



ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED MARCH 31, 2020

**Lemont Township
Annual Financial Report
For the Year Ended March 31, 2020**

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INDEPENDENT AUDITOR'S REPORT

Selden Fox

Accounting for your future

619 Enterprise Drive | Oak Brook, Illinois 60523 | www.seldenfox.com
p 630.954.1400 | f 630.954.1327 | email@seldenfox.com

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Lemont Township
Lemont, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of **Lemont Township** as of and for the year ended March 31, 2020, and the statements of revenues, expenditures and changes in fund balance – budget and actual for the General Town Fund and the Road and Bridge (Major Special Revenue) Fund and the related notes to the financial statements, which collectively comprise the 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 from 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 entity'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 entity'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 Lemont Township, as of March 31, 2020, and the respective changes in financial position and the respective budgetary comparison for the General Town Fund and the Road and Bridge (Major Special Revenue) Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (pages 3-10), the multiyear schedule of changes in net pension liability and related ratios (pages 44-45), and the multiyear schedule of contributions (page 46) 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 Lemont Township's basic financial statements. The accompanying supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The accompanying supplementary information as listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 accompanying supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Selden Fox, Ltd.

September 29, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Lemont Township
Management's Discussion and Analysis
March 31, 2020**

The Lemont Township provides the following narrative overview and analysis of the Township's financial operations and financial statements for the fiscal year ended March 31, 2020. The following discussion is presented to enable the readers to more fully understand the accompanying audited financial statements. Information in this Management's Discussion and Analysis is shown with comparative totals from the prior year.

Financial Highlights

- The Township's total assets exceeded total liabilities by \$18,037,310 (\$18,359,901 at March 31, 2019). Of the Township's net position at the end of the current and prior year, \$3,520,731 and \$3,516,029, respectively, were available to fund future operations. Of this amount, \$726,647 (\$954,115 at March 31, 2019) is restricted for special revenue fund purposes, and \$2,794,084 (\$2,561,914 at March 31, 2019) is unrestricted.
- The Township has recognized a net pension liability of \$27,429 (\$393,315 at March 31, 2019) in the statement of net position.
- At the close of the current fiscal year, the Township had total capital or infrastructure assets net of depreciation of \$14,516,579 (\$14,843,872 at March 31, 2019).
- The governmental funds reported combined ending fund balance of \$2,687,259, a decrease of \$46,646 or 1.7% from the prior year. Of this amount, \$1,535,112 is unassigned and available for spending at the Township's discretion.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the Lemont Township's basic financial statements. The financial statements have three major components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

The major components of the financial statements are the overall statement of net position and the overall statement of activities. The statement of net position shows the amount that total Township assets exceed total liabilities, which may be considered the current value of net worth for the Township. The statement of activities reflects the overall operations of the Township for the past year excluding revenues from taxes, interest and miscellaneous items. This demonstrates how effectively the Township operates on a business-level model. In simple terms, it shows how the Township would fare as a business, without the support of auxiliary revenues.

Additional required supplementary information includes the schedule of changes in the net pension liability and related ratios, and contributions for the Illinois Municipal Retirement Fund, the Township's state retirement pension fund. Supplementary information includes a combining balance sheet and combining statements for revenues, expenditures and changes in fund balance for nonmajor funds, schedule of revenues, expenditures and changes in fund balance – budget and actual for all of the Township's nonmajor Special Revenue Funds and other financial schedules. These other financial schedules provide additional information on the Township's Debt Service and Capital Projects Funds and long-term debt requirements.

Overview of the Financial Statements (cont'd)

The two main components to the government-wide financial statements are: (1) the statement of net position, and (2) the statement of activities. As discussed before, these are the two major statements that are analyzed in terms of obtaining a broad overview of the finances, value and annual operations of the Township.

The statement of net position is a snapshot as of the end of the fiscal year, illustrating the overall value of the Township. The total net position should be a positive number and can be equated to the Township's total net worth. Over time, increases or decreases in the net position of the Township may serve as a useful indicator of whether the financial position of the Township is improving or deteriorating.

The statement of activities presents information showing how the Township'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 the related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes earned and earned but unused vacation leave).

Both of the government-wide financial statements may be divided into two components: governmental activities, which are operations of the Township primarily supported by tax revenues, and business-type activities, which are those operations intended to be self-supportive, which have no direct attachment to providing Township services other than their own business. All of the Township's operations are considered to be governmental activities.

The government-wide financial statements can be found on pages 11-13.

The fund financial statements provide reporting for the Township's operations at a fund level. A fund is a group of related accounts established for a specific purpose to maintain the control of resources for that purpose. The Township utilizes fund accounting that reports operations categorized by each of their purposes. There are three types of funds: governmental, proprietary and fiduciary. All of the Township's funds are considered to be governmental.

The focus of governmental fund financial statements is narrower than that of the Township-wide financial statements. The fund financial statements provide a more detailed look at the different operating components that comprise the government-wide financial statements. The focus at the fund level is more on current operations and short-term results, whereas the government-wide reporting allows for a greater understanding of the long-term sustainability of the Township. It is useful to compare the two types of statements for the balance sheet and the statement of revenues, expenditures and changes in fund balance to see how current operations reflect upon the long-range value of the Township. Reconciliations between the two types of statements are provided.

The Township maintains six 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 balance for the General Town Fund, the Road and Bridge Fund, and the Debt Service Fund, which are considered to be major funds. Data from the other three funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual funds statements and schedules section of this report. Budgetary comparison statements for the General Town and Road and Bridge Funds are included in the basic financial statements. The basic governmental fund financial statements can be found on pages 14-24.

Overview of the Financial Statements (cont'd)

Notes to the financial statements provide additional information that is needed to gain a full understanding of the Township's financial operations and its reporting. The required supplementary information provides greater detail on the Township's financial operations for all of its major governmental funds, as well as the schedule of funding progress for IMRF. The additional financial schedules provide information valuable in understanding nonmajor funds.

Financial Analysis

Condensed Statement of Net Position

	<u>March 31,</u>	
	<u>2020</u>	<u>2019</u>
Assets:		
Current and other assets	\$ 3,810,274	\$ 3,808,824
Capital assets, less accumulated depreciation	<u>14,516,579</u>	<u>14,843,872</u>
Total assets	<u>18,326,853</u>	<u>18,652,696</u>
Deferred outflows:		
Pension-related	<u>38,813</u>	<u>174,118</u>
Total assets and deferred outflows	<u>18,365,666</u>	<u>18,826,814</u>
Liabilities:		
Other liabilities	96,893	26,737
Noncurrent liabilities:		
Due within one year	-	-
Due in more than one year	<u>27,429</u>	<u>393,315</u>
Total liabilities	<u>124,322</u>	<u>420,052</u>
Deferred inflows:		
Pension-related	<u>204,034</u>	<u>46,861</u>
Total liabilities and deferred inflows	<u>328,356</u>	<u>466,913</u>
Net position:		
Net investment in capital assets	14,516,579	14,843,872
Restricted	726,647	954,115
Unrestricted	<u>2,794,084</u>	<u>2,561,914</u>
Total net position	<u>\$ 18,037,310</u>	<u>\$ 18,359,901</u>

Financial Analysis (cont'd)

The largest component of the assets is capital assets, which are all of the infrastructure or fixed assets for the Township. These include land, infrastructure, buildings, and equipment. These items are now depreciated over their useful lives.

The government-wide assets of the Township total \$18,326,853 (\$18,652,696 at March 31, 2019). The largest portion of the Township's assets reflects its investment in capital assets of \$14,516,579 (\$14,843,872 at March 31, 2019). The total value of land, buildings, infrastructure improvements, equipment and vehicles is reported net of the total accumulated depreciation on these items. The remaining portion of assets (\$3,810,274 and \$3,808,824 at March 31, 2020 and 2019, respectively) is current.

