the 200 plus businesses that are located within the Village. Charges for water and sewer services billed to the residents on a bi-monthly basis for fiscal year 2022 totaled \$3,934,686, up \$1,246,659 from fiscal year 2021, or an increase of 46.4%. This increase is attributable to the 9.5% rate increase for water and sewer services, capital improvements and tap-on fees received from new developments.

The Village imposes "tap-on" fees for new development occurring within the Village. These fees are assessed in order to have new development pay for a portion of the significant infrastructure system already in place and assist in the financing of future system improvements and capacity upgrades. Current year tap-on fees of \$795,532 represented a significant increase from the \$41,230 collected in fiscal year 2021. This increase can be attributed to The Seasons apartment complex, Nelson Memory Care facility and Chicago Logistic industrial building developed in the Village.

## **Expenses**

Fiscal year 2022 operating expenses (including depreciation) within the business-type activities for the Village of West Dundee totaled \$3.3 million. This represents an increase of \$0.1 million from last year's figure of \$3.2 million, or 3.1%. Depreciation and amortization for the year totaled \$1.0 million. Total operating expenses, excluding depreciation, for the year increased by \$90,572 (or 4.3%) compared to last year's total. Most of this increase can be attributed to treatment charges paid to the Fox River Water Reclamation District as well as the Village of East Dundee for the contractual obligation the Village has for the treatment of wastewater. Wastewater treated by these entities was \$44,000 higher in FY 22 than in FY 21. This represents an increase of 6.0%.

## **Financial Analysis of the Village's Funds**

### **Governmental Funds**

As of April 30, 2022, the governmental funds (as presented on the balance sheet on pages 7 and 8) reported combined total fund balances of \$13,305,925. This is an increase of 14.9% from last year's total of \$11,581,139. Of this fund balance total of \$13,305,925, \$2,915,530 is classified in the General Fund as "unassigned". This represents a decrease of unassigned fund balance of \$220,962 from the previous year's total of \$3,136,492.

Due to the economy and the COVID-19 pandemic, on-going efforts, wherever possible, are being made to reduce expenses and at the same time maintain high service levels. The sum of \$13.3 million in total fund balances signifies that there is sufficient availability for the continuance of Village services and the continuation of future major capital projects within the Village. Fund balances for FY21 totaled \$11.6 million.

### **Major Governmental Funds**

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. This fund comprises activities/departments such as Legislation, Administration and Finance, Legal, Police Protection, Fire Protection, Street Maintenance, Buildings and Grounds Maintenance, and Community Development.

Total expenditures within the above activities/departments for fiscal year 2022 were \$10,289,332. This represents an increase of 6.3% from the previous year's expenditures of \$9,675,908. Of this increase of \$613,424, virtually all of it can be attributed to unfilled positions throughout the prior fiscal year and the curtailing of expenditures wherever possible due to the uncertainty of the impact of COVID-19 in the prior year. Pension contributions for the Police and Fire Pensions Funds increased from \$1,156,004 in fiscal year 2021 to \$1,276,903 in fiscal year 2022. This change represents an increase of \$120,899 or 10.5%.

The Village has five other major governmental funds, the Community Development Special Revenue Fund, the Tax Increment Financing (TIF) 2 Special Revenue Fund, the Tax Increment Financing (TIF) 4 Special Revenue Fund, the Village Facilities Capital Projects Fund, and the Debt Service Fund. The Community Development Fund collects sales taxes and grants to finance projects to enhance economic conditions of the Village, as well as special events. Total expenditures for the Community Development Fund were \$203,718 in FY22 as compared to \$41,903 in FY21. This increase can be attributed to the reinstatement of the various community events and festivals that were cancelled the previous year due to the COVID 19 pandemic.

The Village Facilities Fund collects taxes to finance major construction projects in the Village. Annual expenditures for capital projects averaged in excess of \$3,000,000 through the 2000s. Due to the past economic recession, capital projects were greatly curtailed in recent years. Due to the Village Board's commitment to once again implement needed capital projects and purchase capital vehicles and equipment for the organization, alternative funding sources have been identified and expenditures for fiscal year 2022 were \$2.0 million. The Village Facilities Fund also transfers approximately \$1.1 million on an annual basis to finance principal and interest obligations which are paid through the Debt Service Fund. This Fund had a year end fund balance of \$3.5 million.

The TIF 2 Fund and the TIF 4 Fund collect taxes to pay for financing and capital improvements of the Spring Hill Gateway TIF District and Route 72/31 Corridor District.

The Debt Service Fund accumulates resources for the payment of long-term debt. Debt service expenditures during fiscal year 2022 were \$1.3 million. This number represents a decrease of approximately \$500,000 from last year's figure due to the paying down of our existing debt service.

### **Capital Assets**

At the end of fiscal year 2022, the Village had combined total capital assets of \$38,819,772 compared to \$39,999,241 for fiscal year 2021, representing a decrease of 3.0%. These capital assets include but are not limited to: Village facilities, roads, equipment, water mains, sewer mains, lighting, and land. Depreciation of assets for fiscal year 2022 total \$2.7 million. Of this total, \$1.7 million was the depreciation amount for governmental activities and \$1.0 million was charged to the Water and Wastewater Fund. Additional information on the Village's capital assets can be found at Note III. D. on pages 36 and 37 of the report.

### **Debt Outstanding**

Page 39 of the report outlines the various outstanding debt service obligations as of April 30, 2022. Due to the continued favorable interest rate environment, a refunding of a prior bond issue took place in December 2015. \$4 million in new debt was issued at that time. \$2 million of the new debt was earmarked for future capital projects of the Village (including the local share of the reconstruction of Huntley Road.) The remaining \$2 million is for economic development programs for the downtown business area. The series 2015 bonds, including the refunding portion, had an original balance of \$9,350,000 and at the close of fiscal year 2022, the balance was \$4,505,000.

In December 2010, the Village issued \$4 million in bonds for the purpose of financing additional future infrastructure/capital projects within the Village. This was a 10-year issue with a net yield of 2.8% and has now been fully paid. The Village also borrowed an additional \$1.5 million in fiscal year 2011 to provide financing for Special Service Area #6 (SpringHill Gateway). Proceeds from this issue were used to complete the renovations of this shopping center and will provide possible improvements to some of the lease space in order to attract new businesses. The Village made principal payments of \$70,000 on this bond issue. The total outstanding balance for this bond issue as of April 30, 2022, is \$1,020,000.

The total long-term debt of the Village as of April 30, 2022, was \$5,525,000.

In addition to the long-term debt, as of April 30, 2022, the Village had unsecured term notes due to First American Bank totaling \$274,354. These notes, issued at 1% over prime, are being used to assist in the funding of low interest economic development loans for business expansion purposes within the Village.

Additional information on the Village of West Dundee's long-term debt can be found in Note III. F. on pages 39 through 41 of this report.

### **Economic Factors**

The Village of West Dundee experienced a large boost in its economic base with the opening of Spring Hill Mall in 1980 and the subsequent store openings in and around the Mall since that time. This regional shopping center encompasses more than 1,000,000 square feet, on a 95-acre site, with parking for 5,500 vehicles. In addition to the 1% sales tax distributed by the state, the Village of West Dundee collects an additional 1.5% home rule sales tax. This additional 1.5% tax provides the Village annual proceeds approximating \$1.6 million.

The Village continues its long-standing practice to budget revenues conservatively while assuming that 100% of the budgeted expenditures will be spent. This prudent practice has enabled the Village to maintain a healthy General Fund fund balance which complies with the Village's established fund balance policy.

Through its planning process, the Village identified the Downtown area as well as adjacent areas along Route 31 as important economic development components of the Village. A Tax Increment Financing District was established in fiscal year 2018 in order to achieve goals outlined in the West Dundee 2020 Comprehensive Plan. This TIF has a base Equalized Assessed Valuation of \$15,000,000 and upon the completion of the anticipated private development, it is estimated that this EAV will increase to approximately \$70,000,000 to \$80,000,000 depending upon market conditions and the scope of the redevelopment projects.

The construction of a luxury 260-unit apartment complex, which is located within the above-mentioned TIF was completed in fiscal year 2019. This development has added approximately 800 new residents to our Village which has a positive impact on our overall economy. The construction of a \$30 million assisted living/memory care center commenced in the summer of 2021 and will add significant revenue to this TIF in future years. Construction finalization is anticipated in mid-2023.

FY 2021/22 saw the completion of a 300-unit apartment complex located along the Randall Road Corridor. Named "The Seasons," this quality complex is located adjacent to the Park District's recreational facility and will certainly serve as a catalyst for future development in the area.

### **GASB 75 Reporting**

The Village's 2022 ACFR meets the requirements of the Governmental Accounting Standards Board (GASB) Statement No. 75 which establishes accounting and financial reporting requirements for governmental employers who offer other postemployment benefit (OPEB) plans. This report has been prepared as of April 30, 2022 and is the third report issued under GASB 75. The valuation was based upon data provided by the staff of the Village of West Dundee concerning active, inactive, and retired members along with pertinent financial and plan information.

GASB 75 requires the determination of the Net OPEB Liability and to recognize an OPEB expense in the financial statements of the Village. Information concerning the OPEB reporting for the Village as of April 30, 2022, can be found in the Notes section of this report, specifically on pages 67-70. Due to the complexity of this reporting requirement, the Village used an independent actuary to assist in the calculation and this information will be updated on an annual basis.

### **Contacting the Village's Financial Management**

This financial report is designed to provide the citizens of West Dundee, customers, investors and creditors with a general overview of the Village's finances, and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to:

David W. Danielson  
Finance Director  
Village of West Dundee  
102 South Second Street  
West Dundee, Illinois 60118

## **BASIC FINANCIAL STATEMENTS**

**Village of West Dundee, Illinois**  
**Statement of Net Position**  
**April 30, 2022**

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 2,952,394	\$ -	\$ 2,952,394
Investments	7,318,757	-	7,318,757
Receivables (net of allowance for uncollectible amounts):			
Property taxes	7,682,121	-	7,682,121
Sales taxes	502,944	-	502,944
Other	799,009	487,889	1,286,898
Deposits, prepaids, and other assets	2,307,677	-	2,307,677
Internal balances	749,545	(749,545)	-
Net pension asset	443,256	141,052	584,308
Capital assets not being depreciated	2,032,227	278,361	2,310,588
Capital assets, net of accumulated depreciation	17,840,362	18,668,822	36,509,184
<b>Total assets</b>	<b>42,628,292</b>	<b>18,826,579</b>	<b>61,454,871</b>
<b>Deferred Outflows</b>			
Pension related	2,377,734	82,330	2,460,064
OPEB related	451,171	121,381	572,552
<b>Total deferred outflows</b>	<b>2,828,905</b>	<b>203,711</b>	<b>3,032,616</b>
<b>Liabilities</b>			
Accounts payable and other accruals	845,035	230,402	1,075,437
Unearned revenue	552,027	-	552,027
Noncurrent liabilities:			
Due within one year	1,361,280	14,998	1,376,278
Due in more than one year	20,993,412	447,473	21,440,885
<b>Total liabilities</b>	<b>23,751,754</b>	<b>692,873</b>	<b>24,444,627</b>
<b>Deferred Inflows</b>			
Pension related	4,197,778	375,246	4,573,024
OPEB related	273,209	73,503	346,712
<b>Total deferred inflows</b>	<b>4,470,987</b>	<b>448,749</b>	<b>4,919,736</b>
<b>Net Position</b>			
Net investment in capital assets	14,347,590	18,947,183	33,294,773
Restricted for maintenance of roads	827,487	-	827,487
Restricted for public safety	16,341	-	16,341
Restricted for community development	1,385,669	-	1,385,669
Unrestricted	657,369	(1,058,515)	(401,146)
<b>Total net position</b>	<b>\$ 17,234,456</b>	<b>\$ 17,888,668</b>	<b>\$ 35,123,124</b>

See accompanying notes.

**Village of West Dundee, Illinois**  
**Statement of Activities**  
**For the Year Ended April 30, 2022**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 1,299,362	\$ -	\$ 120,098	\$ -	\$ (1,179,264)	\$ -	\$ (1,179,264)
Public safety	6,708,730	436,630	-	-	(6,272,100)	-	(6,272,100)
Street and bridge	2,395,929	-	469,507	105,783	(1,820,639)	-	(1,820,639)
Building and grounds	929,910	606,300	-	-	(323,610)	-	(323,610)
Community development	763,439	-	-	-	(763,439)	-	(763,439)
Interest on long-term debt	205,481	-	-	-	(205,481)	-	(205,481)
<b>Total governmental activities</b>	<b>12,302,851</b>	<b>1,042,930</b>	<b>589,605</b>	<b>105,783</b>	<b>(10,564,533)</b>	<b>-</b>	<b>(10,564,533)</b>
Business-type activities - water and wastewater	3,231,598	3,934,621	-	-	-	703,023	703,023
<b>Total government</b>	<b>\$ 15,534,449</b>	<b>\$ 4,977,551</b>	<b>\$ 589,605</b>	<b>\$ 105,783</b>	<b>(10,564,533)</b>	<b>703,023</b>	<b>(9,861,510)</b>
General revenues:							
Taxes:							
Property					7,770,745	-	7,770,745
Home Rule Sales					1,633,094	-	1,633,094
Utility					456,468	-	456,468
Hotel					173,300	-	173,300
Franchise fees					211,417	-	211,417
Intergovernmental:							
Sales					1,490,610	-	1,490,610
Income					1,161,758	-	1,161,758
Other					959,002	-	959,002
Investment earnings					(114,809)	113	(114,696)
Other					420,355	65	420,420
Transfers:							
Cash					70,000	(70,000)	-
<b>Total general revenues and transfers</b>					<b>14,231,940</b>	<b>(69,822)</b>	<b>14,162,118</b>
<b>Changes in net position</b>					<b>3,667,407</b>	<b>633,201</b>	<b>4,300,608</b>
Net position, beginning of the year					13,567,049	17,255,467	30,822,516
<b>Net position, end of the year</b>					<b>\$ 17,234,456</b>	<b>\$ 17,888,668</b>	<b>\$ 35,123,124</b>

See accompanying notes.



**Village of West Dundee, Illinois**  
**Balance Sheet - Governmental Funds**  
**April 30, 2022**

	General	Community Development	TIF Fund 2	TIF Fund 4	Debt Service Fund	Village Facilities	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>								
Cash and cash equivalents	\$ -	\$ -	\$ 233,081	\$ 1,394,544	\$ -	\$ -	\$ 1,324,769	\$ 2,952,394
Investments	7,318,757	-	-	-	-	-	-	7,318,757
Receivables:								
Property taxes, net of allowance for uncollectible amounts	5,589,576	-	220,107	1,718,934	-	-	153,504	7,682,121
Other taxes	688,249	53,218	-	-	-	220,068	24,600	986,135
Other	4,187	311,631	-	-	-	-	-	315,818
Advances to other funds	6,416	4,735,989	308,064	-	-	3,999,369	-	9,049,838
Deposits	1,338,488	-	-	-	-	-	-	1,338,488
Prepaid items and other assets	118,699	850,490	-	-	-	-	-	969,189
<b>Total assets</b>	<b>\$ 15,064,372</b>	<b>\$ 5,951,328</b>	<b>\$ 761,252</b>	<b>\$ 3,113,478</b>	<b>\$ -</b>	<b>\$ 4,219,437</b>	<b>\$ 1,502,873</b>	<b>\$ 30,612,740</b>
<b>Liabilities</b>								
Accounts payable	\$ 230,633	\$ 13,085	\$ -	\$ 7,313	\$ -	\$ 270,726	\$ -	\$ 521,757
Accrued payroll	250,617	-	-	-	-	-	-	250,617
Advances from other funds	4,068,802	-	3,740,000	1,562	-	485,075	4,854	8,300,293
Unearned revenues	552,027	-	-	-	-	-	-	552,027
<b>Total liabilities</b>	<b>5,102,079</b>	<b>13,085</b>	<b>3,740,000</b>	<b>8,875</b>	<b>-</b>	<b>755,801</b>	<b>4,854</b>	<b>9,624,694</b>
<b>Deferred Inflows of Resources</b>								
Property taxes	5,589,576	-	220,107	1,718,934	-	-	153,504	7,682,121
<b>Total liabilities and deferred inflows of resources</b>	<b>10,691,655</b>	<b>13,085</b>	<b>3,960,107</b>	<b>1,727,809</b>	<b>-</b>	<b>755,801</b>	<b>158,358</b>	<b>17,306,815</b>
<b>Fund Balances (Deficit)</b>								
Nonspendable	1,457,187	-	-	-	-	-	-	1,457,187
Restricted for:								
Maintenance of roads	-	-	-	-	-	-	827,487	827,487
Public safety	-	-	-	-	-	-	16,341	16,341
Community development	-	-	-	1,385,669	-	-	-	1,385,669
Assigned for:								
Community development	-	5,938,243	-	-	-	-	505,541	6,443,784
Capital outlay	-	-	-	-	-	3,463,636	-	3,463,636
Unassigned	2,915,530	-	(3,198,855)	-	-	-	(4,854)	(288,179)
<b>Total fund balances (deficit)</b>	<b>4,372,717</b>	<b>5,938,243</b>	<b>(3,198,855)</b>	<b>1,385,669</b>	<b>-</b>	<b>3,463,636</b>	<b>1,344,515</b>	<b>13,305,925</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 15,064,372</b>	<b>\$ 5,951,328</b>	<b>\$ 761,252</b>	<b>\$ 3,113,478</b>	<b>\$ -</b>	<b>\$ 4,219,437</b>	<b>\$ 1,502,873</b>	<b>\$ 30,612,740</b>

See accompanying notes.

**Village of West Dundee, Illinois**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
**April 30, 2022**

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Total fund balance - governmental funds (page 8)	\$ 13,305,925
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds' balance sheet.	19,872,589
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Revenues are recognized for governmental activities when earned, regardless of when collected, and not deferred on the statement of net position.	7,682,121
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Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These liabilities consist of:

General obligation bonds payable	(5,788,334)
General obligation notes payable	(274,354)
Compensated absences payable	(290,274)
Net pension liability	(14,020,706)
Net OPEB liability	(1,537,768)
Interest payable	(72,661)
Difference in pension and OPEB-related items on deferred outflows	2,828,905
Difference in pension and OPEB-related items on deferred inflows	<u>(4,470,987)</u>

Net position of governmental activities (page 4)	<u>\$ 17,234,456</u>
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See accompanying notes.

**Village of West Dundee, Illinois**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balances (Deficit) - Governmental Funds**  
**For the Year Ended April 30, 2022**

	General	Community Development	TIF Fund 2	TIF Fund 4	Debt Service Fund	Village Facilities	Other Governmental Funds	Total Governmental Funds
Revenues:								
Taxes	\$ 6,676,769	\$ 544,272	\$ 244,013	\$ 1,574,596	\$ -	\$ 1,158,916	\$ 145,469	\$ 10,344,035
Licenses and permits	761,527	-	-	-	-	-	-	761,527
Intergovernmental	3,049,379	-	-	-	-	105,783	469,507	3,624,669
Fines and forfeits	168,686	-	-	-	-	-	-	168,686
Investment income	(117,120)	730	-	3	-	1,232	345	(114,810)
Other	751,809	106,580	-	-	-	21,508	-	879,897
<b>Total revenues</b>	<b>11,291,050</b>	<b>651,582</b>	<b>244,013</b>	<b>1,574,599</b>	<b>-</b>	<b>1,287,439</b>	<b>615,321</b>	<b>15,664,004</b>
Expenditures:								
Current:								
General government	1,150,941	-	-	49,876	-	-	-	1,200,817
Public safety	6,774,027	-	-	-	-	-	-	6,774,027
Street and bridge	1,330,114	-	-	-	-	-	-	1,330,114
Community development	464,955	203,718	820	1,150	-	-	-	670,643
Buildings and grounds	569,295	-	-	-	-	-	-	569,295
Debt service:								
Principal	-	-	-	-	1,022,444	-	-	1,022,444
Interest and fees	-	-	-	-	265,177	-	-	265,177
Capital outlay	-	-	-	165,254	-	1,559,596	-	1,724,850
Intergovernmental payments	-	-	-	75,050	-	469,060	-	544,110
<b>Total expenditures</b>	<b>10,289,332</b>	<b>203,718</b>	<b>820</b>	<b>291,330</b>	<b>1,287,621</b>	<b>2,028,656</b>	<b>-</b>	<b>14,101,477</b>
<b>Revenues over (under) expenditures before other financing sources (uses)</b>	<b>1,001,718</b>	<b>447,864</b>	<b>243,193</b>	<b>1,283,269</b>	<b>(1,287,621)</b>	<b>(741,217)</b>	<b>615,321</b>	<b>1,562,527</b>
Other financing sources (uses):								
Proceeds from sale of capital assets	-	-	-	-	-	92,258	-	92,258
Transfers in	862,500	-	-	-	1,287,621	2,297,757	-	4,447,878
Transfers out	(2,138,758)	(510,830)	(120,000)	(182,500)	-	(1,066,550)	(359,240)	(4,377,878)
<b>Total other financing sources (uses)</b>	<b>(1,276,258)</b>	<b>(510,830)</b>	<b>(120,000)</b>	<b>(182,500)</b>	<b>1,287,621</b>	<b>1,323,465</b>	<b>(359,240)</b>	<b>162,258</b>
<b>Net changes in fund balances (deficit)</b>	<b>(274,540)</b>	<b>(62,966)</b>	<b>123,193</b>	<b>1,100,769</b>	<b>-</b>	<b>582,248</b>	<b>256,081</b>	<b>1,724,785</b>
Fund balances (deficit), beginning of the year	4,647,257	6,001,209	(3,322,048)	284,900	-	2,881,388	1,088,434	11,581,140
Fund balances (deficit), end of the year	\$ 4,372,717	\$ 5,938,243	\$ (3,198,855)	\$ 1,385,669	\$ -	\$ 3,463,636	\$ 1,344,515	\$ 13,305,925

See accompanying notes.

**Village of West Dundee, Illinois**  
**Reconciliation of the Statement of Revenues, Expenditures**  
**and Changes in Fund Balances (Deficit) of Governmental Funds**  
**to the Statement of Activities**  
**For the Year Ended April 30, 2022**

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Net changes in fund balances (deficit) - total governmental funds (page 11)	\$ 1,724,785
Amounts reported for governmental activities in the statement of activities (pages 5 and 6) are different because:	
Governmental funds report capital outlays as expenditures. However, they are capitalized and depreciated in the statement of activities:	
This is the amount of capital outlay in the governmental funds	1,690,344
This is the amount of depreciation expense in the government-wide statement of activities	(1,738,828)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins) is to decrease net position.	(299,174)
The issuance of long-term debt (e.g., bonds and notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of the differences in the the treatment of long-term debt and related items.	1,082,140
Revenues in the statement of activities do not provide current financial resources and are not reported as revenues in the individual funds.	462,980
The net effect of changes in the net pension liability is reported as an expense in the statement of activities.	832,427
The net effect of changes in the net OPEB liability is reported as an expense in the statement of activities.	(73,630)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as an expenditure in governmental funds.	(13,637)
Changes in net position of governmental activities (page 6)	<u>\$ 3,667,407</u>

See accompanying notes.

**Village of West Dundee, Illinois**  
**General Fund**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 6,701,120	\$ 6,701,120	\$ 6,676,769	\$ (24,351)
Licenses and permits	339,500	339,500	761,527	422,027
Intergovernmental	2,529,800	2,529,800	3,049,379	519,579
Fines and forfeits	153,500	153,500	168,686	15,186
Investment income (loss)	50,000	50,000	(117,120)	(167,120)
Miscellaneous	542,800	542,800	751,809	209,009
<b>Total revenues</b>	<b>10,316,720</b>	<b>10,316,720</b>	<b>11,291,050</b>	<b>974,330</b>
Expenditures:				
Current:				
General government	1,181,200	1,181,200	1,150,941	30,259
Public safety	6,803,644	6,803,644	6,774,027	29,617
Street and bridge	1,226,690	1,226,690	1,330,114	(103,424)
Community development	462,550	462,550	464,955	(2,405)
Buildings and grounds	608,230	608,230	569,295	38,935
<b>Total expenditures</b>	<b>10,282,314</b>	<b>10,282,314</b>	<b>10,289,332</b>	<b>(7,018)</b>
<b>Revenues over expenditures before other financing sources (uses)</b>	<b>34,406</b>	<b>34,406</b>	<b>1,001,718</b>	<b>967,312</b>
Other financing sources (uses):				
Transfers in from other funds	862,500	862,500	862,500	-
Transfers out to other funds	(1,150,000)	(1,150,000)	(2,138,758)	(988,758)
<b>Total other financing sources (uses)</b>	<b>(287,500)</b>	<b>(287,500)</b>	<b>(1,276,258)</b>	<b>(988,758)</b>
<b>Net changes in fund balance</b>	<b>\$ (253,094)</b>	<b>\$ (253,094)</b>	<b>(274,540)</b>	<b>\$ (21,446)</b>
Fund balance, beginning of the year			<b>4,647,257</b>	
Fund balance, end of the year			<b>\$ 4,372,717</b>	

See accompanying notes.

