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Accounting • Auditing • Consulting

# Moraine Township, Illinois

Annual Financial Report

For the Year Ended March 31, 2022

# MORAINÉ TOWNSHIP, ILLINOIS

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*Year Ended March 31, 2022*

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## INDEPENDENT AUDITOR'S REPORT

To the Township Supervisor and  
the Members of the Moraine Township Board of Trustees  
Highland Park, Illinois

### Opinions

We have audited the accompanying financial statements of the governmental activities, the blended component unit, each major fund, and the aggregate remaining fund information of Moraine Township, Illinois, as of and for the year ended March 31, 2022, and the related notes to the financial statements, which collectively comprise the Moraine Township's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the blended component unit, each major fund, and the aggregate remaining fund information of Moraine Township, as of March 31, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

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

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the

preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

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

## Required Supplementary Information

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

*George Roach & Associates, P.C.*

George Roach & Associates, P.C.

Crystal Lake, Illinois

June 2, 2022

REQUIRED SUPPLEMENTARY INFORMATION

MANAGEMENT DISCUSSION  
AND ANALYSIS - UNAUDITED

## MORAINÉ TOWNSHIP, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

The following section of Moraine Township's annual financial report is intended to provide readers with a narrative overview and analysis of the financial activities of the Township for the fiscal year ended March 31, 2022. The Management of the Township encourages readers to consider the information presented herein to enhance their understanding of the Township's activities and financial operations.

### OVERVIEW OF THE FINANCIAL STATEMENTS

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This discussion and analysis are intended to serve as an introduction to the Township's basic financial statements. The Township's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic financial statements, this report also contains required supplementary information.

#### Government-wide financial statements

The government-wide financial statements are prepared using the full accrual basis of accounting and are designed to provide readers with a broad overview of the Township's finances, in a manner similar to private-sector businesses. The statement of net position presents financial information on all of the Township's assets plus deferred outflows, liabilities plus deferred inflows, with the difference between the two 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 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.

Both of the government-wide financial statements (pages 16 & 17) distinguish functions of the Township that are principally supported by property taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover a portion of the costs through user fees and charges. The governmental activities of the Township include general government, services for youth and family, seniors, transportation, cemeteries and assistance for residents in need.

#### Fund financial statements

The Town Fund and General Assistance Fund of the Township are governmental funds.

Moraine Township Charitable Fund, Inc. (also known as Community Chest), is a separate 501 (c) (3) entity that funds the Township Food Pantry and other resident assistance programs. The Community Chest Fund is encompassed within the General Assistance Fund of the Township due to the relationship it has with the Township and its mission to supplement the Township in providing a safety net to Township residents.

## MORAINÉ TOWNSHIP, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

### OVERVIEW OF THE FINANCIAL STATEMENTS (CONCLUDED)

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The fund financial statements are prepared using the modified accrual basis of accounting. 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. The fund financial statements report the Township's operations in more detail than the government-wide statements by providing information about the Township's two funds.

Both the governmental fund balance sheet (page 18) and the governmental fund statement of revenues, expenditures, and changes in fund balances (page 19) provide a reconciliation to facilitate this comparison between governmental funds and government-wide activities.

#### Notes to the financial statements

Notes to the financial statements provide additional information that is essential to a full understanding of the information provided in the basic financial statements. Required supplementary information consists of more detailed data on budget and actual revenues and expenditures.

#### Required Supplementary Information

In addition to the basic financial statements and the accompanying notes, this report also presents certain required supplementary information concerning Moraine Township's progress in funding its obligation to provide pension benefits to its employees. Additionally, required supplementary information regarding a statement of revenues, expenditures, and changes in fund balance, plus budget vs. actual for each major fund, is presented in this section.

The Township adopts an annual budget for all funds, which is filed with the Lake County Clerk. A budgetary comparison statement has been provided for the Town Fund and General Assistance fund to demonstrate comparison with the budgeted appropriation (as amended April 2022 for the fiscal year ended March 31, 2022).

### FINANCIAL HIGHLIGHTS

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As of the close of the current fiscal year, the Township's governmental activities reported a combined ending net position of \$4,774,753.

- The Township's net position increased \$609,988 in comparison with the prior fiscal year.
- The increase in net position was partially due to an increase in grants of \$240,910 received by the Township to administer the FERA (Federal Emergency Rent Assistance) program. Total FERA funds received during the fiscal year ending March 31, 2022 was \$329,885.



## MORAINÉ TOWNSHIP, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

- \$374,488 of the increase in net position is attributed to a \$222,597 increase in revenue, added to a \$151,891 decrease in expense, to accrue for projected future pension payments, as required by GASB 68 (Government Accounting Standards Board). The computation is made annually by IMRF (Illinois Municipal Retirement Fund) to reflect employee vesting and age, and to account for market performance. These amounts represent an accrual only, and are not funds collected or administered by the Township.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

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Net position may serve over time as a useful indicator of a government's financial position. In the case of the Township, assets plus deferred outflows exceeded liabilities plus deferred inflows by \$4,774,753 for the year ended March 31, 2022.

- Of the Township's net position, \$2,405,013 reflects its investment in capital assets. Capital assets are not available to use as operating funds or other spending, or to liquidate liabilities.
- The remaining net position balance is \$2,369,740, of which \$482,182 is restricted for general assistance and community chest, and \$1,887,558 is unrestricted.

#### Moraine Township Net Position

	Governmental Activities	
	3/31/2022	3/31/2021
Current Assets	\$ 4,528,769	\$ 3,555,431
Fixed Assets	2,405,013	2,448,432
<b>Total Assets</b>	<b>\$ 6,933,782</b>	<b>\$ 6,003,863</b>
<b>Deferred Outflows</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Liabilities</b>	<b>\$ 247,938</b>	<b>\$ 173,341</b>
<b>Deferred Inflows</b>	<b>1,911,091</b>	<b>1,665,757</b>
<b>Net Position:</b>		
Net Investment in Capital Assets	2,405,013	2,448,432
Restricted	482,182	514,132
Unrestricted	1,887,558	1,202,201
<b>Total Net Position</b>	<b>\$ 4,774,753</b>	<b>\$ 4,164,765</b>

## MORAINES TOWNSHIP, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

### Moraine Township Changes in Net Position

	Governmental Activities	
	3/31/2022	3/31/2021
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 11,364	\$ 4,665
Operating Grants	372,997	132,087
Monetary Donations	366,261	488,625
General Revenues:		
Property Taxes	1,310,334	1,333,796
Replacement Taxes	85,656	36,848
Interest	4,068	4,847
Pension - GASB 68	222,597	-
Other Income	4,361	9,898
<b>Total Revenues</b>	<u>2,377,638</u>	<u>2,010,766</u>
<b>Expenses</b>		
General Government	372,271	413,700
Community Assistance and Services	566,116	518,326
Assessor	417,602	438,511
Transportation Services	135,289	113,701
Agency Grants	175,000	175,000
Cemeteries	29,146	35,304
GASB 68 Pension	-	151,891
Passport Processing	1,830	-
Realized (gain)/loss	3,572	-
Unrealized (gain)/loss	8,135	-
Depreciation - unallocated	58,689	57,936
<b>Total Expenses</b>	<u>1,767,650</u>	<u>1,904,369</u>
<b>Increase/(Decrease) in Net Assets</b>	<u>609,988</u>	<u>106,397</u>
<b>Net Position - Beginning of Year</b>	<u>4,164,765</u>	<u>4,058,368</u>
<b>Net Position - End of Year</b>	<u>\$4,774,753</u>	<u>\$4,164,765</u>

## MORAINÉ TOWNSHIP, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

#### Governmental activities

The Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

- Debt: Moraine Township has no long-term or short-term debt.
- Levy: The Township Property Tax Levy is the primary funding source for spendable resources. Moraine Township Board of Trustees reduced the property tax levy by 2.6% in November of 2020; this revenue was collected during fiscal year April 1, 2021 to March 31, 2022.

As of March 31, 2022, the Township's governmental funds (without GASB 68 accrual) reported combined ending fund balances of \$1,931,057, an increase of \$430,810 compared with the prior fiscal year.

The Town Fund is the chief operating fund of the Township. As of March 31, 2022, the fund balance was \$1,448,875, an increase of \$483,577 in comparison with the prior fiscal year.

