

ELBURN AND COUNTRYSIDE
FIRE PROTECTION DISTRICT
ELBURN, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2021

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

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FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT



INDEPENDENT AUDITORS' REPORT

October 27, 2021

Members of the Board of Trustees
Elburn and Countryside Fire Protection District
Elburn, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Elburn and Countryside Fire Protection District, Illinois, as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Elburn and Countryside Fire Protection District, Illinois, as of April 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Elburn and Countryside Fire Protection District, Illinois' basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2021

As management of the Elburn and Countryside Fire Protection District ("the District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended April 30, 2021. We encourage readers to consider the information presented herein in conjunction with the financial statements presented.

Financial Highlights

- The assets and deferred outflows of the District exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$14,046,151 (net position). The unrestricted net position may be used to meet the District's ongoing obligations to citizens and creditors. However, this amount is now a negative \$1,154,221. The reason for this negative amount is the effect of GASB Statement No. 68 which requires the reporting of the net pension liability for the District's participation in IMRF and the fire pension fund and related to GASB Statement No. 75 for post-employment benefits liability reporting.
- The District's total net position increased by \$144,261. This increase is mainly related to the decrease in the net pension liabilities.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$3,594,547, an increase of \$163,617 in comparison with the prior year.
- At the end of the current fiscal year, the fund balance for the General Fund totaled \$1,874,012, or 27.2% of total General Fund expenditures. The Capital Projects Fund had a committed fund balance of \$1,686,534 to be used for future capital acquisitions.
- The District issued three notes payables during the fiscal year. At the end of the fiscal year they have an ending balance of \$1,858,042.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

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

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

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

The District maintains three individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund and the Capital Projects Fund, both of which are major funds, and the Foreign Fire Insurance Fund, a nonmajor fund.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule has been provided for these funds to demonstrate compliance with these budgets. The budgetary comparison schedules can be found on pages 54 to 58 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedule for the General Fund.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$14,046,151 at the close of the most recent fiscal year.

A large portion of the District's net position reflects its investment in capital assets (e.g., land, buildings, vehicles, and equipment). The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT - NET POSITION

	April 30,	
	<u>2020</u>	<u>2021</u>
Assets		
Current and Other Assets	\$ 10,280,080	\$ 10,654,685
Capital Assets	<u>15,302,778</u>	<u>16,905,728</u>
Total Assets	<u>25,582,858</u>	<u>27,560,413</u>
Deferred Outflows	<u>1,697,570</u>	<u>576,919</u>
 Total Assets and Deferred Outflows	 <u>27,280,428</u>	 <u>28,137,332</u>
Liabilities		
Non-current Liabilities	5,110,371	4,069,708
Other Liabilities	<u>271,189</u>	<u>477,751</u>
Total Liabilities	<u>5,381,560</u>	<u>4,547,459</u>
Deferred Inflows	<u>7,996,978</u>	<u>9,543,722</u>
 Total Liabilities and Deferred Inflows	 <u>13,378,538</u>	 <u>14,091,181</u>
Net Position		
Net Investment in Capital Assets	15,302,778	15,047,686
Restricted	141,063	152,686
Unrestricted	<u>(1,541,951)</u>	<u>(1,154,221)</u>
 Total Net Position	 <u>\$ 13,901,890</u>	 <u>\$ 14,046,151</u>

At the end of both years, the District has reported positive balances in net position. As noted previously, the deficit in unrestricted net position is a result of reporting the net pension liability for IMRF and the firefighters' pension and for the postemployment benefit liability. These liabilities totaled \$2.4 million.

Governmental Activities. Governmental activities increased the District's net position by \$144,261.

**ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT -
CHANGE IN NET POSITION**

	For the Year Ended	
	April 30,	
	2020	2021
Revenues		
Program Revenues		
Charges for Services	\$ 542,723	\$ 607,090
Operating Grants and Contributions	27,936	165,555
General Revenues		
Property Taxes	6,314,401	6,567,631
Other Taxes	20,438	19,270
Investment Income	99,113	9,771
Other Income	88,361	69,888
Total Revenues	7,092,972	7,439,205
Expenses		
Public Safety	7,770,281	7,283,070
Interest on Long-Term Debt	-	11,874
Total Expenses	7,770,281	7,294,944
Change in Net Position	(677,309)	144,261
Net Position, Beginning	14,579,199	13,901,890
Net Position, Ending	\$ 13,901,890	\$ 14,046,151

- Property taxes increased by \$253,230 (4.0%) during the year. This was a result of property taxes on new property in the District and the allowed increase from the tax cap. Ambulance billings were higher, with an increase of \$64,367 (11.9%). Total revenues increased from \$7,092,972 to \$7,439,205, an increase of \$346,233.
- Payroll costs increased from \$4,027,553 to \$4,299,069, an increase of \$271,516 (6.7%) from the prior year. The payroll costs were more than the budgeted costs by \$143,319. Total expenses decreased from \$7,770,281 to \$7,294,944 a decrease of \$475,337. With the implementation of GASB Statement 68 in 2016 and GASB Statement 75 in 2019, significant changes in expenses are likely to occur in the future.

Financial Analysis of the Government's Funds

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

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, an unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$3,594,547, an increase of \$163,617 in comparison with the prior year. \$101,421 of fund balance in the General Fund is non-spendable for prepaids, \$118,685 is restricted for liability insurance with the remaining fund balance of \$1,653,906 being unassigned. The Capital Projects Fund reports a committed fund balance of \$1,686,534 to be used for capital improvements. The Foreign Fire Insurance Tax Fund reports a restricted fund balance of \$34,001.

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, the fund balance of the General Fund was \$1,874,012, an increase of \$487,610 for the year. The increase during the year was a result of the increased revenues for property taxes and the fact that the General Fund is structurally in balance. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. General Fund unassigned fund balance represents 24.0% of total General Fund expenditures.

General Fund Budgetary Highlights

No budget amendments were made in the current year. Actual General Fund expenditures represented 78.6% of the budget.

Capital Asset and Debt Administration

Capital Assets. The District's investment in capital assets for its governmental activities as of April 30, 2021, amounts to \$16,905,728 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, vehicles and equipment.

Major capital asset purchases during the current fiscal year included the station 3 construction.

See Note 3 for additional information on capital assets.

Long-term Debt.