**Village of West Dundee, Illinois  
Community Development Fund  
Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Revenues:				
Sales tax	\$ 440,000	\$ 440,000	\$ 544,272	\$ 104,272
Investment income	1,250	1,250	730	(520)
Heritage Fest	90,000	90,000	105,330	15,330
Village and community events	5,500	5,500	1,250	(4,250)
<b>Total revenues</b>	<b>536,750</b>	<b>536,750</b>	<b>651,582</b>	<b>114,832</b>
Expenditures:				
Economic development	81,000	81,000	89,257	(8,257)
Heritage Fest	90,000	90,000	94,734	(4,734)
Rental property expenses	13,500	13,500	(3,442)	16,942
Village and community events	19,000	19,000	23,169	(4,169)
<b>Total expenditures</b>	<b>203,500</b>	<b>203,500</b>	<b>203,718</b>	<b>(218)</b>
<b>Revenues over expenditures before other financing uses</b>	<b>333,250</b>	<b>333,250</b>	<b>447,864</b>	<b>114,614</b>
Other financing uses - transfers to other funds	(400,000)	(400,000)	(510,830)	(110,830)
<b>Net changes in fund balance</b>	<b>\$ (66,750)</b>	<b>\$ (66,750)</b>	<b>(62,966)</b>	<b>\$ 3,784</b>
Fund balance, beginning of the year			<b>6,001,209</b>	
Fund balance, end of the year			<b>\$ 5,938,243</b>	

See accompanying notes.

**Village of West Dundee, Illinois**  
**TIF Fund 2**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Deficit - Budget and Actual**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 200,000	\$ 200,000	\$ 244,013	\$ 44,013
<b>Total revenues</b>	<u>200,000</u>	<u>200,000</u>	<u>244,013</u>	<u>44,013</u>
Expenditures - current - community development	<u>1,000</u>	<u>1,000</u>	<u>820</u>	<u>180</u>
<b>Revenues over expenditures before other financing uses</b>	<u>199,000</u>	<u>199,000</u>	<u>243,193</u>	<u>44,193</u>
Other financing uses - transfers to other funds	<u>(120,000)</u>	<u>(120,000)</u>	<u>(120,000)</u>	<u>-</u>
<b>Net changes in fund deficit</b>	<u>\$ 79,000</u>	<u>\$ 79,000</u>	<u>123,193</u>	<u>\$ 44,193</u>
Fund deficit, beginning of the year			<u>(3,322,048)</u>	
Fund deficit, end of the year			<u>\$ (3,198,855)</u>	

See accompanying notes.

**Village of West Dundee, Illinois**  
**TIF Fund 4**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 1,500,000	\$ 1,500,000	\$ 1,574,596	\$ 74,596
Investment income	-	-	3	3
<b>Total revenues</b>	<b>1,500,000</b>	<b>1,500,000</b>	<b>1,574,599</b>	<b>74,599</b>
Expenditures:				
General government	20,000	20,000	49,876	(29,876)
Capital outlay	235,000	235,000	165,254	69,746
Intergovernmental payments	202,464	202,464	75,050	127,414
Economic incentive payments	75,000	75,000	1,150	73,850
<b>Total expenditures</b>	<b>532,464</b>	<b>532,464</b>	<b>291,330</b>	<b>241,134</b>
<b>Revenues over expenditures before other financing uses</b>	<b>967,536</b>	<b>967,536</b>	<b>1,283,269</b>	<b>315,733</b>
Other financing uses - transfers to other funds	(182,500)	(182,500)	(182,500)	-
<b>Net changes in fund balance</b>	<b>\$ 785,036</b>	<b>\$ 785,036</b>	<b>1,100,769</b>	<b>\$ 315,733</b>
Fund balance, beginning of the year			<b>284,900</b>	
Fund balance, end of the year			<b>\$ 1,385,669</b>	

See accompanying notes.



**Village of West Dundee, Illinois**  
**Proprietary Fund**  
**Statement of Net Position**  
**April 30, 2022**

	<u>Water and Wastewater</u>
<b>Assets</b>	
Current assets:	
Receivables:	
Water sales billed	\$ 158,672
Water sales unbilled	329,217
Advances to other funds	<u>900,291</u>
<b>Total current assets</b>	<b>1,388,180</b>
Net pension asset	141,052
Capital assets, net of accumulated depreciation	<u>18,947,183</u>
<b>Total assets</b>	<b><u>20,476,415</u></b>
<b>Deferred Outflows</b>	
Pension related	82,330
OPEB related	<u>121,381</u>
<b>Total deferred outflows</b>	<b><u>203,711</u></b>
<b>Liabilities and Net Position</b>	
Current liabilities:	
Accounts payable	208,847
Accrued payroll and compensated absences	21,555
Advances from other funds	<u>1,649,836</u>
<b>Total current liabilities</b>	<b><u>1,880,238</u></b>
Noncurrent liabilities:	
Compensated absences	14,998
Net OPEB liability	<u>447,473</u>
<b>Total noncurrent liabilities</b>	<b><u>462,471</u></b>
<b>Total liabilities</b>	<b><u>2,342,709</u></b>
<b>Deferred Inflows</b>	
Pension related	375,246
OPEB related	<u>73,503</u>
<b>Total deferred inflows</b>	<b><u>448,749</u></b>
Net position:	
Net investment in capital assets	18,947,183
Unrestricted	<u>(1,058,515)</u>
<b>Total net position</b>	<b><u>\$ 17,888,668</u></b>

See accompanying notes.

**Village of West Dundee, Illinois**  
**Proprietary Fund**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**For the Year Ended April 30, 2022**

	<u>Water and Wastewater</u>
Operating revenues:	
Charges for water and sewer service	\$ 3,119,834
Tap on fees	795,532
Meter sales	19,255
Other revenue	<u>65</u>
<b>Total operating revenues</b>	<u>3,934,686</u>
Operating expenses, excluding depreciation:	
Salaries and fringes	674,775
General and administrative	104,117
Maintenance	192,662
Service and operations	<u>1,249,699</u>
<b>Total operating expenses, excluding depreciation</b>	<u>2,221,253</u>
<b>Operating income before depreciation and amortization</b>	1,713,433
Depreciation and amortization	<u>(1,010,345)</u>
<b>Operating income</b>	703,088
Nonoperating revenue - interest income	<u>113</u>
<b>Income before transfers</b>	703,201
Transfers - transfers to other funds	<u>(70,000)</u>
<b>Changes in net position</b>	633,201
Net position, beginning of the year	<u>17,255,467</u>
<b>Net position, end of the year</b>	<u>\$ 17,888,668</u>

See accompanying notes.

**Village of West Dundee, Illinois**  
**Proprietary Fund**  
**Statement of Cash Flows**  
**For the Year Ended April 30, 2022**

	<u>Water and Wastewater</u>
Cash flows from operating activities:	
Cash received from customers	\$ 3,888,765
Cash paid to suppliers	(1,405,446)
Cash paid to employees	(736,015)
	<u>1,747,304</u>
<b>Net cash flows from operating activities</b>	<u>1,747,304</u>
Cash flows from noncapital financing activities:	
Subsidies and transfers from other funds	(1,498,883)
Subsidies and transfers to other funds	(70,000)
	<u>(1,568,883)</u>
<b>Net cash flows from noncapital financing activities</b>	<u>(1,568,883)</u>
Cash flows from capital and related financing activities - purchases of capital assets	(178,534)
Cash flows from investing activities - investment income	<u>113</u>
<b>Net change in cash and cash equivalents</b>	-
Cash and cash equivalents, beginning of the year	<u>-</u>
Cash and cash equivalents, end of the year	<u>\$ -</u>
Reconciliation of operating income to net cash from operating activities:	
Operating income	\$ 703,088
Adjustments to reconcile operating income to net cash from operating activities:	
Depreciation	1,010,345
Changes in:	
Accounts receivable	(45,921)
Accounts payable	141,032
Accrued payroll and compensated absences	3,314
Pension related deferred outflows	29,978
Pension related deferred inflows	151,026
OPEB related deferred outflows	(22,561)
OPEB related deferred inflows	64,981
Net pension liability	(265,366)
Net OPEB liability	(22,612)
	<u>1,747,304</u>
<b>Net cash flows from operating activities</b>	<u>\$ 1,747,304</u>

See accompanying notes.

**Village of West Dundee, Illinois**  
**Fiduciary Funds**  
**Statement of Fiduciary Net Position**  
**April 30, 2022**

	Pension Trust Funds	Custodial Developer Contribution Fund
<b>Assets</b>		
Cash and cash equivalents	\$ 735,627	\$ 814,806
Investments:		
U.S. government securities and agency obligations	2,315,714	-
Municipal bonds	18,630	-
Mutual funds	9,890,542	-
Corporate debt	1,619,573	-
Investment with Illinois Firefighters'		
Pension Investment Fund	8,098,699	-
Accrued interest receivable	29,138	-
<b>Total assets</b>	<b>\$ 22,707,923</b>	<b>\$ 814,806</b>
 <b>Net Position</b>		
Restricted for pensions	\$ 22,707,923	\$ -
Restricted - held for other governments	-	814,806
<b>Total net position</b>	<b>\$ 22,707,923</b>	<b>\$ 814,806</b>

See accompanying notes.

**Village of West Dundee, Illinois**  
**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Position**  
**For the Year Ended April 30, 2022**

	Pension Trust Funds	Custodial Funds
Additions:		
Contributions:		
Employer	\$ 1,276,903	\$ -
Plan members	256,654	-
<b>Total contributions</b>	<b>1,533,557</b>	<b>-</b>
Investment income:		
Net depreciation in fair value of investments	(3,322,970)	-
Interest and dividends	1,359,020	7
<b>Total investment income (loss)</b>	<b>(1,963,950)</b>	<b>7</b>
Less investment expense	(54,864)	-
<b>Net investment income (loss)</b>	<b>(2,018,814)</b>	<b>7</b>
<b>Total additions</b>	<b>(485,257)</b>	<b>7</b>
Deductions:		
Benefits paid	1,587,521	-
Refund of contributions	2,046	-
Administrative expenses	27,780	-
<b>Total deductions</b>	<b>1,617,347</b>	<b>-</b>
<b>Net increase (decrease) in net position</b>	<b>(2,102,604)</b>	<b>7</b>
Net position:		
Beginning of the year	24,810,527	814,799
<b>End of the year</b>	<b>\$ 22,707,923</b>	<b>\$ 814,806</b>

See accompanying notes.

## Village of West Dundee, Illinois Notes to the Financial Statements

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### I. Summary of Significant Accounting Policies

#### A. Reporting Entity

The Village of West Dundee, Illinois (Village), operates under a board-manager form of government as a home rule community (as defined by the State of Illinois Constitution), and provides the following services: public safety (police, fire, and paramedic), street and bridge maintenance, water and sewer utility, public improvements, planning and zoning, engineering and inspecting, and general governmental administrative services.

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

As required by GAAP, these financial statements present the Village (the primary government) and its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

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

Blended component units include the following, reported as fiduciary funds:

**Police Pension Plan** – The Village's sworn police employees participate in the Police Pension Plan, which is governed by a separate Board, some members of which are appointed by the Village's Board of Trustees. The Police Pension Plan is included in the Village's appropriation ordinance and has its property taxes levied by the Village.

**Firefighters' Pension Plan** – The Village's firefighter employees participate in the Firefighters' Pension Plan, which is governed by a separate Board, some members of which are appointed by the Village's Board of Trustees. The Firefighters' Pension Plan is included in the Village's appropriation ordinance and has its property taxes levied by the Village.

In applying the criteria for determining financial accountability, the Village has determined that no other entities should be included within the Village's financial statements.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

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

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. Eliminations have been made to minimize the double-counting of internal activities of the Village. The statements distinguish between those activities of the Village that are governmental and those that are considered business-type activities. Governmental activities are normally supported by taxes and intergovernmental revenues, while business-type activities rely to a significant extent on fees and charges for support.

The statement of net position presents the Village's non-fiduciary assets and liabilities with the differences reported in three categories:

**Net investment in capital assets** – consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

**Restricted net position** – results when constraints placed on the net position's use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

**Unrestricted net position** – consists of net position that does not meet the criteria of the two preceding categories.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

The statement of activities demonstrates the degree to which the direct expenses of a given function (i.e., general government, public safety, etc.) or segment are offset by program revenues. Direct expenses are those that are clearly associated with a service, program, or department, and are therefore clearly identifiable to a function. Program revenues include charges paid by the recipients of the goods and services offered by the programs (including fines and fees), and grants and contributions that are restricted to meeting the operational or capital requirements of a program. Revenues not classified as program revenues are presented as general revenues. The comparison of program revenues to direct expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the Village.

Fiduciary funds are excluded from the government-wide financial statements.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**B. Government-wide and Fund Financial Statements (cont'd)**

Separate financial statements are provided for governmental funds, proprietary fund and fiduciary (pension and custodial) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column.

The Village has the following major governmental funds – General Fund, Community Development Fund, TIF Fund 2, TIF Fund 4, Debt Service Fund, and Village Facilities Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has one major enterprise fund – Water and Wastewater Fund. The Village administers the following major governmental funds:

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

**Community Development Fund** – The Community Development Fund is a Special Revenue Fund used to account for financial resources to be used for the improvement and development of the community. These financial resources include home rule sales taxes, rental income, special events revenue, and grants.

**Tax Increment Financing (TIF) Fund 2** – The TIF Fund 2 is a special revenue fund used to account for the revenues and expenditures of the Spring Hill Gateway TIF District. Property taxes are frozen at the level of the initial agreement, and the increase in property taxes goes to pay off financing and capital improvements.

**Tax Increment Financing (TIF) Fund 4** – The TIF Fund 4 is a special revenue fund used to account for the revenues and expenditures of the Route 72/Route 31 Corridor TIF District. Property taxes are frozen at the level of the initial agreement, and the increase in property taxes goes to pay off financing and capital improvements.

**Debt Service Fund** – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. Payments are made from property taxes or alternative revenue sources, as defined in the individual indebtedness ordinances.

**Village Facilities Fund** – The Village Facilities Fund is a Capital Projects Fund that accounts for the accumulation of resources to fund future major capital projects and future intergovernmental payments. These resources include home rule sales taxes, capital grants and other sources.



**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**B. Government-wide and Fund Financial Statements (cont'd)**

The Village administers the following major proprietary fund:

**Water and Wastewater Fund** – This fund accounts for the provision of water services to the residents of the Village. 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.

Additionally, the Village acts in a fiduciary capacity for assets held in the Police Pension Trust and the Firefighters' Pension Trust on behalf of certain Village employees. The pension funds have their own Boards of Trustees which monitor the investments and other activities of the funds. The Village also has the following custodial funds:

**Subdivision and Developer Contribution Custodial Funds** – These funds are used to account for the accumulation of resources collected from developers and held for schools, parks, and the library districts within the Village or the maintenance of specific neighborhoods within the community.

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (when they are both "measurable and available"). "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers all revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, and expenditures related to compensated absences payable and claims and judgments, are recorded only when payment is due.

Governmental fund property taxes, other taxes, grants, and interest are susceptible to accrual. All other revenue sources are measurable and available only when cash is received. Licenses and permits, charges for services, and miscellaneous revenues (except investment earnings) are recorded as revenues when received in cash because they are generally not measurable until received. Investment earnings are recorded as earned since they are measurable and available.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (cont'd)**

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. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**D. Accounting Estimates**

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

**E. Cash and Investments**

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

The Village's investment in the Illinois Funds and the Village's firefighters' pension plan investment in the Illinois Firefighters' Pension Investment Fund (IFPIF) meet the criteria contained in GASB Statement No. 79, Certain Investment Pools and Pool Participants. This allows the Illinois Funds and those local governments, and IFPIF and those local pension plans, investing in it to measure its investment at amortized cost. The criteria contained in GASB Statement No. 79 address (1) how the pool interacts with participants, (2) requirements for portfolio maturity, quality, diversification and liquidity, and (3) calculation and requirements of a shadow price.

For investments, other than those recorded at cost or amortized cost, the Village and Pension Trust Funds categorize their 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 an 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.

Following is a description of the valuation methodologies used for investments measured at fair value, as well as the general classification of such investments pursuant to the valuation hierarchy.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**E. Cash and Investments (cont'd)**

Money market and mutual fund valuations are based on quoted prices in active markets for identical assets. Accordingly, these types of investments are categorized in Level 1 of the fair value hierarchy.

Brokered certificates of deposit, corporate debt, U.S. government and agency securities and municipal bonds are valued using pricing models based on standard inputs. These standard inputs typically include benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data, including market research publications. Accordingly, these types of investments are categorized in Level 2 of the fair value hierarchy.

**F. Prepaid Items/Expenses**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items/expenses in the governmental funds balance sheet and statement of net position, consistent with the consumption method of accounting.

**G. Capital Assets**

Capital assets, which include land, streets, buildings, storm sewers, sanitary sewers, water mains, and vehicles, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$5,000 for vehicles, heavy equipment, trucks and ambulances, \$20,000 for infrastructure, and \$5,000 for all others, and an estimated useful life of greater than one year.

Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset, are capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

These assets have been valued at their estimated historical cost, or for donated assets, at their estimated acquisition value at the date of donation.

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

Depreciation of capital assets is recorded in the statement of activities with accumulated depreciation reflected in the statement of net position and is provided on the straight-line basis over the following estimated useful lives.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**G. Capital Assets (cont'd)**

Buildings and sewerage system	20 – 40 years
Infrastructure	10 – 50 years
Vehicles, furniture and equipment	3 – 10 years

Leasehold rights are amortized over the life of the lease. Gains or losses from sales or retirements of capital assets are included in the operations on the statement of activities.

**H. Compensated Absences**

Sick pay benefits accumulate and are vested at 50% of the accumulated benefit for those with retirement eligibility and, therefore, are recognized only to the extent vested in the government-wide and proprietary fund financial statements. Vacation leave accumulates and vests with employees and is accrued as earned in the government-wide and proprietary fund financial statements. A liability for vacation and sick benefits is reported in the governmental funds only if matured, for example, because of employee resignations and retirements.

**I. Long-term Obligations**

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund statement of net position.

Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method when it does not materially differentiate from the effective interest method. Bond issuance costs are reported as expenses/expenditures at the time of issuance. Bonds payable are reported net of the applicable bond premium or discount.

Governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing source. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether withheld from the actual debt proceeds received, are reported as debt service expenditures.

**J. Fund Equity**

There are five classifications of fund balance:

- (1) Nonspendable – amounts that are not in spendable form (such as inventory) or are required to be maintained intact. For the General Fund, nonspendable fund balance is made up of \$1,338,488 in deposits, and \$118,699 in prepaid expenses.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**J. Fund Equity (cont'd)**

- (2) Restricted – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government) through constitutional provisions or by enabling legislation.
- (3) Committed – amounts constrained to specific purpose by a government itself, using its highest level of decision-making authority. The Village Board is the highest level of decision-making authority for the Village that can, by adoption of ordinance prior to the end of the year, commit fund balance. Once adopted, the limitation remains in place until a similar action is taken (adoption of another ordinance) to remove or revise the limitation.
- (4) Assigned – assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. Per the Village Board policy, authority to assign fund balance has been delegated to the Village Manager.
- (5) Unassigned – amounts that are available for any purpose. These amounts are only reported in the General Fund or in any other governmental fund with a deficit fund balance.

Fund balance is displayed in the order of the relative strength of the spending constraints placed on the purposes for which resources can be used.

Sometimes the Village will fund outlays for a purpose from both restricted and unrestricted fund balance (the total of committed, assigned, and unassigned fund balance). To calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance and then unassigned fund balance.

**K. Deferred Outflows/Inflows of Resources**

In addition to assets and liabilities, the statement of financial position and governmental funds balance sheet may report separate sections for deferred outflows and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**I. Summary of Significant Accounting Policies (cont'd)**

**L. Interfund Transactions**

The Village has the following types of transactions between funds:

**Loans** are amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds for short-term borrowings, and advances to other funds for long-term borrowings. Amounts are reported as internal balances in the government-wide statement of net position, except for amounts between similar activities, which have been eliminated.

**Services** provided and used are sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in the seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund balance sheets or statement of net position. Amounts have generally been eliminated with the government-wide financial statements.

**Reimbursements** are repayments from the funds responsible for expenditures or expenses to the funds that initially paid for them. Reimbursements are reported in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

**Transfers** are flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after nonoperating revenues and expenses.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**II. Stewardship, Compliance and Accountability**

**A. Budget**

Budgets were adopted for all governmental and proprietary fund types except for the Foreign Fire Insurance and TIF Fund 3 (nonmajor special revenue) Funds in the current year. The Board of Trustees follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Village Manager submits to the President and Board of Trustees a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments on the proposed fiscal year budget ordinance.
3. The fiscal year budget ordinance, which incorporates the budget decisions of the Village Board, is legally enacted. All actual expenditures contained herein have been compared to the annual appropriation, as amended. The budget lapses at year end.
4. The Village Manager has been granted the authority to delete, add to, or transfer budgeted amounts at the object class level, up to a limitation of 10% within any fund. The Village Manager shall notify the Village Board in writing of the changes. No revision of the budget shall be made where funds are not available.

All government fund type budgets are prepared on a modified accrual basis. Proprietary fund type budgets, which are prepared for management control purposes, are prepared on the accrual basis. The fiduciary fund types do not have a legally adopted budget.

**B. Expenditures in Excess of Appropriations**

For the year ended April 30, 2022, expenditures exceeded appropriations in the following funds:

	<u>Amount</u>
General Fund	\$ 7,018
Community Development Fund	218

**C. Deficit Fund Equity**

As of April 30, 2022, the following fund of the Village had a deficit fund balance:

TIF Fund 2 Special Revenue Fund	\$ 3,198,855
Special Service Area 9	4,854

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**III. Detailed Notes for All Activities and Fund Types**

**A. Deposits and Investments**

The Village maintains a cash and investment pool that is available for use by all funds, except the Pension Trust Funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and cash equivalents." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the Pension Trust Funds are held separately from those of other funds.

The Village deposits and invests all its monies in investments allowed by state statute. Statutes authorize the Village to make deposits or 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, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds investment pool. Pension Trust Funds may also invest in certain non-U.S. obligations, mortgages, veterans' loans and life insurance company contracts.

Illinois Funds is an investment pool managed by the state of Illinois, Office of the Treasurer, which allows governments within the state to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at \$1 per share. There are no limitations or restrictions on participant withdrawals from Illinois Funds.

**Deposits** – At year end, the carrying amount of the Village's deposits totaled \$563,658, and the bank balance totaled \$775,076. The entire balance was covered by federal depository insurance or collateralized with securities held by the Village or by its agent in the Village's name. Cash on hand was \$850.