The Township's receivables of \$1,070,410 and \$1,079,841 at March 31, 2020 and 2019, include the property tax receivables for the previous calendar year that will be collected in the upcoming fiscal year. The full 2019 levy has been recognized as revenue in the statement of activities, as it becomes revenue when levied under the full accrual basis of accounting in the government-wide financial statements. The small decrease is attributable to the timing of collections of property taxes from year to year. This treatment results in a reconciling item between the government-wide financial statements and the fund financial statements, which continues to recognize property tax revenue only if it is received within sixty days of year end. The Township had total cash and investments on hand at the end of the year of \$2,739,864 (\$2,728,983 at March 31, 2019).

The Township's liabilities consist of both current (accounts payable) and a noncurrent liability for the net pension liability recognized in accordance with GASB Statement No. 68 of \$27,429 (\$393,315 at March 31, 2019).

Net position totals \$18,037,310, of which \$14,516,579 represents the net amount of the capital assets less outstanding debt used to acquire them (\$18,359,901 and \$14,843,872, respectively, at March 31, 2018). The remaining amount represents the amount of funds the Township would have if all revenues were collected, and all other obligations of the Township were satisfied. As mentioned earlier, this amount is partially restricted for special revenue items, with the remainder unrestricted. The Township is able to report positive balances in all net position categories at March 31, 2020 and 2019.

Financial Analysis (cont'd)

Condensed Statement of Activities

	For the Year Ended March 31,	
	2020	2019
Program revenues:		
Charges for services	\$ 139,639	\$ 130,942
Grants and contributions	15,638	13,879
General revenues:		
Taxes	2,040,758	1,927,736
Unrestricted investment earnings	12,001	11,378
Miscellaneous/other	32,377	99,011
Total revenues	2,240,413	2,182,946
Expenses:		
General government	894,212	906,969
Highways and streets	1,649,147	799,365
Health and welfare	19,645	16,190
Interest on long-term debt	-	828
Total expenses	2,563,004	1,723,352
Changes in net position	(322,591)	459,594
Net position, beginning of the year	18,359,901	17,900,307
Net position, end of the year	\$ 18,037,310	\$ 18,359,901

The government-wide operations are reflected in the statement of activities that reports the overall expenses and revenues for the Township. The major components of the Township's revenues (prior year amounts in parentheses) are the general revenues of \$2,085,139 (\$2,038,125), which consist primarily of property tax revenue of \$1,993,922 (\$1,895,294). With the additional charges for services of \$139,639 (\$130,942) and grants and contributions of \$15,638 (\$13,879), the total government-wide revenues were \$2,240,416 (\$2,182,946).

Governmental activities (prior year amounts in parentheses) of the Township had \$2,563,004 (\$1,723,352) in expenses, as detailed above. The interest expense is on the capital lease obligation which was paid off in the prior year. Within highways and street services expense is depreciation expense of \$379,635 (\$372,158).

The Township's total revenues fell short of expenses by \$322,591 (revenues exceeded expenses by \$459,594 for the year ended March 31, 2019). The expenses include depreciation but not capital asset additions.

The financial analysis of the operations by fund, including a comparison of actual to budget operations, allows for a greater understanding of the overall Township operations. The Township adheres to fund accounting to ensure and comply with all finance related legal requirements for townships. The three major operational funds of the Township, which represent 95.0% of the total revenues, are the General Town, Road and Bridge and Debt Service Funds. The fund financial statements exclude depreciation expense, which is also not a budgeted item.

Financial Analysis (cont'd)

General Town Fund – The General Town Fund’s revenues were budgeted at \$1,074,012, and the Fund’s actual revenues exceeded budgeted expectations by \$28,067. Actual 2020 revenues of \$1,102,079 were an increase of \$13,529 from 2019 revenues. The General Town Fund’s expenditures were \$695,812 less than the budget of \$1,586,853 as management strived to reduce expenses where possible. The biggest savings versus budget were capital outlay as management delayed building work to a future year.

Capital Assets – The Township’s investment in capital assets, net of accumulated depreciation, as of March 31, 2020, amounts to \$14,516,579 (\$14,843,872 as of March 31, 2019). This investment in capital assets includes land, infrastructure, buildings, and equipment. The Township’s net capital assets decreased by \$327,293, as depreciation exceeded additions. Additional information on capital assets can be found at Note IV.B. on page 36.

Long-term Debt – The legal debt limitation (total outstanding general obligation debt) that the Township may have is \$10,000,000. The Township currently has 100% of this amount available. The current debt service levy is limited to \$1,557,022 per year. This amount is available for capital projects on an annual basis or could be used to pay for current or future debt service.

The Township had no outstanding long-term debt at March 31, 2020 and 2019.

Summary and Future Considerations

The Elected Officials and Staff of Lemont Township remain committed to serving the resident of Lemont Township. This has been another busy and challenging year for the Township. We have continued to meet our residents’ needs, remotely and in person, throughout the Covid 19 pandemic.

With consideration of the added financial and personal strains of the COVID 19 pandemic, and the additional strain on the economy, the Township’s Human Service Department has substantially increased its efforts to offer financial, food assistance, and/or other aid to our most vulnerable residents. The private donations of the Lemont Township Family Assistance Fund, along with Township monetary and product donations to the Lemont food pantries, help us to serve the increasing demand.

The Human Service Department continues to support residents with General Assistance, Emergency Assistance, and referrals for Counseling, PLOWS, CEDA, and the Lion’s Club. We address Senior and resident concerns with health care, housing, food, Meals on Wheels, and Benefits Access program enrollment. Although many of our programs have been suspended during the COVID 19 pandemic, we continue to sponsor AARP income tax preparation for seniors and low income members of our community. AARP Safe Drivers courses, Secretary of State’s Rules of the Road courses, various educational events, and Medvan transportation service.

Youth and Family services include: certification of food pantry clients, Thanksgiving food vouchers, Christmas gift program (with the support of entire Lemont community), Birthday Gift Program with the Lemont Junior Woman’s Club, partnering with Lemont Classic Car Club for their Christmas Party for children in need, the Salvation Army Extension & Kettle program raising money for Emergency Assistance, networking with Lemont Police, schools and churches, sponsoring the DARE Program and Kops and Kids with the Lemont Police Department.

Summary and Future Considerations (cont'd)

We continue to offer assistance and work alongside community organizations, clubs, associations, businesses, schools, and residents to reach out to residents in need (either financially, physically, or via the Lemont Open Food Pantries). The department sponsored the Youth Summer Lunch Program and worked with the Lemont Township Medical Reserve Corps in emergency preparations.

The Clerk's Office and front office provides important services to our residents including:

- Dog Park Memberships (40 processed)
- Senior RTA passes
- Handicap Parking Placards (25 processed)
- Notary Service
- Yard waste stickers
- Voter Registrations
- Early Voting Site
- Precinct
- Building Rentals
- Culvert Permit Applications
- Cook County Vehicle Sticker Assistance

In addition to the above, our staff responds to hundreds of calls each month regarding issues outside the jurisdiction of the Township and refers people to the appropriate agency.

The Township's Dial-A-Ride program continues to provide local transportation for seniors and others dependent upon it for transportation within the Township limits. We provided services for a total of 5,012 riders; 28 Adults, 3198 Seniors, 1763 Disabled, 20 Students 8yrs+, and 3 children under 7. The PACE Vanpool 13-passenger bus has allowed us to offer transportation for Senior Trips and Medical Transportation. During the early part of 2020, the transportation program was temporarily suspended due to the pandemic.