Illinois statute allows Townships to transfer funds from the Town Fund to the General Assistance Fund. During the fiscal year ended March 31, 2022, Moraine Township transferred \$100,000 from the Town Fund to the General Assistance Fund.

The General Assistance Fund (including Community Chest) supports programs and services for residents in need, including the administration of general assistance. As of March 31, 2022, the fund balance was \$482,182, a decrease of \$52,767 in comparison with the prior fiscal year.

#### **BUDGETARY HIGHLIGHTS**

**Total Revenue**: Total revenue of \$2,155,041 increased by \$144,275.

#### **Town Fund Revenue Highlights**:

- An increase in Town Fund revenue (and a corresponding decrease in General Assistance Fund revenue) results from a change in the levy allocation of property tax between Town Fund and General Assistance Fund in comparison with the prior fiscal year.
- Illinois Replacement Tax increased \$48,808 over the prior fiscal year.

## MORAINÉ TOWNSHIP, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

- As noted earlier, revenue of \$222,597 is attributed to GASB 68 (Governmental Accounting Standards Board) actuarial pension accrual. This increase does not represent funds received by the Township.
- Township revenue includes a generous grant from the Healthcare Foundation of Highland Park in the amount of \$40,000 to support the Township's Door-to-Door Paratransit Van program.
- Other increases to revenue include fees for services as the Township resumed transportation, passport processing, and other resident services starting in the summer of 2021.

#### General Assistance Fund Revenue Highlights:

- General Assistance Fund revenue decreased due to a change in the levy allocation of property tax between Town Fund and General Assistance Fund referenced above.
- The decrease in General Assistance property tax revenue was offset by \$329,885 in federal grants received by the township to administer the FERA (Federal Emergency Rent Assistance) program which provided Township residents with emergency housing assistance for COVID-related job or health issues.
- While donations from the public were extremely generous during the fiscal year, and included a \$130,000 bequest received from an estate, total donations were significantly lower when compared with the prior year donation surge experienced at the start of the pandemic.

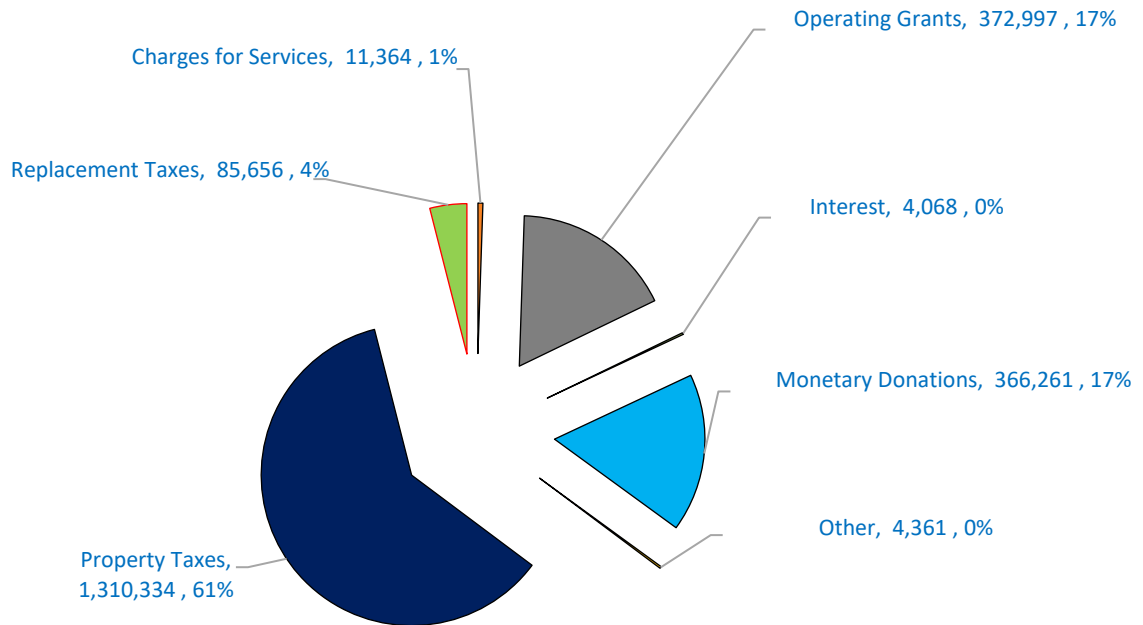
## MORAINÉ TOWNSHIP, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

## 2022 REVENUES

ROUNDED TO THE NEAREST PERCENT



## FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

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**Total Expenses:** Township expenditures support the Township Assessor's office, transportation services for seniors and disabled residents, capital and maintenance expenses for two cemeteries, Emergency and General Assistance, Senior and Youth Services, and grants to local social service agencies that provide a safety net for the Township's most vulnerable residents. Expenses during the fiscal year of \$1,712,524 increased by \$17,982 over the prior fiscal year.

Expenditures in the Town Fund of \$869,087 (plus a transfer of \$100,000 from the Town Fund to the General Assistance Fund) were less than revenues by \$483,577; Town Fund expenditures were \$116,900 under the budgeted appropriations of \$985,987, and \$19,661 less than the prior fiscal year.

### Town Fund Expense Highlights:

- Transportation costs increased \$21,588 as the Township fully resumed operation of its Door-to-Door Van service.
- Administrative costs for both the Supervisor's and Assessor's staffs decreased during the fiscal year.

## MORAINÉ TOWNSHIP, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

### GENERAL ASSISTANCE FUND BUDGETARY HIGHLIGHTS

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The General Assistance Fund is used by the Township to provide assistance to income-qualified residents as set forth in the Illinois General Assistance Guidelines.

General and Emergency Assistance provides short-term emergency shelter, rental assistance, utility reconnections, Alert One medical monitoring for low-income seniors living alone, job search assistance, and senior and youth services.

Moraine Township applied for, and was awarded, \$450,000 in federal grants to help residents affected by COVID-19 health or job-related issues during COVID-19; \$330,885 of the award was received during the fiscal year.

Blended into the General Assistance Fund is Moraine Township Charitable Fund, Inc. (also known as Community Chest), a separate 501 (c) (3) entity supporting the Township Food Pantry and providing supplemental emergency assistance to residents.

Expenditures of the General Assistance Fund, including Community Chest, exceeded revenues by \$152,767 (partially offset by a transfer of \$100,000 from the Town Fund).

**General Assistance:** Non-capital expenditures of \$828,167 funded programs, services and administration of general assistance, emergency assistance, and other services to residents in need. Non-capital expenditures increased by \$22,373, due to an increase in resident assistance programs.

General Assistance Fund Expense Highlights:

- An increase of \$47,790 in resident assistance.
- A decrease in GA administrative expenses.
- Capital Expenditures included \$15,270 to replace one of two HVAC units in the Food Pantry.

**Community Chest:** This fund ended the fiscal year with a cash balance of \$311,430. The fund was a beneficiary of an estate, and received \$130,000 during the fiscal year. In addition, a generous community continued increased donations to ensure residents were helped during the pandemic.

- Community Chest expenditures include Pantry food, supplies and equipment, gift cards distributed to residents, and rent and utility assistance. Other Community Chest expenditures include the holiday gift drive, PayPal fees, volunteer appreciation, and legal and accounting services.
- Community Chest distributed \$246,297 of food and other resident assistance during the fiscal year; these expenses are included in the General Assistance Fund.

## MORAINÉ TOWNSHIP, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

- Community Chest investment account reflects a market decline of \$11,707 in the quarter ended March 31, 2022.
- Food Pantry:
  - During COVID-19, the Township Food Pantry converted from client-choice shopping to drive-through food distribution. Staff and trustees also delivered food to 35-50 households weekly to residents sheltering in place, ill, or unable to pick up food due to work schedules. The Pantry re-opened for client shopping in July 2021, but resumed delivery to 78 senior resident-households during the Omicron surge from January to March 2022.
  - A generous community, and volunteers who worked throughout COVID-19, made it possible for Moraine Township to provide residents in need with fresh produce, eggs, cheese, bread, frozen meat, shelf-stable food and toiletries throughout the pandemic.

### TOWNSHIP PROGRAM HIGHLIGHTS APRIL 1, 2021 THROUGH MARCH 31, 2022

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During fiscal year April 1, 2021 through March 31, 2022, Moraine Township responded to over 20,000 resident inquiries or requests for services, assistance, or resource information.