**Investments** – It is the Village's policy to invest public funds in a manner which will provide the highest investment return with the maximum security, while meeting the daily cash flow demands and conforming to all state and local statutes governing the investment of public funds. Additional disclosures related to police pension fund and firefighters' investment fund investment policies can be found at Notes IV.C.2 and Note IV.C.3, respectively. A reconciliation of cash and investments for the Village and pension plans as of April 30, 2022, follows:



**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**A. Deposits and Investments (cont'd)**

**Investments (cont'd):**

Carrying amount of deposits	\$ 563,658
Carrying amount of money market funds	1,733,864
Carrying amount of mutual funds	9,890,542
Carrying amount of certificates of deposit	7,318,757
Carrying amount of corporate debt	1,619,573
Carrying amount of U.S. government treasuries	2,013,908
Carrying amount of U.S. agency securities	301,806
Carrying amount of municipal bonds	18,630
Carrying amount of Illinois Funds Investment Pool	2,204,455
Carrying amount of IFPIF	8,098,699
Cash on hand	<u>850</u>
	<u>\$ 33,764,742</u>
Statement of net position:	
Cash and cash equivalents	\$ 2,952,394
Investments	7,318,757
Statement of fiduciary net position:	
Cash and cash equivalents	1,550,433
Investments:	
U.S. government securities and agency obligations	2,315,714
Municipal bonds	18,630
Mutual funds	9,890,542
Corporate debt	1,619,573
IFPIF	<u>8,098,699</u>
	<u>\$ 33,764,742</u>

**Interest Rate Risk** – This is the risk that changes in the market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. In accordance with its investment policy, the Village manages its interest rate risk by structuring its investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter term securities, money market mutual funds, or similar investment pools. Information about the exposure of the entity's debt-type investments to this risk using the segmented time distribution model is as follows:

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**A. Deposits and Investments (cont'd)**

Type of Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1 - 5 Years	6 – 10 Years	Over 10 Years
Money market funds	\$ 1,733,864	\$ 1,733,864	\$ -	\$ -	\$ -
Mutual funds	9,890,542	9,890,542	-	-	-
Certificates of deposit	7,318,757	2,230,827	5,087,930	-	-
Corporate debt	1,619,573	-	970,206	649,367	-
U.S. government treasuries	2,013,908	140,332	1,629,295	244,281	-
U.S. agency securities	301,806	-	155	-	301,651
Municipal bonds	18,630	-	-	18,630	-
Illinois Funds	2,204,455	2,204,455	-	-	-
IFPIF	8,098,699	8,098,699	-	-	-
<b>Total investments</b>	<b>\$ 33,200,234</b>	<b>\$ 24,298,719</b>	<b>\$ 7,687,586</b>	<b>\$ 912,278</b>	<b>\$ 301,651</b>

The Village had the following recurring fair value measurements as of April 30, 2022:

Investment Type	Fair Value	Level 1	Level 2	Level 3
Money market funds	\$ 1,733,864	\$ 1,733,864	\$ -	\$ -
Mutual funds	9,890,542	9,890,542	-	-
Certificates of deposit	7,318,757	-	7,318,757	-
Corporate debt	1,619,573	-	1,619,573	-
U.S. government treasuries	2,013,908	-	2,013,908	-
U.S. agency securities	301,806	-	301,806	-
Municipal bonds	18,630	-	18,630	-
<b>Total investments</b>	<b>\$ 22,897,080</b>	<b>\$ 11,624,406</b>	<b>\$ 11,272,674</b>	<b>\$ -</b>

**Custodial Credit Risk** – Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in the possession of an outside party. To limit its exposure, the Village 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 a third-party acting as the Village's agent separate from where the investment was purchased in the Village's name. Mutual funds are not subject to custodial credit risk.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**A. Deposits and Investments (cont'd)**

**Credit Risk** – Generally, credit risk is the risk that an issuer of a debt-type instrument will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. As of April 30, 2022, the Village's investment in Illinois Funds Investment Pool was rated AAAM by Standard & Poor's and is treated as cash equivalents. The Village has a policy in place to limit credit risk by diversifying its investment portfolio and prequalifying financial institutions and brokers the Village does business with.

**B. Property Held for Future Development**

The Village owns commercial property located along the Fox River in downtown West Dundee. Possible eventual plans for this parcel include the redevelopment of this property for additional commercial and residential usage. Until this occurs, the Village plans to continue to use the property in its current manner. The property is held in trust by a local financial institution. The Village receives monthly rental income from this property and is responsible for any maintenance. The investment in this parcel is recorded at a cost of \$850,490 in other assets in the statement of net position and governmental funds balance sheet.

**C. Receivables**

The Village's property tax is levied each calendar year on all taxable real property located in the Village. Property taxes are levied by the last Tuesday in December on assessed valuation as of the prior January 1. Property taxes become a lien on the taxable property as of January 1 of the year following the tax levy year. Tax bills are prepared by Kane County (the "County") and are due in two installments on or about June 15 and September 1. Taxes are distributed to the Village within several weeks of their receipt by the County. Property taxes for debt service are levied when the related general obligation bonds are authorized. Property taxes receivable (net of allowance for uncollectible amounts based on prior history), and deferred inflows of resources are recorded at the time of the enforceable lien. Property tax revenues are recognized in the government-wide financial statements in the year for which the taxes were levied, and in the fund financial statements if collected within 60 days.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**D. Capital Assets**

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

	Balance May 1, 2021	Additions	Retirements	Balance April 30, 2022
<b>Governmental Activities</b>				
Capital assets not being depreciated:				
Land	\$ 1,742,778	\$ -	\$ -	\$ 1,742,778
Construction in process	2,519,327	206,714	(2,436,592)	289,449
<b>Total capital assets not being depreciated</b>	4,262,105	206,714	(2,436,592)	2,032,227
Capital assets being depreciated:				
Building and improvements	19,681,271	271,744	(322,165)	19,630,850
Motor vehicles, furniture, and equipment	5,658,070	195,851	(26,166)	5,827,755
Infrastructure	23,907,096	3,452,627	-	27,359,723
<b>Total assets being depreciated</b>	49,246,437	3,920,222	(348,331)	52,818,328
Accumulated depreciation:				
Building and improvements	12,459,410	628,894	(22,991)	13,065,313
Motor vehicles, furniture, and equipment	4,051,253	284,075	(26,166)	4,309,162
Infrastructure	16,777,632	825,859	-	17,603,491
	33,288,295	1,738,828	(49,157)	34,977,966
<b>Total capital assets being depreciated, net</b>	15,958,142	2,181,394	(299,174)	17,840,362
Governmental activities, capital assets, net	\$ 20,220,247	\$ 2,388,108	\$ (2,735,766)	\$ 19,872,589

Depreciation was charged to governmental activities as follows:

General government	\$ 176,111
Public safety	1,198,892
Public works	363,825
<b>Total depreciation – governmental activities</b>	<b>\$ 1,738,828</b>

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**D. Capital Assets (cont'd)**

	Balance May 1, 2021	Additions	Retirements	Balance April 30, 2022
<b>Business-type Activities</b>				
Capital assets not being depreciated:				
Land improvements	\$ 202,000	\$ -	\$ -	\$ 202,000
Construction in process	123,798	36,838	(84,275)	76,361
<b>Total capital assets not depreciated</b>	<u>325,798</u>	<u>36,838</u>	<u>(84,275)</u>	<u>278,361</u>
Capital assets being depreciated:				
Water and sewerage system	38,004,674	225,971	-	38,230,645
Motor vehicles and equipment	270,837	-	-	270,837
Leasehold rights	3,560,679	-	-	3,560,679
<b>Capital assets being depreciated</b>	<u>41,836,190</u>	<u>225,971</u>	<u>-</u>	<u>42,062,161</u>
Accumulated depreciation for:				
Water and sewerage system	18,658,690	903,133	-	19,561,823
Motor vehicles and equipment	270,837	-	-	270,837
Leasehold rights	3,453,467	107,212	-	3,560,679
<b>Total accumulated depreciation</b>	<u>22,382,994</u>	<u>1,010,345</u>	<u>-</u>	<u>23,393,339</u>
<b>Capital assets being depreciated, net</b>	<u>19,453,196</u>	<u>(784,374)</u>	<u>-</u>	<u>18,668,822</u>
<b>Capital assets, net</b>	<u>\$ 19,778,994</u>	<u>\$ (747,536)</u>	<u>\$ (84,275)</u>	<u>\$ 18,947,183</u>

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

Water and Wastewater Fund	\$ <u>1,010,345</u>
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**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**E. Interfund Activity**

Interfund advances at April 30, 2022, for each fund of the Village were:

Receivable Fund	Payable Fund	Amount
General	TIF Fund 4	\$ 1,562
General	Special Service Area 9	4,854
Village Facilities	General	2,625,373
Village Facilities	Water and Wastewater	1,373,996
Community Development	General	235,074
Community Development	Water and Wastewater	275,840
Community Development	Village Facilities	485,075
Community Development	TIF Fund 2	3,740,000
TIF Fund 2	General	308,064
Water and Wastewater	General	900,291
		<u>\$ 9,950,129</u>

The above interfund balances represent temporary loans to cover cash deficits that existed at year end, most notably due to capital expenditures that were made in past years for infrastructure improvements to the Village's Water and Wastewater Fund. It is anticipated these balances will be paid through tap-on fees once new residential development projects commence in the Village. In addition, the Village, through its Community Development Fund, cash financed improvements to the Spring Hill Gateway TIF Fund (TIF #2) and this amount will be reimbursed back to the Community Development Fund as TIF revenues generated from this area are received. None of these balances are scheduled to be collected in the subsequent year.

Interfund transfers for the year ended April 30, 2022, were:

Receiving Fund	Paying Fund	Amount
General Fund	Motor Fuel Tax	\$ 210,000
General Fund	Water and Wastewater	70,000
General Fund	Community Development	400,000
General Fund	TIF Fund 4	182,500
Debt Service	Village Facilities	1,066,550
Debt Service	Community Development	110,830
Debt Service	Special Service Area 6	110,241
Village Facilities	General Fund	2,138,757
Village Facilities	Special Service Area 9	39,000
Village Facilities	TIF Fund 2	120,000
<b>Total</b>		<u>\$ 4,447,878</u>

Interfund transfers were made to fund debt service and capital projects.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**F. Long-term Debt**

The Village issues general obligation bonds to finance the purchase of major capital items, the acquisition or construction of major capital facilities, and to fulfill agreements with developers. General obligation bonds are direct obligations and pledge the full faith and credit of the Village, have been issued for general government activities, and are being repaid from applicable resources.

General obligation bonds currently outstanding are as follows:

	Fund Debt Retired By	Balance May 1, 2021	Issuances/ Increases	Reductions	Balance April 30, 2022
\$9,350,000 Series 2015 General Obligation Refunding Bonds (\$9,896,541 inclusive of \$546,541 premium) due in annual installments of \$180,000 to \$885,000 beginning January 1, 2017, plus interest at 2.00% to 4.00%, through January 1, 2036.	Debt Service	\$ 5,365,000	\$ -	\$ 860,000	\$ 4,505,000
\$1,500,000 Series 2010 Ad Valorem Tax Bonds due January 1, 2030; subject to annual sinking fund requirements of \$30,000 to \$190,000 beginning January 1, 2012, at a variable rate of interest equal to 200 basis points, plus the interest rate per annum for U.S. government securities, 5-year Treasury constant maturities, as published by the Federal Reserve, subject to reset dates of January 1 of 2015, 2020, and 2025, resulting in a rate of 3.69% at April 30, 2021.	Debt Service	1,090,000	-	70,000	1,020,000
		\$ 6,455,000	\$ -	\$ 930,000	\$ 5,525,000

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**F. Long-term Debt (cont'd)**

**Notes Payable** – the Village enters into notes payable to provide funds for the acquisition of capital assets and to facilitate community development. At April 30, 2021, the Village's notes payable consisted of the following:

	Balance May 1, 2021	Issuances	Reductions	Balance April 30, 2022
<b>Governmental Activities:</b>				
First American Bank, \$250,000 unsecured term note, with monthly payments of \$3,483 inclusive of interest at 4.50% per annum, through March 30, 2022.	\$ 51,057	\$ -	\$ 40,301	\$ 10,756
First American Bank, unsecured term note, with monthly payments of \$945 inclusive of interest at 5.00% per annum through May 1, 2022.	11,778	-	10,992	786
First American Bank, unsecured term note, with monthly payments of \$956 inclusive of interest at 5.50% per annum through February 1, 2023.	20,884	-	10,568	10,316
First American Bank, unsecured term note, with monthly payments of \$956 inclusive of interest at 5.50% per annum through November 1, 2028.	283,079	-	30,583	252,496
	<u>\$ 366,798</u>	<u>\$ -</u>	<u>\$ 92,444</u>	<u>\$ 274,354</u>

Annual requirements to amortize the outstanding long-term debt are:

Year Ending April 30,	Governmental Activity			
	General Obligation Bonds		General Obligation Notes	
	Principal	Interest	Principal	Interest
2023	\$ 965,000	\$ 312,800	\$ 54,275	\$ 14,070
2024	975,000	267,000	34,327	11,956
2025	280,000	219,900	36,414	9,869
2026	305,000	199,700	38,594	7,689
2027	325,000	177,150	40,905	5,378
2028-2032	1,615,000	485,100	69,839	3,442
2033-2036	1,060,000	108,000	-	-
	<u>\$ 5,525,000</u>	<u>\$ 1,769,650</u>	<u>\$ 274,354</u>	<u>\$ 52,404</u>



**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**F. Long-term Debt (cont'd)**

A summary of the change in noncurrent liabilities is shown below:

	Balance May 1, 2021	Additions	Retirements/ Sinking Fund Contributions	Balance April 30, 2022	Amounts Due in One Year
Governmental activities:					
General obligation bonds	\$ 6,455,000	\$ -	\$ 930,000	\$ 5,525,000	\$ 965,000
Unamortized bond					
premiums (discounts)	313,604	-	50,270	263,334	51,731
General obligation notes	366,798	-	92,444	274,354	54,275
Net pension liability (asset):					
IMRF	405,582	951,877	1,800,715	(443,256)	-
Police pension	8,141,541	2,899,583	208,122	10,833,002	-
Firefighters' pension	3,949,207	1,017,384	1,335,631	3,630,960	-
Net OPEB liability	1,621,816	258,013	342,061	1,537,768	-
Compensated absences	276,637	421,640	408,003	290,274	290,274
	<u>\$ 21,530,185</u>	<u>\$ 5,548,497</u>	<u>\$ 5,167,246</u>	<u>\$ 21,911,436</u>	<u>\$ 1,361,280</u>
Business-type activities:					
Net pension					
liability (asset)	\$ 124,314	\$ 302,904	\$ 568,270	\$ (141,052)	\$ -
Net OPEB liability	470,085	69,415	92,027	447,473	-
Compensated absences	13,920	21,215	20,137	14,998	14,998
	<u>\$ 608,319</u>	<u>\$ 393,534</u>	<u>\$ 680,434</u>	<u>\$ 321,419</u>	<u>\$ 14,998</u>

Governmental activities and business-type compensated absences and net pension and OPEB liability have typically been liquidated in prior years through the General and Water and Wastewater Funds, respectively.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**III. Detailed Notes for All Activities and Fund Types (cont'd)**

**G. Wastewater Facilities Project**

In a previous year, the Village, in cooperation with the Fox River Water Reclamation District (the "Reclamation District"), developed a plan to construct a wastewater facility, and received Environmental Protection Agency ("EPA") approval for a grant. Total construction costs incurred by the Village amounted to \$4,705,080, of which the Village had received EPA funding of \$1,256,887.

Approximately \$2,500,000 of the total construction costs was for the North Plant expansion, a facility owned by the Reclamation District. These costs represent a leasehold right to the Village whereby the Reclamation District agrees to treat the Village's wastewater until the year 2023. These amounts are being amortized over the term of the lease in the amount of \$125,070 per year within the Water and Wastewater Fund.

**H. Due to Other Governments**

The Village is the recipient of various donations in accordance with its agreements with the developers of new housing within the Village. The donations are intended to cover the increase in the cost of government services required as a result of the new construction, such as roads, schools and parks. The Village collects the fees and distributes the portion due to the local park and school districts upon request. The following balances were held by the Village for other governmental units as of April 30, 2022:

Custodial Fund balances:	
Due to Park District	\$ 775,517
Due to School District	34,142
Due to Library District	<u>5,147</u>
<b>Total</b>	<u><b>\$ 814,806</b></u>

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information**

**A. Commitments and Contingencies**

**Commitments** – The Village has an intergovernmental agreement with the Village of East Dundee for the expansion of the East Dundee wastewater treatment facility. The agreement provides for West Dundee to provide payments to East Dundee for administrative fees and assistance with debt service over a period of twenty years.

Annual required payments on this commitment are as follows:

Year Ending April 30,	
2023	\$ 469,060
2024	469,060
2025	469,060
2026	469,060
2027	469,061
<b>Total</b>	<b>\$ 2,345,301</b>

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

**B. Risk Management**

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees, employee health and net income losses. To insure against the employee health losses, the Village purchases commercial third-party employee health insurance. The Village pays an annual premium to the insurer carrier for its coverage. Payments on claims did not exceed coverages in any of the three prior fiscal years.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**B. Risk Management (cont'd)**

For all other risks, the Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is a proprietary cooperative whose members are Illinois governments. IRMA manages and funds first-party property losses, third-party liability claims, workers' compensation claims, and public official liability claims of its members. The Village assumes the first \$25,000 of each occurrence as part of self-insurance retention. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Risk Manager and a Treasurer. The Village does not exercise control over the activities of the Agency beyond its representation of the Board of Directors.

Contributions to IRMA are in advance of each membership year based on the individual member's eligible revenue as defined in the by-laws of IRMA, assessment factors based on past member experience, and the funding needs for the membership year. The Board of Directors may require that supplemental contributions be made by members to insure adequate funds are available to meet the obligations applicable to the membership year. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. The Village's payments to IRMA are displayed in the financial statements as expenditures/expenses in the appropriate funds. The Village is not aware of any additional amounts owed to IRMA as of April 30, 2022, for the current or prior year claims.

**C. Retirement Plans**

**1. Illinois Municipal Retirement Fund**

**General Information About the Pension Plan**

**Plan Description** – The Village's defined benefit pension plan for non-public safety employees, the Illinois Municipal Retirement Fund (IMRF), provides pensions for certain full-time employees of the Village. IMRF is an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

At December 31, 2021, the IMRF Plan membership consisted of:

Retirees and beneficiaries	28
Inactive, non-retired members	26
Active members	<u>30</u>
<b>Total</b>	<u><b>84</b></u>

**Benefits Provided** – IMRF provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011, who retire at or after age 60 with 8 years of service, are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent of each year thereafter. Employees with at least 8 years of service may retire at or after age 55 and receive a reduced benefit.

For participating members hired on or after January 1, 2011, who retire at or after age 67 with 10 years of service, are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of \$119,892 at January 1, 2022. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Contributions** – Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution and annual required contribution rate for calendar year 2022 and 2021 was 11.39 and 12.72 percent, respectively. The Village's contribution to the Plan totaled \$267,603 for the year ended April 30, 2022, which was its annual required contribution.

**Net Pension (Asset) Liability**

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

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the December 31, 2021, valuation were based on an actuarial experience study for the period January 1, 2017 – December 31, 2019, using the entry age normal actuarial cost method. The total pension liability in the December 31, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	2.85% to 13.75%
Investment rate of return	7.25%
Post-retirement benefit increase:	
Tier 1	3.0%-simple
Tier 2	lesser of 3.0%-simple or ½ increase in CPI

The actuarial value of IMRF assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2021, was 22 years.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**Net Pension (Asset) Liability (cont'd)**

**Mortality Rates** – For non-disabled lives, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (Adjusted 105%) tables, and future mortality improvement projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, 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.

**Long-term Expected Rate of Return** – The long-term expected rate of return is the expected return to be earned over the entire trust portfolio based on the asset allocation of the portfolio, using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) developed for each major asset class. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Equities	39%	4.50%
International equities	15%	5.75%
Fixed income	25%	2.00%
Real estate	10%	5.90%
Alternatives:	10%	
Private equity		8.10%
Commodities		4.30%
Cash equivalents	1%	1.70%

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**Net Pension (Asset) Liability (cont'd)**

**Single Discount Rate** – Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects: (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an AA average credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 1.84% (based on an index of 20-year fixed-income municipal bonds that include only federal tax-exempt municipal bonds as reported in Fidelity Index's 20-Year Municipal GO AA Index" as of December 31, 2021); and the resulting single discount rate is 7.25%. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefits of current active and inactive employees for the next 100 years.

**Allocation** – The IMRF net pension asset has been allocated proportionately between governmental activities, \$443,256, and business-type activities, \$141,052.

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

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balances 12/31/20	\$ 12,795,791	\$ 12,265,895	\$ 529,896
Changes for the year:			
Service cost	208,809	-	208,809
Interest	919,462	-	919,462
Differences between expected and actual experience	126,510	-	126,510
Changes of assumptions	-	-	-
Contributions – employer	-	268,938	(268,938)
Contributions - employee	-	95,645	(95,645)
Net investment income	-	2,018,312	(2,018,312)
Benefit payments, including refunds of employee contributions	(435,931)	(435,931)	-
Other changes	-	(13,910)	13,910
Net changes	818,850	1,933,054	(1,114,204)
<b>Balances at 12/31/21</b>	<b>\$ 13,614,641</b>	<b>\$ 14,198,949</b>	<b>\$ (584,308)</b>



**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**Changes in Net Pension Liability (cont'd)**

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 7.25%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension (asset) liability	\$ 1,279,416	\$ (584,308)	\$ (2,065,894)

**Pension Plan Fiduciary Net Position** – Detailed information about the pension plan's fiduciary net position is available in the separately issued IMRF financial report.

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

For the year ended April 30, 2022, the Village recognized pension income of \$110,232. At April 30, 2022, the Village reported deferred outflows and deferred inflows of resources to IMRF pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ 247,263	\$ -	\$ 247,263
Changes in assumptions	10,891	80,152	(69,261)
Net difference between projected and actual earnings in pension plan investments	-	1,474,304	(1,474,304)
Subtotal	258,154	1,554,456	(1,296,302)
Contributions made subsequent to the measurement date	82,903	-	82,903
<b>Total</b>	<b>\$ 341,057</b>	<b>\$ 1,554,456</b>	<b>\$ (1,213,399)</b>

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**1. Illinois Municipal Retirement Fund (cont'd)**

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (cont'd)**

Village contributions subsequent to the measurement date (\$82,903) will be recognized as a reduction of the net pension liability in the year ended April 30, 2023. Amounts reported as net deferred outflows of resources related to IMRF will be recognized in pension expense as follows:

Year Ending <u>December 31,</u>	
2021	\$ (234,367)
2022	(501,823)
2023	(333,687)
2024	<u>(226,425)</u>
	<u>\$ (1,296,302)</u>

**2. Police Pension Fund**

**General Information About the Pension Plan**

**Plan Description** – Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan, administered by the Village. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the Plan as a pension trust fund. All administrative costs are paid by the Pension Plan financed primarily through investment earnings. No stand-alone financial report is issued.

At April 30, 2022, the Police Pension Plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	14
Terminated plan members entitled to but not yet receiving benefits	4
Active members	<u>19</u>
<b>Total</b>	<u><b>37</b></u>

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Benefits Provided** – The Police Pension Plan provides retirement as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final salary for each year of service up to 30 years, to a maximum of 75% of such salary. There is a minimum monthly benefit of \$1,000. Employees with at least eight years, but less than 20 years, of creditable service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service. Surviving spouses receive 100% of the final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee's retirement benefit. Employees disabled in the line of duty receive 65% of final salary.

The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977, shall be increased annually, following the first anniversary date of retirement, and be paid upon reaching the age of at least 55 years, by 3% of the originally granted pension.

Beginning with increases granted on or after July 1, 1993, the second and subsequent automatic increase shall be calculated as 3% of the amount of the pension payable at the time of the increase.

For employees hired after January 1, 2011, the normal retirement age is attainment of age 55 and completion of 10 years of service. Early retirement age is attainment of age 50, completion of 10 years of service and the early retirement factor is 6% per year. The employee's accrued benefit is based on the employee's final eight-year average salary not to exceed \$106,800 (as indexed); cost-of-living adjustments are simple increases (not compounded) of the lesser of 3% or 50% of CPI beginning the later of the anniversary date and age 60; surviving spouse's benefits are 66 2/3% of the employee's benefit at the time of death.

**Contributions** – Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the costs of benefits earned by Plan members as actuarial determined by an enrolled actuary. By 2041, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded. Actuarial valuations are performed annually. For the year ended April 30, 2022, the Village's contribution was 46.67% of covered payroll.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Investment Policy** – The pension plan's investment policy was established in accordance with provisions of the Illinois Compiled Statutes (ILCS) for pension plans and may be amended by the Pension Board of Trustees. It is the policy of the Pension Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

While the fund has not adopted a formal asset allocation strategy in their investment policy, the policy states the investment allocation shall be maintained in such a fashion to achieve a long-term rate of return of 6.75%.

The ILCS limit the Police Pension 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.

**Investment Valuations** – All investments in the Police Pension Plan are stated at fair value as of the trade date. Fair value is based on quoted market prices at April 30 for mutual funds. Debt securities and municipal bonds are valued using pricing models based on standard inputs. These standard inputs typically include benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data, including market research publications. Illinois Funds, an investment pool created by the state legislature under the control of the State Treasurer, is a money market mutual fund that maintains a \$1 per share value.

**Investment Concentrations** – There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions. There are no investments (other than those issued or guaranteed by the U.S. government, mutual funds, and other pooled investments) that represent 5% or more of net position available for benefits at April 30, 2022.