The District issued three loans for station number 3 improvements during the fiscal year. The total loans issued was \$2,000,000. At April 30, 2021, the principal amount outstanding on the loans was \$1,858,042. See Note 3 for additional information on long term debt.

Economic Factors

In March 2020, the governor declared a state of emergency due to the COVID-19 virus. The economic impact of the State of Illinois' Executive Order imposing "stay at home" restrictions may be widespread and may last for several years. Management believes that the financial position of the District heading into this event will allow it to adapt to any financial impact in FY2022. Management will continue to carefully monitor the situation and evaluate its options for this and following years' budgetary position as the situation continues to unfold.

Requests for Information

This financial report is designed to provide a general overview of the Elburn and Countryside Fire Protection District finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Elburn and Countryside Fire Protection District, 200 E. Route 38, Elburn, Illinois 60119.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Fiduciary Fund

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Statement of Net Position

April 30, 2021

See Following Page

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Statement of Net Position

April 30, 2021

ASSETS	
Current Assets	
Cash and Investments	\$ 3,618,567
Receivables - Net of Allowances	
Taxes	6,791,668
Accounts	143,029
Prepays	<u>101,421</u>
Total Current Assets	<u>10,654,685</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	590,000
Depreciable	21,853,448
Accumulated Depreciation	<u>(5,537,720)</u>
Total Noncurrent Assets	<u>16,905,728</u>
Total Assets	<u>27,560,413</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	65,027
Deferred Items - Firefighters' Pension	<u>511,892</u>
Total Deferred Outflows of Resources	<u>576,919</u>
Total Assets and Deferred Outflows of Resources	<u>28,137,332</u>

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

LIABILITIES

Current Liabilities	
Accounts Payable	92,701
Accrued Payroll	175,769
Current Portion of Long-Term Liability	209,281
Total Current Liabilities	<u>477,751</u>
Noncurrent Liabilities	
Net Pension Liability - IMRF	273,647
Net Pension Liability - Firefighters' Pension	1,145,037
Total OPEB Liability - RBP	1,002,263
Notes Payable	1,648,761
Total Noncurrent Liabilities	<u>4,069,708</u>
Total Liabilities	<u>4,547,459</u>

DEFERRED INFLOWS OF RESOURCES

Property Taxes	6,791,668
Deferred Items - IMRF	256,628
Deferred Items - Firefighters' Pension	2,495,426
Total Deferred Inflows of Resources	<u>9,543,722</u>
Total Liabilities and Deferred Inflows of Resources	<u>14,091,181</u>

NET POSITION

Investment in Capital Assets	15,047,686
Restricted	
Liability Insurance	118,685
Foreign Fire Insurance	34,001
Unrestricted (Deficit)	<u>(1,154,221)</u>
Total Net Position	<u>14,046,151</u>

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2021

	Expenses	Program Revenues		Net (Expenses)/ Revenues and Changes in Net Position
		Charges for Services	Operating Grants/ Contributions	
Governmental Activities				
Public Safety	\$ 7,283,070	607,090	165,555	(6,510,425)
Interest on Long-Term Debt	11,874	-	-	(11,874)
Total Governmental Activities	7,294,944	607,090	165,555	(6,522,299)
		General Revenues		
		Taxes		
		Property Taxes		6,567,631
		Intergovernmental		
		Replacement Taxes		19,270
		Interest Income		9,771
		Miscellaneous		69,888
				6,666,560
		Change in Net Position		144,261
		Net Position - Beginning		13,901,890
		Net Position - Ending		14,046,151

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Balance Sheet - Governmental Funds
April 30, 2021**

	General	Capital Projects	<u>Nonmajor</u> Foreign Fire Insurance	Totals
ASSETS				
Cash and Investments	\$ 1,836,181	1,748,385	34,001	3,618,567
Receivables - Net of Allowances				
Taxes	6,791,668	-	-	6,791,668
Accounts	143,029	-	-	143,029
Prepays	101,421	-	-	101,421
 Total Assets	 8,872,299	 1,748,385	 34,001	 10,654,685
LIABILITIES				
Accounts Payable	29,765	61,851	-	91,616
Accrued Payroll	175,769	-	-	175,769
Due to Other Funds	1,085	-	-	1,085
Total Liabilities	206,619	61,851	-	268,470
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	6,791,668	-	-	6,791,668
Total Liabilities and Deferred Inflows of Resources	6,998,287	61,851	-	7,060,138
FUND BALANCES				
Nonspendable	101,421	-	-	101,421
Restricted	118,685	-	34,001	152,686
Committed	-	1,686,534	-	1,686,534
Unassigned	1,653,906	-	-	1,653,906
Total Fund Balances	1,874,012	1,686,534	34,001	3,594,547
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 8,872,299	 1,748,385	 34,001	 10,654,685

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

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

April 30, 2021

Total Governmental Fund Balances	\$ 3,594,547
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets are not financial resources and therefore, are not reported in the funds.	16,905,728
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(191,601)
Deferred Items - Firefighters' Pension	(1,983,534)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension Liability - IMRF	(273,647)
Net Pension Liability - Firefighters' Pension	(1,145,037)
Total OPEB Liability - RBP	(1,002,263)
Notes Payable	<u>(1,858,042)</u>
Net Position of Governmental Activities	<u><u>14,046,151</u></u>

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2021**

	General	Capital Projects	Nonmajor Foreign Fire Insurance	Totals
Revenues				
Taxes	\$ 6,567,631	-	-	6,567,631
Intergovernmental	19,270	-	-	19,270
Charges for Services	607,090	-	-	607,090
Grants and Donations	165,555	-	-	165,555
Investment Income	8,666	1,097	8	9,771
Miscellaneous	12,792	17,818	39,278	69,888
Total Revenues	7,381,004	18,915	39,286	7,439,205
Expenditures				
Current				
Public Safety	6,739,562	-	40,931	6,780,493
Capital Outlay	-	2,596,263	-	2,596,263
Debt Service				
Principal Retirement	141,958	-	-	141,958
Interest and Fiscal Charges	11,874	-	-	11,874
Total Expenditures	6,893,394	2,596,263	40,931	9,530,588
Excess (Deficiency) of Revenues Over (Under) Expenditures	487,610	(2,577,348)	(1,645)	(2,091,383)
Other Financing Sources				
Disposal of Capital Assets	-	255,000	-	255,000
Debt Issuance	-	2,000,000	-	2,000,000
	-	2,255,000	-	2,255,000
Net Change in Fund Balance	487,610	(322,348)	(1,645)	163,617
Fund Balances - Beginning	1,386,402	2,008,882	35,646	3,430,930
Fund Balances - Ending	1,874,012	1,686,534	34,001	3,594,547