Building rentals at the Community Center did well, allowing residents to enjoy memorable family events. Many community organizations and non-profit organizations continue to utilize our facilities at Warner and Alba. We have implemented new restrictions this year due to the upcoming expansion of the Community Center. Warner rentals are restricted to small non-profit groups. The Community Center rentals have been restricted to residents only and the maximum persons allowed has been reduced. This is the fourth year that the Township Office was used as an early voting site in addition to being a precinct. The Warner Office continues to host AARP Tax Preparers and various Human Service Assistance Organizations. Again, due to the pandemic, rentals and programs have been limited or suspended.

The Lemont Park District held nature programs at the Sanctuary. Many residents and school children have enjoyed educational programs on the walking path, highlighting the various plants in our Sanctuary. The Lemont Township Senior Association enjoyed several parties at our Community Center this year. "Central Bark" Dog Park continues to grow in popularity. Photographs taken at the park which can be viewed at "central bark pack" on Facebook. Earth & Day cleanups have continued. The I-Grow Lemont Community Garden provides fresh vegetables for our Food Pantries.

Summary and Future Considerations (cont'd)

Our Open Space Committee and residents from the community are volunteering to share their time and talents to better the Heritage Woodland Sanctuary and our open space program. Pizzo & Associates continued to manage prairies. Our partnership with the Lemont Junior Woman's Club has continued with the annual Scarecrow Fest Contest/Trail.

Again, we are thankful for the partnership with Citgo Lemont Refinery in building this facility; allowing us to deliver more services to our residents through their generous support. The facility was available seven days a week, 365 days per year, until we entered into the pandemic and the subsequent restrictions that were put forth.

Located on the same cell tower, Verizon Wireless provided \$ 20,980 in revenue, and AT&T provided \$16,586. The resulting \$37,566 in annual revenue was used to offset the ongoing maintenance of the 50+ acres Heritage Woodland Sanctuary, thus decreasing the dependence on taxpayers to maintain this wonderful treasure.

The Highway Department worked diligently maintaining our streets and will continue evaluating our roadways and drainage infrastructure. Utilizing Motor Fuel Tax revenue, we were able to complete numerous drainage projects. During the winter months, we utilized 1200 tons of our salt allocation. Working with a mix of employees and contractors allows us to save taxpayers money and get a great deal of work accomplished. We thank Highway Commissioner Mark Labno and his crew, for their commitment and passion to make Lemont Township Highway Department a proud department to serve Lemont.

The Lemont Township Assessor's Office continues to serve the community with property assessments and tax issues that residents may have. This is our local source for assistance to appeal assessed values, apply for Homeowner, Disabled, and Senior Assessment Freeze exemptions. Disabled Veterans with 70% or greater disability will not have to pay property taxes. Those with disability greater than 30% will be eligible for a reduction in the tax; based upon the percent of disability.

The Assessor's office assists residents with analyzing and appealing valuations. The office also processes building permits, maintains a data base containing assessed values, sales and transfers information.

Our Township website enables us to connect our services with our residents and visitors. Our agreement with the Village of Lemont, and LTAP Acquisition, LLC, that allowed the construction of an adventure park "The Forge" on Township Quarry property has begun to materialize.

Our staff, elected officials, and community volunteers have been instrumental in providing the services highlighted here. We are truly a caring community that works together to make Lemont Township the best place to live in Illinois.

Requests for Information – This financial report is designed to provide a general overview of the financial operations of the Lemont Township. Questions concerning any of the information in this report or requests for additional information should be sent to the Township Supervisor, 16020 127th Street, Lemont, Illinois 60439.

BASIC FINANCIAL STATEMENTS

**Lemont Township
Statement of Net Position
March 31, 2020**

Assets	
Cash and investments:	
General checking	\$ 262,912
Money market	2,125,836
Illinois Funds	248,652
Illinois Institutional Trust	<u>102,464</u>
Total cash and investments	2,739,864
Property taxes receivable	1,070,410
Capital assets, not being depreciated	8,288,525
Capital assets, less accumulated depreciation	<u>6,228,054</u>
Total assets	<u>18,326,853</u>
Deferred Outflows of Resources	
Pension-related	<u>38,813</u>
Total assets and deferred outflows of resources	<u>18,365,666</u>
Liabilities	
Accounts payable	96,893
Net pension liability	<u>27,429</u>
Total liabilities	<u>124,322</u>
Deferred Inflows of Resources	
Pension-related	<u>204,034</u>
Total liabilities and deferred inflows of resources	<u>328,356</u>
Net Position	
Net investment in capital assets	14,516,579
Restricted for:	
General assistance	179,446
Tort liability	79,262
Road and bridge services	467,939
Unrestricted	<u>2,794,084</u>
Total net position	<u>\$ 18,037,310</u>

See accompanying notes.

**Lemont Township
Statement of Activities
For the Year Ended March 31, 2020**

Functions/Programs	<u>Expenses</u>	<u>Charges for Services</u>
Governmental activities:		
General government	\$ 894,212	\$ 139,639
Highways and streets	1,649,147	-
Health and welfare	19,645	-
Interest on long-term debt	-	-
Total governmental activities	\$ 2,563,004	\$ 139,639

See accompanying notes.

<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Changes in Net Position</u>
\$ 15,638	\$ -	\$ (738,935)
-	-	(1,649,147)
-	-	(19,645)
-	-	-
<u>\$ 15,638</u>	<u>\$ -</u>	<u>(2,407,727)</u>

General revenues:

Taxes:

Property	1,993,922
Replacement	46,836
Unrestricted investment earnings	12,001
Miscellaneous	<u>32,377</u>

Total general revenues 2,085,136

Changes in net position (322,591)

Net position, beginning of the year 18,359,901

Net position, end of the year \$ 18,037,310

**Lemont Township
Balance Sheet - Governmental Funds
March 31, 2020**

	<u>General Town</u>	<u>Road and Bridge</u>	<u>Debt Service</u>
Assets			
Cash and investments:			
Checking	\$ 218,406	\$ 44,506	\$ -
Money market	1,464,314	480,525	-
Illinois Funds	248,652	-	-
Illinois Institutional Trust	102,464	-	-
	<u>2,033,836</u>	<u>525,031</u>	<u>-</u>
Total cash and investments	2,033,836	525,031	-
Property taxes receivable	418,544	626,913	-
Due from other funds	248,576	169,110	363,146
	<u>2,700,956</u>	<u>\$ 1,321,054</u>	<u>\$ 363,146</u>
Total assets	<u>\$ 2,700,956</u>	<u>\$ 1,321,054</u>	<u>\$ 363,146</u>
Liabilities			
Accounts payable	\$ 16,686	\$ 80,207	\$ -
Due to other funds	750,871	248,576	-
	<u>767,557</u>	<u>328,783</u>	<u>-</u>
Total liabilities	<u>767,557</u>	<u>328,783</u>	<u>-</u>
Deferred Inflows of Resources			
Property taxes	398,287	604,398	-
	<u>1,165,844</u>	<u>933,181</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>1,165,844</u>	<u>933,181</u>	<u>-</u>
Fund Balances			
Restricted for debt service	-	-	363,146
Restricted for general assistance	-	-	-
Restricted for tort liability	-	-	-
Restricted for road and bridge	-	387,873	-
Assigned for capital outlay	-	-	-
Unassigned	1,535,112	-	-
	<u>1,535,112</u>	<u>387,873</u>	<u>363,146</u>
Total fund balances	<u>1,535,112</u>	<u>387,873</u>	<u>363,146</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,700,956</u>	<u>\$ 1,321,054</u>	<u>\$ 363,146</u>

See accompanying notes.