**Investment 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 -9.35%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Custodial Credit Risk** – Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in the possession of an outside party. To limit this exposure, the Police Pension Fund 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 a third-party acting as the Police Pension Fund's agent separate from where the investment was purchased in the Police Pension Fund's name. Mutual funds are not subject to custodial credit risk.

**Interest Rate Risk** – The following table presents the investments and maturities of the Police Pension Fund's investments as of April 30, 2022:

Investment Type	Investment Maturities (In Years)				
	Fair Value	Less Than 1	1-5	6-10	More Than 10
U.S. Treasury securities	\$ 2,013,908	\$ 140,332	\$ 1,629,295	\$ 244,281	\$ -
U.S. Agency securities	301,806	-	155	-	301,651
Mutual funds	9,890,542	9,890,542	-	-	-
Municipal bonds	18,630	-	-	18,630	-
Corporate bonds	1,619,573	-	970,206	649,367	-
<b>Total investments</b>	<b>\$ 13,844,459</b>	<b>\$ 10,030,874</b>	<b>\$ 2,599,656</b>	<b>\$ 912,278</b>	<b>\$ 301,651</b>

In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the Police Pension Fund.

**Credit Risk** – The Police Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States government and securities issued by agencies of the United States government that are explicitly or implicitly guaranteed by the United States government. The Police Pension Fund has holdings in both fixed income and equity-type investments that are allowed by Illinois State Statutes. Fixed income investments included U.S. Treasuries and Agency Securities that are rated AAA by Moodys, corporate bonds that are rated from BAA3 to AA2.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**Net Pension Liability**

The Police Pension Plan's net pension liability was measured as of April 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the April 30, 2022, valuation are based on the results of the actual experience study conducted by the Illinois Department of Insurance in 2017. The valuation was done using the entry age normal actuarial cost method and the market value asset valuation method. The total pension liability in the April 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Price inflation	2.50%
Salary increases	3.50% -11.00%
Investment rate of return	6.75%, net of expenses
Retirement age	50-70
Mortality	Pub 2010 Public Safety Employee Mortality Table, with improvement scale MP-2021

The unfunded actuarial accrued liability is being amortized as a level percentage of projected payrolls on a closed basis. The remaining amortization period at April 30, 2022, is 18 years.

**Single Discount Rate** – Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects: (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 6.75%; the municipal bond rate is 3.97% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting single discount rate is 6.75%. Based on the current year assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits of current plan members. Therefore, the long-term rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

**Net Pension Liability (cont'd)**

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 6.75%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 14,566,451	\$ 10,833,002	\$ 7,805,816

**Changes in Net Pension Liability**

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balance 4/30/21	\$ 23,954,483	\$ 15,812,942	\$ 8,141,541
Changes for the year:			
Service cost	396,612	-	396,612
Interest	1,611,304	-	1,611,304
Changes of benefit terms	-	-	-
Differences between expected and actual experience	(658,489)	-	(658,489)
Changes in assumptions	891,667	-	891,667
Contributions - employer	-	860,492	(860,492)
Contributions - employee	-	184,342	(184,342)
Net investment income	-	(1,481,521)	1,481,521
Benefit payments, including refunds of employee contributions	(959,846)	(959,846)	-
Administrative expenses	-	(13,680)	13,680
Net changes	1,281,248	(1,410,213)	2,691,461
<b>Balances at 4/30/22</b>	<b>\$ 25,235,731</b>	<b>\$ 14,402,729</b>	<b>\$ 10,833,002</b>

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**2. Police Pension Fund (cont'd)**

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

For the year ended April 30, 2022, the Village recognized pension expense to the Police Pension Plan of \$665,701. At April 30, 2022, the Village reported deferred outflows and inflows of resources related to the Police Pension Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Inflows of Resources
Differences between expected and actual experience	\$ 29,154	\$ 1,079,426	\$ (1,050,272)
Changes in assumptions	762,904	451,691	311,213
Net difference between projected and actual earnings in pension plan investments	695,821	-	695,821
Subtotal	<u>\$ 1,487,879</u>	<u>\$ 1,531,117</u>	<u>\$ (43,238)</u>

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

Year Ending April 30,

2023	\$ (178,011)
2024	(255,864)
2025	(120,556)
2026	472,330
2027	38,863
	<u>\$ (43,238)</u>



**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund**

**General Information About the Pension Plan**

**Plan Description** – Fire sworn personnel are covered by the Firefighters' Pension Plan, which is a defined benefit single-employer pension plan, administered by the Village. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. All administrative costs are paid by the Pension Plan financed primarily through investment earnings. No stand-alone financial report is issued.

At April 30, 2022, the Firefighters' Pension Plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	12
Terminated plan members entitled to but not yet receiving benefits	3
Active plan members	<u>9</u>
Total	<u>24</u>

**Benefits Provided** – The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held in the fire service at the date of retirement. There is a minimum benefit of \$1,000 per month. The pension is increased by one-twelfth of 2.5% of such monthly salary for each additional month over 20 years of service up to 30 years of service to a maximum of 75% of such monthly salary.

Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit ranging from 15% of final salary for 10 years of service to 45.6% for 19 years of service.

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greatest of 54% of final salary or 66.7% of the monthly retirement pension the deceased firefighter was receiving at the time of death. Surviving children receive 12% of final salary. The maximum family survivor benefit is 75% of final salary. Employees disabled in the line of duty receive 65% of final salary.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**General Information About the Plan (cont'd)**

**Benefits Provided (cont'd)**

The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977, is increased annually, following the first anniversary date of retirement and paid upon reaching at least the age of 55, by 3% of the amount of the pension payable at the time of the increase.

For employees hired after January 1, 2011, the annual retirement benefit is 2.5% of final average salary for each year of service up to 30 years, to a maximum of 75% of such salary. The normal retirement age is attainment of age 55 and completion of 10 years of service; early retirement age is attainment of age 50, completion of 10 years of service and the early retirement factor is 6% per year. The employee's accrued benefit is based on their final 8-year average salary not to exceed \$106,800 (as indexed). Cost of living adjustments are simple increases, not compounded, and are the lesser of 3% or 50% of CPI beginning the later of the anniversary date or age 60. Surviving spouses receive 66.67% of the employee's benefit at the time of death.

**Contributions** – Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2041, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded. Actuarial valuations are performed annually. For the year ended April 30, 2022, the Village's contribution was 55.91% of covered payroll.

**Investment Policy** – During the current fiscal year, the Firefighters' Pension Board approved the transfer of substantially all its assets into the Illinois Firefighters' Pension Investment Fund (IFPIF). It is the policy of the IFPIF Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The primary policies of the fund, in order of priority are safety, liquidity and return on investment. The following was the IFPIF Board's adopted asset allocation policy as of April 30, 2022:

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**General Information About the Plan (cont'd)**

**Investment Policy (cont'd)**

Asset Class	Long-term Target Allocation	Long-term Expected Real Rate of Return
Equity:		
U.S.	31%	7.70%
Developed Market (non-U.S.)	16%	7.60%
Emerging Markets	8%	8.00%
Private	5%	11.10%
Fixed Income:		
Public Credit	3%	4.30%
Private Credit	5%	9.50%
Cash Equivalents	0%	1.90%
Core Investment Grade Bonds	15%	4.10%
Long-term Treasuries	3%	3.80%
TIPS	4%	3.30%
Real Assets:		
Real Estate	5%	7.40%
Infrastructure	5%	7.60%

The ILCS limit the Firefighters' Pension 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 IFPIF's investments shown above was based on was determined using an asset allocation study conducted by the IFPIF's investment management consultant 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 expected inflation. Best estimates or arithmetic real rates of return excluding inflation for each major asset class included in the Fund's target asset allocation as of April 30, 2022, are listed in the table above.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**General Information About the Plan (cont'd)**

**Investment Valuations** – All investments in the Firefighters' Pension Plan are stated at fair value as of the trade date. Fair value is based on quoted market prices at April 30 for mutual funds. Debt securities and municipal bonds are valued using pricing models based on standard inputs. These standard inputs typically include benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data, including market research publications.

**Investment Concentrations** – There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions. At April 30, 2022, there are no investments (other than those issued or guaranteed by the U.S. government, mutual funds, and other pooled investments) that represent 5% or more of net position available for benefits.

**Investment 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 -6.03%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

**Custodial Credit Risk** – IFPIF's investment policy requires that all deposits in excess of federally insured limits be secured by collateral in order to protect deposits from default. For investments, the Fund's investment policy requires a custodian to accept possession of securities for safekeeping. The IFPIF did not hold any investments susceptible to custodial credit risk at April 30, 2022.

**Interest Rate Risk** – IFPIF's investment policy addresses interest rate risk by ensuring the Fund (1) possesses sufficiently liquidity to meet expected cash needs under normal and stress scenarios and (2) considers illiquid investments if the expected return provides attractive compensation for the loss of liquidity. IFPIF did not hold any investments with interest rate risk at April 30, 2022.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**General Information About the Pension Plan (cont'd)**

**Credit Risk** – IFPIF's investment policy helps limit exposure to credit risk by primarily investing in publicly traded mutual funds and securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The investment in IFPIF is unrated. The IFPIF did not hold any investments susceptible to credit risk at April 30, 2022.

**Net Pension Liability**

The Firefighters' Pension Plan's net pension liability was measured as of April 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**Actuarial Valuation and Assumptions** – The actuarial assumptions used in the April 30, 2022, valuation are based on the results of the actual experience study conducted by the Illinois Firefighters' Pension Investment Fund provided December 1, 2021, reflecting experience for the years 2017-2020. The valuation was done using the entry age normal actuarial cost method and the market value asset valuation method. The total pension liability in the April 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Price inflation	2.25%
Salary increases	4.00% – 12.50%
Investment rate of return	6.75%, net of expenses
Retirement age	50-70

The mortality rate for healthy (pre-commencement) is based on the Pub-2010 Public Safety Employee Mortality Table, without adjustment, with generational scale MP-2021 applied from 2010. The mortality rate for healthy (post-commencement) is based on the Pub-2010 Public Safety Employee Mortality Table with 1.081 adjustment for males, with generational scale MP-2021 applied from 2010. The Pub-2010 Public Safety Employee Mortality Table with 1.098 adjustment for females, with generational scale MP-2021 applied from 2010 is used for survivors. The mortality rate for disabled is the Pub-2010 Disabled Retiree Mortality Table with 1.178 adjustment for males, with generational improvement scale MP-2021 applied from 2010.

The unfunded actuarial accrued liability is being amortized as a level percentage of projected payrolls on a closed basis. The remaining amortization period at April 30, 2022, is 18 years.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**Net Pension Liability (cont'd)**

**Actuarial Valuation and Assumptions (cont'd)**

**Single Discount Rate** – Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects: (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 6.75%; the municipal bond rate is 3.97% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting single discount rate is 6.75%. Based on the current year assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits of current plan members. Therefore, the long-term rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Discount Rate Sensitivity** – The following presents the net pension liability of the Village, calculated using the discount rate of 6.75%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 5,323,906	\$ 3,630,960	\$ 2,254,601

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**Changes in Net Pension Liability**

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balances at 4/30/21	\$ 12,946,792	\$ 8,997,585	\$ 3,949,207
Changes for the year:			
Service cost	199,387	-	199,387
Interest	817,997	-	817,997
Changes of benefit terms	-	-	-
Differences between expected and actual experience	(1,313,570)	-	(1,313,570)
Changes in assumptions	(84,731)	-	(84,731)
Contributions - employer	-	416,411	(416,411)
Contributions - employee	-	72,312	(72,312)
Net investment income	-	(537,293)	537,293
Benefit payments, including refunds of employee contributions	(629,721)	(629,721)	-
Administrative expenses	-	(14,100)	14,100
Net changes	(1,010,638)	(692,391)	318,247
<b>Balances at 4/30/22</b>	<b>\$ 11,936,154</b>	<b>\$ 8,305,194</b>	<b>\$ 3,630,960</b>

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

For the year ended April 30, 2022, the Village recognized pension expense to the Firefighters' Pension Plan of \$72,250. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to the Police Pension Plan from the following sources:

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**3. Firefighters' Pension Fund (cont'd)**

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (cont'd)**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ 443,802	\$ 1,305,093	\$ (861,291)
Changes in assumptions	-	182,358	(182,358)
Net difference between projected and actual earnings in pension plan investments	187,326	-	187,326
Subtotal	<u>\$ 631,128</u>	<u>\$ 1,487,451</u>	<u>\$ (856,323)</u>

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

Year Ending April 30.

2023	\$ (314,306)
2024	(95,265)
2025	(388,280)
2026	<u>(58,472)</u>
	<u>\$ (856,323)</u>



**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**4. Summary of Significant Accounting Policies and Plan Asset Matters**

**Basis of Accounting**

Investments are reported at fair value.

Administrative costs for both the Police and Firefighters' Pension Plans are financed primarily through investment earnings.

**Pension Plan Statements** – The individual pension fund statements for the year ended April 30, 2022, are as follows:

	<u>Police Pension</u>	<u>Firefighters' Pension</u>	<u>Total</u>
<b>Statement of Fiduciary Net Position</b>			
Assets:			
Cash and cash equivalents	\$ 529,132	\$ 206,495	\$ 735,627
Investments:			
U.S. government and agency securities	2,315,714	-	2,315,714
Municipal bonds	18,630	-	18,630
Mutual funds	9,890,542	-	9,890,542
Corporate bonds	1,619,573	-	1,619,573
IFPIF	-	8,098,699	8,098,699
Accrued interest receivable	29,138	-	29,138
<b>Total assets and net position restricted for pension benefits</b>	<u>\$ 14,402,729</u>	<u>\$ 8,305,194</u>	<u>\$ 22,707,923</u>

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**4. Summary of Significant Accounting Policies and Plan Asset Matters (cont'd)**

**Pension Plan Statements (cont'd)**

	Police Pension	Firefighters' Pension	Total
<b>Statement of Changes in Fiduciary Net Position</b>			
Additions:			
Contributions:			
Employer	\$ 860,492	\$ 416,411	\$ 1,276,903
Member	184,342	72,312	256,654
Total contributions	1,044,834	488,723	1,533,557
Investment loss:			
Net depreciation in fair value of investments	(2,566,574)	(756,396)	(3,322,970)
Interest and dividends	1,130,559	228,461	1,359,020
Less investment expenses	(45,506)	(9,358)	(54,864)
Net investment loss	(1,481,521)	(537,293)	(2,018,814)
Total additions	(436,687)	(48,570)	(485,257)
Deductions:			
Benefits	957,800	629,721	1,587,521
Refund of contributions	2,046	-	2,046
Administrative expenses	13,680	14,100	27,780
Total deductions	973,526	643,821	1,617,347
Net decrease in net position	(1,410,213)	(692,391)	(2,102,604)
Net position restricted for pension benefits:			
Beginning of the year	15,812,942	8,997,585	24,810,527
<b>End of the year</b>	<b>\$ 14,402,729</b>	<b>\$ 8,305,194</b>	<b>\$ 22,707,923</b>

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**C. Retirement Plans (cont'd)**

**4. Summary of Significant Accounting Policies and Plan Asset Matters (cont'd)**

**Pension Plan Statements (cont'd)**

The aggregate amount of net pension liability (asset), deferred outflows of resources, deferred inflows of resources, and pension (income) expense recorded in the government-wide financial statements for each pension plan for the year ended April 30, 2022, is as follows:

	IMRF	Police Pension	Firefighters' Pension	Total
Net pension liability (asset)	\$ (584,308)	\$ 10,833,002	\$ 3,630,960	\$ 13,879,654
Deferred outflows of resources	341,057	1,487,879	631,128	2,460,064
Deferred inflows of resources	1,554,456	1,531,117	1,487,451	4,573,024
Pension expense (income)	(110,232)	665,701	72,250	627,719

**D. Other Postretirement Employee Benefit Plan (OPEB)**

**Plan Description** – The Village acts as administrator and provides limited health care insurance coverage for its eligible retired employees under its Retiree Health Benefit OPEB Plan. Full-time employees who retire and are eligible for a pension under the IMRF Plan, can elect to continue their medical insurance for life by paying the full price of the insurance under any of the health plans offered by the Village. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The Village accounts for the plan in the government-wide financial statements. The plan does not issue a stand-alone financial report.

At April 30, 2022, the OPEB Retiree Healthcare Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	9
Current employees	50
<b>Total</b>	<b>59</b>

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**D. Other Postretirement Employee Benefit Plan (OPEB) (cont'd)**

**Funding Policy** – The retirees are allowed to participate in the same healthcare plan as active employees but must pay their full premium. Premiums are the same for active and retired employees. There is no formal funding policy that exists for the OPEB plan as the total OPEB liabilities are currently an unfunded obligation; however, the Village made contributions from other sources totaling \$76,128 in the current year.

**Net OPEB Liability**

The Village's net OPEB liability was measured as of April 30, 2022, and the total OPEB liability used to calculate the net pension liability was determined by an actuarial valuation as of May 1, 2021.

Total OPEB liability	\$ 1,985,241
Plan fiduciary net position	<u>-</u>
Net OPEB liability	<u>\$ 1,985,241</u>

**Retiree Lapse Rates** – 100% of retirees receiving medical coverage are expected to lapse all coverages at age 65.

**Election at Retirement** – 50% of active employees with current coverage and 100% of inactive employees with current coverage are expected to elect for coverage under the OPEB plan at retirement.

**Actuarial Valuation and Assumptions** – The total OPEB liability was determined by an actuarial valuation as of April 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	2.75%
Inflation rate	2.75%
Discount rate	3.98%

The discount rate assumption was 2.27% at April 30, 2021. The health care trend rate is 7.5 percent and decreases 0.5 percent every year to an ultimate rate of 4.5 percent. The mortality rates for healthy retirees is based on the SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2020. The mortality rates for disabled retirees is based on the SOA Pub-2010 Public Safety Disabled Retiree Headcount Weighted Mortality Table fully generational using Scale MP-2020.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**D. Other Postretirement Employee Benefit Plan (cont'd)**

**Discount Rate** – The discount rate used to measure the total OPEB liability is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate. The Village does not have a trust dedicated exclusively to the payment of OPEB benefits, so the discount rate equals the municipal bond rate of 3.98% and 2.27%, at April 30, 2022, and 2021, respectively, determined using The Bond Buyer 20-Bond Go Index as the underlying index.

**Allocation** – The net OPEB liability has been allocated proportionately between governmental activities, \$1,537,768, and business-type activities, \$447,473.

**Changes in Net OPEB Liability**

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance 4/30/21	\$ 2,091,901	\$ -	\$ 2,091,901
Changes for the year:			
Service cost	77,484	-	77,484
Interest	48,386	-	48,386
Differences between expected and actual experience	201,558	-	201,558
Changes in assumptions	(357,960)	-	(357,960)
Contributions - employer	-	76,128	(76,128)
Contributions - employee	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of employee contributions	(76,128)	(76,128)	-
Administrative expenses	-	-	-
Net changes	(106,660)	-	(106,660)
<b>Balances at 4/30/22</b>	<b>\$ 1,985,241</b>	<b>\$ -</b>	<b>\$ 1,985,241</b>

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate** – The following presents the net OPEB liability of the Village, calculated using the discount rate of 3.98%, as well as what the Village's net OPEB liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	1% Decrease (2.98%)	Current Discount Rate (3.98%)	1% Increase (4.98%)
Net OPEB Liability	\$ 2,186,363	\$ 1,985,241	\$ 1,805,202

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

**IV. Other Information (cont'd)**

**D. Other Postretirement Employee Benefit Plan (cont'd)**

**Sensitivity of the Net OPEB Liability to Changes in the Healthcare Trend Rates –**

The following presents the net OPEB liability of the Village, as well as what the Village's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point higher or lower than the current rate:

	1% Decrease (Varies)	Current Discount Rate (Varies)	1% Increase (Varies)
Net OPEB Liability	\$ 1,766,382	\$ 1,985,241	\$ 2,237,445

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

For the year ended April 30, 2022, the Village recognized OPEB expense of \$149,758. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to the OPEB Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ 226,645	\$ 33,497	\$ 193,148
Changes in assumptions	345,907	313,215	32,692
Net difference between projected and actual earnings in pension plan investments	-	-	-
Total	\$ 572,552	\$ 346,712	\$ 225,840

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

Year Ending April 30,

2023	\$ 43,696
2024	43,696
2025	43,696
2026	43,693
2027	40,339
Thereafter	10,720
	\$ 225,840

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**E. Subsequent Events**

Management has evaluated subsequent events through November 16, 2022, the date these financial statements were available to be issued. The Board awarded the 2022 street improvement project contract for \$1,140,000.

**F. New Governmental Accounting Standards**

The Governmental Accounting Standards Board (GASB) recently issued the following statements. GASB Statement No. 95 that postponed the effective date of most of these statements by one year due to the COVID pandemic. The effective dates shown below are the newly extended effective dates.

GASB Statement No. 87, *Leases*, addresses the accounting and financial reporting requirements for leases by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows and outflows of resources based on the payment provisions of the contracts, and is effective for the fiscal year ending April 30, 2023.

GASB Statement No. 91, *Conduit Debt Obligations*, provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice. Statement No. 91 is effective for the fiscal year ending April 30, 2023.

GASB Statement No. 92, *Omnibus 2020*, improves the consistency and comparability in accounting and financial reporting by addressing practice issues that have been identified during implementation and application of certain GASB Statements. Statement No. 92 is effective for the fiscal year ending April 30, 2023.

GASB Statement No. 93, *Replacement of Interbank Offered Rates*, addresses the accounting and financial reporting implications that result from the replacement of an interbank offered rate in derivative instruments and lease agreements. Statement No. 93 is effective for the fiscal year ending April 30, 2023.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, improves financial reporting by establishing definitions of public-public and public-private arrangements (PPPs), and availability payment arrangements (APAs), and providing uniform guidance on accounting and financial reporting for transactions that meet these definitions. Statement No. 94 is effective for the fiscal year ending April 30, 2024.

**Village of West Dundee, Illinois**  
**Notes to the Financial Statements (cont'd)**

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**IV. Other Information (cont'd)**

**F. New Governmental Accounting Standards (cont'd)**

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, improves financial reporting by establishing definitions of subscription-based information technology arrangements, and providing uniform guidance on accounting and financial reporting for transactions that meet these definitions. Statement No. 96 is effective for the fiscal year ending April 30, 2024.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, increases the consistency and comparability related to the reporting of fiduciary component units in certain circumstances; mitigates costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and enhance the relevance, consistency, and comparability of the accounting and financial reporting for [Internal Revenue Code \(IRC\) Section 457](#) deferred compensation plans that meet the definition of a pension plan and for benefits provided through those plans. Certain aspects of Statement No. 97 are effective immediately while rest is effective for the fiscal year ended April 30, 2023.

GASB Statement No. 99, *Omnibus 2022*, improves the comparability in the application of accounting and financial reporting requirements and the consistency of authoritative literature by clarifying items within recently released accounting standards. Portions of this standard were effective upon issuance, while other portions become effective for the fiscal years ending April 30, 2024, and 2025.

GASB Statement 100, *Accounting Changes and Error Corrections*, improves the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. Statement No. 100 is effective for the fiscal year ending April 30, 2025.

GASB Statement 101, *Compensated Absences*, improves financial reporting by establishing a unified recognition and measurement model for compensated absences that more appropriately reflects when a government incurs an obligation which can be applied to any type of compensated absence, eliminating potential comparability issues between governments that offer different types of leave. Statement No. 101 is effective for the fiscal year ending April 30, 2025.

Management has not yet completed its assessment of these statements and a determination as to their impact on the overall financial statement presentation has not been made.



**REQUIRED SUPPLEMENTARY INFORMATION**

Village of West Dundee  
Illinois Municipal Retirement Fund  
Required Supplementary Information -  
Multiyear Schedule of Employer Contributions  
For the Fiscal Year Ended April 30,

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Actuarially Determined Contribution	\$ 267,603	\$ 265,931	\$ 247,106	\$ 248,282	\$ 248,957	\$ 237,704	\$ 232,583
Contributions in Relation to Actuarially Determined Contribution	<u>267,603</u>	<u>265,931</u>	<u>247,106</u>	<u>248,779</u>	<u>249,775</u>	<u>237,705</u>	<u>232,582</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (497)</u>	<u>\$ (818)</u>	<u>\$ (1)</u>	<u>\$ 1</u>
Covered Payroll	<u>\$ 2,179,904</u>	<u>\$ 2,105,400</u>	<u>\$ 2,200,216</u>	<u>\$ 2,189,637</u>	<u>\$ 2,044,399</u>	<u>\$ 1,911,891</u>	<u>\$ 1,869,124</u>
Contributions as a Percentage of Covered Payroll	12.28%	12.63%	11.23%	11.36%	12.22%	12.43%	12.44%

Notes to Required Supplementary Information:

The information presented was determined as part of the actuarial valuations of a January 1 of each year.  
Additional information as of the latest actuarial valuation presented is as follows:

Actuarial cost method	Aggregate Entry Age Normal
Amortization method	Level Percentage of Payroll, Closed
Remaining amortization period	22 years
Asset valuation method	5-Year Smoothed Market, 20% Corridor
Inflation	2.50%
Salary increases	3.35% to 14.25% including inflation
Investment rate of return	7.25%
Mortality table used	Full generational projection scale MP-2017 (base year 2015)

Note - This schedule is intended to present the above information for ten fiscal years.  
Additional years' information will be displayed when it is available.