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

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

For the Fiscal Year Ended April 30, 2021

Net Change in Fund Balances - Total Governmental Funds	\$ 163,617
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Amounts reported for governmental activities in the Statement of Activities
are different because:

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

Capital Outlays	2,529,544
Depreciation Expense	(657,019)
Disposals - Cost	(535,560)
Disposals - Accumulated Depreciation	265,985

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

Change in Deferred Items - IMRF	(119,290)
Change in Deferred Items - Firefighters' Pension	(2,334,398)

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

Change in Net Pension Liability - IMRF	198,960
Change in Net Pension Liability - Firefighters' Pension	2,600,844
Change in Total OPEB Liability - RBP	(110,380)
Issuance of Debt	(2,000,000)
Retirement of Debt	141,958

Changes in Net Position of Governmental Activities	144,261
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The accompanying notes to the financial statements are an integral part of this statement.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Statement of Fiduciary Net Position

April 30, 2021

	<u>Pension Trust Firefighters' Pension</u>
ASSETS	
Cash and Cash Equivalents	\$ 19,593
Investments	
U.S. Treasuries	1,003,257
U.S. Agencies	1,119,997
State and Local Obligations	40,357
Corporate Bonds	2,966,025
Mutual Funds	9,180,356
Receivables - Net of Allowance	
Accounts	555
Accrued Interest	33,163
Due from the District	<u>1,085</u>
Total Assets	14,364,388
LIABILITIES	
Accounts Payable	<u>14,871</u>
NET POSITION	
Restricted for Pension Benefits	<u><u>14,349,517</u></u>

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Statement of Changes in Fiduciary Net Position For the Fiscal Year Ended April 30, 2021

	Pension Trust Firefighters' Pension
Additions	
Contributions - Employer	\$ 808,982
Contributions - Plan Members	248,343
Total Contributions	<u>1,057,325</u>
Investment Income	
Interest Earned	246,500
Net Change in Fair Value	2,779,474
	<u>3,025,974</u>
Less Investment Expenses	(23,631)
Net Investment Income	<u>3,002,343</u>
Total Additions	<u>4,059,668</u>
Deductions	
Administration	62,182
Benefits and Refunds	226,968
Total Deductions	<u>289,150</u>
Change in Net Position	3,770,518
Net Position Restricted for Pensions	
Net Position - Beginning	<u>10,578,999</u>
Net Position - Ending	<u><u>14,349,517</u></u>

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

REPORTING ENTITY

The District's financial reporting entity comprises the following:

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

Firefighters' Pension Employees Retirement System

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

BASIS OF PRESENTATION

Government-Wide Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements report only governmental activities. The District's public safety and general administrative services are classified as governmental activities.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

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

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

Fund Financial Statements

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

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

Governmental Funds

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

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

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The District maintains one nonmajor governmental fund, the Foreign Fire Insurance Fund.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The Capital Projects Fund is reported as a major fund and is used to account for development fees from certain developments within the District for the future construction of a fire and ambulance station and other capital improvements.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Fiduciary Funds

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

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Firefighters' Pension Fund accounts for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan. Financing is provided by employee contributions, the annual property tax levy and investment income.

Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the District, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

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

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

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

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.”

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

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

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

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

Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes and accounts receivable.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Prepays

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

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

Building and Improvements	20 - 40 Years
Ambulances and Equipment	5 - 20 Years
Vehicles and Fire Equipment	5 - 20 Years
Equipment – Stations #1-#3	5 - 20 Years

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Deferred Outflows/Inflows of Resources

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

Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses.

Net Position

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

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

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

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The budget figures presented are the Annual Budget and Appropriation Ordinance of Elburn and Countryside Fire Protection District for the fiscal year beginning May 1, 2020 and ending April 30, 2021.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- The Chief submits to the District Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them for the General Fund, the Capital Projects Fund, and the Foreign Fire Insurance Fund.
- Public hearings are conducted by the District to obtain taxpayer comments.
- The appropriation is subsequently legally enacted through the passage of an ordinance.

The Chief is authorized to transfer appropriated amounts between departments within funds with proper Board approval. During the year, no supplementary appropriations were necessary.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

The deposits and investments of the Pension Fund are held separately from those of other District funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer’s Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county,

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to fifty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, pension funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

District – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the District's deposits totaled \$3,618,567 and the bank balances totaled \$3,686,244.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's Investment policy states the Treasurer may invest the funds of the District only in investments authorized by 30 ILCS 235/2, as it may be amended from time to time, and as authorized by other applicable law.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy states the Treasurer shall guarantee that any funds in any single financial institution that exceed FDIC insurance levels are collateralized. At all times, the Treasurer will require that deposits in excess of 10% of the capital and surplus of a financial institution will be collateralized. At year-end all of the bank balance of deposits was covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investment policy states the investment portfolio shall remain sufficiently liquid to enable the Treasurer to meet all operating requirements, which might be reasonably anticipated.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

District – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk - Continued

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy states the investments shall guarantee the investments shall be diversified by security type and institution to control the risk of loss resulting from over-concentration in specific maturity, a specific issuer, or a specific instrument. No more than 40% of the assets shall be concentrated in a single instrument or class of instruments other than U.S. Treasury. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Firefighters' Pension Fund – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$19,593 and the bank balances totaled \$19,593.

