

Lisle Township
Lisle, Illinois

Annual Financial Report

For the year ended
March 31, 2020

LISLE TOWNSHIP

Lisle, Illinois

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LISLE TOWNSHIP

Lisle, Illinois

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Independent Auditor's Report

Board of Trustees
Lisle Township
Lisle, Illinois

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lisle Township, as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise Lisle Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Auditor's Responsibility

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

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

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

Basis for Adverse Opinion on Governmental Activities

Management has not recorded certain capital assets in governmental activities and, accordingly, has not recorded depreciation expense on those assets. The modified cash basis of accounting requires that those capital assets be capitalized and depreciated, which would increase the assets, net position, and expenses of governmental activities. The amount by which this departure would affect the assets, net position, and expenses of the governmental activities is not reasonably determinable.

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Adverse Opinion on Governmental Activities

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on Governmental Activities” paragraph, the financial statements referred to above do not present fairly, in accordance with the modified cash basis of accounting, the financial position of the governmental activities of Lisle Township as of March 31, 2020 and the changes in financial position thereof for the year then ended.

Unmodified Opinion on Each Major Fund and the Aggregate Remaining Fund Information

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of Lisle Township, as of March 31, 2020, and the respective changes in financial position-modified cash basis for the year then ended in accordance with the basis of accounting described in note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lisle Township’s basic financial statements. The Management’s Discussion and Analysis, Supplementary Information, Combining and Individual Fund Financial Statements and Schedules, and Other Supplementary Information as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining and Individual Fund Financial Statements are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements is fairly stated in all material respects in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

The Management’s Discussion and Analysis, Supplementary Information, and Other Supplementary Information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

A handwritten signature in black ink that reads "Wipfli LLP". The signature is written in a cursive, flowing style.

Wipfli LLP
Aurora, Illinois
July 20, 2020

Lisle Township

Management's Discussion and Analysis For the Year Ended March 31, 2020

The Management's Discussion and Analysis ("MD&A") is an element of the financial reporting model adopted by the Governmental Accounting Standards Board (GASB) in their statement No. 34 Basic Financial Statements – Management's Discussion and Analysis – for State and Local Governments. In this area Lisle Township (the Township) presents its discussion and analysis of the Township's financial performance and provides an overall review of the Township's financial activities for the fiscal year ended March 31, 2020.

The MD&A is designed to focus on the current period's activities, resulting changes and currently known facts. The management of the Township encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the Township's financial performance.

General Background

Lisle Township is a local unit of government credited with being the first settled town in DuPage County. In 1850 the township population was 1,133 and was known as DuPage Township until 1854, when it changed its name to Lisle Township. Today Lisle Township serves approximately 116,000 residents (as of the latest census for 2010). Lisle Township includes most of Lisle with portions of Naperville, Downers Grove and small portions of Woodridge and Bolingbrook.

The Township is composed of two taxing bodies, the Township and Highway Department. Collectively the Township levies, budgets and provides services through the Town Fund, which includes the assessor, the General Assistance Fund and the Highway Department Funds. These funds provide distinct and separate services to the Township residents.

The Town Fund supports, but is not limited to:

- Food Pantry, serving approximately 300-350 families per month.
- Transportation Program; Dial DuPage providing assistance for senior citizens and the physically challenged.
- Passport application acceptance services.
- Job Clubs.
- Youth Worker support and counseling
- Assessor's functions including uniformly assessing real properties at a median level of 33 1/3% (one third) of market value.
- Maintain a file for every property located within the Township which includes lot size, building sketch and if the property is improved, descriptions of the improvements.

The General Assistance Fund supports, but is not limited to:

- Financial support for residents who have limited or no resources.
- Financial support for residents who are unemployed or disabled without any other forms of income.
- Emergency financial aid and assistance.

The Road and Bridge Fund support, but is not limited to:

- Maintaining approximately 51 miles of roads in unincorporated Lisle Township.
- Branch pick-up service, Tree trimming and removal.
- Issuing Permits for building, remodeling and infrastructure improvements.
- Storm Sewer Basin Inspection and Cleaning.
- Sidewalks and Curb Replacement.
- Snow and ice removal.

Financial Highlights

Lisle Township continues to operate under the restrictions of the Property Tax Extension Limitation Law (PTELL). The "tax caps" limit the annual growth of the Township's primary revenue source to the annual CPI index factor. This limitation, combined with the recent low rate of return on investments has required the Township to use its fund balances to compensate any deficits between revenues and expenditures in the operating funds. The Township Board routinely monitors the receipt of revenues and disbursements of expenditures in order to ensure the minimization of a deficit between the revenue and expense levels.

Primary effects on fiscal 2020 operating results include the following:

- The Township's total net position as of March 31, 2020 was \$10,135,378.
- The fund balances at the end of the period were \$10,135,378, which was comprised as follows: \$3,941,274 General Town Fund, \$184,083 General Assistance Fund, \$5,098,996 Road and Bridge Fund, and \$911,025 Motor Fuel Tax Fund.

For purpose of this analysis, the Township considers operating funds to include the General Town, General Assistance, Road and Bridge and Motor Fuel Tax Funds.

Overview of the Financial Statements

This annual report consists of three parts: MD&A (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the Township:

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the Township's overall financial status.
- The remaining statements are fund financial statements that are similar to the historical reporting concept and focus on individual parts of the Township, reporting the Township's operations and in more detail than the government-wide statements.

The fund financial statements have the following two primary components.

- The governmental funds statements tell how basic services were financed in the short term, as well as what remains for future spending.
- The fiduciary funds statements provide information about the financial relationships in which the Township acts solely as trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The reader should refer to these notes for a better understanding of the overall financial statements. The statements are followed by a section of required supplementary information that further explains and supports the financial statements.

Figure A-1 summarizes the organization of the Township's financial statements, including the portion of the township's activities they cover and the types of information contained.