See independent auditor's report.

Village of West Dundee, Illinois  
Police Pension Fund  
Required Supplementary Information -  
Multiyear Schedule of Employer Contributions  
For the Fiscal Year Ended April 30,

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	\$ 860,499	\$ 772,881	\$ 769,099	\$ 661,812	\$ 698,547	\$ 564,515	\$ 522,084	\$ 470,027	\$ 443,992	\$ 500,654
Contributions in relation to actuarially determined contribution	860,492	782,333	758,364	661,560	696,708	573,687	518,055	462,476	344,204	423,515
Contribution deficiency (excess)	\$ 7	\$ (9,452)	\$ 10,735	\$ 252	\$ 1,839	\$ (9,172)	\$ 4,029	\$ 7,551	\$ 99,788	\$ 77,139
Covered payroll	\$ 1,843,877	\$ 1,730,287	\$ 1,752,473	\$ 1,600,329	\$ 1,518,445	\$ 1,351,323	\$ 1,482,625	\$ 1,404,938	\$ 1,502,055	\$ 1,522,312
Contributions as a percentage of covered-employee payroll	46.67%	45.21%	43.27%	41.34%	45.88%	42.45%	34.94%	32.92%	22.92%	27.82%

The information presented was determined as part of the actuarial values as of April 30, 2022.  
Additional information as of the latest actuarial valuation date presented is as follows:

Actuarial cost method	Entry Age Method
Amortization method	Level Percentage of Pay
Remaining amortization period	18 years
Asset valuation method	Market Value
Inflation	2.50%
Salary increases	3.50% - 11.00%
Investment rate of return	6.75%
Retirement age	50 - 70
Mortality table used	RP 2014 Projected to 2021

See independent auditor's report.

Village of West Dundee, Illinois  
Firefighters' Pension Fund  
Required Supplementary Information -  
Multiyear Schedule of Employer Contributions  
For the Fiscal Year Ended April 30,

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	\$ 416,421	\$ 374,628	\$ 373,493	\$ 367,149	\$ 345,921	\$ 247,448	\$ 315,644	\$ 254,172	\$ 212,281	\$ 232,557
Contributions in relation to actuarially determined contribution	416,411	373,771	372,835	367,009	345,561	251,470	313,207	250,087	194,722	230,165
Contribution deficiency (excess)	\$ 10	\$ 857	\$ 658	\$ 140	\$ 360	\$ (4,022)	\$ 2,437	\$ 4,085	\$ 17,559	\$ 2,392
Covered payroll	\$ 744,809	\$ 704,419	\$ 670,502	\$ 750,245	\$ 708,192	\$ 575,121	\$ 638,429	\$ 706,386	\$ 779,790	\$ 733,610
Contributions as a percentage of covered payroll	55.91%	53.06%	55.61%	48.92%	48.79%	43.72%	49.06%	35.40%	24.97%	31.37%

The information presented was determined as part of the actuarial values as of April 30, 2022.  
Additional information as of the latest actuarial valuation date presented is as follows:

Actuarial cost method	Entry Age Method
Amortization method	Level Percentage of Pay
Remaining amortization period	18 years
Asset valuation method	Market Value
Inflation	2.50%
Salary increases	3.50% - 11.00%
Investment rate of return	6.75%
Retirement age	50 - 70
Mortality table used	RP 2014 Projected Generationally with scale MP-2019 from 2013

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Illinois Municipal Retirement Fund**  
**Required Supplementary Information - Multiyear Schedule of Changes**  
**in the Employer's Net Pension Liability and Related Ratios**  
**Last Ten Calendar Years**

	2021	2020	2019	2018	2017	2016	2015
Total pension liability:							
Service cost	\$ 208,809	\$ 228,905	\$ 214,881	\$ 199,715	\$ 203,457	\$ 204,354	\$ 184,974
Interest	919,462	867,513	807,570	749,449	711,923	676,499	623,713
Changes in benefit terms	-	-	-	-	-	-	-
Differences between expected and actual experience	126,510	204,728	164,621	166,145	186,474	(199,880)	69,637
Changes in assumptions	-	(160,326)	-	360,027	(327,791)	(54,555)	39,483
Benefit payments, including refunds of member contributions	(435,931)	(392,544)	(342,016)	(331,334)	(212,379)	(191,631)	(181,223)
<b>Net changes in total pension liability</b>	<b>818,850</b>	<b>748,276</b>	<b>845,056</b>	<b>1,144,002</b>	<b>561,684</b>	<b>434,787</b>	<b>736,584</b>
Total pension liability, beginning of year	12,795,791	12,047,515	11,202,459	10,058,457	9,496,773	9,061,986	8,325,402
<b>Total pension liability, end of year</b>	<b>\$ 13,614,641</b>	<b>\$ 12,795,791</b>	<b>\$ 12,047,515</b>	<b>\$ 11,202,459</b>	<b>\$ 10,058,457</b>	<b>\$ 9,496,773</b>	<b>\$ 9,061,986</b>
Plan fiduciary net position:							
Contributions - employer	\$ 268,938	\$ 276,840	\$ 232,592	\$ 254,062	\$ 243,522	\$ 235,377	\$ 228,913
Contributions - member	95,645	98,950	127,855	97,052	88,375	85,608	83,871
Net investment income	2,018,312	1,453,464	1,617,011	(390,533)	1,298,852	518,326	37,033
Benefit payments, including refunds of member contributions	(435,931)	(392,544)	(342,016)	(331,334)	(212,379)	(191,631)	(181,223)
Other	(13,910)	119,050	29,124	46,510	(76,238)	30,638	(160,002)
<b>Net changes in plan fiduciary net position</b>	<b>1,933,054</b>	<b>1,555,760</b>	<b>1,664,566</b>	<b>(324,243)</b>	<b>1,342,132</b>	<b>678,318</b>	<b>8,592</b>
Plan fiduciary net position, beginning of year	12,265,895	10,710,135	9,045,569	9,369,812	8,027,680	7,349,362	7,340,770
<b>Plan fiduciary net position, end of year</b>	<b>\$ 14,198,949</b>	<b>\$ 12,265,895</b>	<b>\$ 10,710,135</b>	<b>\$ 9,045,569</b>	<b>\$ 9,369,812</b>	<b>\$ 8,027,680</b>	<b>\$ 7,349,362</b>
<b>Employer's net pension (asset) liability</b>	<b>\$ (584,308)</b>	<b>\$ 529,896</b>	<b>\$ 1,337,380</b>	<b>\$ 2,156,890</b>	<b>\$ 688,645</b>	<b>\$ 1,469,093</b>	<b>\$ 1,712,624</b>
Plan fiduciary net position as a percentage of the total pension liability	104.29%	95.86%	88.90%	80.75%	93.15%	84.53%	81.10%
<b>Covered payroll</b>	<b>\$ 2,114,282</b>	<b>\$ 2,198,887</b>	<b>\$ 2,210,942</b>	<b>\$ 2,156,721</b>	<b>\$ 1,963,887</b>	<b>\$ 1,890,569</b>	<b>\$ 1,840,143</b>
Employer's net pension liability as a percentage of covered payroll	-27.64%	24.10%	60.49%	100.01%	35.07%	77.71%	93.07%

Note - This schedule is intended to present the above information for ten fiscal years.  
Additional years' information will be displayed when it is available.

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Police Pension Fund**  
**Required Supplementary Information - Multiyear Schedule of Changes**  
**in the Employer's Net Pension Liability and Related Ratios**  
**April 30,**

	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability:								
Service cost	\$ 396,612	\$ 403,881	\$ 344,883	\$ 373,868	\$ 349,113	\$ 399,607	\$ 362,699	\$ 372,760
Interest	1,611,304	1,575,047	1,514,090	1,474,696	1,381,305	1,383,343	1,213,820	1,119,024
Changes in benefit terms	-	-	48,717	-	-	-	-	-
Differences between expected and actual experience	(658,489)	(344,735)	(15,933)	(878,697)	515,064	(285,181)	161,288	(363,375)
Changes in assumptions	891,667	(116,039)	(69,474)	(1,018,791)	350,643	(880,700)	1,725,821	2,411,803
Benefit payments, including refunds of member contributions	(959,846)	(987,652)	(968,755)	(829,241)	(862,190)	(765,731)	(722,059)	(808,977)
<b>Net changes in total pension liability</b>	<b>1,281,248</b>	<b>530,502</b>	<b>853,528</b>	<b>(878,165)</b>	<b>1,733,935</b>	<b>(148,662)</b>	<b>2,741,569</b>	<b>2,731,235</b>
Total pension liability, beginning of year	23,954,483	23,423,981	22,570,453	23,448,618	21,714,683	21,863,345	19,121,776	16,390,541
<b>Total pension liability, end of year</b>	<b>\$ 25,235,731</b>	<b>\$ 23,954,483</b>	<b>\$ 23,423,981</b>	<b>\$ 22,570,453</b>	<b>\$ 23,448,618</b>	<b>\$ 21,714,683</b>	<b>\$ 21,863,345</b>	<b>\$ 19,121,776</b>
Plan fiduciary net position:								
Contributions - employer	\$ 860,492	\$ 782,233	\$ 758,364	\$ 661,560	\$ 696,708	\$ 573,687	\$ 518,055	\$ 462,476
Contributions - member	184,342	162,078	166,738	164,159	147,214	143,910	144,589	156,094
Net investment income (loss)	(1,481,521)	3,711,973	(76,990)	593,238	945,461	978,768	(73,718)	604,164
Benefit payments, including refunds of member contributions	(959,846)	(987,652)	(968,755)	(829,241)	(862,190)	(765,731)	(722,059)	(808,977)
Administrative expense	(13,680)	(12,917)	(12,377)	(15,904)	(10,204)	(11,872)	(7,324)	(11,660)
<b>Net changes in plan fiduciary net position</b>	<b>(1,410,213)</b>	<b>3,655,715</b>	<b>(133,020)</b>	<b>573,812</b>	<b>916,989</b>	<b>918,762</b>	<b>(140,457)</b>	<b>402,097</b>
Plan fiduciary net position, beginning of year	15,812,942	12,157,227	12,290,247	11,716,435	10,799,446	9,880,684	10,021,141	9,619,044
<b>Plan fiduciary net position, end of year</b>	<b>\$ 14,402,729</b>	<b>\$ 15,812,942</b>	<b>\$ 12,157,227</b>	<b>\$ 12,290,247</b>	<b>\$ 11,716,435</b>	<b>\$ 10,799,446</b>	<b>\$ 9,880,684</b>	<b>\$ 10,021,141</b>
<b>Employer's net pension liability</b>	<b>\$ 10,833,002</b>	<b>\$ 8,141,541</b>	<b>\$ 11,266,754</b>	<b>\$ 10,280,206</b>	<b>\$ 11,732,183</b>	<b>\$ 10,915,237</b>	<b>\$ 11,982,661</b>	<b>\$ 9,100,636</b>
Plan fiduciary net position as a percentage of the total pension liability	57.07%	66.01%	51.90%	54.45%	49.97%	49.73%	45.19%	52.41%
<b>Covered payroll</b>	<b>\$ 1,843,877</b>	<b>\$ 1,730,287</b>	<b>\$ 1,752,473</b>	<b>\$ 1,600,329</b>	<b>\$ 1,518,445</b>	<b>\$ 1,351,323</b>	<b>\$ 1,482,625</b>	<b>\$ 1,404,938</b>
Employer's net pension liability as a percentage of covered payroll	587.51%	470.53%	642.91%	642.38%	772.64%	807.74%	808.21%	647.76%

Note - This schedule is intended to present the above information for ten fiscal years.  
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See independent auditor's report.

**Village of West Dundee, Illinois**  
**Firefighters' Pension Fund**  
**Required Supplementary Information - Multiyear Schedule of Changes**  
**in the Employer's Net Pension Liability and Related Ratios**  
**April 30,**

	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability:								
Service cost	\$ 199,387	\$ 191,468	\$ 231,170	\$ 231,263	\$ 182,947	\$ 216,902	\$ 215,606	\$ 232,273
Interest	817,997	806,900	717,847	723,120	693,280	654,999	572,965	579,480
Changes in benefit terms	-	-	8,441	-	-	-	-	-
Differences between expected and actual experience	(1,313,570)	(143,087)	1,109,502	(841,928)	(42,543)	500,112	140,828	(744,573)
Changes in assumptions	(84,731)	(58,743)	(33,713)	(329,212)	76,464	(394,345)	774,370	677,529
Benefit payments, including refunds of member contributions	(629,721)	(631,081)	(562,163)	(427,815)	(419,731)	(361,983)	(343,111)	(343,442)
<b>Net changes in total pension liability</b>	<b>(1,010,638)</b>	165,457	1,471,084	(644,572)	490,417	615,685	1,360,658	401,267
Total pension liability, beginning of year	12,946,792	12,781,335	11,310,251	11,954,823	11,464,406	10,848,721	9,488,063	9,086,796
<b>Total pension liability, end of year</b>	<b>\$ 11,936,154</b>	<b>\$ 12,946,792</b>	<b>\$ 12,781,335</b>	<b>\$ 11,310,251</b>	<b>\$ 11,954,823</b>	<b>\$ 11,464,406</b>	<b>\$ 10,848,721</b>	<b>\$ 9,488,063</b>
Plan fiduciary net position:								
Contributions - employer	\$ 416,411	\$ 373,771	\$ 372,835	\$ 367,009	\$ 345,561	\$ 251,470	\$ 313,207	\$ 250,087
Contributions - member	72,312	65,844	65,988	71,072	66,781	60,910	62,959	73,542
Net investment income (loss)	(537,293)	1,905,782	75,317	347,542	473,865	492,037	(53,349)	360,395
Benefit payments, including refunds of member contributions	(629,721)	(631,081)	(562,163)	(427,815)	(419,731)	(361,983)	(343,111)	(343,442)
Administrative expense	(14,100)	(11,225)	(13,604)	(16,368)	(12,149)	(17,135)	(9,550)	(7,492)
<b>Net changes in plan fiduciary net position</b>	<b>(692,391)</b>	1,703,091	(61,627)	341,440	454,327	425,299	(29,844)	333,090
Plan fiduciary net position, beginning of year	8,997,585	7,294,494	7,356,121	7,014,681	6,560,354	6,135,055	6,164,899	5,831,808
<b>Plan fiduciary net position, end of year</b>	<b>\$ 8,305,194</b>	<b>\$ 8,997,585</b>	<b>\$ 7,294,494</b>	<b>\$ 7,356,121</b>	<b>\$ 7,014,681</b>	<b>\$ 6,560,354</b>	<b>\$ 6,135,055</b>	<b>\$ 6,164,898</b>
<b>Employer's net pension liability</b>	<b>\$ 3,630,960</b>	<b>\$ 3,949,207</b>	<b>\$ 5,486,841</b>	<b>\$ 3,954,130</b>	<b>\$ 4,940,142</b>	<b>\$ 4,904,052</b>	<b>\$ 4,713,666</b>	<b>\$ 3,323,165</b>
Plan fiduciary net position as a percentage of the total pension liability	69.58%	69.50%	57.07%	65.04%	58.68%	57.22%	56.55%	64.98%
<b>Covered payroll</b>	<b>\$ 744,809</b>	<b>\$ 704,419</b>	<b>\$ 670,502</b>	<b>\$ 750,245</b>	<b>\$ 708,192</b>	<b>\$ 575,121</b>	<b>\$ 638,429</b>	<b>\$ 706,386</b>
Employer's net pension liability as a percentage of covered payroll	487.50%	560.63%	818.32%	527.05%	697.57%	852.70%	738.32%	470.45%

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See independent auditor's report.

**Village of West Dundee, Illinois**  
**Police Pension Fund**  
**Required Supplementary Information**  
**Multiyear Schedule of Investment Returns**  
**April 30**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	<u>-9.35%</u>	<u>9.90%</u>	<u>-0.63%</u>	<u>5.07%</u>	<u>7.23%</u>	<u>9.94%</u>	<u>-0.74%</u>	<u>6.35%</u>

**Village of West Dundee, Illinois**  
**Firefighters' Pension Fund**  
**Required Supplementary Information**  
**Multiyear Schedule of Investment Returns**  
**April 30,**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	<u>-6.03%</u>	<u>9.00%</u>	<u>1.03%</u>	<u>4.96%</u>	<u>8.77%</u>	<u>8.06%</u>	<u>-0.86%</u>	<u>6.19%</u>

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See independent auditor's report.



**Village of West Dundee, Illinois**  
**Other Postretirement Employee Benefit Plan**  
**Required Supplementary Information - Multiyear Schedule of Changes**  
**in the Employer's Net OPEB Liability and Related Ratios**  
**April 30,**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB liability:				
Service cost	\$ 77,484	\$ 64,183	\$ 53,981	\$ 49,852
Interest	48,386	49,045	58,437	58,018
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience	201,558	67,042	(53,594)	-
Changes in assumptions	(357,960)	331,548	134,149	26,813
Benefit payments, including refunds of member contributions	(76,128)	(70,219)	(60,585)	(56,097)
<b>Net changes in total OPEB liability</b>	<b>(106,660)</b>	<b>441,599</b>	<b>132,388</b>	<b>78,586</b>
Total OPEB liability, beginning of year	<u>2,091,901</u>	<u>1,650,302</u>	<u>1,517,914</u>	<u>1,439,328</u>
<b>Total OPEB liability, end of year</b>	<b><u>\$ 1,985,241</u></b>	<b><u>\$ 2,091,901</u></b>	<b><u>\$ 1,650,302</u></b>	<b><u>\$ 1,517,914</u></b>
Plan fiduciary net position:				
Contributions - employer	\$ 76,128	\$ 70,219	\$ 60,585	\$ 56,097
Contributions - member	-	-	-	-
Net investment income (loss)	-	-	-	-
Benefit payments, including refunds of member contributions	(76,128)	(70,219)	(60,585)	(56,097)
Administrative expense	-	-	-	-
<b>Net changes in plan fiduciary net position</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Plan fiduciary net position, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Plan fiduciary net position, end of year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
<b>Employer's net OPEB liability</b>	<b><u>\$ 1,985,241</u></b>	<b><u>\$ 2,091,901</u></b>	<b><u>\$ 1,650,302</u></b>	<b><u>\$ 1,517,914</u></b>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
<b>Covered employee payroll</b>	<b><u>\$ 4,592,994</u></b>	<b><u>\$ 3,860,654</u></b>	<b><u>\$ 4,643,148</u></b>	<b><u>\$ 4,261,182</u></b>
Employer's net OPEB liability as a percentage of covered employee payroll	<u>43.22%</u>	<u>54.19%</u>	<u>35.54%</u>	<u>35.62%</u>

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See independent auditor's report.

**SUPPLEMENTARY INFORMATION AND  
OTHER FINANCIAL SCHEDULES**

**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Revenues - Budget and Actual**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
<b>Taxes:</b>				
Property taxes:				
General	\$ 2,806,250	\$ 2,806,250	\$ 2,806,187	\$ (63)
Insurance	575,000	575,000	574,994	(6)
Social Security	383,700	383,700	383,695	(5)
IMRF	198,250	198,250	198,250	-
Police pension	860,499	860,499	860,492	(7)
Firefighters' pension	416,421	416,421	416,416	(5)
Road and bridge	103,000	103,000	103,653	653
Utility	465,000	465,000	456,468	(8,532)
Food and beverage	320,000	320,000	370,027	50,027
Hotel/motel	215,000	215,000	173,300	(41,700)
Franchise fees	223,000	223,000	211,417	(11,583)
Gasoline	135,000	135,000	121,870	(13,130)
	<u>6,701,120</u>	<u>6,701,120</u>	<u>6,676,769</u>	<u>(24,351)</u>
<b>Licenses and permits:</b>				
Business	85,000	85,000	71,080	(13,920)
Liquor licenses	60,000	60,000	64,785	4,785
Animal licenses	2,000	2,000	2,462	462
Video gaming	20,000	20,000	16,900	(3,100)
Development permits and fees	172,500	172,500	606,300	433,800
	<u>339,500</u>	<u>339,500</u>	<u>761,527</u>	<u>422,027</u>
<b>Intergovernmental:</b>				
Sales	1,350,000	1,350,000	1,490,610	140,610
Income	812,900	812,900	1,161,758	348,858
Replacement	6,600	6,600	27,000	20,400
State use	326,000	326,000	293,250	(32,750)
Video gaming	27,500	27,500	64,705	37,205
Other	6,800	6,800	12,056	5,256
	<u>2,529,800</u>	<u>2,529,800</u>	<u>3,049,379</u>	<u>519,579</u>
<b>Fines and forfeits - court fines, drug fines, and asset forfeitures</b>	<u>153,500</u>	<u>153,500</u>	<u>168,686</u>	<u>15,186</u>
<b>Investment income</b>	<u>50,000</u>	<u>50,000</u>	<u>(117,120)</u>	<u>(167,120)</u>
<b>Miscellaneous:</b>				
Dispatch fees	215,000	215,000	412,435	197,435
Rental property	42,000	42,000	41,262	(738)
Alarm service charge	10,000	10,000	12,400	2,400
Change in IRMA reserve	-	-	(69,360)	(69,360)
Other	275,800	275,800	355,072	79,272
	<u>542,800</u>	<u>542,800</u>	<u>751,809</u>	<u>209,009</u>
<b>Total revenues</b>	<u>\$ 10,316,720</u>	<u>\$ 10,316,720</u>	<u>\$ 11,291,050</u>	<u>\$ 974,330</u>

See independent auditor's report.