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

	Investment Maturities (in Years)				
	Fair Value	< 1	1 to 5	6 to 10	> 10
U.S. Treasuries	\$ 1,003,257	-	723,499	279,758	-
U.S. Agencies	1,119,997	2,198	350,323	342,654	424,822
State and Local Obligations	40,357	40,357	-	-	-
Corporate Bonds	2,966,025	206,293	1,580,380	1,179,352	-
	<u>5,129,636</u>	<u>248,848</u>	<u>2,654,202</u>	<u>1,801,764</u>	<u>424,822</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Firefighters’ Pension Fund – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk - Continued

Investments – Continued. The Fund has the following recurring fair value measurements as of April 30, 2021:

		Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Level	Totals			
Debt Securities				
U.S. Treasuries	\$ 1,003,257	1,003,257	-	-
U.S. Agencies	1,119,997	-	1,119,997	-
Corporate Bonds	2,966,025	-	2,966,025	-
State and Local Obligations	40,357	-	40,357	-
Equity Securities				
Mutual Funds	9,180,356	9,180,356	-	-
Total Investments by Fair Value Level	14,309,992	10,183,613	4,126,379	-

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

Interest Rate Risk. The Fund’s investment policy states assets shall be sufficiently liquid to meet the Fund’s disbursement requirements for the payment of operating expenses and benefits.

Credit Risk. The Fund’s investment policy states it may invest in any type of investment instrument permitted by Illinois law, as described in Chapter 40 of the Illinois Compiled Statutes, 40 ILCS 5/1-113.1 through 113.4. At year-end, the Fund’s investments in U.S. Agencies, state and local obligations, and corporate bonds ratings were not available.

Custodial Credit Risk. The Fund’s investment policy does not address custodial credit risk for deposits and investments. At year-end, all balances are insured or collateralized with third party agreements.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Firefighters’ Pension Fund – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk - Continued

Concentration Credit Risk. The Fund’s investment policy states the investment structure will include various asset classes, investment management styles, asset allocation and acceptable ranges that, in total, are expected to produce an appropriate level of overall diversification and total investment return over the investment time horizon. In addition to the securities and fair values listed above, the Fund also has \$9,180,356 invested in mutual funds. At year-end, the Fund does not have any investments over 5 percent of the total plan net position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	40.00%	0.30%
Domestic Equities	10.00 - 30.00%	4.40 - 5.60%
International Equities	15.00%	5.00% - 6.00%
Blended	5.00%	1.60% - 4.30%
Cash and Cash Equivalents	0.00%	0.00%

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Concentration Credit Risk – Continued. The long-term expected rate of return on the Fund’s investments was determined using an asset allocation study conducted by the Fund’s investment management consultant in June 2021 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund’s target asset allocation as of April 30, 2021 are listed in the table above.

Rate of Return

For the year ended April 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 37.96%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

INTERFUND BALANCES

Interfund balances are advances in anticipation of receipts from property taxes. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
Firefighters' Pension	General	<u>\$ 1,085</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

PROPERTY TAXES

Property taxes for 2020 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about June 1 and September 1 during the following year. The County collects such taxes and remits them periodically.

CAPITAL ASSETS

Capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 590,000	-	-	590,000
Construction in Progress	144,698	-	144,698	-
	<u>734,698</u>	<u>-</u>	<u>144,698</u>	<u>590,000</u>
Depreciable Capital Assets				
Building and Improvements	13,680,779	2,597,747	-	16,278,526
Ambulances and Equipment	833,333	-	-	833,333
Vehicles and Fire Equipment	3,541,015	70,374	439,147	3,172,242
Equipment - Station #1	1,326,008	-	14,350	1,311,658
Equipment - Station #2	201,206	6,121	12,100	195,227
Equipment - Station #3	132,425	-	69,963	62,462
	<u>19,714,766</u>	<u>2,674,242</u>	<u>535,560</u>	<u>21,853,448</u>
Less Accumulated Depreciation				
Building and Improvements	2,222,805	374,492	-	2,597,297
Ambulances and Equipment	173,672	42,940	-	216,612
Vehicles and Fire Equipment	1,800,132	137,576	209,526	1,728,182
Equipment - Station #1	776,055	83,121	11,480	847,696
Equipment - Station #2	93,857	10,803	12,100	92,560
Equipment - Station #3	80,165	8,087	32,879	55,373
	<u>5,146,686</u>	<u>657,019</u>	<u>265,985</u>	<u>5,537,720</u>
Total Net Depreciable Capital Assets	<u>14,568,080</u>	<u>2,017,223</u>	<u>269,575</u>	<u>16,315,728</u>
Total Net Capital Assets	<u>15,302,778</u>	<u>2,017,223</u>	<u>414,273</u>	<u>16,905,728</u>

Depreciation expense of \$657,019 was charged to public safety function.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

Notes Payable

The District issues notes payable to provide funds for the purchase of capital assets. Notes payable currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Notes Payable of 2020, due in semi-annual installments of \$73,666 to \$773,500, plus interest at 3.25% through June 1, 2025.	\$ -	1,105,000	36,833	1,068,167
Notes Payable of 2020A, due in semi-annual installments of \$68,948 to 390,167, plus interest at 2.05% through April 1, 2023.	-	495,000	38,458	456,542
Notes Payable of 2020B, due in semi-annual installments of \$66,666 to 133,332, plus interest at 3.25% through April 1, 2025.	-	400,000	66,667	333,333
	-	2,000,000	141,958	1,858,042

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Net Pension Liability					
IMRF	\$ 472,607	-	198,960	273,647	-
Firefighters' Pension Fund	3,745,881	-	2,600,844	1,145,037	-
Total OPEB Liability - RBP	891,883	110,380	-	1,002,263	-
Notes Payable	-	2,000,000	141,958	1,858,042	209,281
	5,110,371	2,110,380	2,941,762	4,278,989	209,281

The net pension liabilities for IMRF and the Firefighter’s Pension, and the total OPEB liability are liquidated by the General Fund. The notes payables are being paid from the General Fund.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Notes Payable	
	Principal	Interest
2022	\$ 209,281	46,659
2023	594,592	39,856
2024	140,333	34,595
2025	140,336	28,102
2026	773,500	8,380
Total	<u>1,858,042</u>	<u>157,592</u>

Legal Debt Margin

Chapter 70, Section 705/12 of the Illinois Compiled Statutes provides “Any fire protection district incorporated under this Act may borrow money for corporate purposes and may issue bonds therefor, but shall not become indebted in any manner, or for any purpose, to an amount in the aggregate to exceed 5.75% on the valuation of taxable property therein to be ascertained by the last assessment for State and County taxes previous to the incurring of such indebtedness or until January 1, 1983, if greater, the sum that is produced by multiplying the district's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979.”