Figure A-1
Organization of Lisle Township Annual Financial Report

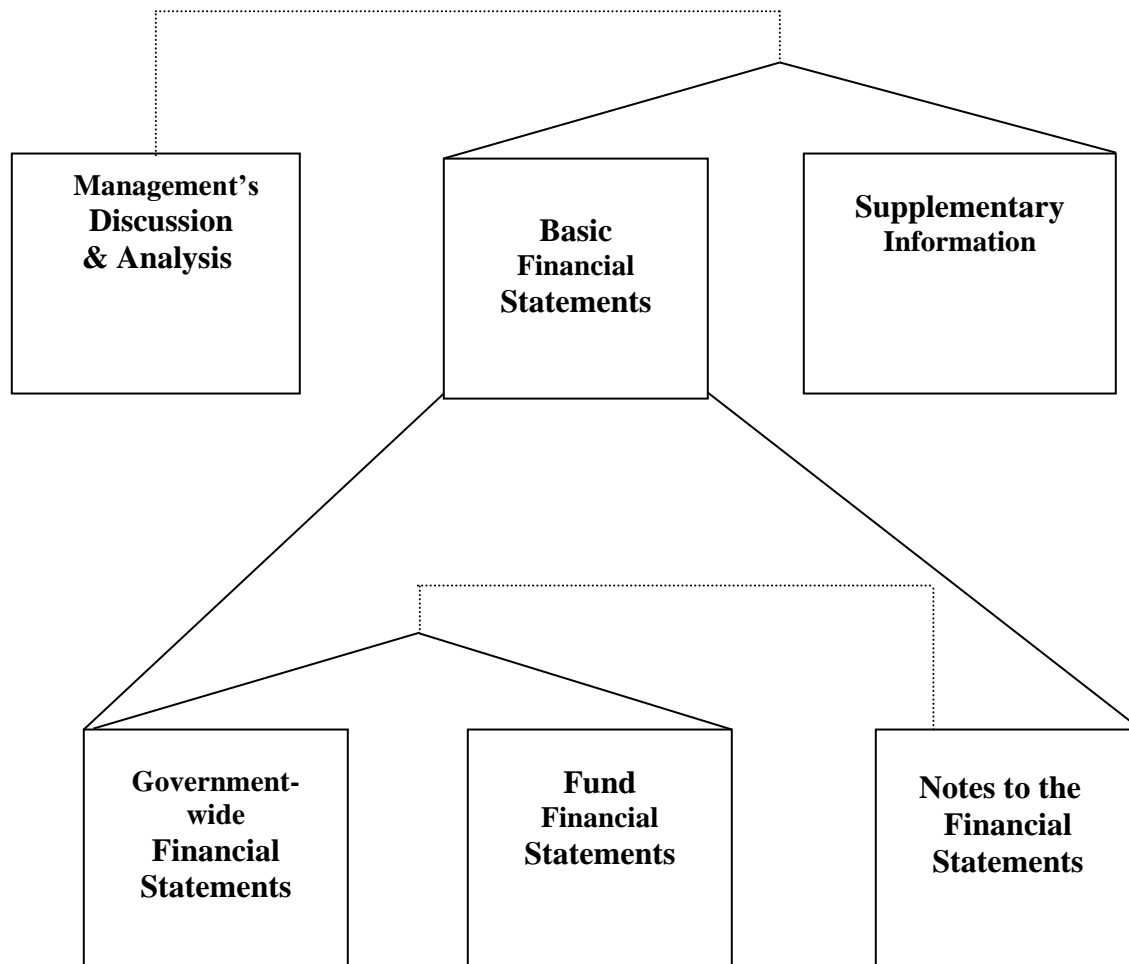


Figure A-2 summarizes the major features of the Township's financial statements, including the portion of the Township's activities they cover and the types of information they contain. The remainder of this overview section of the MD&A and analysis highlights the structure and contents of each of the statements.

Figure A-2
Major Features of the Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire Township (except fiduciary funds)	The activities of the Township that are not proprietary or fiduciary, such as Town & Road Bridge	Instances in which the Township administers resources on behalf of someone else, such as bonds posted for construction projects
Required financial statements	Statement of net position Statement of activities	Statement of assets, liabilities and fund balances Statement of revenues collected, expenditures paid, and changes in fund balance	Statement of fiduciary net assets Statement of changes in fiduciary net position
Accounting basis and measurement focus	Modified cash basis of accounting	Modified cash basis of accounting	Modified cash basis of accounting
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year when cash is received or paid	All revenues and expenditures during year when cash is received or paid	All revenues and expenses during year when cash is received or paid

Government-wide financial statements

The Government-wide financial statements are designed to provide readers with a broad overview of the Township's financial position and operations as a whole, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Township's current and non-current assets and liabilities, with the difference between the two reported as net position, a concept similar to "equity" in enterprise financial statements.

The statement of activities presents information showing how the Township's net position changed during the fiscal period being reported. All changes in net position are reported on the modified cash basis of accounting.

Lisle Township

Management's Discussion and Analysis For the Year Ended March 31, 2020

Use of the Net Position concept is one way to measure the Township's financial health or position. Over time, increases or decreases in net position serve as a useful indicator of whether the financial position of the Township is improving or deteriorating. To assess the Township's overall financial health, consideration also needs to be given to other non-financial factors such as changes in the Township's property tax base, the condition of its facilities and other similar items.

In the Government-wide financial statements, the Township's activities are categorized as follows:

- *Governmental Activities* – Most of the Township's basic services such as road maintenance and administration are included. Property taxes finance most of these activities. Some support is received from local fees.

Fund-based Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. This accounting presentation also provides information prepared on a consistent method with prior years to facilitate comparative analysis.

Governmental funds- These funds are used to account for essentially the same functions reported as governmental activities in the Township-wide financial statements. However, unlike the Township-wide financial statement, governmental fund financial statements focus on (1) how cash and other financial assets that can readily be converted to cash, flow in and out of Township operations and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. Because this information does not encompass the additional long-term asset and debt focus of the Government-wide financial statement, additional information at the bottom of the governmental funds statements explains the relationship (or differences) between them.

Governmental funds are further summarized by a Major funds category and a Non-Major funds category.

- The major funds of the Township include General Town, General Assistance, Road and Bridge and Motor Fuel Tax Funds. There are no non-major funds.

The major and non-major category determinations are made annually based on previously prescribed fund balance materiality criteria. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in the fund balances for the combined total governmental funds and for each summary category of funds.

The Township also adopts an annual budget for each of the funds listed above except the Motor Fuel Tax Fund. A budgetary comparison statement has been provided for each fund, except the Motor Fuel Tax Fund, to demonstrate actual results compared with this budget.

Notes to the Financial Statements

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

Lisle Township
Management's Discussion and Analysis
For the Year Ended March 31, 2020

Other Information

In addition to the basic financial statement and accompanying notes, this report also presents certain supplementary financial and statistical information concerning the Township's operations.

Government-Wide Financial Analysis

The following is a condensed summary of Net Position financial information as of March 31, 2020 and 2019.