**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
General government:				
Administrative:				
Personnel services:				
Salaries:				
Full-time	\$ 407,000	\$ 407,000	\$ 355,816	\$ 51,184
Part-time	280,000	280,000	245,416	34,584
Social Security	46,200	46,200	41,589	4,611
Contribution - IMRF	77,000	77,000	64,579	12,421
Health insurance	49,900	49,900	28,435	21,465
	<u>860,100</u>	<u>860,100</u>	<u>735,835</u>	<u>124,265</u>
Commodities:				
Office supplies	2,300	2,300	3,091	(791)
Telephone/internet	19,000	19,000	29,789	(10,789)
	<u>21,300</u>	<u>21,300</u>	<u>32,880</u>	<u>(11,580)</u>
Contractual services:				
Maintenance - equipment	100,000	100,000	112,152	(12,152)
Accounting/auditing	20,000	20,000	20,960	(960)
Professional assistance	5,000	5,000	5,240	(240)
Printing	1,000	1,000	432	568
	<u>126,000</u>	<u>126,000</u>	<u>138,784</u>	<u>(12,784)</u>
Miscellaneous:				
Insurance	7,000	7,000	5,255	1,745
Legal	66,500	66,500	118,420	(51,920)
Publications	-	-	179	(179)
Postage	2,000	2,000	4,113	(2,113)
Travel/training/dues	9,200	9,200	8,902	298
Newsletter	-	-	265	(265)
Office furniture and equipment	35,000	35,000	22,621	12,379
Other expenditures	1,000	1,000	20,258	(19,258)
	<u>120,700</u>	<u>120,700</u>	<u>180,013</u>	<u>(59,313)</u>
<b>Total administrative</b>	<u>1,128,100</u>	<u>1,128,100</u>	<u>1,087,512</u>	<u>40,588</u>

(cont'd)

**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Legislation:				
Personnel services:				
Elected official salaries	\$ 22,000	\$ 22,000	\$ 26,004	\$ (4,004)
Social Security/IMRF	1,900	1,900	2,263	(363)
	23,900	23,900	28,267	(4,367)
Committees and commissions:				
Appearance review commission	2,000	2,000	1,730	270
Planning and zoning commission	1,500	1,500	2,177	(677)
Fire and police commission	10,000	10,000	10,538	(538)
Liquor control	500	500	593	(93)
	14,000	14,000	15,038	(1,038)
Miscellaneous:				
Travel/training/dues	12,000	12,000	12,655	(655)
Publications	1,000	1,000	2,331	(1,331)
Donations	100	100	1,500	(1,400)
Other	2,100	2,100	3,638	(1,538)
	15,200	15,200	20,124	(4,924)
<b>Total legislation</b>	<b>53,100</b>	<b>53,100</b>	<b>63,429</b>	<b>(10,329)</b>
<b>Total general government</b>	<b>1,181,200</b>	<b>1,181,200</b>	<b>1,150,941</b>	<b>30,259</b>
Public safety:				
Police:				
Personnel services:				
Salaries:				
Sworn officers	1,860,463	1,860,463	1,921,200	(60,737)
Part-time	63,000	63,000	14,621	48,379
Civilians	185,400	185,400	176,285	9,115
Over-time	130,000	130,000	165,254	(35,254)
Contribution - IMRF	23,600	23,600	22,348	1,252

(cont'd)

**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Public safety (cont'd):				
Police (cont'd):				
Personnel services (cont'd):				
Pension contribution	\$ 860,499	\$ 860,499	\$ 860,492	\$ 7
Social Security	171,300	171,300	163,669	7,631
Health insurance	400,000	400,000	381,996	18,004
	<u>3,694,262</u>	<u>3,694,262</u>	<u>3,705,865</u>	<u>(11,603)</u>
Commodities:				
Office supplies	3,000	3,000	3,037	(37)
Materials and supplies	18,000	18,000	17,165	835
Telephone	12,000	12,000	17,756	(5,756)
Gasoline	30,000	30,000	36,913	(6,913)
	<u>63,000</u>	<u>63,000</u>	<u>74,871</u>	<u>(11,871)</u>
Contractual services:				
Maintenance:				
Motor vehicles	28,000	28,000	18,673	9,327
Radios	1,000	1,000	2,775	(1,775)
Equipment	750	750	767	(17)
Other	15,000	15,000	14,358	642
Equipment rental	16,800	16,800	16,132	668
Printing	1,800	1,800	1,800	-
	<u>63,350</u>	<u>63,350</u>	<u>54,505</u>	<u>8,845</u>
Miscellaneous:				
Emergency services	218,829	218,829	218,829	-
Insurance	45,000	45,000	14,648	30,352
Travel/training/dues	28,800	28,800	29,056	(256)
Publications	500	500	457	43
Postage	1,500	1,500	1,333	167
Clothing allowance	20,000	20,000	19,044	956
Other	1,000	1,000	5,157	(4,157)
	<u>315,629</u>	<u>315,629</u>	<u>288,524</u>	<u>27,105</u>

(cont'd)

**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Public safety (cont'd):				
Police (cont'd):				
Programs	\$ 2,500	\$ 2,500	\$ 1,496	\$ 1,004
<b>Total police</b>	<b>4,138,741</b>	<b>4,138,741</b>	<b>4,125,261</b>	<b>13,480</b>
Fire prevention and building inspection:				
Personnel services:				
Salaries:				
Regular	889,300	889,300	914,099	(24,799)
Part-time	545,000	545,000	568,067	(23,067)
Over-time	115,000	115,000	89,191	25,809
Off-duty response	32,500	32,500	36,537	(4,037)
Contribution - IMRF	9,000	9,000	8,804	196
Pension contribution	416,421	416,421	416,411	10
Social Security	122,200	122,200	118,289	3,911
Health insurance	227,000	227,000	203,357	23,643
Unemployment insurance	-	-	1,335	(1,335)
	<b>2,356,421</b>	<b>2,356,421</b>	<b>2,356,090</b>	<b>331</b>
Commodities:				
Office supplies	2,000	2,000	1,411	589
Materials and supplies	22,500	22,500	19,818	2,682
Telephone	11,000	11,000	12,868	(1,868)
Gasoline	12,350	12,350	19,518	(7,168)
	<b>47,850</b>	<b>47,850</b>	<b>53,615</b>	<b>(5,765)</b>
Contractual services:				
Maintenance:				
Motor vehicles	55,000	55,000	67,779	(12,779)
Radios	4,000	4,000	3,976	24
Equipment	11,000	11,000	4,560	6,440
Equipment rental	3,200	3,200	2,465	735
Printing	500	500	-	500
Other	40,000	40,000	33,124	6,876
	<b>113,700</b>	<b>113,700</b>	<b>111,904</b>	<b>1,796</b>

(cont'd)

**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Public safety (cont'd):				
Fire prevention and building inspection (cont'd):				
Miscellaneous:				
Emergency services	\$ 87,582	\$ 87,582	\$ 87,582	\$ -
Insurance	35,000	35,000	21,537	13,463
Travel/training/dues	13,500	13,500	10,812	2,688
Clothing allowance	10,000	10,000	6,933	3,067
Postage	350	350	159	191
Other	500	500	134	366
	<u>146,932</u>	<u>146,932</u>	<u>127,157</u>	<u>19,775</u>
<b>Total fire prevention and building inspection</b>	<u>2,664,903</u>	<u>2,664,903</u>	<u>2,648,766</u>	<u>16,137</u>
<b>Total public safety</b>	<u>6,803,644</u>	<u>6,803,644</u>	<u>6,774,027</u>	<u>29,617</u>
Street and bridge:				
Personnel services:				
Salaries:				
Regular	300,000	300,000	313,470	(13,470)
Part-time	16,000	16,000	5,584	10,416
Over-time	15,000	15,000	13,988	1,012
Contribution - IMRF	42,000	42,000	40,804	1,196
Health insurance	59,500	59,500	53,106	6,394
Social Security	25,300	25,300	24,572	728
	<u>457,800</u>	<u>457,800</u>	<u>451,524</u>	<u>6,276</u>
Commodities:				
Office supplies	300	300	137	163
Materials and supplies	5,000	5,000	4,379	621
Gasoline	16,000	16,000	22,956	(6,956)
Telephone	2,200	2,200	7,522	(5,322)
Electricity	50,500	50,500	47,863	2,637
	<u>74,000</u>	<u>74,000</u>	<u>82,857</u>	<u>(8,857)</u>

(cont'd)



**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Street and bridge (cont'd):				
Contractual services:				
Maintenance:				
Motor vehicles	\$ 15,000	\$ 15,000	\$ 37,971	\$ (22,971)
Equipment	11,500	11,500	9,115	2,385
Sidewalks	5,000	5,000	80,926	(75,926)
Traffic signals	3,000	3,000	4,583	(1,583)
Parkways	1,700	1,700	2,169	(469)
Streets	46,000	46,000	64,437	(18,437)
Storm sewer	5,000	5,000	4,593	407
Miscellaneous	100	100	18	82
Equipment rental	750	750	146	604
Scavenger service	390,000	390,000	390,015	(15)
Recycling	130,000	130,000	130,005	(5)
Snow removal	60,000	60,000	53,303	6,697
Other	7,060	7,060	10,116	(3,056)
	<u>675,110</u>	<u>675,110</u>	<u>787,397</u>	<u>(112,287)</u>
Miscellaneous:				
Insurance	18,000	18,000	5,780	12,220
Travel/training/dues	150	150	110	40
Publications	130	130	66	64
Uniforms	1,000	1,000	1,590	(590)
Postage	500	500	640	(140)
Other	-	-	150	(150)
	<u>19,780</u>	<u>19,780</u>	<u>8,336</u>	<u>11,444</u>
<b>Total street and bridge</b>	<u>1,226,690</u>	<u>1,226,690</u>	<u>1,330,114</u>	<u>(103,424)</u>
Community development:				
Personnel services:				
Salaries:				
Regular	228,000	228,000	223,233	4,767
Part-time	46,000	46,000	70,499	(24,499)
Overtime	-	-	137	(137)
Contribution - IMRF	35,000	35,000	36,235	(1,235)
Health insurance	15,000	15,000	11,202	3,798

(cont'd)

**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Community development (cont'd):				
Personnel services (cont'd):				
Social Security	\$ 20,350	\$ 20,350	\$ 22,832	\$ (2,482)
	344,350	344,350	364,138	(19,788)
Commodities:				
Office supplies	750	750	1,552	(802)
Materials and supplies	5,000	5,000	509	4,491
Uniforms	300	300	359	(59)
Gasoline	500	500	49	451
Telephone	6,750	6,750	11,390	(4,640)
	13,300	13,300	13,859	(559)
Contractual services:				
Marketing	1,000	1,000	550	450
Printing	500	500	-	500
Other contractual	90,500	90,500	75,941	14,559
	92,000	92,000	76,491	15,509
Miscellaneous:				
Insurance	5,000	5,000	2,252	2,748
Travel/training/dues	5,900	5,900	7,119	(1,219)
Postage	2,000	2,000	1,096	904
	12,900	12,900	10,467	2,433
<b>Total community development</b>	<b>462,550</b>	<b>462,550</b>	<b>464,955</b>	<b>(2,405)</b>

(cont'd)

**Village of West Dundee, Illinois**  
**General Fund**  
**Schedule of Detailed Expenditures - Budget and Actual (cont'd)**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Buildings and grounds:				
Personnel services:				
Salaries:				
Regular	\$ 219,300	\$ 219,300	\$ 234,774	\$ (15,474)
Part-time	45,500	45,500	23,586	21,914
Over-time	11,000	11,000	7,218	3,782
Contribution - IMRF	30,800	30,800	31,353	(553)
Social Security	21,100	21,100	19,694	1,406
Health insurance	51,500	51,500	44,935	6,565
	<u>379,200</u>	<u>379,200</u>	<u>361,560</u>	<u>17,640</u>
Commodities:				
Materials and supplies	25,900	25,900	36,486	(10,586)
Utilities	18,500	18,500	25,887	(7,387)
	<u>44,400</u>	<u>44,400</u>	<u>62,373</u>	<u>(17,973)</u>
Contractual services:				
Maintenance:				
Equipment	10,000	10,000	5,468	4,532
Building	50,000	50,000	36,166	13,834
Forestry	30,000	30,000	12,903	17,097
Other	87,130	87,130	87,446	(316)
	<u>177,130</u>	<u>177,130</u>	<u>141,983</u>	<u>35,147</u>
Insurance	<u>7,500</u>	<u>7,500</u>	<u>3,379</u>	<u>4,121</u>
<b>Total buildings and grounds</b>	<u>608,230</u>	<u>608,230</u>	<u>569,295</u>	<u>38,935</u>
<b>Total expenditures</b>	<u>\$ 10,282,314</u>	<u>\$ 10,282,314</u>	<u>\$ 10,289,332</u>	<u>\$ (7,018)</u>

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Debt Service Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Debt service:				
Principal retirement	1,266,625	1,266,625	1,022,444	244,181
Interest and fees	268,985	268,985	265,177	3,808
<b>Total expenditures</b>	<b>1,535,610</b>	<b>1,535,610</b>	<b>1,287,621</b>	<b>247,989</b>
<b>Revenues under expenditures</b>	<b>(1,535,610)</b>	<b>(1,535,610)</b>	<b>(1,287,621)</b>	<b>(247,989)</b>
Other financing sources - transfers in	1,535,610	1,535,610	1,287,621	(247,989)
<b>Net changes in fund balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
Fund balance, beginning of the year			-	
Fund balance, end of the year			\$ -	

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Village Facilities Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Revenues:				
Sales tax	\$ 875,000	\$ 875,000	\$ 1,088,823	\$ 213,823
Downtown business tax	50,000	50,000	70,093	20,093
Intergovernmental	-	-	105,783	105,783
Investment income	2,500	2,500	1,232	(1,268)
Miscellaneous	1,500	1,500	21,508	20,008
<b>Total revenues</b>	<b>929,000</b>	<b>929,000</b>	<b>1,287,439</b>	<b>358,439</b>
Expenditures:				
Capital outlay	1,594,578	1,594,578	1,559,596	34,982
Intergovernmental payments	469,060	469,060	469,060	-
<b>Total expenditures</b>	<b>2,063,638</b>	<b>2,063,638</b>	<b>2,028,656</b>	<b>34,982</b>
<b>Revenues under expenditures before other financing sources (uses)</b>	<b>(1,134,638)</b>	<b>(1,134,638)</b>	<b>(741,217)</b>	<b>393,421</b>
Other financing sources (uses):				
Proceeds from sale of capital assets	-	-	92,258	92,258
Transfers from other funds	1,309,000	1,309,000	2,297,757	988,757
Transfer to other funds	(1,066,550)	(1,066,550)	(1,066,550)	-
<b>Total other financing sources (uses)</b>	<b>242,450</b>	<b>242,450</b>	<b>1,323,465</b>	<b>1,081,015</b>
<b>Net changes in fund balance</b>	<b>\$ (892,188)</b>	<b>\$ (892,188)</b>	<b>582,248</b>	<b>\$ 1,474,436</b>
Fund balance, beginning of the year			<b>2,881,388</b>	
Fund balance, end of the year			<b>\$ 3,463,636</b>	

See independent auditor's report.

**Village of West Dundee, Illinois  
Water and Wastewater Fund  
Schedule of Revenues, Expenses and  
Changes in Net Position - Budget and Actual  
For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Operating revenues:				
Charges for services, water and sewer revenue	\$ 2,675,000	\$ 2,675,000	\$ 3,119,834	\$ 444,834
Tap on fees	-	-	795,532	795,532
Meter sales	5,000	5,000	19,255	14,255
Other revenue	-	-	65	65
<b>Total operating revenues</b>	<u>2,680,000</u>	<u>2,680,000</u>	<u>3,934,621</u>	<u>1,254,621</u>
Operating expenses:				
Salary and fringes	713,350	713,350	674,775	38,575
General and administrative	78,800	78,800	104,117	(25,317)
Maintenance	1,322,230	1,322,230	192,662	1,129,568
Service and operations	1,285,030	1,285,030	1,249,699	35,331
<b>Total operating expenses</b>	<u>3,399,410</u>	<u>3,399,410</u>	<u>2,221,253</u>	<u>1,178,157</u>
<b>Operating income (loss) before depreciation and amortization</b>	<u>(719,410)</u>	<u>(719,410)</u>	<u>1,713,368</u>	<u>2,432,778</u>
Depreciation and amortization	-	-	1,010,345	(1,010,345)
<b>Operating income (loss)</b>	<u>(719,410)</u>	<u>(719,410)</u>	<u>703,023</u>	<u>1,422,433</u>
Nonoperating revenue - interest income	300	300	113	(187)
<b>Income (loss) before transfers</b>	<u>(719,110)</u>	<u>(719,110)</u>	<u>703,136</u>	<u>1,422,246</u>
Transfers - transfers to other funds	(70,000)	(70,000)	(70,000)	-
<b>Net changes in net position</b>	<u>\$ (789,110)</u>	<u>\$ (789,110)</u>	<u>633,136</u>	<u>\$ 1,422,246</u>
Net position, beginning of the year			<u>17,255,467</u>	
Net position, end of the year			<u>\$ 17,888,603</u>	

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Pension Trust Funds**  
**Combining Statement of Fiduciary Net Position**  
**April 30, 2022**

	Firefighters' Pension	Police Pension	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 206,495	\$ 529,132	\$ 735,627
Investments:			
U.S. government securities and agency obligations	-	2,315,714	2,315,714
Municipal bonds	-	18,630	18,630
Mutual funds	-	9,890,542	9,890,542
Corporate debt	-	1,619,573	1,619,573
Investment with Illinois Firefighters' Pension Investment Fund	8,098,699	-	8,098,699
Accrued interest receivable	-	29,138	29,138
<b>Total assets and net position held in trust for pension benefits</b>	<b>\$ 8,305,194</b>	<b>\$ 14,402,729</b>	<b>\$ 22,707,923</b>

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Pension Trust Funds**  
**Combining Statement of Changes in Fiduciary Net Position**  
**For the Year Ended April 30, 2022**

	Firefighters' Pension	Police Pension	Total
Additions:			
Contributions:			
Employer	\$ 416,411	\$ 860,492	\$ 1,276,903
Plan members	72,312	184,342	256,654
<b>Total contributions</b>	<b>488,723</b>	<b>1,044,834</b>	<b>1,533,557</b>
Investment income:			
Net appreciation in fair value of investments	(756,396)	(2,566,574)	(3,322,970)
Interest and dividends	228,461	1,130,559	1,359,020
Total investment income	(527,935)	(1,436,015)	(1,963,950)
Less investment expenses	(9,358)	(45,506)	(54,864)
<b>Net investment income</b>	<b>(537,293)</b>	<b>(1,481,521)</b>	<b>(2,018,814)</b>
<b>Total additions</b>	<b>(48,570)</b>	<b>(436,687)</b>	<b>(485,257)</b>
Deductions:			
Benefits	629,721	957,800	1,587,521
Refund of contributions	-	2,046	2,046
Administrative expenses	14,100	13,680	27,780
<b>Total deductions</b>	<b>643,821</b>	<b>973,526</b>	<b>1,617,347</b>
<b>Net decrease in net position</b>	<b>(692,391)</b>	<b>(1,410,213)</b>	<b>(2,102,604)</b>
Net position restricted for pension benefits:			
Beginning of the year	8,997,585	15,812,942	24,810,527
<b>End of the year</b>	<b>\$ 8,305,194</b>	<b>\$ 14,402,729</b>	<b>\$ 22,707,923</b>

See independent auditor's report.



## **Nonmajor Governmental Funds**

### **Special Revenue Funds**

**Motor Fuel Tax Fund** – Accounts for the operation of street maintenance programs and capital projects approved by the state of Illinois. Financing is provided from the Village's share of gasoline taxes.

**Special Service Area 6** – Accounts for revenues and expenditures for projects related to a specific area of the community. Projects are financed through additional tax levies on properties located within the special service area. No budget is adopted for this fund.

**Foreign Fire Insurance** – Accounts for revenues and expenses for funds received from the Illinois Municipal League to help meet the needs of the Village Fire Department.

**Special Service Area 9** – Accounts for revenues and expenditures for projects related to a specific area of the community. Projects are financed through additional tax levies on properties located within the special service area. No budget is adopted for this fund.

**TIF Fund 3** – Accounts for the revenues and expenditures of the Downtown and Route 31 Corridor TIF District. Property taxes are frozen at the level of the initial agreement, and the increase in property taxes goes to pay off financing and capital improvements.

Village of West Dundee, Illinois  
Combining Balance Sheet - Nonmajor Governmental Funds  
April 30, 2022

	Motor Fuel Tax Fund	Special Service Area 6	Foreign Fire Insurance	Special Service Area 9	TIF Fund 3	Total
<b>Assets</b>						
Cash and cash equivalents	\$ 802,887	\$ 505,541	\$ 16,341	\$ -	\$ -	\$ 1,324,769
Property taxes receivable	-	118,814	-	34,690	-	153,504
Allotments receivable	24,600	-	-	-	-	24,600
<b>Total assets</b>	<b>\$ 827,487</b>	<b>\$ 624,355</b>	<b>\$ 16,341</b>	<b>\$ 34,690</b>	<b>\$ -</b>	<b>\$ 1,502,873</b>
<b>Liabilities</b>						
Due to other funds	\$ -	\$ -	\$ -	\$ 4,854	\$ -	\$ 4,854
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,854</b>	<b>-</b>	<b>4,854</b>
<b>Deferred Inflows of Resources</b>						
Property taxes	-	118,814	-	34,690	-	153,504
<b>Total liabilities and deferred inflows of resources</b>	<b>-</b>	<b>118,814</b>	<b>-</b>	<b>39,544</b>	<b>-</b>	<b>158,358</b>
<b>Fund Balances (Deficit)</b>						
Restricted:						
Maintenance of roads	827,487	-	-	-	-	827,487
Public safety	-	-	16,341	-	-	16,341
Assigned for - community development	-	505,541	-	-	-	505,541
Unassigned	-	-	-	(4,854)	-	(4,854)
<b>Total fund balances (deficit)</b>	<b>827,487</b>	<b>505,541</b>	<b>16,341</b>	<b>(4,854)</b>	<b>-</b>	<b>1,344,515</b>
<b>Total liabilities, deferred inflows of resources and fund balances (deficit)</b>	<b>\$ 827,487</b>	<b>\$ 624,355</b>	<b>\$ 16,341</b>	<b>\$ 34,690</b>	<b>\$ -</b>	<b>\$ 1,502,873</b>

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Combining Statement of Revenue, Expenditures and Changes**  
**in Fund Balances (Deficit) - Nonmajor Governmental Funds**  
**For the Year Ended April 30, 2022**

	Motor Fuel Tax Fund	Special Service Area 6	Foreign Fire Insurance	Special Service Area 9	TIF Fund 3	Total
Revenues:						
Taxes	\$ -	\$ 111,323	\$ -	\$ 34,146	\$ -	\$ 145,469
Motor fuel tax allotments	469,507	-	-	-	-	469,507
Interest	277	68	-	-	-	345
Miscellaneous	-	-	-	-	-	-
<b>Total revenues</b>	<b>469,784</b>	<b>111,391</b>	<b>-</b>	<b>34,146</b>	<b>-</b>	<b>615,321</b>
Expenditures:						
Public safety	-	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Revenues over expenditures before other financing uses</b>	<b>469,784</b>	<b>111,391</b>	<b>-</b>	<b>34,146</b>	<b>-</b>	<b>615,321</b>
Other financing uses - transfers to other funds	(210,000)	(110,240)	-	(39,000)	-	(359,240)
<b>Net changes in fund balances (deficit)</b>	<b>259,784</b>	<b>1,151</b>	<b>-</b>	<b>(4,854)</b>	<b>-</b>	<b>256,081</b>
Fund balances (deficit):						
Beginning of the year	567,703	504,390	16,341	-	-	1,088,434
End of the year	\$ 827,487	\$ 505,541	\$ 16,341	\$ (4,854)	\$ -	\$ 1,344,515

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Motor Fuel Tax Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended April 30, 2022**

	Budget		Actual	Positive (Negative) Variance With Final Budget
	Original	Final		
Revenues:				
Motor fuel tax allotments	\$ 298,500	\$ 298,500	\$ 469,507	\$ 171,007
Interest	500	500	277	(223)
<b>Total revenues</b>	299,000	299,000	<b>469,784</b>	170,784
Expenditures	-	-	-	-
<b>Revenues over expenditures before other financing uses</b>	299,000	299,000	<b>469,784</b>	170,784
Other financing uses - transfer to other funds	(210,000)	(210,000)	(210,000)	-
<b>Changes in fund balance</b>	<b>\$ 89,000</b>	<b>\$ 89,000</b>	<b>259,784</b>	<b>\$ 170,784</b>
Fund balance, beginning of the year			<b>567,703</b>	
Fund balance, end of the year			<b>\$ 827,487</b>	

See independent auditor's report.

## **STATISTICAL SECTION**

## STATISTICAL SECTION

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

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

**Revenue Capacity** – These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

**Debt Capacity** – These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government'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 government's financial activities take place.

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

**Village of West Dundee, Illinois**  
**Net Position by Component**  
**Last Ten Fiscal Years**

						*				
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental activities:										
Net investment in capital assets	\$ 14,347,590	\$ 13,765,247	\$ 14,703,679	\$ 10,344,894	\$ 9,398,285	\$ 9,490,899	\$ 10,242,446	\$ 9,944,720	\$ 9,683,016	\$ 13,864,932
Restricted	2,229,497	868,944	280,626	210,087	195,046	171,074	224,277	302,585	330,974	1,032,280
Unrestricted	657,369	(1,067,142)	(5,211,128)	(3,302,340)	(823,151)	(2,256,182)	(2,276,400)	10,569,676	11,885,192	6,572,377
<b>Total governmental activities</b>	<b>\$ 17,234,456</b>	<b>\$ 13,567,049</b>	<b>\$ 9,773,177</b>	<b>\$ 7,252,641</b>	<b>\$ 8,770,180</b>	<b>\$ 7,405,791</b>	<b>\$ 8,190,323</b>	<b>\$ 20,816,981</b>	<b>\$ 21,899,182</b>	<b>\$ 21,469,589</b>
Proprietary activities:										
Net investment in capital assets	\$ 18,947,183	\$ 19,778,994	\$ 20,585,335	\$ 20,906,314	\$ 20,874,696	\$ 21,565,248	\$ 22,483,155	\$ 23,108,794	\$ 23,811,020	\$ 24,652,934
Unrestricted	(1,058,515)	(2,523,527)	(2,853,369)	(2,415,277)	(1,840,275)	(1,922,336)	(2,001,659)	(1,678,941)	(1,620,870)	(1,493,090)
<b>Total proprietary activities</b>	<b>\$ 17,888,668</b>	<b>\$ 17,255,467</b>	<b>\$ 17,731,966</b>	<b>\$ 18,491,037</b>	<b>\$ 19,034,421</b>	<b>\$ 19,642,912</b>	<b>\$ 20,481,496</b>	<b>\$ 21,429,853</b>	<b>\$ 22,190,150</b>	<b>\$ 23,159,844</b>
Primary government:										
Net investment in capital assets	\$ 33,294,773	\$ 33,544,241	\$ 35,289,014	\$ 31,251,208	\$ 30,272,981	\$ 31,056,147	\$ 32,725,601	\$ 33,053,514	\$ 33,494,036	\$ 38,517,866
Restricted	2,229,497	868,944	280,626	210,087	195,046	171,074	224,277	302,585	330,974	1,032,280
Unrestricted	(401,146)	(3,590,669)	(8,064,497)	(5,717,617)	(2,663,426)	(4,178,518)	(4,278,059)	8,890,735	10,264,322	5,079,287
<b>Total primary government</b>	<b>\$ 35,123,124</b>	<b>\$ 30,822,516</b>	<b>\$ 27,505,143</b>	<b>\$ 25,743,678</b>	<b>\$ 27,804,601</b>	<b>\$ 27,048,703</b>	<b>\$ 28,671,819</b>	<b>\$ 42,246,834</b>	<b>\$ 44,089,332</b>	<b>\$ 44,629,433</b>

Note - The Village adjusted beginning net position of governmental and business-type activities in FY 2019 by a negative \$1,745,716 and a negative \$330,758, respectively.