Assessed Valuation - 2020	<u>\$ 896,868,038</u>
Legal Debt Limit	
5.75% of Equalized Assessed Value	77,354,868
Amount of Debt Applicable to Limit	<u>-</u>
Legal Debt Margin	<u>77,354,868</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2021

NET POSITION/FUND BALANCES

Net Position Classifications

Net investment in capital assets was comprised of the following as of April 30, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 16,905,728
Less Capital Related Debt:	
Notes Payable	<u>(1,858,042)</u>
	<u>15,047,686</u>

Fund Balances Classifications

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

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

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

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

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

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCES – Continued

Fund Balances Classifications – Continued

Minimum Fund Balance Policy. The District’s policy manual states that the District’s goal is to maintain an unassigned fund balance level in the General Fund at fiscal year-end sufficient to cover, at a minimum, 10% of operation determined as a percentage of the annual budgeted expenditures.

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

	General	Capital Projects	<u>Nonmajor Foreign Fire Insurance</u>	Totals
Fund Balances				
Nonspendable				
Prepays	\$ 101,421	-	-	101,421
Restricted				
Liability Insurance	118,685	-	-	118,685
Foreign Fire Insurance	-	-	34,001	34,001
	<u>118,685</u>	<u>-</u>	<u>34,001</u>	<u>152,686</u>
Committed				
Future Capital	-	1,686,534	-	1,686,534
Unassigned	<u>1,653,906</u>	<u>-</u>	<u>-</u>	<u>1,653,906</u>
Total Fund Balances	<u>1,874,012</u>	<u>1,686,534</u>	<u>34,001</u>	<u>3,594,547</u>

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the District’s employees. These risks are provided for through insurance from private insurance companies. The District currently reports all its risk management activities in the General Fund. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES

Grants

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

Litigation

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

Financial Impact from COVID-19

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

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The District contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; and the Firefighters' Pension Plan, which is a single-employer, pension plan. A copy of the Firefighters' Pension Plan report may be obtained by writing to the District at 210 East North Street, Elburn, Illinois 60119. IMRF also issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

The aggregate amount recognized for the two pension plans is:

	Net Pension Liabilities	Deferred Outflows	Deferred Inflows	Pension Expenses/ (Revenues)
IMRF	\$ 273,647	65,027	256,628	36,915
Firefighters' Pension	1,145,037	511,892	2,495,426	542,534
	<u>1,418,684</u>	<u>576,919</u>	<u>2,752,054</u>	<u>579,449</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

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

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

Plan Membership. As of December 31, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	6
Inactive Plan Members Entitled to but not yet Receiving Benefits	3
Active Plan Members	<u>2</u>
Total	<u><u>11</u></u>

Contributions. As set by statute, the District’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2021, the District’s contribution was 34.03% of covered payroll.

Net Pension Liability. The District’s net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2020, using the following actuarial methods and assumptions:

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

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	2.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

Discount Rate

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 513,050	273,647	65,922

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2019	\$ 2,944,025	2,471,418	472,607
Changes for the Year:			
Service Cost	15,997	-	15,997
Interest on the Total Pension Liability	205,366	-	205,366
Difference Between Expected and Actual			
Experience of the Total Pension Liability	60,288	-	60,288
Changes of Assumptions	(4,091)	-	(4,091)
Contributions - Employer	-	45,207	(45,207)
Contributions - Employees	-	5,891	(5,891)
Net Investment Income	-	375,512	(375,512)
Benefit Payments, including Refunds			
of Employee Contributions	(238,782)	(238,782)	-
Other (Net Transfer)	-	49,910	(49,910)
Net Changes	38,778	237,738	(198,960)
Balances at December 31, 2020	2,982,803	2,709,156	273,647

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended April 30, 2021, the District recognized pension revenue of \$36,915. At April 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 51,060	-	51,060
Change in Assumptions	-	(2,812)	(2,812)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	-	(253,816)	(253,816)
Total Pension Expense			
to be Recognized in Future Periods	51,060	(256,628)	(205,568)
Pension Contributions Made Subsequent to the Measurement Date	13,967	-	13,967
Total Deferred Amounts Related to IMRF	<u>65,027</u>	<u>(256,628)</u>	<u>(191,601)</u>

\$13,967 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (58,452)
2023	(10,191)
2024	(96,660)
2025	(40,265)
2026	-
Thereafter	<u>-</u>
Total	<u>(205,568)</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters' Pension Plan

Plan Descriptions

Plan Administration. The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The District accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the District President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At April 30, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	7
Inactive Plan Members Entitled to but not yet Receiving Benefits	8
Active Plan Members	<u>28</u>
Total	<u>43</u>

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

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters' Pension Plan – Continued

Plan Descriptions – Continued

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

Contributions. Covered employees are required to contribute 9.455% of their base 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 District is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the District to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2021, the District's contribution was 31.31% of covered payroll.

Significant Investments. At year end, the Pension Plan had no investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) in any one organization that represented 5 percent or more of net plan position available for retirement benefits.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters' Pension Plan – Continued

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.50%
Salary Increases	3.50% to 12.50%
Cost of Living Adjustments	Tier 1: 3.00% Tier 2: 1.25%
Inflation	2.50%

Mortality rates were based on the RP-2000 Combined Healthy Mortality table, sex distinct with a blue-collar adjustment, projected to the valuation date using the Scale BB.

Discount Rate

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan – Continued

Discount Rate Sensitivity

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

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net Pension Liability	\$ 4,194,825	1,145,037	(1,258,601)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2020	\$ 14,324,880	10,578,999	3,745,881
Changes for the Year:			
Service Cost	768,077	-	768,077
Interest on the Total Pension Liability	973,666	-	973,666
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	(345,101)	-	(345,101)
Changes of Assumptions	-	-	-
Contributions - Employer	-	808,982	(808,982)
Contributions - Employees	-	248,343	(248,343)
Contributions -Other	-	3,002,343	(3,002,343)
Net Investment Income	-	-	-
Benefit Payments, including Refunds of Employee Contributions	(226,968)	(226,968)	-
Administrative Expenses	-	(62,182)	62,182
Net Changes	1,169,674	3,770,518	(2,600,844)
Balances at April 30, 2021	15,494,554	14,349,517	1,145,037

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters' Pension Plan – Continued

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

For the year ended April 30, 2021, the District recognized pension expense of \$542,534. At April 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 197,802	(1,088,778)	(890,976)
Change in Assumptions	314,090	(332,698)	(18,608)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(1,073,950)	(1,073,950)
Total Deferred Amounts Related to Firefighters' Pension	<u>511,892</u>	<u>(2,495,426)</u>	<u>(1,983,534)</u>

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (303,943)
2023	(333,240)
2024	(386,953)
2025	(593,994)
2026	(136,045)
Thereafter	<u>(229,359)</u>
Total	<u>(1,983,534)</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The District’s defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the District. RBP is a single-employer defined benefit OPEB plan administered by the District. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the District Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms provide for payment of 100 percent by the retiree of the health insurance premiums for non-Medicare-eligible retirees. Retirees may not continue Employer sponsored insurance in retirement past Medicare eligibility.