Direct Services: Examples of direct services provided to residents include applications for Emergency and General Assistance, summer utility assistance, Alert One monitoring service for low-income seniors living alone, van rides for senior and disabled residents, assistance enrolling for health insurance, free income tax preparation for low-income residents, cemetery inquiries and burials, voter and notary services, and over 10,000 individual food pantry resident-visits (over 4,500 household visits).

Emergency rent and utility assistance of almost \$420,000 was distributed to 154 Moraine Township households from March 2020 through March 2022. Of this amount, almost \$300,000 was funded by a Federal Emergency Rent Assistance grant.

Moraine Township partners with Centers for Medicare and Medicaid Services (CMS) to train volunteers to help residents enroll for Medicaid or health insurance on the federal Marketplace.

Partnering with the IRS (Internal Revenue Service) VITA Program (Volunteer Income Tax Assistance), the Township oversees volunteers who train with IRS to offer free income tax preparation to low-income taxpayers. Through this program, over 250 income tax returns were prepared during the fiscal year.

## MORAINÉ TOWNSHIP, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

### TOWNSHIP PROGRAM HIGHLIGHTS APRIL 1, 2021 THROUGH MARCH 31, 2022 (CONTINUED)

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**Indirect Services:** Examples of indirect services provided by Township staff include assisting residents applying for benefits such as Medicaid, LINK Cards (formerly Food Stamps), utility assistance, Benefit Access, RTA Passes, Share the Warmth, Salvation Army, Safe Link Phones, and responding to other resident inquiries. Township staff also connect residents with housing and other resources.

The Township's Door-to-Door paratransit program was suspended during the pandemic except those needing thrice weekly dialysis, chemotherapy or other critical medical treatments. The program was partially resumed for other medical care for other residents during the summer of 2020, and resumed services to all residents during the summer of 2021.

### CAPITAL ASSETS

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The Township's capital fixed assets for its governmental activities as of March 31, 2022, amount to \$2,405,013 (net of accumulated depreciation and asset disposition). This investment in fixed assets includes land improvements, buildings, furniture and other equipment. The Township building, located at 800 Central Avenue in downtown Highland Park, serves as the Township office and Food Pantry.

	Balance			Balance
Fixed Assets	April 1, 2021	Increases	Decreases	March 31, 2022
Land Improvements (Cemeteries)	\$ 239,229	\$ -	\$ -	\$ 239,229
Buildings & Improvements	2,451,448	-	-	2,451,448
Furniture & Equipment	80,467	15,270	-	95,737
<b>Total Fixed Assets</b>	<b>2,771,144</b>	<b>15,270</b>	<b>-</b>	<b>2,786,414</b>
Less: Accumulated Depreciation	322,712	58,689	-	381,401
<b>Fixed Assets (Net)</b>	<b>\$ 2,448,432</b>	<b>\$ (43,419)</b>	<b>\$ -</b>	<b>\$ 2,405,013</b>

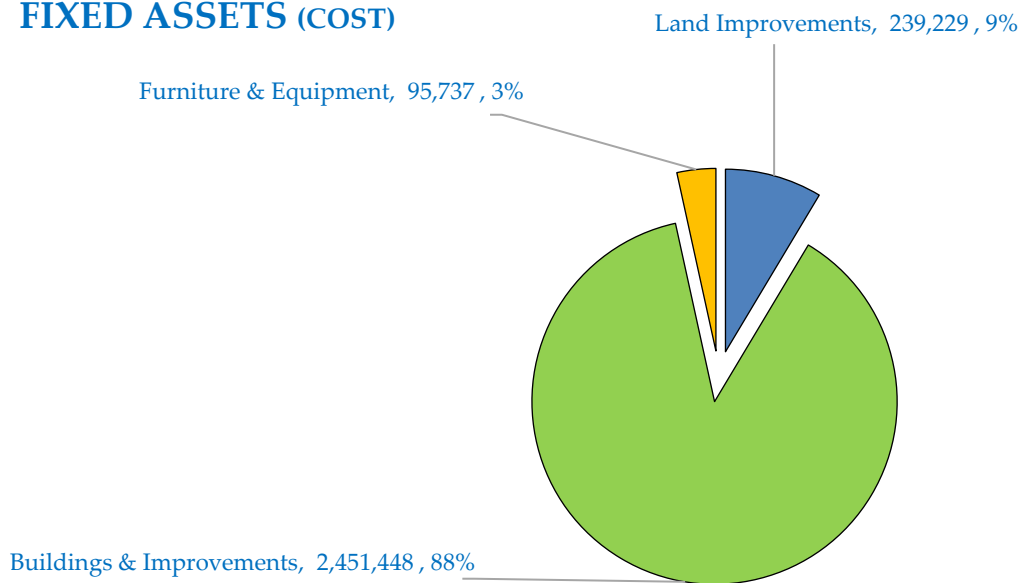


## MORAINÉ TOWNSHIP, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

#### FIXED ASSETS (COST)



#### ECONOMIC FACTORS AND PROPERTY TAXES

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The equalized assessed valuation (EAV) of the Township for the 2021 levy is \$2,382,793,949. That represents an increase in EAV of \$1,344,794 over the prior year's EAV.

Property tax revenue in the financial statements are from the 2020 property tax levy, passed in November, 2020, and collected in June and September 2021 during the fiscal year ended March 31, 2022.

Property tax receivable and deferred property tax amounts reported in these financial statements are from the 2021 levy passed in November, 2021 and recapture per PA102-519, to be paid to the Township in June and September 2022, during the fiscal year ended March 31, 2023.

During the past nine years, the Township Board of Trustees has reduced the property tax levy by 5% in two separate years, reduced the levy again by 2.6% in November of 2020, and froze the levy the other six years. Moraine Township's property tax levy has not been raised in the last nine years for existing property owners (small increases capture tax for new construction that requires additional services).

A summary of the assessed valuations and extensions for tax years 2021, 2020, and 2019 is as follows:

## MORAINÉ TOWNSHIP, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Year Ended March 31, 2022

#### ASSESSED VALUATIONS, EXTENDED TAX RATE PERCENTAGE ALLOCATIONS, EXTENDED TAX RATES AND TAX EXTENSIONS

Tax Levy Year	2021		2020		2019	
<b>Assessed Valuation</b>						
Collections from: Lake County						
Moraine Township	\$	2,382,793,949	\$	2,381,449,155	\$	2,428,721,027
<b>Tax Rates and Percentage</b>						
<b>Allocations by Fund</b>						
Funds	Rate	Percentage	Rate	Percentage	Rate	Percentage
Corporate	0.044486	80.61	0.055219	100.06	0.045292	81.48
General Assistance	0.010702	19.39	0.000000	0.00	0.010294	18.52
<b>Totals</b>	<u>0.055188</u>	<u>100.00</u>	<u>0.055219</u>	<u>100.06</u>	<u>0.055586</u>	<u>100.00</u>
<b>Property Tax Extensions</b>						
Funds	2021		2020		2019	
Corporate	\$	1,060,010	\$	1,315,012	\$	1,100,016
General Assistance		255,006		-		250,013
<b>Totals</b>	<u>\$</u>	<u>1,315,016</u>	<u>\$</u>	<u>1,315,012</u>	<u>\$</u>	<u>1,350,029</u>

#### DESCRIPTION OF CURRENT OR EXPECTED CONDITIONS

Currently, management is not aware of any other significant changes in conditions that could have a significant effect on the financial position or results of activities of the Township in the near future.

#### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Supervisor, Moraine Township, 800 Central Avenue, Highland Park, Illinois, 60035.

# BASIC FINANCIAL STATEMENTS

# MORAINÉ TOWNSHIP, ILLINOIS

## Government-wide Statement of Net Position

March 31, 2022

	<b>Assets</b>	<b>Governmental Activities</b>
Cash and cash equivalents		\$ 1,986,315
Property tax receivable		1,315,017
Accounts receivable		166,401
Prepaid items		26,279
Pension asset		1,034,757
Fixed assets - net		2,405,013
<b>Total Assets</b>		<b>6,933,782</b>
<b>Total Deferred Outflows of Resources</b>		<b>-</b>
	<b>Liabilities</b>	
Accounts payable		11,687
Accrued payroll liabilities		1,548
Unearned grant revenue		234,703
<b>Total Liabilities</b>		<b>247,938</b>
	<b>Deferred Inflows of Resources</b>	
Unavailable property tax revenue		1,315,017
Deferred pension inflows		596,074
<b>Total Deferred Inflows of Resources</b>		<b>1,911,091</b>
	<b>Net Position</b>	
Net investment in capital assets		2,405,013
Restricted - general assistance		152,191
Restricted - community chest		329,991
Unrestricted		1,887,558
<b>Total Net Position</b>		<b>\$ 4,774,753</b>

The accompanying notes are an integral part of these financial statements.