\* - The Village adopted GASB 68 in FY 2016.

Data source: Audited financial statements.

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Changes in Net Position**  
**Last Ten Fiscal Years**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenses:										
Governmental activities:										
General government	\$ 1,299,362	\$ 1,280,317	\$ 1,335,560	\$ 1,268,793	\$ 1,104,181	\$ 1,276,841	\$ 1,434,775	\$ 1,089,959	\$ 1,045,049	\$ 964,788
Public safety	6,708,730	6,026,108	7,568,953	7,177,061	6,774,508	7,285,443	5,987,060	6,047,933	5,718,370	5,691,541
Street and bridge	2,395,929	2,407,133	2,409,850	2,614,093	2,494,177	2,464,451	2,468,225	2,532,822	2,183,556	2,507,437
Building and grounds	929,910	959,120	999,190	912,301	1,108,639	1,068,140	1,210,163	1,264,381	1,572,158	1,146,260
Community development	763,439	301,237	983,749	943,806	1,414,393	1,116,249	716,052	647,850	461,438	553,001
Interest on long-term debt	205,481	257,221	300,305	329,299	363,858	385,854	273,358	400,524	490,294	463,259
<b>Total government activities expense</b>	<b>12,302,851</b>	<b>11,231,136</b>	<b>13,597,607</b>	<b>13,245,353</b>	<b>13,259,756</b>	<b>13,596,978</b>	<b>12,089,633</b>	<b>11,983,469</b>	<b>11,470,865</b>	<b>11,326,286</b>
Business-type activities - water and wastewater	3,231,598	3,094,828	3,206,695	3,400,970	3,121,733	2,732,541	2,836,635	2,713,774	2,861,024	2,781,582
<b>Total primary government expense</b>	<b>\$ 15,534,449</b>	<b>\$ 14,325,964</b>	<b>\$ 16,804,302</b>	<b>\$ 16,646,323</b>	<b>\$ 16,381,489</b>	<b>\$ 16,329,519</b>	<b>\$ 14,926,268</b>	<b>\$ 14,697,243</b>	<b>\$ 14,331,889</b>	<b>\$ 14,107,868</b>
Program revenues:										
Governmental activities:										
Charges for services:										
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 261,123	\$ -
Public safety	436,630	241,870	260,443	237,359	232,572	212,521	190,361	205,339	339,832	205,740
Building and grounds	606,300	194,817	536,675	222,132	625,579	356,432	589,661	174,210	24,920	220,975
Operating grants and contributions	589,605	528,022	725,759	195,794	782,278	197,846	197,511	221,245	228,435	257,882
Capital grants and contributions	105,783	212,166	189,496	53,512	36,603	245,720	144,352	-	-	-
<b>Total governmental activities program revenues</b>	<b>1,738,318</b>	<b>1,176,875</b>	<b>1,712,373</b>	<b>708,797</b>	<b>1,677,032</b>	<b>1,012,519</b>	<b>1,121,885</b>	<b>600,794</b>	<b>854,310</b>	<b>684,597</b>
Business-type activities:										
Charges for services - water and wastewater	3,934,621	2,688,027	3,568,741	2,417,082	3,376,967	1,953,809	1,886,309	1,847,019	1,877,445	1,998,837
Capital grants and contributions	-	-	-	-	-	-	-	166,456	73,885	-
<b>Total business-type activities program revenues</b>	<b>3,934,621</b>	<b>2,688,027</b>	<b>3,568,741</b>	<b>2,417,082</b>	<b>3,376,967</b>	<b>1,953,809</b>	<b>1,886,309</b>	<b>2,013,475</b>	<b>1,951,330</b>	<b>1,998,837</b>
<b>Total primary government program revenues</b>	<b>\$ 5,672,939</b>	<b>\$ 3,864,902</b>	<b>\$ 5,281,114</b>	<b>\$ 3,125,879</b>	<b>\$ 5,053,999</b>	<b>\$ 2,966,328</b>	<b>\$ 3,008,194</b>	<b>\$ 2,614,269</b>	<b>\$ 2,805,640</b>	<b>\$ 2,683,434</b>
Net (expense) revenue:										
Governmental activities	\$ (10,564,533)	\$ (10,054,261)	\$ (11,885,234)	\$ (12,536,556)	\$ (11,582,724)	\$ (12,584,459)	\$ (10,967,748)	\$ (11,382,675)	\$ (10,616,555)	\$ (10,641,689)
Business-type activities	703,023	(406,801)	362,046	(983,888)	255,234	(778,732)	(950,326)	(700,299)	(909,694)	(782,745)
<b>Total primary government net (expense) revenue</b>	<b>\$ (9,861,510)</b>	<b>\$ (10,461,062)</b>	<b>\$ (11,523,188)</b>	<b>\$ (13,520,444)</b>	<b>\$ (11,327,490)</b>	<b>\$ (13,363,191)</b>	<b>\$ (11,918,074)</b>	<b>\$ (12,082,974)</b>	<b>\$ (11,526,249)</b>	<b>\$ (11,424,434)</b>

(cont'd)



**Village of West Dundee, Illinois**  
**Changes in Net Position (cont'd)**  
**Last Ten Fiscal Years**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General revenues and other changes in net position:										
Governmental activities:										
Taxes:										
Property	\$ 7,770,745	\$ 7,306,817	\$ 6,401,902	\$ 5,465,636	\$ 4,897,278	\$ 4,620,434	\$ 3,973,861	\$ 3,922,593	\$ 3,532,907	\$ 3,629,331
Home Rule Sales	1,633,094	1,244,621	1,779,983	1,798,542	1,806,685	1,751,140	1,860,376	1,977,383	2,244,992	2,377,385
Utility	456,468	437,585	438,842	475,472	465,146	457,854	423,973	474,365	511,376	504,524
Hotel	173,300	95,677	291,849	278,468	280,818	306,049	280,954	271,629	254,651	235,874
Franchise fees	211,417	216,559	236,428	277,628	331,913	332,971	339,591	343,830	345,944	341,013
Intergovernmental:										
Sales	1,490,610	1,204,520	1,556,802	1,554,992	1,576,706	1,528,412	1,603,150	1,663,917	1,835,008	1,935,985
Income	1,161,758	953,200	721,997	759,726	811,782	694,625	781,282	608,149	658,918	893,007
Other	959,002	808,562	903,117	858,430	822,301	767,268	725,632	604,929	394,700	124,105
Investment earnings	(114,809)	21,441	217,291	188,415	83,563	52,885	31,887	26,911	23,726	29,582
Other	420,355	1,489,151	735,824	1,037,424	1,006,236	1,228,289	760,389	346,768	307,074	886,288
Transfers	70,000	70,000	1,121,735	70,000	864,685	60,000	(183,068)	60,000	60,000	(182,756)
<b>Total governmental activities</b>	<b>14,231,940</b>	<b>13,848,133</b>	<b>14,405,770</b>	<b>12,764,733</b>	<b>12,947,113</b>	<b>11,799,927</b>	<b>10,598,027</b>	<b>10,300,474</b>	<b>10,169,296</b>	<b>10,774,338</b>
Business-type activities:										
Investment earnings	113	302	618	1,562	960	148	13	2	-	9
Other	65	-	-	-	-	-	-	-	-	-
Transfers	(70,000)	(70,000)	(1,121,735)	(70,000)	(864,685)	(60,000)	183,068	(60,000)	(60,000)	182,756
<b>Total business-type activities</b>	<b>(69,822)</b>	<b>(69,698)</b>	<b>(1,121,117)</b>	<b>(68,438)</b>	<b>(863,725)</b>	<b>(59,852)</b>	<b>183,081</b>	<b>(59,998)</b>	<b>(60,000)</b>	<b>182,765</b>
<b>Total primary government</b>	<b>\$ 14,162,118</b>	<b>\$ 13,778,435</b>	<b>\$ 13,284,653</b>	<b>\$ 12,696,295</b>	<b>\$ 12,083,388</b>	<b>\$ 11,740,075</b>	<b>\$ 10,781,108</b>	<b>\$ 10,240,476</b>	<b>\$ 10,109,296</b>	<b>\$ 10,957,103</b>
Changes in net position:										
Governmental activities	\$ 3,667,407	\$ 3,793,872	\$ 2,520,536	\$ 228,177	\$ 1,364,389	\$ (784,532)	\$ (369,721)	\$ (1,082,201)	\$ (447,259)	\$ 132,649
Business-type activities	633,201	(476,499)	(759,071)	(1,052,326)	(608,491)	(838,584)	(767,245)	(760,297)	(969,694)	(599,980)
<b>Total primary government changes in net position</b>	<b>\$ 4,300,608</b>	<b>\$ 3,317,373</b>	<b>\$ 1,761,465</b>	<b>\$ (824,149)</b>	<b>\$ 755,898</b>	<b>\$ (1,623,116)</b>	<b>\$ (1,136,966)</b>	<b>\$ (1,842,498)</b>	<b>\$ (1,416,953)</b>	<b>\$ (467,331)</b>

Data source: Audited financial statements.

See independent auditor's report.

**Village of West Dundee  
Fund Balance of Governmental Funds  
Last Ten Fiscal Years**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund:										
Nonspendable	\$ 1,457,187	\$ 1,510,765	\$ 1,125,534	\$ 1,230,769	\$ 1,546,757	\$ 1,488,031	\$ 1,312,856	\$ 1,596,598	\$ 1,719,015	\$ 886,317
Unassigned	2,915,530	3,136,492	3,157,384	3,462,932	2,986,185	2,849,658	2,262,420	1,176,014	1,272,332	2,037,326
<b>Total General Fund</b>	<b>4,372,717</b>	4,647,257	4,282,918	4,693,701	4,532,942	4,337,689	3,575,276	2,772,612	2,991,347	2,923,643
All other governmental funds:										
Special revenue funds:										
Nonspendable	-	-	-	-	-	-	-	5,712,774	6,219,223	-
Restricted	2,229,497	868,944	280,626	210,087	195,046	171,074	224,277	302,585	330,974	944,240
Assigned	6,443,784	6,505,598	6,657,784	6,778,801	6,886,025	7,856,708	8,437,280	1,412,490	2,369,043	6,815,352
Unassigned	(3,203,709)	(3,322,048)	(3,463,973)	(3,338,928)	(3,345,691)	(3,488,292)	(3,490,254)	(3,605,794)	(3,730,314)	(3,838,796)
Capital projects funds:										
Nonspendable	-	-	-	-	-	-	-	487,980	-	-
Assigned	3,463,636	2,881,388	3,701,464	2,522,922	3,631,213	3,250,148	3,278,177	1,023,453	1,269,247	2,282,329
<b>Total all other governmental funds</b>	<b>8,933,208</b>	6,933,882	7,175,901	6,172,882	7,366,593	7,789,638	8,449,480	5,333,488	6,458,173	6,203,125
<b>Total governmental funds</b>	<b>\$ 13,305,925</b>	\$ 11,581,139	\$ 11,458,819	\$ 10,866,583	\$ 11,899,535	\$ 12,127,327	\$ 12,024,756	\$ 8,106,100	\$ 9,449,520	\$ 9,126,768
Governmental fund balances over (under) prior year	\$ 1,724,786	\$ 122,320	\$ 592,236	\$ (1,032,952)	\$ (227,792)	\$ 102,571	\$ 3,918,656	\$ (1,343,420)	\$ 322,752	\$ (1,263,102)

Data source: Audited financial statements.

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Changes in Fund Balances and Percentage of Debt Service**  
**to Noncapital Expenditures of Governmental Funds**  
**Last Ten Fiscal Years**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues:										
Taxes	\$ 10,344,035	\$ 8,944,276	\$ 8,777,756	\$ 8,318,931	\$ 8,028,983	\$ 6,828,288	\$ 6,373,035	\$ 6,226,555	\$ 6,274,554	\$ 6,226,784
Licenses, fees and permits	761,527	338,899	709,330	381,364	740,980	457,420	692,853	266,290	193,303	301,602
Intergovernmental	3,624,669	3,268,073	3,061,999	2,837,672	2,948,973	2,805,066	2,935,065	2,675,739	2,907,422	3,210,980
Fines and forfeitures	168,686	154,804	214,597	255,317	219,274	203,943	192,616	138,847	112,751	134,441
Investment income	(114,810)	21,441	217,290	188,415	83,563	52,885	31,889	26,911	21,966	33,255
Other	879,897	1,421,100	1,142,668	867,532	1,392,256	1,776,404	1,632,638	1,237,286	1,453,610	1,452,129
<b>Total revenues</b>	<b>15,664,004</b>	<b>14,148,593</b>	<b>14,123,640</b>	<b>12,849,231</b>	<b>13,414,029</b>	<b>12,124,006</b>	<b>11,858,096</b>	<b>10,571,628</b>	<b>10,963,606</b>	<b>11,359,191</b>
Expenditures:										
General government	1,200,817	1,179,186	1,153,772	1,145,036	1,029,208	952,410	974,631	986,545	931,626	858,754
Public safety	6,774,027	6,363,915	6,487,911	6,214,223	5,870,238	5,496,793	5,438,596	5,263,148	5,122,962	5,421,900
Street and bridge	1,330,114	1,187,007	1,235,957	1,285,941	1,223,968	1,172,156	1,181,841	1,267,107	1,241,590	1,164,576
Community development	670,643	496,849	741,669	1,073,254	2,475,155	1,512,537	1,241,562	649,336	461,438	518,403
Building and grounds	569,295	559,291	648,822	630,251	673,749	629,226	644,689	627,124	684,056	685,062
Capital outlay	1,724,850	1,468,534	2,091,398	1,727,964	1,130,332	199,158	877,048	1,290,196	392,999	184,810
Intergovernmental	544,110	322,085	506,338	469,060	469,060	469,060	469,060	469,060	469,060	469,060
Debt service:										
Principal	1,022,444	2,050,346	1,425,094	1,369,707	1,324,329	1,255,697	1,015,000	1,047,995	1,016,464	2,581,034
Interest	265,177	469,060	362,178	386,747	410,467	442,398	262,376	406,139	484,087	555,938
<b>Total expenditures</b>	<b>14,101,477</b>	<b>14,096,273</b>	<b>14,653,139</b>	<b>14,302,183</b>	<b>14,606,506</b>	<b>12,129,435</b>	<b>12,104,803</b>	<b>12,006,650</b>	<b>10,804,282</b>	<b>12,439,537</b>
<b>Excess of revenues over (under) expenditures</b>	<b>1,562,527</b>	<b>52,320</b>	<b>(529,499)</b>	<b>(1,452,952)</b>	<b>(1,192,477)</b>	<b>(5,429)</b>	<b>(246,707)</b>	<b>(1,435,022)</b>	<b>159,324</b>	<b>(1,080,346)</b>
Other financing sources (uses):										
Transfers in	4,447,878	4,596,276	6,117,242	3,822,700	5,875,672	3,268,095	3,030,817	3,106,134	3,187,317	4,103,972
Transfers out	(4,377,878)	(4,526,276)	(4,995,507)	(3,752,700)	(5,010,987)	(3,208,095)	(2,970,817)	(3,046,134)	(3,127,317)	(4,286,728)
Proceeds from sale of capital assets	92,258	-	-	-	-	-	-	-	-	-
Proceeds of bond and note issuances	-	-	-	350,000	100,000	48,000	9,350,000	-	-	-
Premium (discount) on bond issuance	-	-	-	-	-	-	546,541	-	-	-
Debt issuance costs	-	-	-	-	-	-	(87,853)	-	-	-
Payments to refunding bond escrow agent	-	-	-	-	-	-	(5,703,325)	-	-	-
<b>Total other financing sources (uses)</b>	<b>162,258</b>	<b>70,000</b>	<b>1,121,735</b>	<b>420,000</b>	<b>964,685</b>	<b>108,000</b>	<b>4,165,363</b>	<b>60,000</b>	<b>60,000</b>	<b>(182,756)</b>
<b>Net changes in fund balance</b>	<b>\$ 1,724,785</b>	<b>\$ 122,320</b>	<b>\$ 592,236</b>	<b>\$ (1,032,952)</b>	<b>\$ (227,792)</b>	<b>\$ 102,571</b>	<b>\$ 3,918,656</b>	<b>\$ (1,375,022)</b>	<b>\$ 219,324</b>	<b>\$ (1,263,102)</b>
Debt service as a percent of noncapital expenditures:										
Total expenditures	\$ 14,101,477	\$ 14,096,273	\$ 14,653,139	\$ 14,302,183	\$ 14,606,506	\$ 12,129,435	\$ 12,104,803	\$ 12,006,650	\$ 10,804,282	\$ 12,439,537
Less capital outlays	(1,690,344)	(2,234,073)	(2,031,079)	(2,078,698)	(2,295,008)	(700,131)	(1,240,045)	(932,102)	(188,215)	(185,740)
<b>Net noncapital expenditures</b>	<b>\$ 12,411,133</b>	<b>\$ 11,862,200</b>	<b>\$ 12,622,060</b>	<b>\$ 12,223,485</b>	<b>\$ 12,311,498</b>	<b>\$ 11,429,304</b>	<b>\$ 10,864,758</b>	<b>\$ 11,074,548</b>	<b>\$ 10,616,067</b>	<b>\$ 12,253,797</b>
<b>Total debt service</b>	<b>\$ 1,287,621</b>	<b>\$ 2,519,406</b>	<b>\$ 1,787,272</b>	<b>\$ 1,756,454</b>	<b>\$ 1,734,796</b>	<b>\$ 1,698,095</b>	<b>\$ 1,277,376</b>	<b>\$ 1,454,134</b>	<b>\$ 1,500,551</b>	<b>\$ 3,136,972</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>10.4%</b>	<b>21.2%</b>	<b>14.2%</b>	<b>14.4%</b>	<b>14.1%</b>	<b>14.9%</b>	<b>11.8%</b>	<b>13.1%</b>	<b>14.1%</b>	<b>25.6%</b>

Data source: Audited financial statements.

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Levy Years**

Tax Levy Year	Residential		Commercial		Farm		Industrial		Total Assessed Value	Ratio of Assessed Value to Estimated Actual Value	Estimated Actual Value	Village Property Tax Rate
	Amount	% of Total Assessed Value	Amount	% of Total Assessed Value	Amount	% of Total Assessed Value	Amount	% of Total Assessed Value				
<b>2021</b>	<b>\$ 181,105,918</b>	<b>62.3%</b>	<b>\$ 81,572,273</b>	<b>28.1%</b>	<b>\$ 286,935</b>	<b>0.1%</b>	<b>\$ 27,502,861</b>	<b>9.5%</b>	<b>290,467,987</b>	<b>0.333</b>	<b>\$ 872,276,237</b>	<b>\$ 1.919</b>
2020	175,728,396	65.9%	69,050,060	25.9%	280,016	0.1%	21,698,863	8.1%	266,757,335	0.333	801,073,078	1.943
2019	168,304,176	66.1%	64,884,556	25.5%	254,325	0.1%	21,263,247	8.3%	254,706,304	0.333	764,883,796	1.946
2018	166,865,624	66.8%	64,994,442	26.0%	312,256	0.1%	17,807,648	7.1%	249,979,970	0.333	749,939,910	1.890
2017	157,106,552	65.6%	64,646,831	27.0%	1,148,998	0.5%	16,514,675	6.9%	239,417,056	0.333	718,251,168	1.883
2016	149,913,783	67.7%	60,063,123	27.1%	309,199	0.1%	11,050,190	5.0%	221,336,295	0.333	664,008,885	1.898
2015	139,122,864	66.4%	61,017,224	29.1%	291,953	0.1%	9,103,760	4.3%	209,535,801	0.333	628,607,373	1.750
2014	134,933,479	66.6%	60,081,703	29.6%	283,513	0.1%	7,406,495	3.7%	202,705,190	0.333	608,724,294	1.780
2013	139,462,024	66.6%	63,011,384	30.1%	210,721	0.1%	6,812,271	3.2%	209,496,400	0.333	628,489,200	1.594
2012	156,702,961	67.7%	69,267,129	29.9%	224,168	0.1%	5,290,411	2.3%	231,484,669	0.333	694,454,007	1.367

Notes:

Property is assessed at 33.3% of actual value.

Refer to the Property Tax Rates - Direct and Overlapping Governments schedule for additional property tax rate information.

Data source: Office of the Kane County Clerk.

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Property Tax Rates - Direct and Overlapping Governments\***  
**Last Ten Levy Years**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Tax Rates *</b>										
General	\$ 1.477	\$ 1.464	\$ 1.496	\$ 1.437	\$ 1.454	\$ 1.426	\$ 1.363	\$ 1.384	\$ 1.247	\$ 1.122
Police pension	0.144	0.323	0.303	0.304	0.276	0.316	0.269	0.259	0.225	0.161
Firefighters' pension	0.298	0.156	0.147	0.149	0.153	0.156	0.118	0.156	0.122	0.084
<b>Total Village rates</b>	<b>1.919</b>	1.943	1.946	1.890	1.883	1.898	1.750	1.799	1.594	1.367
<b>Overlapping</b>										
Kane County	0.352	0.362	0.374	0.387	0.402	0.420	0.447	0.468	0.462	0.433
Kane County Forest Preserve District	0.143	0.148	0.154	0.160	0.166	0.225	0.294	0.313	0.304	0.271
Community Unit School District #300	5.325	5.382	5.480	5.696	5.876	6.140	6.543	6.721	6.318	5.675
Elgin Community College	0.451	0.456	0.486	0.506	0.500	0.530	0.560	0.607	0.571	0.521
Dundee Township	0.072	0.072	0.073	0.075	0.078	0.197	0.214	0.226	0.217	0.214
Dundee Township Library	0.170	0.172	0.172	0.179	0.186	0.194	0.209	0.217	0.206	0.181
Dundee Township Road Funds	0.090	0.090	0.092	0.094	0.099	0.103	0.111	0.116	0.109	0.096
Dundee Township Park District	0.513	0.475	0.518	0.544	0.564	0.587	0.633	0.660	0.627	0.515
<b>Total</b>	<b>\$ 9.035</b>	<b>\$ 9.100</b>	<b>\$ 9.295</b>	<b>\$ 9.531</b>	<b>\$ 9.754</b>	<b>\$ 10.294</b>	<b>\$ 10.761</b>	<b>\$ 11.127</b>	<b>\$ 10.408</b>	<b>\$ 9.273</b>

\* Property tax rates are per \$100 of assessed valuation.

Data source: Office of the Kane County Clerk.

See independent auditor's report.