Plan Membership. As of April 30, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	-
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>29</u>
Total	<u><u>29</u></u>

Total OPEB Liability

The District’s total OPEB liability was measured as of April 30, 2021, and was determined by an actuarial valuation as of that date.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

Inflation	2.50%
Salary Increases	3.00%
Discount Rate	2.27%
Healthcare Cost Trend Rates	Decreasing 0.2% per year to an ultimate rate of 5.0% for 2028 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate used in the determination of the Total OPEB Liability is based on a combination of the Expected Long-Term Rate of Return on Plan Assets and the municipal bond rate.

Mortality rates were based on the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar adjustment. These rates are improved generationally using MP-2019 improvement rates. The actuarial assumptions used in the April 30, 2021 valuation were based on the results of an actuarial experience study for the period May 1, 2020 to April 30, 2021.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at April 30, 2020	<u>\$ 891,883</u>
Changes for the Year:	
Service Cost	55,816
Interest on the Total OPEB Liability	22,832
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	(69,690)
Changes of Assumptions or Other Inputs	101,422
Benefit Payments	<u>-</u>
Net Changes	<u>110,380</u>
Balance at April 30, 2021	<u><u>1,002,263</u></u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

The discount rate used to measure the total pension liability was 2.27%, while the prior valuation used 2.56%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.27%)	Current Discount Rate (2.27%)	1% Increase (3.27%)
Total OPEB Liability	\$ 1,168,571	1,002,263	865,193

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

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 841,707	1,002,263	1,198,781

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

Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB.

For the year ended April 30, 2021, the District recognized OPEB expense of \$110,380. There are no employer contributions made subsequent to the measurement date.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule of Employer Contributions
 Illinois Municipal Retirement Fund
 Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability
 Illinois Municipal Retirement Fund
 Firefighters' Pension Fund
- Schedule of Investment Returns
 Firefighters' Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
 Retiree Benefits Plan
- Budgetary Comparison Schedule
 General Fund

Notes to the Required Supplementary Information

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2021

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 45,631	\$ 45,631	\$ -	\$ 163,494	27.91%
2017	23,600	36,489	12,889	96,207	37.93%
2018	54,478	54,478	-	117,808	46.24%
2019	65,033	65,033	-	153,422	42.39%
2020	50,081	50,081	-	145,599	34.40%
2021	42,755	42,755	-	125,642	34.03%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note:

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2021

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 570,297	\$ 587,643	\$ 17,346	\$ 2,009,081	29.25%
2016	616,264	633,831	17,567	2,253,425	28.13%
2017	665,174	683,627	18,453	2,314,859	29.53%
2018	782,384	797,473	15,089	2,338,061	34.11%
2019	840,222	855,746	15,524	2,400,764	35.64%
2020	717,269	737,707	20,438	2,581,947	28.57%
2021	798,710	808,982	10,272	2,583,883	31.31%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	10 Years
Asset Valuation Method	Market Value
Inflation	2.50%
Salary Increases	3.50% to 12.50%
Investment Rate of Return	6.50%
Retirement Age	Uniform Distribution from Ages 50-62
Mortality	RP 2000 Combined Healthy Mortality with a blue collar adjustment, projected to the valuation date with Scale BB.

Note:

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability April 30, 2021

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 21,017
Interest	193,520
Differences Between Expected and Actual Experience	145,923
Change of Assumptions	35,613
Benefit Payments, Including Refunds of Member Contributions	<u>(168,109)</u>
Net Change in Total Pension Liability	227,964
Total Pension Liability - Beginning	<u>2,713,660</u>
Total Pension Liability - Ending	<u><u>2,941,624</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 45,631
Contributions - Members	7,357
Contributions - Other	128,486
Net Investment Income	10,766
Benefit Payments, Including Refunds of Member Contributions	<u>(168,109)</u>
Other (Net Transfer)	<u>-</u>
Net Change in Plan Fiduciary Net Position	24,131
Plan Net Position - Beginning	<u>2,210,753</u>
Plan Net Position - Ending	<u><u>2,234,884</u></u>
Employer's Net Pension Liability	<u><u>\$ 706,740</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.97%
Covered Payroll	\$ 163,494
Employer's Net Pension Liability as a Percentage of Covered Payroll	432.27%

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

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020
11,135	10,773	12,571	15,566	15,997
204,112	209,563	205,410	204,561	205,366
37,705	41,103	39,455	25,918	60,288
(77,265)	(88,945)	56,516	-	(4,091)
(216,713)	(223,634)	(233,882)	(231,548)	(238,782)
(41,026)	(51,140)	80,070	14,497	38,778
2,941,624	2,900,598	2,849,458	2,929,528	2,944,025
2,900,598	2,849,458	2,929,528	2,944,025	2,982,803
36,489	46,490	70,026	52,013	45,207
4,329	4,563	6,738	6,818	5,891
-	-	-	-	-
154,286	434,173	(174,300)	451,971	375,512
(216,713)	(223,634)	(233,882)	(231,548)	(238,782)
29,412	(59,772)	75,759	3,316	49,910
7,803	201,820	(255,659)	282,570	237,738
2,234,884	2,242,687	2,444,507	2,188,848	2,471,418
2,242,687	2,444,507	2,188,848	2,471,418	2,709,156
657,911	404,951	740,680	472,607	273,647
77.32%	85.79%	74.72%	83.95%	90.83%
96,207	101,395	149,724	151,512	130,920
683.85%	399.38%	494.70%	311.93%	209.02%