Table 1 Condensed Statements of Net Position - Modified Cash Basis		
	2020	2019
Assets	<u>\$ 10,168,581</u>	<u>\$ 9,136,847</u>
Liabilities	<u>\$ 33,103</u>	<u>\$ 28,320</u>
Net position:		
Restricted	\$ 6,194,104	\$ 5,756,986
Unrestricted	3,941,274	3,351,541
Total net position	<u>\$ 10,135,378</u>	<u>\$ 9,108,527</u>

Net Position – The overall net position of the Township as of March 31, 2020 is \$10,135,378, of which \$3,941,274 is unrestricted. This net position represents a favorable financial condition. All of the Township's assets consist of liquid investments or cash.

Lisle TownshipManagement's Discussion and Analysis
For the Year Ended March 31, 2020

Changes in Net Position – The following table provides a condensed government-wide summary of the changes in the net position of the Township for the fiscal periods ended March 31, 2020 and 2019. The fiscal period financial information is provided for total governmental activities.

Table 2
Changes in Net Position - Modified Cash Basis

	Governmental Activities 2020	Percentage of Total	Governmental Activities 2019	Percentage of Total
Revenues				
Program revenues				
Charges for Services	\$ 147,402	2.3%	\$ 33,683	26.2%
Operating Grants	209,506	3.3%	31,006	24.1%
General Revenues				
Property Taxes	5,603,241	88.6%	83	0.1%
Replacement Taxes	111,512	1.8%	16,247	12.7%
Investment Earnings	216,581	3.4%	47,399	36.9%
Sales of Assets	33,013	0.5%	-	0.0%
	<u>6,321,255</u>	<u>99.9%</u>	<u>128,418</u>	<u>100.0%</u>
Expenses				
General Government	2,099,570	39.7%	483,251	49.1%
Highways and Streets	3,053,024	57.7%	478,472	48.7%
Health and Welfare	141,810	2.7%	21,582	2.2%
Total Expenses	<u>5,294,404</u>	<u>100.1%</u>	<u>983,305</u>	<u>100.0%</u>
Increase (decrease) in net position	1,026,851		(854,887)	
Net Position, beginning of period	<u>9,108,527</u>		<u>9,963,414</u>	
Net Position, end of period	<u>\$ 10,135,378</u>		<u>\$ 9,108,527</u>	

Due to a change in accounting periods the 2019 amounts only report three months of transactions.

Revenues- The most substantial portion of Township revenues is derived from property taxes. This revenue source is limited by the State's "tax cap" methodology. In essence, the annual growth in Township property tax revenues is limited to the lesser of 5% or a CPI index factor, plus a factor as defined for new property, added to the total value of the property in the Township. The resulting total property tax revenues for the year ended March 31, 2020 were \$5,603,241. Total operating revenues for the year ended March 31, 2020 were \$6,321,255.

Expenses- Total operating expenses for the period ended March 31, 2020 were \$5,294,404. Overall the Township maintained delivery of its desired and consistent level of quality programs in the year ended March 31, 2020. This is shown by the \$1,026,851 increase in operating fund balances for the year ended March 31, 2020.

Financial Analysis of the Township's Funds

The General Town, General Assistance, Road and Bridge, and Motor Fuel Tax Funds showed increases (decreases) to fund balances of \$589,733, (\$55,451), \$387,393, and \$105,176, respectively. The increases are due to consistently conservative budgeting.

The General Town Fund revenues were \$136,986 greater than budgeted. expenditures were \$1,416,332 lower than budget in total. Overall, the General Town Fund's increase in fund balance was \$589,733 greater than budget.

Factors Bearing on the Township's Future

At the time these financial statements were prepared and audited, the Township was aware of the following items that could significantly affect its future operations and related financial position:

- Unfunded mandates from the State that are not planned or exceed the Township's future abilities to collect revenue.
- Additional exploration of new supplemental revenues from grants and other funding sources will continue to be evaluated.
- The Township continues to evaluate a long-term solution for the Assessor's Office space.
- Township governments' existence is threatened as legislation continues to be written that lacks an understanding of Township services, putting the Township, its services, and the cost efficiencies of these services at risk.
- The Board will continue to closely monitor and address budgetary expenditures to minimize deficit spending and preserve the appropriate fund balance levels.

Request for Information

This financial report is designed to provide the Township's citizens, taxpayers, and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability for the money it receives. If you have questions regarding this report, or need additional financial information, contact the Township's Supervisor at (630) 968-2087.

Lisle Township

Statement of Net Position - Modified Cash Basis

March 31, 2020

Assets

Cash and Cash Equivalents	\$ 9,257,456
Due from Other Governments	<u>911,025</u>

Total Assets	<u>\$ 10,168,481</u>
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Liabilities

Unremitted Payroll Withholding Liabilities	<u>\$ 33,103</u>
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Net Position

Restricted	
General assistance	\$ 184,083
Road and bridge	5,326,306
Equipment and building	404,814
Liability insurance	139,263
Employee retirement	139,638
Unrestricted	<u>3,941,274</u>

Total Net Position	<u>\$ 10,135,378</u>
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See Accompanying Notes to Financial Statements

Lisle Township

Statement of Activities - Modified Cash Basis

Year Ended March 31, 2020

Function/Program	Expenses	Program Revenues			Governmental Activities
		Charges for Services	Operating Grants	Capital Grants	
Governmental Activities					
General Government	\$ 2,099,570	\$ 15,626	\$ 119,212	\$ -	\$ (1,964,732)
Highways and Streets	3,053,024	128,776	90,294	-	(2,833,954)
Health and Welfare	141,810	3,000	-	-	(138,810)
Total Governmental Activities	<u>\$ 5,294,404</u>	<u>\$ 147,402</u>	<u>\$ 209,506</u>	<u>\$ -</u>	<u>(4,937,496)</u>

Property Taxes	5,603,241
Replacement Taxes	111,512
Investment Earnings	216,581
Sale of Capital Assets	<u>33,013</u>
Total General Revenues	<u>5,964,347</u>
Change in Net Position	1,026,851
Net Position, Beginning of Year	<u>9,108,527</u>
Net Position, End of Year	<u><u>\$10,135,378</u></u>

See Accompanying Notes to Financial Statements

Lisle Township

Statement of Assets, Liabilities and Fund Balances Arising from Modified Cash Basis