# MORAINÉ TOWNSHIP, ILLINOIS

## Government-wide Statement of Activities

Year Ended March 31, 2022

Functions/Programs	Program Revenues			Net (Expense) Revenue & Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	
<b>Governmental Activities:</b>				
Administration:				
Town	\$ 110,220	\$ -	2,112	\$ (108,108)
General Assistance	262,051	-	-	(262,051)
Assessor	417,602	-	-	(417,602)
Transportation	135,289	8,099	40,000	(87,190)
Cemeteries	29,146	500	-	(28,646)
Agency grants	175,000	-	-	(175,000)
Assistance programs	566,116	-	697,146	131,030
Passport processing	1,830	2,765	-	935
Realized (gain)/loss	3,572	-	-	(3,572)
Unrealized (gain)/loss	8,135	-	-	(8,135)
Depreciation - unallocated	58,689	-	-	(58,689)
<b>Total Governmental Activities</b>	<b>\$ 1,767,650</b>	<b>\$ 11,364</b>	<b>\$ 739,258</b>	<b>\$ (1,017,028)</b>
<b>General Revenues:</b>				
Property tax				1,310,334
Replacement tax				85,656
Investment income				4,068
Pension - GASB 68				222,597
Other income				4,361
<b>Total Revenues</b>				<b>1,627,016</b>
Change in Net Position				609,988
Net Position, Beginning				4,164,765
<b>Total Net Position, Ending</b>				<b>\$ 4,774,753</b>

The accompanying notes are an integral part of these financial statements.

# MORAINÉ TOWNSHIP, ILLINOIS

## Governmental Funds - Balance Sheet

March 31, 2022

	Town Fund	General Assistance Fund	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 1,436,227	\$ 550,088	\$ 1,986,315
Prepaid items	8,844	17,435	26,279
Interfund receivables	503	-	503
Accounts receivable	27,066	139,335	166,401
Property tax receivable, net	1,060,010	255,007	1,315,017
<b>Total Assets</b>	<b>\$ 2,532,650</b>	<b>\$ 961,865</b>	<b>\$ 3,494,515</b>
<b>Liabilities</b>			
Accrued payroll liabilities	\$ 1,029	\$ 519	\$ 1,548
Accounts payable	8,148	3,539	11,687
Interfund payables	-	503	503
Unearned grant revenue	14,588	220,115	234,703
<b>Total Liabilities</b>	<b>23,765</b>	<b>224,676</b>	<b>248,441</b>
<b>Deferred Inflows of Resources</b>			
Unavailable property tax revenue	1,060,010	255,007	1,315,017
<b>Total Deferred Inflows of Resources</b>	<b>1,060,010</b>	<b>255,007</b>	<b>1,315,017</b>
<b>Fund Balance</b>			
Nonspendable	8,844	17,435	26,279
Restricted	-	464,747	464,747
Committed	-	-	-
Assigned	-	-	-
Unassigned	1,440,031	-	1,440,031
<b>Total Fund Balance</b>	<b>1,448,875</b>	<b>482,182</b>	<b>1,931,057</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 2,532,650</b>	<b>\$ 961,865</b>	<b>\$ 3,494,515</b>

The accompanying notes are an integral part of these financial statements.

# MORAINÉ TOWNSHIP, ILLINOIS

## Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances

Year Ended March 31, 2022

	<b>Town Fund</b>	<b>General Assistance Fund</b>	<b>Total</b>
<b>Revenues</b>			
Property taxes	\$ 1,310,320	\$ 14	\$ 1,310,334
Replacement taxes	85,656	-	85,656
Van user fees	8,099	-	8,099
Cemetery revenue	500	-	500
Grants and donations	42,112	330,885	372,997
Passport income	2,765	-	2,765
Interest income	3,212	856	4,068
Contributions - community chest	-	366,261	366,261
Miscellaneous revenue	-	4,361	4,361
<b>Total Revenues</b>	<b>1,452,664</b>	<b>702,377</b>	<b>2,155,041</b>
<b>Expenditures</b>			
Administrative	110,220	262,051	372,271
Assessor	417,602	-	417,602
Transportation	135,289	-	135,289
Assistance programs	-	566,116	566,116
Cemeteries	29,146	-	29,146
Passport processing	1,830	-	1,830
Agency grants	175,000	-	175,000
Capital outlay	-	15,270	15,270
<b>Total Expenditures</b>	<b>869,087</b>	<b>843,437</b>	<b>1,712,524</b>
<b>Other Financing Sources (Uses)</b>			
Gain/(loss) on sale	-	(3,572)	(3,572)
Market value fluctuation	-	(8,135)	(8,135)
Operating Transfers In/(Out)	(100,000)	100,000	-
<b>Total Other Financing Sources (Uses)</b>	<b>(100,000)</b>	<b>88,293</b>	<b>(11,707)</b>
<b>Net Changes in Fund Balance</b>	<b>483,577</b>	<b>(52,767)</b>	<b>430,810</b>
<b>Fund Balance</b>			
Fund Balance, Beginning	965,298	534,949	1,500,247
<b>Total Fund Balance, Ending</b>	<b>\$ 1,448,875</b>	<b>\$ 482,182</b>	<b>\$ 1,931,057</b>

The accompanying notes are an integral part of these financial statements.

# MORAINÉ TOWNSHIP, ILLINOIS

Reconciliations of the Governmental Fund Statements to the  
Statement of Net Position and the Statement of Activities  
Year Ended March 31, 2022

## Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

<b>Total Fund Balances -Total Governmental Funds</b>	\$ 1,931,057
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Capital assets net of depreciation	2,405,013
Deferred Outflows and Net Pension Assets/(Liabilities) are not reported in the funds	
Net pension assets/(liabilities)	1,034,757
Net deferred pension outflows	(596,074)
<b>Total Net Position of Governmental Activities</b>	<u>\$ 4,774,753</u>

## Reconciliation of the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance to Governmental Statement of Activities and Changes in Net Position

<b>Net Change in Fund Balance</b>	
<b>Governmental Funds</b>	\$ 430,810
Governmental funds report capital outlays as expenditures; however for the Statement of Activities the amounts are capitalized and depreciated over their useful life.	
Capitalized asset additions	15,270
Depreciation expense	(58,689)
Change in Deferred Outflows/Inflows and Net Pension Assets/(Liabilities) are not reported in the funds	222,597
<b>Changes in Net Position Governmental Funds</b>	<u>\$ 609,988</u>

The accompanying notes are an integral part of these financial statements.



NOTES TO THE BASIC  
FINANCIAL STATEMENTS

# MORAINÉ TOWNSHIP, ILLINOIS

*Notes to The Basic Financial Statements  
Year Ended March 31, 2022*

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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The accounting policies of Moraine Township, Illinois (Township) conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the significant accounting policies:

In June 1999, GASB issued Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain significant changes in the Statement include the following:

- A Management's Discussion and Analysis (MD&A) section providing an analysis of the Township's overall financial position and results of operations.
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements).

### REPORTING ENTITY –

The Township is located in Highland Park, Illinois and is governed by a board of trustees. The Township is primarily funded through a tax levy, Illinois Replacement Tax, operating grants, user fees, and donations. Revenue is used to operate and staff Township services, including direct assistance to residents. The accompanying general purpose financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. Based on the significance of operational or financial relationships with the Township, the Moraine Township Charitable Fund, Inc., also known as the Community Chest, is a blended component unit and included in these financial statements.

### MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION –

The Township's basic financial statements include both government-wide (reporting the Township as a whole) and fund financial statements (reporting the Township's major funds).

The government-wide financial statements (i.e., the statement of net position and the statement of activities) are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue 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.

# MORAINÉ TOWNSHIP, ILLINOIS

*Notes to The Basic Financial Statements*

*Year Ended March 31, 2022*

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Statement of Net Position includes and recognizes all long-term assets and receivables as well as long-term debt and obligations. The Township's net position is reported in three parts – net investment in capital assets, restricted net position, and unrestricted net position.