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability April 30, 2021

	<u>4/30/2015</u>
Total Pension Liability	
Service Cost	\$ 642,544
Interest	498,157
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	(433,413)
Change of Assumptions	756,584
Benefit Payments, Including Refunds of Member Contributions	<u>(146,423)</u>
Net Change in Total Pension Liability	1,317,449
Total Pension Liability - Beginning	<u>7,737,172</u>
Total Pension Liability - Ending	<u><u>9,054,621</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 587,643
Contributions - Members	209,664
Contributions - Other	-
Net Investment Income	214,092
Benefit Payments, Including Refunds of Member Contributions	(146,423)
Administrative Expense	<u>(23,838)</u>
Net Change in Plan Fiduciary Net Position	841,138
Plan Net Position - Beginning	<u>5,136,220</u>
Plan Net Position - Ending	<u><u>5,977,358</u></u>
Employer's Net Pension Liability	<u><u>\$ 3,077,263</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.01%
Covered Payroll	\$ 2,009,081
Employer's Net Pension Liability as a Percentage of Covered Payroll	153.17%

Note:

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

4/30/2016	4/30/2017	4/30/2018	4/30/2019	4/30/2020	4/30/2021
674,398	757,525	784,640	685,550	725,446	768,077
629,496	631,057	714,214	748,424	968,079	973,666
-	-	-	-	132,380	-
(1,204,752)	84,165	(152,997)	(112,068)	189,867	(345,101)
5,586	-	(522,634)	448,696	-	-
(88,924)	(238,774)	(202,251)	(193,423)	(193,441)	(226,968)
15,804	1,233,973	620,972	1,577,179	1,822,331	1,169,674
9,054,621	9,070,425	10,304,398	10,925,370	12,502,549	14,324,880
9,070,425	10,304,398	10,925,370	12,502,549	14,324,880	15,494,554
633,831	683,627	797,474	855,746	737,707	808,982
219,528	219,980	220,006	229,980	248,692	248,343
-	-	9,524	8,915	114,545	3,002,343
(114,373)	432,394	380,924	338,090	(349,781)	-
(88,924)	(238,774)	(202,251)	(193,423)	(193,441)	(226,968)
(25,109)	(27,181)	(29,208)	(31,941)	(34,916)	(62,182)
624,953	1,070,046	1,176,469	1,207,367	522,806	3,770,518
5,977,358	6,602,311	7,672,357	8,848,826	10,056,193	10,578,999
6,602,311	7,672,357	8,848,826	10,056,193	10,578,999	14,349,517
2,468,114	2,632,041	2,076,544	2,446,356	3,745,881	1,145,037
72.79%	74.46%	80.99%	80.43%	73.85%	92.61%
2,253,425	2,314,859	2,338,061	2,400,764	2,581,947	2,583,883
109.53%	113.70%	88.81%	101.90%	145.08%	44.31%

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information

Schedule of Investment Returns

April 30, 2021

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	3.39%
2016	(1.82%)
2017	7.31%
2018	4.12%
2019	4.10%
2020	(2.40%)
2021	37.96%

Note:

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

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Retiree Benefits Plan

Required Supplementary Information

Schedule of Changes in the Employer's Total OPEB Liability

April 30, 2021

	2019	2020	2021
Total OPEB Liability			
Service Cost	\$ 45,470	48,511	55,816
Interest	24,758	26,878	22,832
Changes in Benefit Terms	-	-	(69,690)
Differences Between Expected and Actual Experience	-	-	-
Change of Assumptions or Other Inputs	15,332	107,308	101,422
Benefit Payments	-	-	-
Net Change in Total OPEB Liability	85,560	182,697	110,380
Total OPEB Liability - Beginning	623,626	709,186	891,883
Total OPEB Liability - Ending	709,186	891,883	1,002,263
Covered Payroll	\$ 2,095,936	2,863,535	3,321,456
Total OPEB Liability as a Percentage of Covered Payroll	33.84%	31.15%	30.18%

Notes:

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

Changes in assumptions. Changes in assumptions related to the discount rate were made in 2019, 2020 and 2021.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 6,577,961	6,577,961	6,567,631
Intergovernmental			
Personal Property Replacement Taxes	-	-	19,270
Charges for Services			
Ambulance Billings	475,000	475,000	597,021
Plan Review Permits	13,000	13,000	9,114
CPR Classes	3,500	3,500	955
Grants and Donations	27,050	27,050	165,555
Investment Income	31,750	31,750	8,666
Miscellaneous	8,250	8,250	12,792
Total Revenues	<u>7,136,511</u>	<u>7,136,511</u>	<u>7,381,004</u>
Expenditures			
Public Safety			
Payroll	4,155,750	4,155,750	4,299,069
Administrative	279,289	279,289	249,460
Operational	541,495	541,495	418,761
Building and Grounds Maintenance	234,152	234,152	191,500
Insurance	928,300	928,300	754,329
Vehicles, Building and Equipment	1,838,700	1,838,700	17,463
Firefighter's Pension Contribution	789,710	789,710	808,980
Debt Service			
Principal Retirement	-	-	141,958
Interest and Fiscal Charges	-	-	11,874
Total Expenditures	<u>8,767,396</u>	<u>8,767,396</u>	<u>6,893,394</u>
Net Change in Fund Balance	<u>(1,630,885)</u>	<u>(1,630,885)</u>	487,610
Fund Balance - Beginning			<u>1,386,402</u>
Fund Balance - Ending			<u><u>1,874,012</u></u>

OTHER SUPPLEMENTARY INFORMATION

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

Such schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
 - General Fund
 - Capital Projects – Capital Projects Fund

- Budgetary Comparison Schedule – Nonmajor Special Revenue Fund
 - Foreign Fire Insurance – Special Revenue Fund

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

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

SPECIAL REVENUE FUND

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

Foreign Fire Insurance Fund

The Foreign Fire Insurance Fund accounts for the revenues derived from the Foreign Fire Insurance Tax and disbursement of these funds for the benefit, use and maintenance related to the Fire District.

CAPITAL PROJECTS FUND

The Capital Projects Fund accounts for development fees from certain developments within the District for the future construction of a fire and ambulance station and other capital improvements.

PENSION TRUST FUND

Firefighters' Pension Fund

The Firefighters' Pension Fund accounts for the accumulation of resources to be used for retirement annuity payments to employees of the District at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the District at amounts determined by an annual actuarial study.