Governmental Funds

March 31, 2020

Assets	General	General
	Town	Assistance
	Fund	Fund
Cash and Cash Equivalents	\$ 3,974,377	\$ 184,083
Due from Other Governments	-	-
Total Assets	<u>\$ 3,974,377</u>	<u>\$ 184,083</u>
Liabilities and Fund Balance		
Liabilities		
Unremitted Payroll Liabilities	<u>\$ 33,103</u>	<u>\$ -</u>
Fund Balances		
Restricted		
General assistance	-	184,083
Road and bridge	-	-
Equipment and building	-	-
Liability insurance	-	-
Employee retirement	-	-
Unrestricted		
Unassigned	<u>3,941,274</u>	<u>-</u>
Total Fund Balances	<u>3,941,274</u>	<u>184,083</u>
Total Liabilities and Fund Balances	<u>\$ 3,974,377</u>	<u>\$ 184,083</u>

See Accompanying Notes to Financial Statements

Road and Bridge Fund		Motor Fuel Tax Fund		Total	
\$ 5,098,996	\$	-	\$	9,257,456	
-		911,025		911,025	
\$ 5,098,996	\$	911,025	\$	10,168,481	
\$ -	\$	-	\$	33,103	
-		-		184,083	
4,415,281		911,025		5,326,306	
404,814		-		404,814	
139,263		-		139,263	
139,638		-		139,638	
-		-		3,941,274	
5,098,996		911,025		10,135,378	
\$ 5,098,996	\$	911,025	\$	10,168,481	

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Lisle Township

Reconciliation of Fund Balances Arising from Modified Cash Basis
of Governmental Funds to the Governmental Activities
in the Statement of Net Position
March 31, 2020

Total Fund Balances	\$ 10,135,378
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Amounts reported for governmental
activities are different because

No Reconciling Items	<u>-</u>
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Net Position of Governmental Activities	<u><u>\$ 10,135,378</u></u>
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See Accompanying Notes to Financial Statements

Lisle Township

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund

Balances - Modified Cash Basis

Governmental Funds

Year Ended March 31, 2020

	General Town Fund	General Assistance Fund
Revenues Received		
Property Taxes	\$ 2,415,925	\$ 78,500
Replacement Taxes	57,355	-
Intergovernmental	119,212	-
Motor Fuel Taxes	-	-
Interest	81,185	4,859
Miscellaneous	15,626	3,000
Total Revenues Received	2,689,303	86,359
Expenditures Disbursed		
General Government	2,099,570	-
Highways and Streets	-	-
Health and Welfare	-	141,810
Total Expenditures Disbursed	2,099,570	141,810
Excess of Revenues Received over/(under) Expenditures Disbursed	589,733	(55,451)
Other Financing Sources		
Sale of Capital Assets	-	-
Net Change in Fund Balances	589,733	(55,451)
Fund Balances, Beginning of Period	3,351,541	239,534
Fund Balances, End of Period	\$ 3,941,274	\$ 184,083

See Accompanying Notes to Financial Statements

Road and Bridge Fund	Motor Fuel Tax Fund	Total
\$ 3,108,816	\$ -	\$ 5,603,241
54,157	-	111,512
-	-	119,212
-	90,294	90,294
115,655	14,882	216,581
128,776	-	147,402
3,407,404	105,176	6,288,242
-	-	2,099,570
3,053,024	-	3,053,024
-	-	141,810
3,053,024	-	5,294,404
354,380	105,176	993,838
33,013	-	33,013
387,393	105,176	1,026,851
4,711,603	805,849	9,108,527
\$ 5,098,996	\$ 911,025	\$ 10,135,378

Lisle Township

Reconciliation of the Governmental Funds Statement of Revenues
Received, Expenditures Disbursed and Changes in Fund Balances -
Modified Cash Basis - to the Governmental Activities in the Statement of Activities
For the Year Ended March 31, 2020

Total Net Change in Fund Balance	\$ 1,026,851
Amounts reported for governmental activities are different because:	
No Reconciling Items	<u>-</u>
Change in Net Position of Governmental Activities	<u><u>\$ 1,026,851</u></u>

See Accompanying Notes to Financial Statements

Lisle Township
Statement of Fiduciary Assets and Liabilities
Agency Fund
March 31, 2020

Assets

Cash and Cash Equivalents	<u>\$ 245,667</u>
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Liabilities

Liabilities	
Due to Depositors	<u>\$ 245,667</u>

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lisle Township's (the Township) accounting policies conform to the prescribed basis of accounting that demonstrated compliance with the modified cash basis and budget laws for governments of this type within the State of Illinois. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Township's accounting policies are described below.

a. Principles Used to Determine the Scope of the Reporting Entity

The Township includes all funds of its governmental operations that are controlled by or dependent upon the Township as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will and fiscal dependency. The accompanying financial statements include only those funds of the Township as there are no other organizations for which it has financial accountability.

b. Fund Accounting

The accounts of the Township are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

Funds are classified into the following category: Governmental and Fiduciary

Governmental funds are those through which most governmental functions of the Township are financed. The acquisition, use, and balances of the Township's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination.

Fiduciary funds are used to account for assets held by the Township in a trustee capacity or as an agent for individuals or private organizations.

The following are the Township's governmental and fiduciary funds:

General Fund – The General (Town) Fund - The General (Town) Fund is the general operating fund of the Township. It is used to account for all financial resources except those accounted for in another fund.

Special Revenue Funds

General Assistance Fund – The General Assistance Fund is used to account for revenues received and expenditures disbursed for general and emergency assistance needs of Township residents.

General Road Fund – The General Road Fund is used to account for revenues received and expenditures disbursed for the maintenance and repair of Township roads.

Motor Fuel Tax Fund – The Motor Fuel Tax Fund is used to account for Motor Fuel Tax revenues received from the state and expenditures disbursed for the repair of Township roads.

Fiduciary Fund – The Agency Funds (Bond Escrow) account for assets held by the Township in a Trustee capacity. The monies are collected as part of the construction permitting process and returned after completion of the project, provided no damage was done to Highway Department assets.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Township reports the following funds as major governmental funds:

General Town Fund
General Assistance Fund
General Road Fund
Motor Fuel Tax Fund

c. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the modified cash basis of accounting. Revenues and additions are recognized and recorded when cash is received and expenditures and deductions are recorded upon disbursement of cash.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified cash basis of accounting.