Nonmajor Funds	Totals Governmental Funds
\$ -	\$ 262,912
180,997	2,125,836
-	248,652
-	102,464
180,997	2,739,864
24,953	1,070,410
218,615	999,447
\$ 424,565	\$ 4,809,721
\$ -	\$ 96,893
-	999,447
-	1,096,340
23,437	1,026,122
23,437	2,122,462
-	363,146
185,070	185,070
79,984	79,984
-	387,873
136,074	136,074
-	1,535,112
401,128	2,687,259
\$ 424,565	\$ 4,809,721

**Lemont Township
Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
March 31, 2020**

Total fund balance - governmental funds (page 15)	\$ 2,687,259
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	14,516,579
Revenues are recognized for governmental activities when earned, regardless of when collected, and not deferred on the statement of net position.	1,026,122
Deferred outflows of resources related to the net pension liability are not deferred in the governmental funds.	38,813
Deferred inflows of resources related to the net pension liability are not deferred in the governmental funds.	(204,034)
Pension liability is not due and payable in the current period and, therefore, is not reported in the funds.	<u>(27,429)</u>
Net position of governmental activities (page 11)	<u>\$ 18,037,310</u>

See accompanying notes.

Lemont Township
Combined Statement of Revenues, Expenditures and
Changes in Fund Balance - Governmental Funds
For the Year Ended March 31, 2020

	General Town	Special Revenue Road and Bridge	Debt Service
Revenues:			
Property taxes	\$ 928,289	\$ 1,015,275	\$ -
Replacement taxes	22,615	24,221	-
Interest income	10,617	1,003	-
RTA fees and grants	19,134	-	-
Medvan income	2,845	-	-
Vehicle stickers	1,105	-	-
Senior citizen fees	1,500	-	-
Youth family income	22,430	-	-
Rental income	66,140	-	-
Other income	27,404	5,723	-
	<u>1,102,079</u>	<u>1,046,222</u>	<u>-</u>
Total revenues			
Expenditures:			
General government:			
Administration	340,200	203,085	-
Services	183,798	-	-
Supplies and materials	3,183	-	-
Assessor division	77,395	-	-
Human services	132,760	-	-
Other expenditures	130,161	-	-
Road division	-	37,124	-
Building division	-	29,694	-
Equipment division	-	90,119	-
Permanent road improvements	-	961,830	-
Home relief	-	-	-
Liability insurance	-	-	-
Capital outlay	23,544	-	-
	<u>891,041</u>	<u>1,321,852</u>	<u>-</u>
Total expenditures			
Revenues over (under) expenditures			
	211,038	(275,630)	-
Fund balance, beginning of the year	<u>1,324,074</u>	<u>663,503</u>	<u>363,146</u>
Fund balance, end of the year	<u>\$ 1,535,112</u>	<u>\$ 387,873</u>	<u>\$ 363,146</u>

See accompanying notes.

Nonmajor Funds	Totals Governmental Funds
\$ 72,418	\$ 2,015,982
-	46,836
381	12,001
-	19,134
-	2,845
-	1,105
-	1,500
-	22,430
37,566	103,706
3,807	36,934
114,172	2,262,473
9,147	552,432
-	183,798
-	3,183
-	77,395
-	132,760
-	130,161
-	37,124
-	29,694
-	90,119
-	961,830
10,498	10,498
39,531	39,531
37,050	60,594
96,226	2,309,119
17,946	(46,646)
383,182	2,733,905
\$ 401,128	\$ 2,687,259

**Lemont Township
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balance of
Governmental Funds to the Statement of Activities
For the Year Ended March 31, 2020**

Amounts reported for governmental activities in the statement of activities (pages 12 and 13) are different because:

Net changes in fund balance - total governmental funds (page 18)	\$ (46,646)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the current period.	(327,293)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(22,060)
Outflows related to the net pension liability, as well as the change in the net pension liability, are not due and payable in the current period and, therefore, are not reported in the funds.	73,408
Changes in net position of governmental activities (page 13)	<u>\$ (322,591)</u>

See accompanying notes.

**Lemont Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2020**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 926,712	\$ 926,712	\$ 928,289	\$ 1,577
Replacement tax	16,000	16,000	22,615	6,615
Interest income	10,000	10,000	10,617	617
RTA bus fees	-	-	3,496	3,496
RTA bus grant	20,000	20,000	15,638	(4,362)
Medvan income	-	-	2,845	2,845
Vehicle stickers	1,700	1,700	1,105	(595)
Senior citizen fees	-	-	1,500	1,500
Youth and family income	20,000	20,000	22,430	2,430
Rental income	64,600	64,600	66,140	1,540
Other income	15,000	15,000	27,404	12,404
Total revenues	1,074,012	1,074,012	1,102,079	28,067
Expenditures:				
Administration:				
Supervisor salary	22,850	22,850	20,333	2,517
Clerk salary	13,640	13,640	12,200	1,440
Highway commissioner salary	17,610	17,610	15,758	1,852
Trustees' salary	7,390	7,390	6,300	1,090
Township administrator	57,610	57,610	51,174	6,436
Secretaries/facility managers	66,030	66,030	58,951	7,079
FICA/Medicare	35,620	35,620	31,517	4,103
Major medical insurance	108,180	108,180	95,193	12,987
Group life insurance	1,720	1,720	1,512	208
IMRF expense	-	-	43,371	(43,371)
Payroll service	4,290	4,290	3,891	399
Total administration	334,940	334,940	340,200	(5,260)
Services:				
Audit	6,400	6,400	5,832	568
Bank service charge	5,800	5,800	3,180	2,620
Building operations	62,300	62,300	51,722	10,578
Computer support	2,400	2,400	2,164	236

(cont'd)

**Lemont Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2020**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Services (cont'd):				
Dues	\$ 5,000	\$ 5,000	\$ 4,263	\$ 737
Equipment maintenance	2,200	2,200	1,986	214
Legal services	38,600	38,600	35,471	3,129
Miscellaneous	35,500	35,500	37,156	(1,656)
Postage	-	-	8	(8)
Printing	100	100	86	14
Telephone	3,200	3,200	2,734	466
Travel and training	2,200	2,200	1,851	349
Utilities	43,200	43,200	36,240	6,960
Vehicle stickers	1,700	1,700	1,105	595
Total services	208,600	208,600	183,798	24,802
Supplies and materials:				
Office supplies	3,700	3,700	3,183	517
Total supplies and materials	3,700	3,700	3,183	517
Assessor division:				
Assessor/secretary salary	82,990	82,990	73,796	9,194
Office supplies	4,100	4,100	3,508	592
Travel and training	100	100	91	9
Total assessor division	87,190	87,190	77,395	9,795
Human services:				
Salaries	87,940	87,940	77,055	10,885
Travel and training	400	400	341	59
DARE/youth program	12,000	12,000	2,669	9,331
Handicap vehicle program	4,000	4,000	6,220	(2,220)
Senior program	4,000	4,000	5,418	(1,418)
Counseling services	1,000	1,000	278	722

(cont'd)

**Lemont Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2020**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Human services (cont'd):				
Family assistance	\$ 16,750	\$ 16,750	\$ 36,942	\$ (20,192)
Operating supplies	4,650	4,650	3,837	813
Total human services	130,740	130,740	132,760	(2,020)
Other expenditures:				
LEMA contribution	24,000	24,000	25,000	(1,000)
Marketing	9,700	9,700	8,266	1,434
Transportation – RTA dial-a-ride	12,500	12,500	14,976	(2,476)
Transportation – PACE salaries	73,283	73,283	79,526	(6,243)
Transportation – PACE bus	6,000	6,000	2,393	3,607
Total other expenditures	125,483	125,483	130,161	(4,678)
Capital outlay:				
Building	675,000	675,000	-	675,000
Building improvements	10,000	10,000	14,000	(4,000)
Office equipment	11,200	11,200	9,544	1,656
Total capital outlay	696,200	696,200	23,544	672,656
Total expenditures	1,586,853	1,586,853	891,041	695,812
Revenues over (under) expenditures	\$ (512,841)	\$ (512,841)	211,038	\$ 723,879
Fund balance, beginning of the year			1,324,074	
Fund balance, end of the year			\$ 1,535,112	

See accompanying notes.