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Payroll			
Regular Salaries	\$ 3,882,400	3,882,400	4,066,955
457(b) Matching	101,000	101,000	78,952
IMRF	50,000	50,000	42,755
Payroll Taxes	122,350	122,350	110,407
Total Payroll	<u>4,155,750</u>	<u>4,155,750</u>	<u>4,299,069</u>
Administrative			
Legal	35,000	35,000	34,088
Legal Publications	2,500	2,500	1,755
Accounting	26,000	26,000	22,494
Dues and Subscriptions	9,054	9,054	7,537
Telephone	32,900	32,900	36,723
Computer	80,497	80,497	82,071
Firemen's Physical Exams	33,500	33,500	25,491
Administrative - Other	20,050	20,050	12,671
Miscellaneous	39,788	39,788	26,630
Total Administrative	<u>279,289</u>	<u>279,289</u>	<u>249,460</u>
Operational			
Dispatch Services	95,500	95,500	107,099
Training Expenditures	40,770	40,770	25,123
Vehicle Repairs and Parts	85,000	85,000	92,620
Vehicle Operating Expenditures	45,000	45,000	34,286
Paramedic Equipment	85,300	85,300	77,080
Radios and Portables	21,000	21,000	1,925
Equipment Maintenance	20,950	20,950	16,039
Uniforms	68,550	68,550	29,944
Conference and Travel	20,000	20,000	4,950
Fire Signs	6,500	6,500	6,896
Fire Investigations	350	350	-
Fire Prevention	22,075	22,075	7,799
Grant	30,000	30,000	15,000
Community Emergency Preparedness	500	500	-
Total Operational	<u>541,495</u>	<u>541,495</u>	<u>418,761</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Building and Grounds Maintenance			
Natural Gas	\$ 21,000	21,000	17,217
Building Maintenance and Supplies	125,733	125,733	93,313
Electricity	45,300	45,300	40,063
Water	8,865	8,865	8,737
Miscellaneous	33,254	33,254	32,170
Total Building and Grounds Maintenance	<u>234,152</u>	<u>234,152</u>	<u>191,500</u>
Insurance			
General Package	523,800	523,800	463,203
Workers' Compensation	238,000	238,000	227,603
Contingency	166,500	166,500	63,523
Total Insurance	<u>928,300</u>	<u>928,300</u>	<u>754,329</u>
Vehicles, Building and Equipment			
New Equipment	38,700	38,700	17,463
New Vehicles	1,800,000	1,800,000	-
Total Vehicles, Building and Equipment	<u>1,838,700</u>	<u>1,838,700</u>	<u>17,463</u>
Firefighters' Pension Contribution	<u>789,710</u>	<u>789,710</u>	<u>808,980</u>
Debt Service			
Principal Retirement	-	-	141,958
Interest and Fiscal Charges	-	-	11,874
Total Debt Service	<u>-</u>	<u>-</u>	<u>153,832</u>
Total Expenditures	<u>8,767,396</u>	<u>8,767,396</u>	<u>6,893,394</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Investment Income	\$ 18,000	18,000	1,097
Miscellaneous	16,000	16,000	17,818
Total Revenues	<u>34,000</u>	<u>34,000</u>	<u>18,915</u>
Expenditures			
Capital Outlay			
Station Improvements and Land Acquisition	921,376	921,376	544,491
Capital Land and Facilities	2,000,000	2,000,000	2,000,000
Capital Equipment	941,983	941,983	51,772
Total Expenditures	<u>3,863,359</u>	<u>3,863,359</u>	<u>2,596,263</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,829,359)</u>	<u>(3,829,359)</u>	<u>(2,577,348)</u>
Other Financing Sources			
Disposal of Capital Assets	-	-	255,000
Debt Issuance	2,000,000	2,000,000	2,000,000
	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,255,000</u>
Net Change in Fund Balance	<u>(1,829,359)</u>	<u>(1,829,359)</u>	(322,348)
Fund Balance - Beginning			<u>2,008,882</u>
Fund Balance - Ending			<u><u>1,686,534</u></u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Foreign Fire Insurance - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Investment Income	\$ 10	10	8
Miscellaneous	34,560	34,560	39,278
Total Revenues	34,570	34,570	39,286
Expenditures			
Public Safety	73,716	73,716	40,931
Net Change in Fund Balance	<u>(39,146)</u>	<u>(39,146)</u>	(1,645)
Fund Balance - Beginning			<u>35,646</u>
Fund Balance - Ending			<u>34,001</u>

SUPPLEMENTAL SCHEDULES

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Long-Term Debt Requirements

**Notes Payable of 2020
April 30, 2021**

Date of Contract	January 27, 2021
Date of Maturity	June 1, 2025
Original Amount of Contract	\$1,105,000
Interest Rates	3.25%
Interest Dates	February 1 and August 1
Principal Maturity Date	August 1
Payable to	First Midwest Bank Park Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 73,666	35,068	108,734
2023	73,666	32,158	105,824
2024	73,666	29,731	103,397
2025	73,669	27,380	101,049
2026	773,500	8,380	781,880
	<u>1,068,167</u>	<u>132,717</u>	<u>1,200,884</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Long-Term Debt Requirements

**Notes Payable of 2020A
April 30, 2021**

Date of Contract	June 1, 2021
Date of Maturity	April 1, 2023
Original Amount of Contract	\$495,000
Interest Rates	2.05%
Interest Dates	February 1
Principal Maturity Date	June 1
Payable to	First Midwest Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 68,948	5,994	74,942
2023	387,594	2,649	390,243
	<u>456,542</u>	<u>8,643</u>	<u>465,185</u>

ELBURN AND COUNTRYSIDE FIRE PROTECTION DISTRICT, ILLINOIS

Long-Term Debt Requirements

**Notes Payable of 2020B
April 30, 2021**

Date of Contract	January 27, 2021
Date of Maturity	April 1, 2025
Original Amount of Contract	\$400,000
Interest Rates	3.25%
Interest Dates	February 1 and August 1
Principal Maturity Date	August 1
Payable to	First Midwest Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 66,667	5,597	72,264
2023	133,332	7,698	141,030
2024	66,667	2,215	68,882
2025	66,667	722	67,389
	<u>333,333</u>	<u>16,232</u>	<u>349,565</u>