The modified cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

e. Deposits and Investments

The Township's cash and cash equivalent balances are cash and certificate of deposits deposited at various local banks.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Property Taxes

The Township must file its tax levy ordinance by the last Tuesday in December of each year. The Township's property tax is levied each year on all taxable real property located in the Township. The levy becomes an enforceable lien against the property as of January 1 in the year in which the levy is adopted. The property tax levies were adopted November 13, 2019 for the Town, General Assistance and Road and Bridge Funds.

Property taxes are collected by the DuPage County Collector/Treasurer who remits to the Township its share of collections. Taxes levied in one year become due and payable in two installments on June 1 and September 1 during the following year. The installments are based on the current levy, assessment and equalization.

The following are tax rates applicable per \$100 of equalized assessed valuation as it pertains to the 2019 and 2018 tax levies:

	Maximum Percent	Actual Percent	
		2018	2017
Town Fund	None	0.0480%	0.0496%
General Assistance	0.1000	0.0016%	0.0016%
Road District			
Road and Bridge	0.9400	0.0073%	0.0075%
Permanent Road	0.2500	0.0456%	0.0469%
Equipment and Building	0.1000	0.0073%	0.0075%
Liability Insurance	None	0.0017%	0.0017%
IMRF	None	0.0024%	0.0024%
Social Security	None	0.0009%	0.0009%
		<u>0.1148%</u>	<u>0.1181%</u>

Property taxes are based on the assessed valuations of the Township's real property as equalized by the State of Illinois. The EAV of real property totaled \$5,034,430,039 and \$4,845,749,930 for the tax years 2019 and 2018, respectively.

2. CASH AND INVESTMENTS

The Township's investment policy authorizes the Township to invest in:

(1) bonds, notes, certificates of indebtedness, treasury bills or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest;

(2) bonds, notes, debentures, or other similar obligations of the United States of America or its agencies;

(3) interest-bearing savings accounts, interest-bearing certificates of deposit or interest-bearing time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act (201 ILCS 5/1 et seq.), provided such a bank is federally insured; or

(4) short term obligations of corporations organized in the United States with assets exceeding \$500,000,000 if (i) such obligations are rated at the time of purchase at one of the 3 highest classifications established by at least 2 standard rating services and which mature no later than 180 days from the date of purchase, (ii) such purchases do not exceed 10% of the corporation's outstanding obligations and (iii) no more than one-third of the public agency's funds may be invested in short term obligations of corporations; or

(5) money market mutual funds registered under the Investment Company Act of 1940, provided that the portfolio of any such money market mutual fund is limited to obligations described in paragraph (1) or (2) of this subsection and to the agreements to repurchase such obligations; or

(6) an Illinois Public Treasurer's Investment Pool created and administered by the State Treasurer of Illinois; or

(7) other securities, as authorized by the Illinois Public Funds Investment Act (30 ILCS 235/1 et seq.), provided, however, that the Chief Investment Officer determines, in writing, that such investments are consistent with the Township's investment risk constraints, as set forth in this Investment Policy.

It is the policy of the Township to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Township and conforming to all state and local statutes governing the investment of public funds, using "good judgment and care" for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

a. Custodial Credit Risk – Deposits

At March 31, 2019, the carrying amount of the Township's deposits (excluding agency funds of \$245,667 and cash on hand of \$391), which included both cash and certificates of deposit, totaled \$9,257,065 and the bank balances totaled \$9,234,356. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Township's investment policy requires the pledging of collateral for amounts exceeding federal depository insurance limits. At March 31, 2020, the Township's deposits were fully secured by either Federal Deposit Insurance Corporation (FDIC) coverage or collateral held in the Township's name.

3. RETIREMENT FUND COMMITMENTS

a. 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.

Due to the District preparing its financial statements on the modified cash basis, pension liabilities and deferred inflows and outflows referred to throughout this note disclosure are not recognized in the actual financial statements.

b. 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.

3. RETIREMENT FUND COMMITMENTS (Continued)

c. Employees Covered by Benefit Terms

As of December 31, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	46
Inactive employees entitled to but not yet receiving benefits	16
Active employees	<u>21</u>
Total	<u><u>83</u></u>

d. 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 2019 was 11.96%. For the fiscal year ended March 31, 2020, the Township contributed \$190,039 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.

e. Net Pension Liability

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

f. Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2019.

- 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 2.50%.
- Salary Increases were expected to be 3.35% to 14.25%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the experience-based table of rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.
- The IMRF-specific rates for Mortality (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For Disabled Retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

3. RETIREMENT FUND COMMITMENTS (Continued)

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	37.0%	5.75%
International Equity	18.0%	6.50%
Fixed Income	28.0%	3.25%
Real Estate	9.0%	5.20%
Alternative Investments	7.0%	3.60 - 7.60%
Cash Equivalents	1.0%	1.85%
	<u>100.0%</u>	

g. 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 2.75%, and the resulting single discount rate is 7.25%.

3. RETIREMENT FUND COMMITMENTS (Continued)

h. Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 14,820,444	\$ 12,271,502	\$ 2,548,942
Changes for the year:			
Service Cost	156,319	-	156,319
Interest on the Total Pension Liability	1,046,037	-	1,046,037
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	59,910	-	59,910
Changes of Assumptions	-	-	-
Contributions - Employer	-	191,023	(191,023)
Contributions - Employees	-	67,898	(67,898)
Net Investment Income	-	2,397,788	(2,397,788)
Benefit Payments, including Refunds of Employee Contributions	(941,004)	(941,004)	-
Other (Net Transfer)	-	145,585	(145,585)
Net Changes	321,262	1,861,290	(1,540,028)
Balances at December 31, 2019	\$ 15,141,706	\$ 14,132,792	\$ 1,008,914

i. 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:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 2,630,936	\$ 1,008,914	\$ (361,584)

3. RETIREMENT FUND COMMITMENTS (Continued)

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

For the year ended March 31, 2020, the Township disclosed pension expense of \$209,129. At March 31, 2020, the Township disclosed deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 67,166	\$ -
Changes in assumptions	44,546	-
Net difference between projected and actual earnings on pension plan investments	-	653,573
Contributions subsequent to the measurement date	54,881	-
Total	<u>\$ 166,593</u>	<u>\$ 653,573</u>

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

Year Ending December 31	Net Deferred Outflows of Resources
2020	\$ (85,969)
2021	(205,980)
2022	55,600
2023	(305,512)
2024	-
Thereafter	-
Total	<u>\$ (541,861)</u>

4. FUND BALANCE REPORTING

According to Government Accounting Standards, fund balances are to be classified in to five major classifications: Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance and Unassigned Fund Balance.