**Lemont Township
Road and Bridge Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2020**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 1,138,091	\$ 1,138,091	\$ 249,613	\$ (888,478)
Permanent road property tax	-	-	765,662	765,662
Replacement tax	19,000	19,000	24,221	5,221
Interest	400	400	1,003	603
Other income	4,100	4,100	5,123	1,023
Culvert fees	200	200	600	400
Total revenues	1,161,791	1,161,791	1,046,222	(115,569)
Expenditures:				
Administration:				
Administrative salary	41,330	41,330	42,839	(1,509)
Travel	350	350	266	84
Audit	-	-	5,832	(5,832)
Legal services	10,000	10,000	79,924	(69,924)
FICA/Medicare	16,660	16,660	17,191	(531)
Dues	2,100	2,100	1,578	522
IMRF	6,130	6,130	18,487	(12,357)
Major medical insurance	22,000	22,000	27,810	(5,810)
Office supplies	2,480	2,480	1,858	622
Insurance	3,000	3,000	378	2,622
Bank service charges	110	110	81	29
Payroll service	3,610	3,610	2,710	900
Miscellaneous	5,110	5,110	4,131	979
Total administration	112,880	112,880	203,085	(90,205)
Road division:				
Street lighting	30,000	30,000	26,685	3,315
Gas and oil	12,500	12,500	10,439	2,061
Total road division	42,500	42,500	37,124	5,376

(cont'd)

Lemont Township
Road and Bridge Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Building division:				
Supplies	\$ 30,000	\$ 30,000	\$ 21,250	\$ 8,750
Utilities	11,240	11,240	8,444	2,796
Total building division	41,240	41,240	29,694	11,546
Equipment division:				
Equipment repairs	11,000	11,000	10,733	267
Supplies	44,000	44,000	35,004	8,996
Capital outlay	50,000	50,000	44,382	5,618
Total equipment division	105,000	105,000	90,119	14,881
Permanent road improvements:				
Maintenance service	788,000	788,000	738,909	49,091
Labor	176,380	176,380	181,882	(5,502)
Maintenance supplies	42,000	42,000	41,039	961
Total permanent road improvements	1,006,380	1,006,380	961,830	44,550
Total expenditures	1,308,000	1,308,000	1,321,852	(13,852)
Revenues under expenditures	\$ (146,209)	\$ (146,209)	(275,630)	\$ (129,421)
Fund balance, beginning of the year			663,503	
Fund balance, end of the year			\$ 387,873	

See accompanying notes.

Lemont Township
Notes to the Financial Statements

I. Summary of Significant Accounting Policies

A. The Reporting Entity

The Lemont Township (“Township”) is duly organized and existing under the provisions of the laws of the state of Illinois and is operating under the provisions of the Township Code of the State of Illinois. The Township is governed by an elected Board of a Township Supervisor and four Township Trustees. The Township includes all funds of its governmental operations and its component units based on financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will and fiscal dependency. The accompanying financial statements include only those funds of the Township, as there are no other organizations for which it has financial accountability.

The accounting policies and financial statements of Lemont Township conform to accounting principles generally accepted in the United States of America as applicable to governments. Following is a summary of the more significant policies.

B. Government-wide and Fund Financial Statements

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

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

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

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

Lemont Township
Notes to the Financial Statements (cont'd)

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

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

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recorded only when the payment is due.

Property taxes and interest earned are susceptible to accrual. Replacement income tax collected and held by the State of Illinois at year end on behalf of the Township is also recognized as revenue. Other receipts become measurable and available when cash is received and are recognized at that time. The Township reports the following major governmental funds:

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

Road and Bridge Fund – The Road and Bridge Fund accounts for the activities associated with the maintenance and repair of Township roads, including snow removal, weed control, culvert permits, road signs and light pole replacement.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

Use of Estimates – The preparation of governmental-wide financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenue and expenses during the accounting period. Accounting estimates made by the Township include: (1) determining the allowance for uncollectible property taxes, (2) establishing the useful lives for capital assets, and (3) actuarial assumptions used in the calculation of the net pension liability.

Lemont Township
Notes to the Financial Statements (cont'd)

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

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity

1. Deposits and Investments

The Township's cash and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Statutes authorize the Township to invest in the following:

- Bonds, notes, certificates of indebtedness, Treasury bills or other securities which are guaranteed by the full faith and credit of the United States as to principal and interest.
- Bonds, notes, debentures or similar obligations of the United States of America or its agencies.
- Savings accounts, certificates of deposit, time accounts, or other investments constituting direct obligations of a bank as defined by the Illinois Banking Act.
- Securities legally issuable by savings and loan associations incorporated under the laws of any state of the United States of America. Share accounts and share certificates of a credit union chartered under the laws of the state of Illinois or United States of America, provided the principal office of the credit union is located within the State of Illinois. Short-term discount obligations of the Federal National Mortgage Association (FNMA). Investments may be made only in financial institutions which are insured by either the Federal Deposit Insurance Corporation or other applicable law for credit unions.
- Short-term obligations (maturing within 180 days of date of purchase) of corporations with assets exceeding five hundred million dollars (\$500,000,000). Such obligations must be rated, at the time of purchase, at one of the three highest classifications established by at least two standard rating services. This type of obligation is limited to one-third of the Township's funds available for investment and cannot exceed 10% of the corporation's outstanding obligation.

Lemont Township
Notes to the Financial Statements (cont'd)

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

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

1. Deposits and Investments (cont'd)

- Money market mutual funds, registered under the Investment Company Act of 1940, which invest only in bonds, notes, certificates of indebtedness, Treasury bills, and other securities which are guaranteed by the full faith and credit of the United States of America as to principal and interest and agrees to repurchase such obligations.
- Repurchase agreements of government securities subject to The Government Securities Act of 1986.
- Illinois Funds and Illinois Institutional Investment Trust. The Illinois Treasurer's Office has regulatory oversight for the Illinois Funds.

Investments with maturities of one year or more from the date of purchase are stated at fair value based on quoted market prices. Investments with maturities of one year or less from the date of purchase are stated at amortized cost. All other investments, which do not consider market rates, are stated at cost. Investment income has been allocated to each fund based on investments held by the fund.

2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (the current portion of interfund loans), or "advances to/from other funds" (the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Advances between funds are offset by a fund balance reserve account to indicate that they are not available for appropriation and are not expendable available resources.

The Township's property taxes are required to be levied by ordinance. A certified copy of the levy ordinance must be filed with the county clerk no later than the last Tuesday in December of each year. Taxes are due and collectible one-half on February 1 and one-half on September 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1.

Lemont Township
Notes to the Financial Statements (cont'd)

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

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

2. Receivables and Payables (cont'd)

Property taxes are based on the assessed valuation of the Township's real property as equalized by the State of Illinois. The equalized assessed valuation of real property totaled \$899,052,464 for the calendar year 2019. An allowance for uncollected taxes of 3 - 5% of the uncollected 2019 levy was recorded at March 31, 2020.

3. Capital Assets

Capital assets, which include property, plant and equipment and infrastructure assets, are reported in the government-wide financial statements. The Township defines capital assets as assets with an initial cost of more than \$2,500 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of governmental activities is not capitalized.

Property, plant and equipment of the primary government are depreciated using the straight-line method, over the following estimated useful lives:

Infrastructure	25 years
Buildings	40 years
Land improvements	20 years
Equipment and vehicles	7 years

4. Deferred Outflows of Resources

Deferred outflows of resources are defined as a consumption of net assets by the government that is applicable to a future reporting period; they increase net position, similar to assets. Note V.A. provides further detail on the components of deferred outflow of resources.

Lemont Township
Notes to the Financial Statements (cont'd)

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

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

5. Compensated Absences

The Township has no vested or accumulated vacation or sick leave as of March 31, 2020.

6. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using a straight-line method that approximates the interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as general government expenses.

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

7. Deferred Inflow of Resources

Deferred inflows of resources are defined as the receipt of net assets by the government that is applicable to a future reporting period; they decrease net position, similar to liabilities. Note V.A. provides further detail on the components of deferred inflows of resources.

In the governmental fund financial statements, property tax revenues are recorded on the "deferred method." Because of the extraordinarily long period of time between the levy date and the receipt of tax distributions from the county collector, property taxes are not "available" to finance the current year's expenditures. For those funds on the modified accrual basis of accounting, the current year's tax levy is recorded as property taxes receivable and a deferred inflow of resources.

Lemont Township
Notes to the Financial Statements (cont'd)

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

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

8. Fund Equity and Net Position

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

- Net investment in capital assets – consists of capital assets, net of accumulated depreciation and related debt.
- Restricted net position – consists of net position with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted net position – consists of all other net position that does not meet the definition of restricted or invested in capital assets.

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

In the fund financial statements, governmental funds report fund balance as either nonspendable or spendable. Spendable fund balance is further classified as restricted, committed, assigned or unassigned, based on the relative strength of the constraints that control how specific amounts can be spent.

Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. The fund balances for the special revenue and debt service funds are considered restricted, as the source of these fund balances are dedicated property tax revenues.

Committed fund balance is constrained by formal actions, in the form of ordinances, of the Township's Board of Trustees, which is considered the Township's highest level of decision making authority. The modification to or rescinding of a fund balance must be done by passage of an ordinance by the Board of Trustees. The Township has no committed fund balance.

Assigned fund balance represents amounts constrained by the Township's intent to use them for a specific purpose. Assignments are made at the Board level. The fund balance in the Capital Projects Fund is considered assigned for the purpose of the fund. The fund balance in the General Fund is considered unassigned.

Lemont Township
Notes to the Financial Statements (cont'd)

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

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

8. Fund Equity and Net Position (cont'd)

The Township has not adopted a fund balance policy that identifies a certain individual(s) with the authority to assign fund balance. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Township considers restricted funds to have been spent first in the General Fund and unrestricted funds to have been spent first in the other funds.

When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Township considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds. All annual appropriations lapse at fiscal year end.

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

- The Combined Budget and Appropriations Ordinance is prepared in tentative form by the Township Supervisor and is made available for public inspection thirty days prior to final Board action. A public hearing is held on the tentative Combined Budget and Appropriations Ordinance to obtain taxpayer comments.
- Prior to July 1, the Budget and Appropriations Ordinance is legally enacted.

Lemont Township
Notes to the Financial Statements (cont'd)

II. Stewardship, Compliance and Accountability (cont'd)

A. Budgetary Information (cont'd)

- The Board of Township Trustees may:
 - Amend the Budget and Appropriations Ordinance in the same manner as its original enactment.
 - Transfer between items of any fund not exceeding in the aggregate ten percent (10%) of the total amount appropriated in such fund.
 - After six months of the fiscal year, by two-thirds vote, transfer any appropriation item it anticipates being unexpended to any other appropriation item.

Management cannot amend the Budget and Appropriations Ordinance; however, expenditures may exceed appropriations at the subobject level. The Board of Trustees, as outlined above, must approve expenditures that exceed individual appropriations at the object level. The Board approved amendments to the current year budget.

The Township does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system, in accordance with various legal requirements, which govern the Township.

B. Excess of Expenditures Over Appropriations

Expenditures exceeded appropriations at the object level as follows:

	<u>Appropriation</u>	<u>Actual</u>	<u>Excess</u>
General Town Fund:			
Administration	\$ 334,940	\$ 340,200	\$ 5,260
Human Services	130,740	132,760	2,020
Other Expenditures	125,483	130,161	4,678
Road and Bridge Fund:			
Administration	112,880	203,085	90,205
Tort Liability Fund:			
Tort liability insurance	18,250	39,531	21,281

The excess was funded out of existing fund balances.

Lemont Township
Notes to the Financial Statements (cont'd)

III. Reconciliation of Government-wide and Fund Financial Statements

The governmental fund statement of revenues, expenditures and changes in fund balance includes reconciliation between net changes in fund balance – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains: “Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$(327,293) are as follows:

Capital outlay	\$ 52,342
Depreciation expense	<u>(379,635)</u>
Net adjustment to decrease net change in fund balance – total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 327,293</u>

IV. Detailed Notes for All Fund Types and Account Groups

A. Deposits and Investments

Deposits – At year end, the carrying amount of the Township’s deposits was \$2,388,748, and the bank balance was \$2,411,066 of which \$2,161,066 was uninsured and uncollateralized. In addition, the Township has funds on deposit with Illinois Institutional Investors Trust and Illinois Funds. The Township’s carrying amount of the Illinois Institutional Investors Trust investment was \$102,464, consisting of a money market account. The Township’s carrying amount of the Illinois Funds investment was \$248,652. Both investments meet the criteria contained in GASB Statement No. 79, *Certain Investment Pools and Pool Participants*. This allows both Illinois Institutional Investors Trust and Illinois Funds and those local governments investing in these funds to measure its investment at amortized cost. The criteria contained in GASB Statement No. 79 address (1) how the pool interacts with participants, (2) requirements for portfolio maturity, quality, diversification and liquidity, and (3) calculation and requirements of a shadow price.

Lemont Township
Notes to the Financial Statements (cont'd)

IV. Detailed Notes for All Fund Types and Account Groups (cont'd)

A. Deposits and Investments (cont'd)

Interest Rate Risk – This is the risk that changes in the market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Township does not have a formal investment policy regarding interest rate risk, however, the Township does manage its interest rate risk by structuring its investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by limiting the amount invested for more than a short term.

Credit Risk – Generally, credit risk is the risk that an issuer of a debt-type instrument will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. The Township's investments in both the Illinois Institutional Investors Trust and the Illinois Funds are rated "AAAm" by Standard & Poor's.

Custodial Credit Risk – The Township does not have a policy that directly addresses custodial credit risk. For deposits, this is the risk that, in the event of a bank failure, a government will not be able to recover its deposits. Township deposits with financial institutions are subject to custodial credit risk to the extent balances on deposit with a financial institution exceed federally insured limits.

The Township invests in the Illinois Institutional Investors Trust, a money market fund that invests in high quality short-term U.S. debt securities. The Township also invests in the Illinois Funds, a money market fund in which the funds of individual participants are pooled together and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U.S. Treasury, fully collateralized time deposits in Illinois financial institutions, collateralized repurchase agreements, and in Treasury mutual funds that invest in U.S. Treasury obligations and collateralized repurchase agreements. The individual participants in the Illinois Funds maintain separate investment accounts representing a proportionate share of the pool assets and its respective collateral; therefore, no collateral is identified with each individual participant's account.

Lemont Township
Notes to the Financial Statements (cont'd)

IV. Detailed Notes for All Fund Types and Account Groups (cont'd)

B. Capital Assets

Capital asset activity for the year ended March 31, 2020, was as follows:

	Balance April 1, 2019	Additions	Retirements/ Adjustments	Balance March 31, 2020
Governmental Activities				
Capital assets, not being depreciated – land	\$ 8,288,525	\$ -	\$ -	\$ 8,288,525
Capital assets, being depreciated:				
Infrastructure	16,680,144	-	-	16,680,144
Land improvements	1,448,791	-	-	1,448,791
Buildings	4,311,849	-	-	4,311,849
Equipment/vehicles	1,362,576	52,342	73,183	1,341,735
Total capital assets being depreciated	23,803,360	52,342	73,183	23,782,519
Less accumulated depreciation for:				
Infrastructure	14,297,155	116,620	-	14,413,775
Land improvements	795,798	72,439	-	868,237
Buildings	1,103,746	107,797	-	1,211,543
Equipment/vehicles	1,051,314	82,779	73,183	1,060,910
Total accumulated depreciation	17,248,013	379,635	73,183	17,554,465
Total capital assets, being depreciated, net	6,555,347	(327,293)	-	6,228,054
Governmental activities' capital assets, net	\$ 14,843,872	\$ (327,293)	\$ -	\$ 14,516,579

Depreciation expense was included with highways and streets expense in the statement of activities.