**Village of West Dundee, Illinois  
Principal Property Taxpayers  
Current Fiscal Year and Nine Years Ago**

Taxpayer	2022			2013		
	Equalized Assessed Valuation*	Rank	Percentage of Total Taxable Assessed Value	Total Assessed Value	Rank	Percentage of Total Taxable Assessed Value
VennPoint Real Estate LLC	\$ 17,725,947	1	6.10%			
Fiduciary Real Estate Develop., Inc. (FRED)	15,878,679	2	5.47%			
Regency Canterfield	13,842,545	3	4.77%	\$ 12,120,589	2	5.23%
Sequoia Land LLC	5,684,679	4	1.96%			
Chief Development, LLC	4,943,572	5	1.70%			
Renishaw Inc	4,551,805	6	1.57%			
Stag Industrial Holding LLC	3,465,690	7	1.19%			
Ice Sports West Dundee LLC	2,746,481	8	0.95%			
Helukabel USA Inc	2,432,558	9	0.84%			
Amerco Real Estate	2,311,560	10	0.80%			
Spring Hill Mall Partnership				17,198,676	1	7.43%
Realty Assoc. Fund 1XLP (Gateway East)				2,575,741	3	1.11%
HPTMI III Properties Trust				2,467,403	4	1.06%
Dayton Hudson Corp (Target)				2,416,641	5	1.04%
ASP Realty (Jewel)				2,074,702	6	0.89%
LHC, LLC				1,710,203	7	0.74%
JLM Financial Investments 4, LLC				1,290,516	8	0.55%
Macy's Department Store				1,164,420	9	0.50%
Century Development Corporation				978,441	10	0.42%
<b>Total</b>	<b>\$ 73,583,516</b>		<b>25.35%</b>	<b>\$ 43,997,332</b>		<b>18.97%</b>

\* - Latest actual available

Data source: Office of the Kane County Clerk.

See independent auditor's report.

**Village of West Dundee, Illinois  
Property Tax Levies and Collections  
Last Ten Levy Years**

Fiscal Year of Tax Levy	Tax 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
<b>2020</b>	<b>\$ 5,183,811</b>	<b>\$ 5,179,098</b>	<b>99.91%</b>	<b>\$ 4,649</b>	<b>\$ 5,183,747</b>	<b>100.00%</b>
2019	4,958,459	4,947,139	99.77%	(194)	4,946,945	99.77%
2018	4,828,239	4,821,469	99.86%	(3,374)	4,818,095	99.79%
2017	4,508,966	4,507,215	99.96%	3	4,507,218	99.96%
2016	4,202,027	4,190,957	99.74%	4,351	4,195,308	99.84%
2015	3,668,963	3,664,082	99.87%	64,497	3,728,579	101.62%
2014	3,629,537	3,601,528	99.23%	(18,183)	3,583,345	98.73%
2013	3,421,439	3,367,428	98.42%	-	3,367,428	98.42%
2012	3,165,537	3,160,580	99.84%	1,474	3,162,054	99.89%
2011	3,000,011	2,992,427	99.75%	261	2,992,688	99.76%

Note: Property in the Village is reassessed every three years.  
Property is assessed at 33% of actual value.

Data source: Village records.

See independent auditor's report.

Village of West Dundee  
Taxable Sales by Category  
Last Ten Calendar Years

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General merchandise	\$ 27,151	\$ 62,644	\$ 190,711	\$ 183,477	\$ 182,123	\$ 219,528	\$ 243,536	\$ 313,539	\$ 429,188	\$ 482,055
Food	249,350	147,470	254,153	255,089	246,006	238,947	279,429	246,373	221,561	215,914
Drinking and eating places	258,544	217,001	292,573	303,968	304,201	301,795	301,673	298,291	287,689	298,642
Apparel	58,675	56,775	87,176	95,214	102,027	94,585	93,778	127,971	148,386	163,642
Furniture and H.H. and radio	7,403	3,520	6,719	7,384	7,218	-	8,215	-	6,480	49,395
Lumber, building hardware	29,341	39,592	24,596	24,250	27,356	26,362	4,955	2,740	1,821	1,519
Automobile and filling stations	206,135	160,810	169,991	172,781	147,591	132,726	154,409	190,042	205,595	220,984
Drugs and miscellaneous retail	471,175	329,176	360,888	354,497	387,810	393,312	387,544	431,058	430,148	462,428
Agriculture and all others	137,140	98,143	145,663	140,597	135,624	115,212	106,776	107,770	81,475	78,980
Manufacturers	13,598	16,042	28,171	31,140	26,977	25,782	28,353	26,341	28,148	25,957
Total	\$ 1,458,512	\$ 1,131,173	\$ 1,560,641	\$ 1,568,397	\$ 1,566,933	\$ 1,548,249	\$ 1,608,668	\$ 1,744,125	\$ 1,840,491	\$ 1,999,516
Local sales tax rate	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Total sales tax rate	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%	8.50%

Note: Sales tax is imposed on a seller's receipts from sales of tangible personal property for use or consumption. Tangible personal property does not include real estate, stocks, bonds or other "paper" assets representing an interest. The above-referenced sales tax categories are determined by the State of Illinois.

See independent auditor's report.



**Village of West Dundee, Illinois**  
**Direct and Overlapping Sales Tax Rates**  
**Last Ten Fiscal Years**

Fiscal Year	Issuing Body			Overlapping				Total Sales Tax Rate
	Sales Tax	Home Rule Tax	Total	State of Illinois	Kane County	Mass Transit	Total	
<b>2022</b>	<b>1.00%</b>	<b>1.50%</b>	<b>2.50%</b>	<b>5.00%</b>	<b>0.50%</b>	<b>0.50%</b>	<b>6.00%</b>	<b>8.50%</b>
2021	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%
2020	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%
2019	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%
2018	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%
2017	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%
2016	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%
2015	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%
2014	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%
2013	1.00%	1.50%	2.50%	5.00%	0.50%	0.50%	6.00%	8.50%

Data source: Illinois Department of Revenue.

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities			Business-type Activities	Total Primary Government	Percentage of Personal Income*	Per Capita
	Notes	General Obligation Bonds	Capital Lease Obligations	Notes			
<b>2022</b>	<b>\$ 274,354</b>	<b>\$ 5,788,334</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,062,688</b>	<b>1.82%</b>	<b>\$ 789</b>
2021	366,798	6,768,604	-	-	7,135,402	2.73%	928
2020	465,258	8,171,372	14,967	-	8,651,597	2.60%	1,180
2019	561,055	9,516,719	44,264	-	10,122,038	3.39%	1,381
2018	287,293	10,826,190	72,733	-	11,186,216	3.83%	1,526
2017	243,959	12,110,076	100,396	-	12,454,431	4.27%	1,699
2016	229,775	13,347,208	127,277	-	13,704,260	4.70%	1,869
2015	-	10,042,399	-	-	10,042,399	3.50%	1,370
2014	62,995	11,025,254	-	-	11,088,249	4.19%	1,513
2013	124,459	11,978,109	-	102,095	12,204,663	4.41%	1,665

Notes: Details of the Village's outstanding debt may be found in the Notes to the Financial Statements.

\* - Refer to the Schedule of Demographic and Economic Statistics for Personal Income and Population Data.

Data sources: Village records and U.S. Department of Commerce, Bureau of Census.

See independent auditor's report.

**Village of West Dundee**  
**Ratios of Net General Obligation Bonded Debt to Assessed Value**  
**and Net General Obligation Bonded Debt Per Capita**  
**Last Ten Fiscal Years**

Fiscal Year	General Obligation Bonds	General Obligation Notes	Total General Obligation Debt	% of Actual Taxable Value of Property	Per Capita
<b>2022</b>	<b>\$ 5,788,334</b>	<b>\$ 274,354</b>	<b>\$ 6,062,688</b>	<b>2.09%</b>	<b>789</b>
2021	6,768,604	366,798	7,135,402	2.67%	928
2020	8,171,372	465,258	8,636,630	3.39%	1,180
2019	9,516,719	561,055	10,077,774	4.03%	1,465
2018	10,826,190	287,293	11,113,483	4.64%	1,516
2017	12,110,076	243,959	12,354,035	5.58%	1,685
2016	13,347,208	229,775	13,576,983	6.48%	1,852
2015	10,042,399	-	10,042,399	5.31%	1,370
2014	11,025,254	62,995	11,088,249	5.23%	1,513
2013	11,978,109	124,459	12,102,568	5.66%	1,651

Data sources:

- (1) U.S. Department of Commerce, Bureau of Census.
- (2) Office of the County Clerk.
- (3) Village records.

See independent auditor's report.

**Village of West Dundee**  
**Direct and Overlapping General Obligation Debt**  
**April 30, 2022**

Governmental Unit	Gross Bonded Debt	(1) Percentage of Debt Applicable to Government	Government's Share of Debt
Direct - Village of West Dundee	\$ 6,062,688	100.00%	\$ 6,062,688
Overlapping:			
Kane County and Forest Preserve	249,176,805	1.78%	4,435,347
Dundee Township Park District (1)	15,217,178	13.75%	2,092,362
Dundee Unit School District #300	244,330,827	9.58%	23,406,893
Elgin Community College #509	160,968,576	3.20%	5,150,994
Subtotal, overlapping debt	669,693,386		35,085,596
<b>Total</b>	<b>\$ 675,756,074</b>		<b>\$ 41,148,284</b>

(1) Determined by ratio of assessed value of property subject to taxation in overlapping unit to value of property subject to taxation in the Village of West Dundee, Illinois.

Data sources: County Clerk's office and individual units of government financial reports.

See independent auditor's report.

**Village of West Dundee  
Legal Debt Margin  
April 30, 2022**

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The Village is a home rule municipality.

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

"The General Assembly may limit by law the amount and 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 percent:... 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."

To date, the General Assembly has set no limits for home rule municipalities.

See independent auditor's report.

**Village of West Dundee, Illinois  
Demographic and Economic Statistics  
Last Ten Calendar Years**

Year	Population (1)	Estimated Total Personal Income	Per Capita Personal Income (1)	% High School Graduate or Higher (1)	% Bachelor's Degree or Higher (1)	Unemployment Rate (2)		Median Age (1)
						Village	State of Illinois	
<b>2021</b>	<b>7,686</b>	<b>\$ 333,011,322</b>	<b>\$ 43,327</b>	<b>96.5</b>	<b>44.2</b>	<b>5.3%</b>	<b>4.7%</b>	<b>42.4</b>
2020	7,686	332,534,790	43,265	95.1	41.1	7.0%	7.0%	42.4
2019	7,331	316,875,144	43,224	96.1	46.7	4.5%	4.8%	37.5
2018	7,331	298,686,933	40,743	95.8	47.5	3.7%	4.0%	37.0
2017	7,331	291,817,786	39,806	96.2	45.7	3.0%	5.3%	37.0
2016	7,331	291,289,954	39,734	95.7	47.8	3.6%	5.7%	37.0
2015	7,331	286,642,100	39,100	95.8	48.0	5.8%	6.3%	34.5
2014	7,331	264,619,776	36,096	95.4	48.6	4.8%	6.0%	37.0
2013	7,331	265,242,911	36,181	93.9	47.2	7.4%	7.9%	35.5
2012	7,331	273,394,983	37,293	91.1	36.8	9.0%	8.8%	37.7

Note: The U.S. Department of Commerce, Bureau of Census defines personal income as a measure of income received from all sources by residents of the Village during a calendar year.

Data sources: (1) U.S. Department of Commerce, Bureau of Census.  
(2) United States Bureau of Labor Statistics.

See independent auditor's report.

**Village of West Dundee, Illinois  
Demographic and Economic Statistics -  
Median Household Income**

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Following is a ranking of median family income for the Chicago Metropolitan area from the 2020 Census.

**Ranking of Median Family\* Income**

<u>Illinois County</u>	<u>Family Income</u>	<u>Illinois Rank</u>
Kendall	\$ 96,563	1
DuPage	92,809	2
Lake	89,427	3
Will	86,961	4
McHenry	86,799	5
Kane	79,394	7
Cook	64,660	15

Note: The U.S. average is \$62,843

According to the U.S. Census Bureau, the most recent median family income estimate for the Village is \$91,970. The current estimate for the State of Illinois is \$65,886 and the estimated U.S. median family income is \$62,843.

Data source: U.S. Department of Commerce, Bureau of Census.

See independent auditor's report.

**Village of West Dundee, Illinois  
Demographic and Economic Statistics -  
General Demographic Information**

This table represents demographic and economic statistical data for the Village, Kane County, and the State of Illinois at the time of the 2020 U.S. Census.

**General Demographic Information**

Value	The Village		Kane County		State of Illinois	
	Number of Persons	Percent of Persons	Number of Persons	Percent of Persons	Number of Persons	Percent of Persons
Under 5 years	530	6.9%	32,024	6.2%	755,938	5.9%
Under 18 years	1,752	22.8%	129,131	25.0%	2,844,377	22.2%
65 years and over	1,030	13.4%	73,863	14.3%	2,062,814	16.1%
Female	3,666	47.7%	259,294	50.2%	6,521,567	50.9%
Veterans	342	4.4%	20,699	4.0%	570,264	4.5%
Foreign born	661	8.6%	90,391	17.5%	1,806,564	14.1%
Civilian labor force:						
Age 16 years+	5,442	70.8%	354,851	68.7%	8,340,943	65.1%
Age 16 years+ female	4,927	64.1%	321,793	62.3%	7,738,755	60.4%

Data source: U.S. Department of Commerce, Bureau of Census.

See independent auditor's report.



## Village of West Dundee, Illinois Demographic and Economic Statistics - Housing and Per Capita Personal Income

The 2020 U.S. Census reported that the median value of a village owner-occupied home was \$264,800, which is 4% higher than the 2010 median value of \$276,100. This 2020 median value for a owner-occupied home compares with \$238,300 for Kane County and \$194,500 for the State of Illinois. The 2020 market values for specified owner-occupied units for the Village, Kane County, and the State of Illinois are as follows:

### Housing - Families & Living Arrangements

	The Village	Kane County	State of Illinois
Households	3,114	179,637	4,846,134
Persons per household	2.45	2.93	2.57
Living in the same house 1 year ago, age 1 year+, percent	86.1%	88.1%	87.3%
Language other than English, age 5 years+, percent	12.0%	31.4%	23.2%

Kane County is ranked as the sixth highest county in the State of Illinois for per capita personal income as shown below:

### Per Capita Personal Income for the Ten Highest Counties in the State

Rank	County	Per Capita Income
1	DuPage County	\$ 46,272
2	Lake County	45,766
3	Kendall County	39,006
4	McLean County	37,552
5	McHenry County	36,524
<b>6</b>	<b>Kane County</b>	<b>36,382</b>
7	Sangamon County	36,270
8	Cook County	35,509
9	Peoria County	34,532
10	Will County	32,041

Data source: U.S. Department of Commerce, Bureau of Census, 2020 Census.

See independent auditor's report.

**Village of West Dundee, Illinois  
Principal Village Employers  
Current Year and Nine Years Ago**

Employer	2022			2013		
	Rank	Employees	Percentage Total Village Employment	Rank	Employees	Percentage Total Village Employment
Renishaw Inc.	1	219	8.54%			
Jewel / Osco	2	172	6.71%	1	145	1.90%
Village of West Dundee	3	104	4.05%	7	54	0.71%
Olive Garden	4	85	3.31%	5	106	1.39%
Randall Oaks Golf Center	5	75	2.92%			
Red Lobster	6	75	2.92%	6	93	1.22%
Leaf's Ice Center	7	50	1.95%			
Right at Home	8	50	1.95%			
Cinemark	9	40	1.56%	10	40	0.52%
McDonald's	10	40	1.56%			
Target				2	130	1.70%
Macy's				3	126	1.65%
Sears				4	113	1.48%
Marriot				8	45	0.59%
Barnes and Noble				9	41	0.54%
Total employment of principal Village employers		<b>910</b>	<b>35.47%</b>		<b>893</b>	<b>11.70%</b>
Total employment in the Village		<b>2,565</b>	<b>100.00%</b>		<b>7,632</b>	<b>100.00%</b>

Data source: Village records.

See independent auditor's report.

**Village of West Dundee, Illinois  
Construction  
Last Ten Fiscal Years**

Fiscal Year	Commercial Construction		Residential Construction		Other Construction	
	Number of Units	Construction Value	Number of Units	Construction Value	Number of Units	Construction Value
<b>2022</b>	<b>100</b>	<b>\$ 46,024,681</b>	<b>317</b>	<b>\$ 3,798,105</b>	<b>N/A</b>	<b>N/A</b>
2021	74	\$ 9,565,102	356	\$ 3,669,126	N/A	N/A
2020	186	\$ 35,310,905	267	\$ 2,359,044	N/A	N/A
2019	191	\$ 9,548,435	403	\$ 3,991,482	N/A	N/A
2018	243	55,145,019	331	3,154,172	N/A	N/A
2017	184	29,268,122	281	3,103,193	N/A	N/A
2016	194	35,494,221	294	2,866,789	N/A	N/A
2015	467	5,175,587	274	1,969,884	N/A	N/A
2014	134	2,729,823	211	2,757,026	N/A	N/A
2013	157	12,523,577	213	1,318,356	N/A	N/A

Data source: Village's building department records.

See independent auditor's report.

**Village of West Dundee**  
**Full-Time and Part-Time Employees**  
**Last Ten Fiscal Years**

Function/Program	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Full-time</b>										
General government:										
Management	1	2	2	2	2	2	2	2	2	2
Finance	3	2	3	3	3	2	2	2	2	2
Total general government	4	4	5	5	5	4	4	4	4	4
Public safety:										
Police:										
Sworn	20	20	19	20	19	19	19	19	19	19
Civilians	3	2	2	2	2	2	2	2	3	3
Fire:										
Firefighters and officers	10	10	10	10	10	10	10	11	11	11
Civilians/code enforcement	0	0	0	0	0	0	0	0	0	0
Total public safety	33	32	31	32	31	31	31	32	33	33
Public works:										
Administration	1	1	1	1	1	2	1	1	1	1
Superintendents	2	1	1	1	1	1	1	1	2	2
Clerical	1	1	1	1	1	0	0	1	1	1
Streets and grounds	5	6	6	7	8	8	8	7	7	7
Utilities and garage	4	4	4	4	4	3	3	3	3	3
Total public works	13	13	13	14	15	14	13	13	14	14
Community development:										
Management	1	1	1	1	1	1	1	1	1	1
Code enforcement	0	0	0	1	1	1	1	2	2	2
Planner/clerical	2	1	1	1	0	0	0	0	0	0
Total community development	3	2	2	3	2	2	2	3	3	3
<b>Total full-time</b>	<b>53</b>	<b>51</b>	<b>51</b>	<b>54</b>	<b>53</b>	<b>51</b>	<b>50</b>	<b>52</b>	<b>54</b>	<b>54</b>
<b>Part-time</b>										
General government:										
Management	1	1	1	1	1	2	1	1	1	1
Finance	2	1	0	0	0	1	1	0	0	0
Computer services	3	3	3	3	3	3	3	3	2	2
Public safety:										
Police	3	6	7	7	7	7	8	10	7	4
Fire	37	36	29	36	36	36	36	36	36	35
Public works:										
Administration	0	0	0	0	0	0	2	2	0	0
Seasonal	4	7	7	7	7	7	5	5	6	5
Community development:										
Zoning/code enforcement	1	2	3	3	4	4	5	3	3	3
<b>Total part-time</b>	<b>51</b>	<b>56</b>	<b>50</b>	<b>57</b>	<b>58</b>	<b>60</b>	<b>61</b>	<b>60</b>	<b>55</b>	<b>50</b>

Data source: Village Records

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Operating Indicators**  
**Last Ten Fiscal Years**

Function/Program	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Public safety:										
Police:										
Physical arrests	116	96	188	191	251	201	218	221	371	354
Parking violations	405	526	625	787	741	782	435	424	442	668
Traffic violations	1,333	634	2,072	2,555	2,386	2,399	2,387	2,490	2,994	2,683
Calls for service	5,406	4,927	5,275	5,416	5,235	5,049	4,861	4,604	5,123	5,251
Fire:										
Emergency responses	804	769	698	719	698	670	558	527	555	616
Fire calls	815	762	875	778	596	438	506	677	824	627
Public works:										
Miles of streets resurfaced	0.50	0.50	0.43	0.53	0.54	0.30	1.00	1.00	None	None
Snow and ice control (tons of salt)	975	1,145	745	1,095	1,229	374	700	700	1,350	1,040
Water:										
Water main repairs	9	11	9	6	5	8	11	11	14	22
Average daily consumption	800,000	800,000	715,000	727,000	718,000	707,000	671,000	602,000	644,000	755,000
Administration/finance:										
Total water/sewer accounts	2,416	2,401	2,379	2,367	2,377	2,356	2,337	2,345	2,333	2,338
Residential refuse collection units	2,078	2,078	2,077	2,075	2,075	2,076	2,076	2,075	2,070	2,067
Recyclables collected (tons per month)	46	47	48	53	53	54	56	57	56	60
Community development:										
Total number of building permits issued	417	429	453	594	488	465	488	741	345	370
Value of new construction	\$ 49,822,786	\$ 13,227,728	\$ 37,669,949	\$ 13,539,917	\$ 17,997,608	\$ 32,371,815	\$ 38,361,010	\$ 7,145,471	\$ 5,486,849	\$ 13,841,933

Data source: Village records.

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Capital Asset Statistics and Function/Program**  
**Last Ten Fiscal Years**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b><u>Function/Program</u></b>										
<b>Police:</b>										
Station	1	1	1	1	1	1	1	1	1	1
Patrol units	8	8	7	7	7	7	8	8	9	8
<b>Fire:</b>										
Fire stations	2	2	2	2	2	2	2	2	2	2
Fire engines	1	1	1	2	2	1	2	2	2	2
Ladder trucks	1	1	1	1	1	1	2	2	2	2
Staff vehicles	4	4	4	4	4	4	5	4	4	4
Ambulances	2	2	2	2	2	2	2	2	2	2
Reserve engines	1	1	1	-	1	1	-	1	1	1
<b>Public works:</b>										
Streets (miles)	60.0	60.0	60.0	52.0	52.0	52.0	52.0	52.0	52.0	52.0
Water main breaks	8	6	9	6	5	8	12	12	12	12
Road salt used (tons)	975	1,145	745	1,095	1,229	374	700	700	1,050	1,050
<b>Water:</b>										
Water mains (miles)	52.0	52.0	52.0	49.1	49.1	49.1	49.1	49.1	49.1	49.1
Fire hydrants	739	739	739	713	600	600	600	600	555	555
Storage capacity (millions of gallons)	2,750,000	2,750,000	2,750,000	2,750,000	2,750,000	2,750,000	2,750,000	2,750,000	2,750,000	2,750,000
<b>Wastewater:</b>										
Sanitary sewer (miles)	32.6	32.6	32.6	32.0	32.0	32.0	32.0	32.0	32.0	32.0
Lift stations	8	8	8	8	7	7	7	7	7	7
Storm sewers (miles)	7.0	7.0	7.0	6.6	6.6	6.6	6.6	6.6	6.6	6.6

Data source: Village records.

See independent auditor's report.

**Village of West Dundee, Illinois**  
**Water Sold by Type of Customer**  
**Last Ten Fiscal Years**

Type	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Industrial	\$ 17,279	\$ 15,163	\$ 14,151	\$ 10,258	\$ 4,958	\$ -	\$ -	\$ -	\$ -	\$ -
Residential/multi-family	2,444,757	2,208,023	1,908,739	1,783,143	1,710,193	1,371,312	1,408,991	1,444,020	1,511,650	1,300,583
Commercial	549,089	391,344	558,111	597,450	529,352	485,716	406,276	738,310	746,590	575,686
School/government	16,799	7,322	19,093	15,574	11,324	10,913	20,870	13,260	11,920	12,466
<b>Total</b>	<b>\$ 3,027,924</b>	<b>\$ 2,621,852</b>	<b>\$ 2,500,094</b>	<b>\$ 2,406,425</b>	<b>\$ 2,255,827</b>	<b>\$ 1,867,941</b>	<b>\$ 1,836,137</b>	<b>\$ 2,195,590</b>	<b>\$ 2,270,160</b>	<b>\$ 1,888,735</b>
Water rate per 1,000 gallons	\$4.97	\$4.54	\$4.54	\$4.37	\$4.16	\$3.87	\$3.87	\$3.79	\$3.71	\$3.63
Sewer rate per 1,000 gallons	\$4.97	\$4.54	\$4.54	\$4.37	\$4.16	\$3.87	\$3.87	\$3.79	\$3.71	\$3.63

Data source: Village records.

See independent auditor's report.

**Village of West Dundee, Illinois  
Surety Bonds of Principal Officials  
April 30, 2022**

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<u>Principal Official</u>	<u>Amount of Surety Bond</u>
Village President	\$ 3,000
Village Clerk	3,000
Finance Director/Treasurer	50,000

Note: All Village employees and elected officials are covered under a \$5,000,000 Crime Policy, and in addition, a \$2,500,000 policy for non-faithful performance of duties.

See independent auditor's report.