A. Nonspendable Fund Balance

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. Due to the cash basis nature of the Township all such items are expensed at the time of purchase, so there is nothing to report for this classification.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the Board of Trustees). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

D. Assigned Fund Balance

The assigned fund balance classification refers to the amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the general operating funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund.

4. FUND BALANCE REPORTING (Continued)

G. Expenditures of Fund Balance

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances.

Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

5. RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; illnesses of employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. No material decreases in insurance coverage have occurred nor have any insurance claims in excess of insurance coverage have been paid or reported. Settled claims have not exceeded insurance coverage for the past three fiscal periods.

6. OTHER POSTEMPLOYMENT BENEFITS

The Township has evaluated its potential other postemployment benefits liability. The Township provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium. However, no employees were participating in the Township's health insurance plan as of March 31, 2020. Therefore, there is no implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Additionally, the Township had no former employees for which the Township was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the Township has not disclosed any postemployment benefit liability as of March 31, 2020.

Lisle Township

Schedule of Changes in the Employer's Net Pension Liability
and Related Ratios
Illinois Municipal Retirement Fund
Last Five Calendar Years

	2019	2018	2017
TOTAL PENSION LIABILITY			
Service Cost	\$ 156,319	\$ 146,181	\$ 178,595
Interest	1,046,037	1,012,449	1,024,797
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience	59,910	283,418	(127,716)
Changes of Assumptions	-	353,900	(437,683)
Benefit Payments, Including Refunds of Member Contributions	(941,004)	(803,471)	(769,369)
Net Change in Total Pension Liability	321,262	992,477	(131,376)
Total Pension Liability - Beginning	14,820,444	13,827,967	13,959,343
TOTAL PENSION LIABILITY - ENDING	\$ 15,141,706	\$ 14,820,444	\$ 13,827,967
PLAN FIDUCIARY NET POSITION			
Contributions - Employer	\$ 191,023	\$ 233,694	\$ 223,340
Contributions - Member	67,898	71,980	69,746
Net Investment Income	2,397,788	(814,652)	2,187,289
Benefit Payments, Including Refunds of Member Contributions	(941,004)	(803,471)	(769,369)
Administrative Expense	145,585	246,150	(263,412)
Net Change in Plan Fiduciary Net Position	1,861,290	(1,066,299)	1,447,594
Plan Net Position - Beginning	12,271,502	13,337,801	11,890,207
PLAN NET POSITION - ENDING	\$ 14,132,792	\$ 12,271,502	\$ 13,337,801
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 1,008,914	\$ 2,548,942	\$ 490,166
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	93.34%	82.80%	96.46%
Covered Payroll	\$ 1,488,949	\$ 1,599,554	\$ 1,549,898
Employer's Net Pension Liability as a Percentage of Covered - Employee Payroll	67.76%	159.35%	31.63%

	2016	2015
\$	176,052	\$ 196,574
	981,280	890,557
	-	-
	170,780	819,756
	(74,083)	43,190
	(756,405)	(591,825)
	497,624	1,358,252
	13,461,719	12,103,467
	<u>\$ 13,959,343</u>	<u>\$ 13,461,719</u>
\$	684,376	\$ 241,274
	71,029	176,702
	756,054	54,953
	(756,405)	(591,825)
	181,754	(5,173)
	936,808	(124,069)
	10,953,399	11,077,468
	<u>\$ 11,890,207</u>	<u>\$ 10,953,399</u>
	<u>\$ 2,069,136</u>	<u>\$ 2,508,320</u>
	85.18%	81.37%
\$	1,578,411	\$ 1,739,436
	131.09%	144.20%

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Lisle Township
Schedule of Employer Contributions
Illinois Municipal Retirement Fund
Last Five Fiscal Years

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2019	\$ 190,039	\$ 200,076	\$ (10,037)	\$ 1,472,565	13.59%
2018	233,695	233,694	1	1,599,554	14.61%
2017	286,576	223,340	63,236	1,549,898	14.41%
2016	209,929	684,376	(474,447)	1,578,411	43.36%
2015	240,390	241,274	(884)	1,739,436	13.87%

Notes to Schedule

Valuation date Actuarially determined contribution rates are calculated as of December 31 of each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	24-year closed period
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	3.25%
Inflation	2.50%
Salary increases	3.35% - 14.25%
Investment rate of return	7.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
 Changes in Fund Balance - Budget and Actual - Modified Cash Basis
 General and Major Special Revenue Funds
 Year Ended March 31, 2020

	General Town Fund		
	Original and Final Budget	Actual	Variance Over/(Under)
Revenues Received			
Property Taxes	\$ 2,388,317	\$ 2,415,925	\$ 27,608
Replacement Taxes	45,000	57,355	12,355
Interest	45,000	81,185	36,185
Miscellaneous	74,000	134,838	60,838
Total Revenues Received	2,552,317	2,689,303	136,986
Expenditures Disbursed			
General Government	3,515,902	2,099,570	(1,416,332)
Highways and Streets	-	-	-
Health and Welfare	-	-	-
Total Expenditures Disbursed	3,515,902	2,099,570	(1,416,332)
Excess of Revenues Received over/(under) Expenditures Disbursed	(963,585)	589,733	1,553,318
Other Financing Sources			
Sale of Capital Assets	-	-	-
Net Change in Fund Balance	<u>\$ (963,585)</u>	589,733	<u>\$ 1,553,318</u>
Fund Balance, Beginning of Period		<u>3,351,541</u>	
Fund Balance, End of Period		<u>\$ 3,941,274</u>	

General Assistance Fund			Road and Bridge Fund		
Original and Final Budget	Actual	Variance Over/(Under)	Original and Final Budget	Actual	Variance Over/(Under)
\$ 78,500	\$ 78,500	\$ -	\$ 3,081,909	\$ 3,108,816	\$ 26,907
-	-	-	-	54,157	54,157
3,000	4,859	1,859	-	115,655	115,655
4,000	3,000	(1,000)	97,750	128,776	31,026
85,500	86,359	859	3,179,659	3,407,404	227,745
-	-	-	-	-	-
-	-	-	3,438,250	3,053,024	(385,226)
180,600	141,810	(38,790)	-	-	-
180,600	141,810	(38,790)	3,438,250	3,053,024	(385,226)
(95,100)	(55,451)	39,649	(258,591)	354,380	612,971
-	-	-	-	33,013	33,013
<u>\$ (95,100)</u>	<u>(55,451)</u>	<u>\$ 39,649</u>	<u>\$ (258,591)</u>	<u>387,393</u>	<u>\$ 645,984</u>
	<u>239,534</u>			<u>4,711,603</u>	
	<u>\$ 184,083</u>			<u>\$ 5,098,996</u>	

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Budgets and Budgetary Accounting

The budget for all Governmental Fund Types is prepared on the modified cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with the Illinois Revised Statutes. The Town Fund and Road and Bridge Fund budgets were adopted on March 13, 2019.