Lemont Township
Notes to the Financial Statements (cont'd)

IV. Detailed Notes for All Fund Types and Account Groups (cont'd)

C. Interfund Receivables and Payables

The composition of interfund balances as of March 31, 2020, is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Town	Road and Bridge	\$ 248,576
Road and Bridge	General Town	169,110
Debt Service	General Town	363,146
Nonmajor Governmental	General Town	218,615
		\$ 999,447

The Township anticipates refunding the interfund balances through future tax revenues or budgeted transfers.

A. Employee Retirement System

General Information About the Pension Plan

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

At December 31, 2019, the IMRF Plan membership consisted of:

Retirees and beneficiaries	7
Inactive, non-retired members	2
Active members	11
Total	20

Lemont Township
Notes to the Financial Statements (cont'd)

V. Other Information

A. Employee Retirement System (cont'd)

General Information About the Pension Plan (cont'd)

Benefits Provided – IMRF provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011, who retire at or after age 60 with 8 years of service, are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent of each year thereafter. Employees with at least 8 years of service may retire at or after age 55 and receive a reduced benefit. For participating members hired on or after January 1, 2011, who retire at or after age 67 with 10 years of service, are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of \$115,929 and \$114,952 at January 1, 2020 and 2019, respectively. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits.

Contributions – Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Township is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution and annual required contribution rate for calendar year 2020 and 2019 were 11.62 percent and 11.30 percent, respectively. The Township's contribution to the Plan totaled \$61,859 in the current fiscal year which was equal to its annual required contribution.

Lemont Township
Notes to the Financial Statements (cont'd)

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

A. **Employee Retirement System** (cont'd)

General Information About the Pension Plan (cont'd)

Net Pension Liability

The Township's net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Valuation and Assumptions – The actuarial assumptions used in the December 31, 2019, valuation were based on an actuarial experience study for the period January 1, 2014 – December 31, 2016, using the entry age normal actuarial cost method. The total pension liability in the December 31, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.35% to 14.25%
Investment rate of return	7.25%
Post-retirement benefit increase:	
Tier 1	3.0%-simple
Tier 2	lesser of 3.0%-simple or ½ increase in CPI

The actuarial value of IMRF assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at March 31, 2020, was 24 years.

Mortality Rates – For non-disabled lives, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF projection experience. For disabled retirees, an IMRF specific mortality table was used with fully generational scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that was applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Lemont Township
Notes to the Financial Statements (cont'd)

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

A. **Employee Retirement System** (cont'd)

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

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Equities	37%	5.75%
International equities	18%	6.50%
Fixed income	28%	3.25%
Real estate	9%	5.20%
Alternatives:	7%	
Private equity		7.60%
Hedge funds		N/A
Commodities		3.60%
Cash equivalents	1%	1.85%

Discount Rate – The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that Township contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees for the next 99 years. Therefore, the long-term expected rate of return on pension plan investments (7.25%) was applied to the next 99 periods of projected benefit payments, and then the municipal bond rate of 2.75% (based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date) was utilized, resulting in a single discount rate of 7.25% being used to determine the total pension liability.

Lemont Township
Notes to the Financial Statements (cont'd)

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

A. **Employee Retirement System** (cont'd)

Net Pension Liability (cont'd)

Changes in Net Pension Liability

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset) Liability
Balances 12/31/18	\$ 2,008,029	\$ 1,614,714	\$ 393,315
Changes for the year:			
Service cost	56,129	-	56,129
Interest	144,486	-	144,486
Differences between expected and actual experience	(169,645)	-	(169,645)
Changes in assumptions	-	-	-
Contributions - employer	-	60,864	(60,864)
Contributions - employee	-	24,997	(24,997)
Net investment income	-	289,894	(289,894)
Benefit payments, including refunds of employee contributions	(86,368)	(86,368)	-
Other changes	-	21,101	(21,101)
	\$ 1,952,631	\$ 1,925,202	\$ 27,429
Balances 12/31/19	\$ 1,952,631	\$ 1,925,202	\$ 27,429

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension (asset) liability	\$ 228,238	\$ 27,429	\$ (143,655)

Lemont Township
Notes to the Financial Statements (cont'd)

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

A. **Employee Retirement System** (cont'd)

Changes in Net Pension Liability (cont'd)

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

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

For the year ended March 31, 2020, the Township recognized pension income of \$11,552 in the government-wide financial statements. At December 31, 2019, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
Differences between expected and actual experience	\$ 3,550	\$ 126,779	\$ (123,229)
Changes in assumptions	18,749	12,915	5,834
Net difference between projected and actual earnings on pension plan investments	<u>-</u>	<u>64,340</u>	<u>(64,340)</u>
Subtotal	22,299	204,034	(181,735)
Contributions subsequent to the measurement date	<u>16,514</u>	<u>-</u>	<u>16,514</u>
Total	<u>\$ 38,813</u>	<u>\$ 204,034</u>	<u>\$ (165,221)</u>

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

Year Ending March 31,

2021	\$ 66,727
2022	65,974
2023	14,617
2024	<u>34,417</u>
Total	<u>\$ 181,735</u>

Lemont Township
Notes to the Financial Statements (cont'd)

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

B. **Risk Management**

The Township is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; or acts of God.

The Township is a member of the Township Officials of Illinois Risk Management Association (TOIRMA), which provides sufficient coverage to reduce the risk of any material loss. There have been no significant reductions in coverage in the current year, and there have been no settlements in excess of coverage in the past three years. The Township made an annual contribution of \$37,516 during the year ended March 31, 2020. The Township received a dividend from TOIRMA of \$5,455 in the current year allocated between the General Town Fund (\$2,073) and the Road and Bridge Fund (\$3,382).

C. **Risks and Uncertainties**

In January 2020, the World Health Organization has declared the outbreak of a novel coronavirus (COVID-19) as a "Public Health Emergency of International Concern". COVID-19 has continued to spread throughout the world and has adversely impacted global commercial activity. During the COVID-19 pandemic, our services have been considered essential in nature and have not been interrupted. As the situation continues to evolve, we are closely monitoring the impact of COVID-19 on all aspects of our business, including our vendors and employees. We believe the ultimate impact on our operating results, cash flows and financial condition is likely to be determined by factors which are uncertain, unpredictable and outside of our control.

REQUIRED SUPPLEMENTARY INFORMATION

**Lemont Township
Illinois Municipal Retirement Fund
Required Supplementary Information - Multiyear Schedule
of Changes in Net Pension Liability and Related Ratios
Last Ten Calendar Years***

	2019
Total pension liability:	
Service cost	\$ 56,129
Interest on the total pension liability	144,486
Benefit changes	-
Difference between expected and actual changes	(169,645)
Assumption changes	-
Benefit payments and refunds	(86,368)
	(55,398)
Net change in total pension liability	(55,398)
Total pension liability - beginning	2,008,029
Total pension liability - ending	\$ 1,952,631
Plan fiduciary net position:	
Employer contributions	\$ 60,864
Employee contributions	24,997
Pension plan net investment income	289,894
Benefit payments and refunds	(86,368)
Other	21,101
	310,488
Net change in plan fiduciary net position	310,488
Plan fiduciary net position - beginning	1,614,714
Plan fiduciary net position - ending	\$ 1,925,202
Net pension liability	\$ 27,429
Plan fiduciary net position as a percentage of total pension liability	98.60%
Covered valuation payroll	\$ 538,629
Net pension liability as a percentage of covered valuation payroll	5.09%

* The Township adopted GASB 68 in the fiscal year ended March 31, 2016, and will build a ten-year history prospectively.