The Statement of Activities demonstrates the degree to which the direct expense 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 revenue includes (1) charges to Township residents who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or service and (2) grants and contributions that are restricted to meet the operational or capital requirements of a particular function or program. Taxes and other items are not properly included among program revenues, and are reported instead as general revenue.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Township considers revenue to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments are recorded only when payment is due. Moraine Township does not currently have long-term debt outstanding, claims or judgments pending.

Primary sources of revenue are property taxes, state-shared revenue, and interest associated with the current fiscal period. All are considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be available only when cash is received by the Township.

Program revenues include fees for van riders, passport application and cemetery burials that are reported as charges for services in the government-wide financial statements. Transportation grants are reported as operating grants in the government-wide financial statements.

The following fund types are used by the Township:

### Governmental Funds

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

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The General Assistance Fund is a Special Revenue Fund.

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements  
Year Ended March 31, 2022

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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### THE TOWNSHIP REPORTS ALL THE FUNDS AS MAJOR GOVERNMENTAL FUNDS –

The Town Fund and the General Assistance Fund are both considered major funds by the Township.

### FINANCIAL STATEMENT AMOUNTS –

**Bank Deposits and Investments** - The Township has defined cash and cash equivalents to include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

The Township's investment policies are governed by state statutes and adopted Township policies. All funds are deposited in federally insured banks and savings and loans. The cash and investments reflected in the combined balance sheet consist of demand accounts.

**Receivables and Payables** - In general, outstanding balances between funds are reported as "Interfund receivables" and "Interfund payables." Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds."

All trade and property taxes receivable are shown net of an allowance for uncollectible amounts. Property taxes are levied no later than the last Tuesday of December, based on the taxable valuation of the property as of the preceding January 1st. The 2021 levy was passed by the board on November 11, 2021.

**Capital Assets** - Capital assets are defined by the Township as assets with an initial cost of more than \$2,500 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost. Donated assets are reported at estimated fair market value at the date of donation. 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 provided on the straight-line basis over the following estimated useful lives:

Building and improvements	10-50 years
Equipment, furniture, and fixtures	5-20 years

**Compensated Absences** - (Vacation Leave) - It is the Township's policy to permit employees to accumulate up to five days of earned but unused vacation pay benefits with permission from their supervisor. There is no liability for unpaid accumulated vacation leave in the current year.

# MORAINES TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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A liability for these amounts is reported in the governmental fund - only for employee terminations as of year end.

*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 statement of net position. In the fund financial statements, debt issued is reported as another financing source and payments are reported as debt service expenditures.

The Township has a pension plan covering salaried employees and employees working in excess of 1,000 hours annually. Employees are covered by the Illinois Municipal Retirement Fund.

The budget represents departmental appropriations as authorized by the Township's appropriation ordinance and includes revisions authorized by the Township Board to reflect changes in departmental programs. At March 31, 2022, unexpended appropriations of the budgetary funds (general fund and special revenue funds) automatically lapse. The budget is prepared on the modified accrual basis. The 2021-2022 appropriations ordinance was adopted April 22, 2021 and amended on April 19, 2022.

### FUND BALANCE CLASSIFICATION –

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Township is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

#### *Nonspendable* –

This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The Township has classified prepaid items as being Nonspendable.

#### *Restricted* –

This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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Debt service resources are to be used for future servicing of the revenue note and are restricted through debt covenants. Infrastructure Projects are restricted by State Statute and County laws and are legally segregated for funding of infrastructure improvements.

### *Committed –*

This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Township Board. These amounts cannot be used for any other purpose unless the Township Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Township did not have any committed resources as of March 31, 2022.

### *Assigned –*

This classification includes amounts that are constrained by the Township's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Township Board or through the Township Board delegating this responsibility to the Township Supervisor through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the Town Fund.

### *Unassigned –*

This classification includes the residual fund balance for the Town Fund and the amount established for minimum funding which represents the portion of the Town Fund balance that has been established by the board to be used for debt service or in emergency situations.

The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The Township would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

## EQUITY CLASSIFICATIONS USED IN THE GOVERNMENT-WIDE FINANCIAL STATEMENTS

*Net Investment in Capital Assets* – consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements  
Year Ended March 31, 2022

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

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*Restricted Net Position* - This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

*Unrestricted Net Position* – all other net position is reported in this category.

## IMPLEMENTATION OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) PRONOUNCEMENTS

GASB Statement No. 68 – In June 2012, the GASB issued Statement No. 68, Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27. The requirements of this Statement will improve the decision-usefulness of information in employer and governmental nonemployer contributing entity financial reports and will enhance its value for assessing accountability and interperiod equity by requiring recognition of the entire net pension liability and a more comprehensive measure of pension expense. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2014, therefore, the Township implemented this Statement in the fiscal year ending March 31, 2016.

## NOTE – 2 CASH AND CASH EQUIVALENTS

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The Township's investment policies are governed by state statutes whereby Township money must be deposited in FDIC insured banks located within the state. The Township considers all demand deposits and highly liquid investments purchased with an initial maturity of three months or less to be cash and cash equivalents. Permissible investments include demand accounts and certificates of deposits. The carrying cash balance of the Township is \$1,986,315 and the bank balance is \$1,986,510. Of the bank balance in the Township's name, \$509,086 is FDIC insured, \$1,007,710 is collateralized for the Township in the bank's trust department and \$224,865 is uncollateralized in the name of the Township's component unit.

*Interest Rate Risk* – The Township limits its interest rate risk by having demand deposits.

*Custodial Credit Risk* – The Township limits its credit risk by holding its deposits in FDIC insured institutions with collateral backing its deposits.

*Concentration of Credit Risk* - The Township places no limit on the amount held in any one institution.

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT

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### IMRF PLAN DESCRIPTION

The Township's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Township's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

### 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).

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

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

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



# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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### EMPLOYEES COVERED BY BENEFIT TERMS

As of December 31, 2021, the following employees were covered by the benefit terms:

	<u>IMRF</u>
Retirees and Beneficiaries currently receiving benefits	15
Inactive Plan Members entitled to but not yet receiving benefits	8
Active Plan Members	<u>7</u>
<b>Total</b>	<b>30</b>

### CONTRIBUTIONS

As set by statute, the Township'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. The Township's annual contribution rate for calendar year 2021 was 5.71%. For the fiscal year ended March 31, 2022, the Township contributed \$17,647 to the plan. The Township also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

### NET PENSION LIABILITY

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

### ACTUARIAL ASSUMPTIONS

The following are the methods and assumptions used to determine total pension liability at December 31, 2021:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.25%.
- **Salary Increases** were expected to be 2.85% to 13.75%, including inflation.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019.

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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- For non-disabled retirees the Pub-2010 Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.
- For **Disabled Retirees**, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- For **Active Members**, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both adjusted) tables, and future mortality improvements projected using scale MP-2020.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2021:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	37%	4.50%
International Equity	18%	5.75%
Fixed Income	28%	2.00%
Real Estate	9%	5.90%
Alternative Investments	7%	4.30-8.10%
Cash Equivalents	<u>1%</u>	1.70%
Total	100%	

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

### Executive Summary as of December 31, 2021

Actuarial Valuation Date	12/31/2021
Measurement Date of the Net Pension Liability	12/31/2021
Fiscal Year End	3/31/2022

#### Membership

Number of	
- Retirees and Beneficiaries	15
- Inactive, Non-Retired Members	8
- Active Members	7
- Total	<u>30</u>

Covered Valuation Payroll (1)	<u>\$ 364,095</u>
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#### Net Pension Liability

Total Pension Liability/(Asset)	\$ 3,547,743
Plan Fiduciary Net Position	<u>4,582,500</u>
Net Pension Liability/(Asset)	\$ (1,034,757)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	129.17%
Net Pension Liability as a Percentage of Covered Valuation Payroll	(284.20%)

#### Development of the Single Discount Rate as of December 31, 2020

Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate (2)	1.84%
Last year ending December 31 in the 2022 to 2121 projection period for which projected benefit payments are fully funded	2121
Resulting Single Discount Rate based on the above development	7.25%
Single Discount Rate calculated using December 31, 2020 Measurement Date	7.25%

<b>Total Pension Expense/(Income)</b>	<b>\$ (201,808)</b>
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#### Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between expected and actual experience	\$ -	\$ 8,145
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	<u>100,525</u>	<u>688,454</u>
<b>Total</b>	<u><u>\$ 100,525</u></u>	<u><u>\$ 696,599</u></u>

(1) Does not necessarily represent Covered Employee Payroll as defined in GASB Statement Nos. 68. (2) Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index" as of December 31, 2021. In describing this index, Fidelity notes that the municipal curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax exempt securities.