The level of control (level at which expenditures distributed may not legally exceed the budget) is the fund. The budget lapses at the end of each fiscal year.

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

1. Prior to December 1, the Supervisor and Road Commissioner submit to the Board of Trustees a proposed operating budget for the fiscal year commencing on the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayers comments.
3. Formal budgetary integration is employed as a management control device during the year for the General and Special Revenue Funds.
4. The Board of Trustees may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund.
5. The Board of Trustees may also amend the budget in total by the same procedures of its original adoption.

The Motor Fuel Tax Fund is not budgeted. Accordingly, the account balances of this fund represent reconciling items between the cash basis financial statements and the financial statements prepared on a budgetary basis.

The following is a reconciliation of the Governmental Funds presented on a budgetary basis to the cash basis presentation.

Fund Balances at March 31, 2020	
Budgetary Basis	\$ 9,177,097
Nonbudgeted Fund Balance - Motor Fuel Tax	<u>786,317</u>
Fund Balances at March 31, 2020	<u>\$ 9,963,414</u>

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual - Modified Cash Basis
General Town Fund
Year Ended March 31, 2020

	Budget	Actual
Revenues Received		
Property Taxes	\$ 2,388,317	\$ 2,415,925
Replacement Taxes	45,000	57,355
Intergovernmental	50,000	119,212
Interest	45,000	81,185
Miscellaneous	24,000	15,626
Total Revenues Received	2,552,317	2,689,303
Expenditures Disbursed		
General Government		
Compensation of Town Officers		
Supervisor	61,110	61,110
Town Clerk	22,913	22,913
Assessor	116,812	116,812
Highway Commissioner	90,617	90,617
Board of Trustees	23,200	23,200
Treasurer-Road District	1,000	1,000
Total Compensation of Town Officers	315,652	315,652
Town Hall Expenditures		
General Insurance	32,000	28,547
Electric	16,000	12,558
Gas	4,000	1,430
Telephone	6,000	5,735
Water/Sewer/Garbage	2,500	1,234
Building Maintenance	45,000	43,367
Bank Service Charges	4,000	3,558
Capital Improvements	1,000,000	135,161
Miscellaneous	10,000	-
Total Town Hall Expenditures	\$ 1,119,500	\$ 231,590

(Continued)

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual - Modified Cash Basis
General Town Fund
Year Ended March 31, 2020

	Budget	Actual
Administration		
Supervisor		
Salaries	\$ 400,000	\$ 377,449
Office Rent	62,000	47,762
Office Supplies	8,000	6,468
Printing and Publishing	8,000	1,276
Office Equipment	1,000	1,126
Equipment Maintenance	4,500	3,184
Travel/Meeting/Dues	7,500	5,783
Computer	5,000	5,287
Auditing	9,000	8,714
Legal	25,000	10,485
FICA	50,000	45,418
IMRF	70,000	57,425
Unemployment Insurance	6,000	8,083
Workmen's Compensation	50,000	15,390
Health Insurance	300,000	251,392
Staff Training	1,500	-
Miscellaneous	10,000	-
Assessor		
Field persons and Clerks	529,000	362,201
Office Supplies	4,000	2,634
IMRF	140,000	40,655
FICA	40,000	24,854
Training	9,000	11,833
Office Equipment	6,000	179
Equipment Maintenance	4,500	-
Travel	10,000	635
Appraisal	4,500	-
Legal	4,000	-
Telephone/Internet	6,000	9,508
Computer	25,000	35,213
Miscellaneous	50,000	100
Total Administration	\$ 1,849,500	\$ 1,333,054

(Continued)

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual - Modified Cash Basis
General Town Fund
Year Ended March 31, 2020

	Budget	Actual
Other Services		
Mosquito Control	\$ 55,000	\$ 50,100
Passport Program	500	19
Transportation	150,000	152,482
Community Career Center	5,000	5,000
Community Emergency Response Team	3,750	3,750
Counseling/Meetings	500	-
Mental Health	1,000	-
Youth and Family	1,500	240
Job Club	1,000	137
Training	2,000	1,176
Miscellaneous	8,500	6,186
Van Maintenance and Gas	2,500	184
Van Replacement	-	-
Total Other Services	231,250	219,274
Total Expenditures Disbursed	3,515,902	2,099,570
Net Change in Fund Balance	\$ (963,585)	589,733
Fund Balance, Beginning of Year		3,351,541
Fund Balance, End of Year		\$ 3,941,274

(Concluded)

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
 Changes in Fund Balance - Budget and Actual - Modified Cash Basis
 General Assistance Fund
 Year Ended March 31, 2020

	Budget	Actual
Revenues Received		
Property Taxes	\$ 78,500	\$ 78,500
Interest	3,000	4,859
Miscellaneous	4,000	3,000
Total Revenues Received	85,500	86,359
Expenditures Disbursed		
Health and Welfare		
Home Relief		
Food	50,000	41,331
Shelter	45,000	54,840
Sewer and Water	4,000	3,439
Gas	5,500	2,121
Electric	25,000	19,790
Clothing	2,500	-
Medical	7,500	206
Transportation and Moving	12,000	6,196
Household Incidentals	10,000	-
Total Home Relief	161,500	127,923
Hospitalization		
Senior Citizen Care	2,000	656
Total Hospitalization	2,000	656
Food Pantry		
Food Pantry	17,100	13,231
Total Food Pantry	17,100	13,231
Total Expenditures Disbursed	180,600	141,810
Net Change in Fund Balance	\$ (95,100)	(55,451)
Fund Balance, Beginning of Year		239,534
Fund Balance, End of Year		\$ 184,083

Lisle Township

Combining Schedule of Assets, Liabilities and
Fund Balances Arising from Modified Cash Basis
Road and Bridge Fund
March 31, 2020