See independent auditor's report.

2018	2017	2016	2015
\$ 48,322	\$ 50,923	\$ 53,892	\$ 50,848
138,731	133,563	122,884	111,899
-	-	-	-
(15,523)	10,690	17,634	35,371
47,975	(57,076)	(32,651)	16,676
(74,119)	(61,674)	(50,087)	(45,787)
145,386	76,426	111,672	169,007
1,862,643	1,786,217	1,674,545	1,505,538
<u>\$ 2,008,029</u>	<u>\$ 1,862,643</u>	<u>\$ 1,786,217</u>	<u>\$ 1,674,545</u>
\$ 59,401	\$ 52,206	\$ 51,544	\$ 53,183
21,131	19,100	19,410	19,085
(86,675)	248,117	93,091	6,676
(74,119)	(61,674)	(50,087)	(45,787)
21,686	(33,362)	5,008	(25,102)
(58,576)	224,387	118,966	8,055
1,673,290	1,448,903	1,329,937	1,321,882
<u>\$ 1,614,714</u>	<u>\$ 1,673,290</u>	<u>\$ 1,448,903</u>	<u>\$ 1,329,937</u>
<u>\$ 393,315</u>	<u>\$ 189,353</u>	<u>\$ 337,314</u>	<u>\$ 344,608</u>
<u>80.41%</u>	<u>89.83%</u>	<u>81.12%</u>	<u>79.42%</u>
<u>\$ 469,572</u>	<u>\$ 424,441</u>	<u>\$ 431,338</u>	<u>\$ 424,103</u>
<u>83.76%</u>	<u>44.61%</u>	<u>78.20%</u>	<u>81.26%</u>

**Lemont Township
Illinois Municipal Retirement Fund
Required Supplementary Information -
Multiyear Schedule of Contributions - Last 10 Fiscal Years*
March 31, 2020**

Fiscal Year Ended March 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2020	\$ 61,859	\$ 61,859	\$ -	\$ 543,387	11.38 %
2019	59,604	59,604	-	469,572	12.69
2018	53,456	53,456	-	431,157	12.40
2017	52,989	52,989	-	440,072	12.04
2016	53,310	53,310	-	428,926	12.43

Notes to Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll (Closed)
Remaining Amortization Period	24 Years
Asset Valuation Method	5-Year Smoothed Market; 20% Corridor
Wage Growth	3.25%
Inflation	2.50%
Salary Increases	3.35% to 14.25% Including Inflation
Investment Rate of Return	7.5%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

* The Township adopted GASB 68 in the fiscal year ended March 31, 2016, and will build a ten-year history prospectively.

See independent auditor's report.

SUPPLEMENTARY INFORMATION

**Lemont Township
Combining Balance Sheet -
Nonmajor Governmental Funds
March 31, 2020**

Assets	<u>Total</u>	<u>General Assistance</u>	<u>Tort Liability</u>	<u>Capital Projects</u>
Current assets:				
Cash and investments:				
Money market	<u>\$ 180,997</u>	<u>\$ 180,997</u>	<u>\$ -</u>	<u>\$ -</u>
Total cash and investments	180,997	180,997	-	-
Property tax receivable	24,953	18,050	6,903	-
Due from other funds	<u>218,615</u>	<u>2,891</u>	<u>79,650</u>	<u>136,074</u>
Total assets	<u>\$ 424,565</u>	<u>\$ 201,938</u>	<u>\$ 86,553</u>	<u>\$ 136,074</u>
Deferred Inflows of Resources				
Property taxes	<u>\$ 23,437</u>	<u>\$ 16,868</u>	<u>\$ 6,569</u>	<u>\$ -</u>
Fund Balances				
Restricted for general assistance	185,070	185,070	-	-
Restricted for tort liability	79,984	-	79,984	-
Assigned for capital outlay	<u>136,074</u>	<u>-</u>	<u>-</u>	<u>136,074</u>
Total fund balances	<u>401,128</u>	<u>185,070</u>	<u>79,984</u>	<u>136,074</u>
Total deferred inflows of resources and fund balances	<u>\$ 424,565</u>	<u>\$ 201,938</u>	<u>\$ 86,553</u>	<u>\$ 136,074</u>

See independent auditor's report.

Lemont Township
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance - Nonmajor Governmental Funds
For the Year Ended March 31, 2020

	<u>Total</u>	<u>General Assistance</u>	<u>Tort Liability</u>	<u>Capital Projects</u>
Revenues:				
Property tax revenue	\$ 72,418	\$ 57,103	\$ 15,315	\$ -
Interest income	381	381	-	-
Rental income	37,566	-	-	37,566
Other income	3,807	-	-	3,807
Total revenues	114,172	57,484	15,315	41,373
Expenditures:				
Administration	9,147	9,147	-	-
Home relief	10,498	10,498	-	-
Liability insurance	39,531	-	39,531	-
Capital outlay	37,050	-	-	37,050
Total expenditures	96,226	19,645	39,531	37,050
Revenues over (under) expenditures	17,946	37,839	(24,216)	4,323
Fund balance, beginning of the year	383,182	147,231	104,200	131,751
Fund balance, end of the year	\$ 401,128	\$ 185,070	\$ 79,984	\$ 136,074

See independent auditor's report.

**Lemont Township
General Assistance Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2020**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 47,190	\$ 47,190	\$ 57,103	\$ 9,913
Interest	250	250	381	131
Total revenues	47,440	47,440	57,484	10,044
Expenditures:				
Administration:				
Audit	-	-	5,832	(5,832)
Light and water	-	-	3,315	(3,315)
Professional supplies	10,000	10,000	-	10,000
Total administration	10,000	10,000	9,147	853
Home relief:				
Shelter	22,000	22,000	2,400	19,600
Personal allowance	-	-	7,310	(7,310)
Miscellaneous	-	-	788	(788)
Total home relief	22,000	22,000	10,498	11,502
Total expenditures	32,000	32,000	19,645	12,355
Revenues over expenditures	\$ 15,440	\$ 15,440	37,839	\$ 22,399
Fund balance, beginning of the year			147,231	
Fund balance, end of the year			\$ 185,070	

See independent auditor's report.

**Lemont Township
Tort Liability Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2020**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues – property taxes	\$ 15,288	\$ 15,288	\$ 15,315	\$ 27
Expenditures:				
Tort liability insurance	18,250	18,250	39,531	(21,281)
Total expenditures	18,250	18,250	39,531	(21,281)
Revenues under expenditures	\$ (2,962)	\$ (2,962)	(24,216)	\$ (21,254)
Fund balance, beginning of the year			104,200	
Fund balance, end of the year			\$ 79,984	

See independent auditor's report.

**Lemont Township
Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2020**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Rentals	\$ 38,000	\$ 38,000	\$ 37,566	\$ (434)
Other income	1,300	1,300	3,807	2,507
Total revenues	39,300	39,300	41,373	2,073
Expenditures:				
Capital outlay:				
Dog park maintenance	5,000	5,000	4,261	739
Equipment maintenance	-	-	449	(449)
Land maintenance	30,000	30,000	28,934	1,066
Path maintenance	15,000	15,000	-	15,000
Miscellaneous	2,000	2,000	3,406	(1,406)
Total expenditures	52,000	52,000	37,050	14,950
Revenues over (under) expenditures	\$ (12,700)	\$ (12,700)	4,323	\$ 17,023
Fund balance, beginning of the year			131,751	
Fund balance, end of the year			\$ 136,074	

See independent auditor's report.