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 3 - ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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### SINGLE DISCOUNT RATE

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 1.84%, and the resulting single discount rate is 7.25%.

### SENSITIVITY OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

### Schedule of Changes in Net Pension Liability and Related Ratios - Current Period

Calendar Year Ended December 31, 2021

#### A. Total pension liability

1. Service Cost	\$	36,600
2. Interest on the Total Pension Liability		248,150
3. Changes of benefit terms		-
4. Difference between expected and actual experience of the Total Pension Liability		(20,281)
5. Changes of assumptions		-
6. Benefit payments, including refunds of employee contributions		(242,383)
7. Net change in total pension liability		22,086
8. Total pension liability – beginning		3,525,657
9. Total pension liability – ending	\$	<u>3,547,743</u>

#### B. Plan fiduciary net position

1. Contributions – employer	\$	20,789
2. Contributions – employee		16,384
3. Net investment income		719,306
4. Benefit payments, including refunds of employee contributions		(242,383)
5. Other (Net Transfer)		(24,084)
6. Net change in plan fiduciary net position		490,012
7. Plan fiduciary net position – beginning		4,092,488
8. Plan fiduciary net position – ending	\$	<u>4,582,500</u>

#### C. Net pension liability/(asset)

\$ (1,034,757)

#### D. Plan fiduciary net position as a percentage

of the total pension liability 129.17%

#### E. Covered Valuation payroll

\$ 364,095

#### F. Net pension liability as a percentage

of covered valuation payroll -284.20%

### Sensitivity of Net Pension Liability/(Asset) to the Single discount rate Assumption

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Total Pension Liability	\$ 3,853,513	\$ 3,525,657	\$ 3,260,642
Plan Fiduciary Net Position	4,092,488	4,092,488	4,092,488
Net Pension Liability/(Asset)	\$ (238,975)	\$ (566,831)	\$ (831,846)

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 3 - ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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

For the year ended March 31, 2022, the Township recognized pension expense of \$17,647. At December 31, 2021, the Township reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

<b>Deferred Amounts Related to Pensions</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
	<u>                    </u>	<u>                    </u>
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual	\$ -	\$ 8,145
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	<u>100,525</u>	<u>688,454</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>100,525</u>	<u>696,599</u>
Pension Contributions made subsequent To the measurement date	<u>6,831</u>	<u>-</u>
<b>Total Deferred Amounts Related to Pensions</b>	<b><u>\$ 107,356</u></b>	<b><u>\$ 696,599</u></b>

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:

<b>Year Ending December 31</b>	<b>Net Deferred Outflows of Resources</b>
<u>                    </u>	<u>                    </u>
2022	\$ (136,458)
2023	(228,837)
2024	(144,598)
2025	(86,181)
2026	-
Thereafter	-
Total	<u>\$ (596,074)</u>

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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### Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2021 Contribution Rate \*

#### Valuation Date:

December 31, 2021

Notes

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior contributions are reported.

#### Methods and Assumptions Used to Determine 2021 Contribution Rates:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 22-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 17 years for most employers (five employers were financed over 18 years; one employer was financed over 19 years; two employers were financed over 20 years; three employers were financed over 26 years; four employers were financed over 27 years and one employer was financed over 28 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25% including inflation
Investment Rate of Return	7.25%
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 (based on 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment 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.

#### Other Information:

There were no benefit changes during the year

Notes

\* Based on Valuation Assumptions used in the December 31, 2019 actuarial valuation

# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements  
Year Ended March 31, 2022

## NOTE 3 - ILLINOIS MUNICIPAL RETIREMENT (CONCLUDED)

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### SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE TOTAL PENSION LIABILITY

#### Methods and Assumptions Used to Determine Total Pension Liability:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

#### Other Information:

Notes There were no benefit changes during the year.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2021 Illinois Municipal Retirement Fund annual actuarial valuation report.



# MORAINÉ TOWNSHIP, ILLINOIS

Notes to The Basic Financial Statements

Year Ended March 31, 2022

## NOTE 4 – CHANGES IN FIXED ASSETS

	<b>Balance</b>			<b>Balance</b>
<b>Fixed Assets</b>	<b>April 1, 2021</b>	<b>Increases</b>	<b>Decreases</b>	<b>March 31, 2022</b>
Land Improvements	\$ 239,229	\$ -	\$ -	\$ 239,229
Buildings & Improvements	2,451,448	-	-	2,451,448
Equipment & Furniture	80,467	15,270	-	95,737
<b>Total Fixed Assets</b>	2,771,144	15,270	-	2,786,414
Less: Accumulated				
Depreciation	322,712	58,689	-	381,401
<b>Fixed Assets (Net)</b>	<b>\$ 2,448,432</b>	<b>\$ (43,419)</b>	<b>\$ -</b>	<b>\$ 2,405,013</b>

### Depreciation by Governmental Activity

Unallocated	\$ 58,689
<b>Total Governmental Activities</b>	<b>\$ 58,689</b>

## NOTE 5 – RISK MANAGEMENT

Significant losses are covered by commercial insurance for all major programs. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

## NOTE 6 – DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

The Township has adopted GASB Statement No. 65, which redefined how certain financial statement elements are presented in the statement of financial position. The elements are classified as follows:

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. The Township has deferred outflows (\$596,074) of net deferred pension activities.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred

# MORAINÉ TOWNSHIP, ILLINOIS

*Notes to The Basic Financial Statements*

*Year Ended March 31, 2022*

## NOTE 6 – DEFERRED OUTFLOWS/INFLOWS OF RESOURCES (CONTINUED)

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inflows of resources, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Township has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. Deferred inflows of resources (\$1,315,017) reported in the governmental funds for unavailable revenues are all from property taxes to be received in the following year.

## NOTE 7 – BLENDED COMPONENT UNIT

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The Community Chest Fund is a 501(c)3 legally separate entity that is encompassed within the General Assistance Fund of the Township due to the relationship that it has with the Township.

## NOTE 8 – SUBSEQUENT EVENTS

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Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued or available to be issued. There are two types of subsequent events: recognized (events that relate to conditions present at the balance sheet date) and non-recognized (events or conditions that did not exist at the balance sheet date but arose after that date). There have been no other recognized or non-recognized subsequent events that have occurred between March 31, 2022 and the date of this audit report requiring disclosure in the financial statements.

## REQUIRED SUPPLEMENTARY INFORMATION

# MORAINÉ TOWNSHIP, ILLINOIS

Town Fund - Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Year Ended March 31, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Modified Accrual Basis</b>
<b>Revenues</b>			
Property taxes	\$ 1,315,000	\$ 1,315,000	\$ 1,310,320
Replacement taxes	30,000	30,000	85,656
Cemetery revenue	1,000	1,000	500
Grants	40,000	40,000	42,112
Van user revenue	10,000	10,000	8,099
Passport revenue	1,000	1,000	2,765
Interest income	4,000	4,000	3,212
<b>Total Revenues</b>	<b>1,401,000</b>	<b>1,401,000</b>	<b>1,452,664</b>
<b>Expenditures</b>			
<b>Administrative</b>			
<b>Personnel</b>			
Salaries - officers & staff	76,735	76,735	76,468
Health insurance	438	438	100
Social security & medicare	6,193	6,193	6,132
Municipal retirement	-	-	165
<b>Total Personnel</b>	<b>83,366</b>	<b>83,366</b>	<b>82,865</b>
<b>Contracual Services</b>			
Accounting & auditing	2,550	2,550	1,882
Auto expense/mileage	500	500	43
COVID expenses	1,000	1,000	-
Legal services	5,000	5,000	2,654
Outside services	5,000	5,000	4,378
Printing/publishing	250	250	1,004
Postage	500	500	46
Facilities/rent	13,855	13,855	7,918
Special events	1,000	1,000	553
Telephone	1,200	1,200	900
Website	1,500	1,500	1,177
Workshops/dues/subscriptions	2,000	2,000	1,257
Miscellaneous expense	500	500	97
Equipment/computer	1,000	1,000	1,367
Contingencies, office of the Supervisor	15,000	15,000	-
<b>Total Contracual Services</b>	<b>50,855</b>	<b>50,855</b>	<b>23,276</b>
<b>Commodities</b>			
VITA supplies	500	500	-
Office supplies	500	500	4,079
<b>Total Commodities</b>	<b>1,000</b>	<b>1,000</b>	<b>4,079</b>

# MORAINÉ TOWNSHIP, ILLINOIS

Town Fund - Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Year Ended March 31, 2022

	Original Budget	Final Budget	Modified Accrual Basis
<b>Administrative Expenditures (Continued)</b>			
<b>Total Administrative</b>	\$ 135,221	\$ 135,221	\$ 110,220
<b>Assessor Personnel</b>			
Salaries/consulting	250,500	250,500	247,712
Social security & medicare	21,510	21,510	18,451
Health insurance	40,150	40,150	44,238
Municipal retirement	14,500	14,500	10,621
<b>Total Personnel</b>	<u>326,660</u>	<u>326,660</u>	<u>321,022</u>
<b>Contractual Services</b>			
Accounting & auditing	3,700	3,700	3,136
Auto expense/mileage	4,000	4,000	1,071
COVID expenses	1,000	1,000	-
Insurance	200	200	104
Legal services	750	750	1,479
Outside services	5,000	5,000	4,745
Postage	350	350	260
Printing/publishing/newsletter	750	750	910
Equipment/computer	10,000	10,000	7,247
Facilities/rent	18,762	18,762	16,997
Special events	1,000	1,000	487
Telephone	850	850	713
Website	1,500	1,500	1,356
Workshops/dues/subscriptions	10,750	10,750	4,318
Consulting	48,750	48,750	48,750
Miscellaneous expense	500	500	123
Contingencies, office of the Assessor	10,000	10,000	-
<b>Total Contractual Services</b>	<u>117,862</u>	<u>117,862</u>	<u>91,696</u>
<b>Commodities</b>			
Office supply/postage	1,500	1,500	4,884
<b>Total Commodities</b>	<u>1,500</u>	<u>1,500</u>	<u>4,884</u>
<b>Total Assesor</b>	<u>446,022</u>	<u>446,022</u>	<u>417,602</u>
<b>Transportation Personnel</b>			
Salaries	104,865	104,865	87,518
Health insurance	9,363	9,363	6,187
Social security & medicare	10,255	10,255	7,310
Municipal retirement	1,296	1,296	1,313
<b>Total Personnel</b>	<u>125,779</u>	<u>125,779</u>	<u>102,328</u>

# MORAINÉ TOWNSHIP, ILLINOIS

Town Fund - Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Year Ended March 31, 2022

	Original Budget	Final Budget	Modified Accrual Basis
<b>Transportation (Continued)</b>			
<b>Contractual Services</b>			
Accounting & auditing	\$ 3,700	\$ 3,700	\$ 3,136
Auto expense/mileage	250	250	-
COVID expenses	1,000	1,000	-
Legal services	500	500	192
Outside services	3,500	3,500	2,441
Printing/publishing/newsletter	2,000	2,000	760
Postage	500	500	163
Website	2,500	2,500	733
Facilities/rent	10,155	10,155	6,853
Special events	1,000	1,000	175
Telephone	750	750	583
Van operations & maintenance	16,650	16,650	15,673
Equipment/computer	1,000	1,000	714
Miscellaneous expense	500	500	88
Contingencies, office of the Supervisor	5,000	5,000	-
<b>Total Contractual Services</b>	<b>49,005</b>	<b>49,005</b>	<b>31,511</b>
<b>Commodities</b>			
Office supply/postage	750	750	1,450
<b>Total Commodities</b>	<b>750</b>	<b>750</b>	<b>1,450</b>
<b>Total Transportation</b>	<b>175,534</b>	<b>175,534</b>	<b>135,289</b>
<b>Cemeteries</b>			
<b>Personnel</b>			
Salaries	3,500	3,500	516
Social security & medicare	150	150	48
<b>Total Personnel</b>	<b>3,650</b>	<b>3,650</b>	<b>564</b>
<b>Contractual Services</b>			
Auto expense/mileage	200	200	-
Insurance	2,300	2,300	1,990
Legal services	150	150	110
Maintenance & operations	-	-	404
Miscellaneous	100	100	90
Outside services	15,000	15,000	8,675
Facilities/rent	500	500	-
Printing/publishing	-	-	659
Software	750	750	-
Repairs	25,000	25,000	15,700
Utilities	300	300	355

# MORAINÉ TOWNSHIP, ILLINOIS

Town Fund - Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Year Ended March 31, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Modified Accrual Basis</b>
<b>Cemeteries (continued)</b>			
<b>    Contractual Services</b>			
Website	\$ 500	\$ 500	\$ 599
Workshops/dues/subscriptions	500	500	-
<b>    Total Contractual Services</b>	<b>45,300</b>	<b>45,300</b>	<b>28,582</b>
<b>    Total Cemeteries</b>	<b>48,950</b>	<b>48,950</b>	<b>29,146</b>
<b>    Agency Grants</b>			
<b>        Contractual Services</b>			
Grants	175,000	175,000	175,000
<b>    Total Agency Grants</b>	<b>175,000</b>	<b>175,000</b>	<b>175,000</b>
<b>    Passport Processing</b>			
<b>        Personnel</b>			
Salaries	2,488	2,488	900
Health insurance	800	800	343
Social security & medicare	213	213	66
Municipal retirement	159	159	33
<b>        Total Personnel</b>	<b>3,660</b>	<b>3,660</b>	<b>1,342</b>
<b>        Contractual Services</b>			
Auto expense/mileage	100	100	-
Newsletter	500	500	-
Outside services	-	-	7
Website	500	500	-
<b>        Total Contractual Services</b>	<b>1,100</b>	<b>1,100</b>	<b>7</b>
<b>        Commodities</b>			
Office supplies/postage	500	500	481
<b>        Total Commodities</b>	<b>500</b>	<b>500</b>	<b>481</b>
<b>    Total Passport Processing</b>	<b>5,260</b>	<b>5,260</b>	<b>1,830</b>
<b>    Total Expenditures</b>	<b>985,987</b>	<b>985,987</b>	<b>869,087</b>
<b>Other Financing Sources (Uses)</b>			
Transfer in/(out)	\$ (100,000)	\$ (100,000)	\$ (100,000)
<b>Net Change in Fund Balance</b>	<b>\$ 315,013</b>	<b>\$ 315,013</b>	<b>\$ 483,577</b>

# MORAINÉ TOWNSHIP, ILLINOIS

General Assistance Fund - Statement of Revenues, Expenditures and Changes in Fund Balances

- Budget and Actual

Year Ended March 31, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Modified Accrual Basis</u>
<b>Revenues</b>			
Property taxes	\$ -	\$ -	\$ 14
Interest income	130	130	856
Contributions - community chest	357,500	357,500	366,261
Grants	330,000	330,000	330,885
Miscellaneous	6,000	6,000	4,361
<b>Total Revenues</b>	<u>693,630</u>	<u>693,630</u>	<u>702,377</u>
<b>Expenditures</b>			
<b>Administrative</b>			
<b>Personnel</b>			
Salaries - officers & staff	149,338	149,338	153,547
Health insurance	34,750	34,750	36,930
Social security & medicare	12,880	12,880	11,746
Municipal retirement	6,645	6,645	5,466
<b>Total Personnel</b>	<u>203,613</u>	<u>203,613</u>	<u>207,689</u>
<b>Contractual Services</b>			
Accounting & auditing	5,000	5,000	4,391
Auto expense/mileage	1,000	1,000	281
Insurance	3,250	3,250	2,442
Legal services	500	500	539
Outside services	3,500	3,500	3,284
Printing/publishing/newsletter	5,000	5,000	4,031
Facilities	57,030	57,030	34,927
Special events	500	500	188
Telephone	1,500	1,500	723
Postage	500	500	319
Software & database programs	2,500	2,500	2,350
Website	5,000	5,000	763
Workshops/dues/subscriptions	2,500	2,500	1,083
Miscellaneous expense	500	500	310
Equipment/computer	1,000	1,000	1,172
COVID expenses	1,000	1,000	-
Contingencies, General Assistance	10,000	10,000	-
<b>Total Contractual Services</b>	<u>100,280</u>	<u>100,280</u>	<u>56,803</u>



# MORAINÉ TOWNSHIP, ILLINOIS

General Assistance Fund - Statement of Revenues, Expenditures and Changes in Fund Balances

- Budget and Actual

Year Ended March 31, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Modified Accrual Basis</u>
<b>Administrative Expenditures (Concluded)</b>			
<b>Commodities</b>			
Office supplies	\$ 1,000	\$ 1,000	\$ 2,134
<b>Total Commodities</b>	<u>1,000</u>	<u>1,000</u>	<u>2,134</u>
<b>Capital Outlay</b>			
Building equipment	-	11,000	10,695
<b>Total Capital Outlay</b>	<u>-</u>	<u>11,000</u>	<u>10,695</u>
<b>Total Administrative</b>	<u>304,893</u>	<u>315,893</u>	<u>277,321</u>
<b>Assistance programs</b>			
General assistance	10,000	10,000	8,968
Emergency assistance	130,000	310,000	301,932
Senior/youth services	19,500	19,500	8,919
Community chest	362,600	262,750	246,297
<b>Total Assistance Programs</b>	<u>522,100</u>	<u>602,250</u>	<u>566,116</u>
<b>Total Expenditures</b>	<u>826,993</u>	<u>918,143</u>	<u>843,437</u>
<b>Other Financing Sources (Uses)</b>			
Gain/(loss) on sale	-	-	(3,572)
Market value fluctuation	-	-	(8,135)
Transfer in/(out)	100,000	100,000	100,000
<b>Total Other Financing Sources (Uses)</b>	<u>100,000</u>	<u>100,000</u>	<u>88,293</u>
<b>Net Change in Fund Balance</b>	<u>\$ (33,363)</u>	<u>\$ (124,513)</u>	<u>\$ (52,767)</u>

**MORAINÉ TOWNSHIP, ILLINOIS**  
**Multi-year Schedule of Changes in Net Pension Liability and Related Ratios**  
**Last 10 Calendar Years**

*(Schedule to be built prospectively from 2015)*

Calendar Year Ending	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Total Pension Liability</b>										
Service Cost	\$ 36,600	\$ 37,629	\$ 37,151	\$ 39,113	\$ 56,784	\$ 62,280	\$ 60,557			
Interest on the Total Pension Liability	248,150	244,942	239,112	235,238	247,276	244,772	215,742			
Benefit Changes	-	-	-	-	-	-	-			
Difference between Expected and Actual Experience	(20,281)	36,589	46,296	53,444	(44,863)	12,834	313,585			
Assumption Changes	-	(31,834)	-	72,937	(112,677)	(3,580)	3,497			
Benefit Payments and Refunds	(242,383)	(242,723)	(242,056)	(234,265)	(362,111)	(206,939)	(198,715)			
<b>Net Change in Total Pension Liability</b>	22,086	44,603	80,503	166,467	(215,591)	109,367	394,666			
<b>Total Pension Liability - Beginning</b>	3,525,657	3,481,054	3,400,551	3,234,084	3,449,675	3,340,308	2,945,642			
<b>Total Pension Liability - Ending (a)</b>	<b>\$ 3,547,743</b>	<b>\$ 3,525,657</b>	<b>\$ 3,481,054</b>	<b>\$ 3,400,551</b>	<b>\$ 3,234,084</b>	<b>\$ 3,449,675</b>	<b>\$ 3,340,308</b>			
<b>Plan Fiduciary Net Position</b>										
Employer Contributions	20,789	24,881	11,870	27,450	34,400	39,501	43,983			
Employee Contributions	16,384	15,465	15,090	15,421	19,744	22,247	23,387			
Pension Plan Net Investment Income	719,306	554,811	649,335	(238,769)	575,883	227,752	15,125			
Benefit Payments and Refunds	(242,383)	(242,723)	(242,056)	(234,265)	(362,111)	(206,939)	(198,715)			
Other	(24,084)	29,607	44,181	96,817	(87,363)	20,927	306,792			
<b>Net Change in Plan Fiduciary Net Position</b>	490,012	382,041	478,420	(333,346)	180,553	103,488	190,572			
<b>Plan Fiduciary Net Position - Beginning</b>	4,092,488	3,710,447	3,232,027	3,565,373	3,384,820	3,281,332	3,090,760			
<b>Plan Fiduciary Net Position - Ending (b)</b>	<b>\$ 4,582,500</b>	<b>\$ 4,092,488</b>	<b>\$ 3,710,447</b>	<b>\$ 3,232,027</b>	<b>\$ 3,565,373</b>	<b>\$ 3,384,820</b>	<b>\$ 3,281,332</b>			
<b>Net Pension Liability/(Asset) - Ending (a) - (b)</b>	<b>(1,034,757)</b>	<b>(566,831)</b>	<b>(229,393)</b>	<b>168,524</b>	<b>(331,289)</b>	<b>64,855</b>	<b>58,976</b>			
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	129.17%	116.08%	106.59%	95.04%	110.24%	98.12%	98.23%			
<b>Covered Valuation Payroll</b>	\$ 364,095	\$ 343,661	\$ 335,339	\$ 342,684	\$ 438,016	\$ 494,388	\$ 511,428			
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	(284.20%)	(164.94%)	(68.41%)	49.18%	(75.63%)	13.12%	11.53%			

**MORAINÉ TOWNSHIP, ILLINOIS**  
**Multi-year Schedule of Pension Contributions**  
**Last 10 Calendar Years**

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2015	\$ 43,983	\$ 43,983	-	\$ 511,428	8.60%
2016	39,502	39,501	1	494,388	7.99%
2017	34,340	34,400	(60)	438,016	7.85%
2018	27,449	27,450	(1)	342,684	8.01%
2019	11,871	11,870	1	335,339	3.54%
2020	24,881	24,881	-	343,661	7.24%
2021	20,790 *	20,789	1	364,095	5.71%

\* Estimated based on a contribution rate of 5.71% and covered valuation payroll of \$364,095.

NOTES TO REQUIRED  
SUPPLEMENTARY INFORMATION

# MORAINÉ TOWNSHIP, ILLINOIS

*Notes to Required Supplementary Information  
Year Ended March 31, 2022*

## NOTE 1 - BUDGETARY INFORMATION

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The accounting policies of Moraine Township include the preparation of financial statements on the modified accrual basis of accounting. The Township also prepares its budget on the modified accrual basis of accounting.

Under the modified accrual basis of accounting, revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. General capital assets acquisitions are reported as expenditures in the governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures relating to compensated absences, debt service expenditures, and claims and judgments are recognized only when payment is due.

Budgets are adopted at the function level in the General Fund and total General Fund expenditures disbursed may not legally exceed the budgeted amount. Appropriations lapse at year end unless specifically carried over. There were no carryovers to the following year.

The Township procedures in establishing the budgetary data reflected in the General Fund Financial Statements are presented below:

1. Prior to June 15th the Township Board receives a proposed operating budget (appropriation ordinance) for the fiscal year commencing on proceeding April 1st. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted at a public meeting to obtain taxpayers comments.
3. The budget is legally enacted through passage of an ordinance prior to June 30th.
4. The Township Treasurer, in conjunction with the Township Board, is authorized to expend the unexpended balance of any item or items of any general appropriation in making up any deficiency in any item or items of the same general appropriation.
5. The budget was passed on April 22, 2021 and amended on April 19, 2022.

## MORAINÉ TOWNSHIP, ILLINOIS

*Notes to Required Supplementary Information*  
*Year Ended March 31, 2022*

### NOTE 1 - BUDGETARY INFORMATION (CONCLUDED)

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6. Formal budgetary integration is not employed as a management control device during the year for any fund.
7. Budgetary comparisons presented in the accompanying financial statements are prepared on the modified cash basis of accounting, which is comprehensive basis of accounting other than generally accepted accounting principles. All funds utilize the same basis of accounting for both budgetary purposes and actual results.
8. Expenditures cannot legally exceed appropriations at the fund level.
9. All appropriations lapse at year-end.
10. The appropriation ordinance for the Town Fund and General Assistance Fund was adopted on April 22, 2021 and amended on April 19, 2022.

### NOTE 2 – EXCESS OF EXPENDITURES OVER APPROPRIATIONS

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No fund expenditures exceeded appropriations during the fiscal year ended March 31, 2022.