Assets	General	Permanent
	Road and Bridge	Road
Cash and Cash Equivalents	<u>\$ 791,868</u>	<u>\$ 3,623,413</u>
	<u><u>\$ 791,868</u></u>	<u><u>\$ 3,623,413</u></u>
Liabilities and Fund Balances		
Fund Balances		
Restricted		
Road and bridge	\$ 791,868	\$ 3,623,413
Equipment and building	-	-
Liability insurance	-	-
Employee retirement	-	-
	<u> </u>	<u> </u>
Total Fund Balances	<u><u>\$ 791,868</u></u>	<u><u>\$ 3,623,413</u></u>

Equipment and Building	Liability Insurance	Illinois Municipal Retirement	Social Security	Total
\$ 404,814	\$ 139,263	\$ 88,949	\$ 50,689	\$ 5,098,996
\$ 404,814	\$ 139,263	\$ 88,949	\$ 50,689	\$ 5,098,996

\$ -	\$ -	\$ -	\$ -	\$ 4,415,281
404,814	-	-	-	404,814
-	139,263	-	-	139,263
-	-	88,949	50,689	139,638
\$ 404,814	\$ 139,263	\$ 88,949	\$ 50,689	\$ 5,098,996

Lisle Township

Combining Schedule of Revenues Received, Expenditures
Disbursed and Changes in Fund Balances - Modified Cash Basis
Road and Bridge Fund
Year Ended March 31, 2020

	General Road and Bridge	Permanent Road
Revenues Received		
Property Taxes	\$ 206,510	\$ 2,293,280
Replacement Taxes	54,157	-
Interest	89,601	21,384
Miscellaneous	110,931	2,507
Total Revenues Received	461,199	2,317,171
Expenditures Disbursed		
Highways and Streets	307,626	2,096,768
Excess of Revenues Received over/(under) Expenditures Disbursed	153,573	220,403
Other Financing Sources		
Sale of Capital Assets	33,013	-
Net Change in Fund Balance	186,586	220,403
Fund Balances, Beginning of Year	605,282	3,403,010
Fund Balances, End of Year	\$ 791,868	\$ 3,623,413

Equipment and Building	Liability Insurance	Illinois Municipal Retirement	Social Security	Total
\$ 357,587	\$ 85,496	\$ 120,684	\$ 45,259	\$ 3,108,816
-	-	-	-	54,157
3,259	506	563	342	115,655
15,338	-	-	-	128,776
376,184	86,002	121,247	45,601	3,407,404
468,361	30,652	102,318	47,299	3,053,024
(92,177)	55,350	18,929	(1,698)	354,380
-	-	-	-	33,013
(92,177)	55,350	18,929	(1,698)	387,393
496,991	83,913	70,020	52,387	4,711,603
\$ 404,814	\$ 139,263	\$ 88,949	\$ 50,689	\$ 5,098,996

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
 Changes in Fund Balance - Budget and Actual - Modified Cash Basis
 General Road and Bridge Department - Road District
 Year Ended March 31, 2020

	Budget	Actual
Revenues Received		
Property Taxes	\$ 203,504	\$ 206,510
Replacement Taxes	-	54,157
Interest	-	89,601
Miscellaneous	97,250	110,931
Total Revenues Received	300,754	461,199
Expenditures Disbursed		
Highways and Streets		
Clerical	63,000	60,793
Office supplies	4,000	3,997
Office equipment	5,000	95
Printing and Publishing	8,000	4,862
Computer	3,000	1,404
Legal Service	35,000	4,231
Travel - Conventions	5,000	1,492
Dues	3,000	3,836
Telephone	10,000	6,193
Miscellaneous office	750	245
Building supplies	1,500	1,166
Two-way communication	8,000	4,970
Unemployment insurance	4,000	5,957
Health insurance	211,000	208,385
Contingency	5,000	-
Total Expenditures Disbursed	366,250	307,626
Excess of Revenues Received over/(under) Expenditures Disbursed	(65,496)	153,573
Other Financing Sources		
Sale of Capital Assets	-	33,013
Net Change in Fund Balance	\$ (65,496)	186,586
Fund Balance, Beginning of Year		605,282
Fund Balance, End of Year		\$ 791,868

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
 Changes in Fund Balance - Budget and Actual - Modified Cash Basis
 Permanent Road Department - Road District
 Year Ended March 31, 2020

	Budget	Actual
Revenues Received		
Property Taxes	\$ 2,272,650	\$ 2,293,280
Interest	-	21,384
Miscellaneous	500	2,507
Total Revenues Received	2,273,150	2,317,171
Expenditures Disbursed		
Highways and Streets		
Insurance and bonds	41,000	42,379
Permanent road	700,000	573,208
Microseal	65,000	-
Reclamite/CRF	35,000	41,816
Curb/sidewalk replacement	100,000	441,034
Crack filling	35,000	29,430
Landscaping/parkway	20,000	11,513
Patching	10,000	-
Uniforms	7,000	5,890
Striping	60,000	20,670
Salt/additives	60,000	70,212
Leaf pick-up	35,000	21,099
Miscellaneous	50,000	5,424
Signs	20,000	9,413
Tree care	6,000	7,510
Lighting program	5,000	3,462
Engineering	30,000	14,294
Culverts	15,000	18,591
Law enforcement	40,000	24,200
Material landfill	40,000	8,625
Supplies	25,000	21,894
Equipment repairs	35,000	40,376
Fuel	50,000	32,642
Equipment rentals	2,500	-
Drug program/medical	1,500	302
Labor	700,000	627,252
Temporary labor	5,000	-
Overtime	125,000	25,532
Total Expenditures Disbursed	2,318,000	2,096,768
Net Change in Fund Balance	\$ (44,850)	220,403
Fund Balance, Beginning of Year		3,403,010
Fund Balance, End of Year		\$ 3,623,413

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual - Modified Cash Basis
Equipment and Building Department - Road District
Year Ended March 31, 2020

	Budget	Actual
Revenues Received		
Property Taxes	\$ 363,430	\$ 357,587
Interest	-	3,259
Miscellaneous	-	15,338
Total Revenues Received	363,430	376,184
Expenditures Disbursed		
Highways and Streets		
Utilities	15,000	7,680
Office equipment	5,000	1,704
Equipment	260,000	439,722
GIS Equipment	25,000	-
Building	30,000	19,255
Capital outlay/new parts	120,000	-
Janitorial	7,000	-
Contingency	35,000	-
Total Expenditures Disbursed	497,000	468,361
Net Change in Fund Balance	<u>\$ (133,570)</u>	(92,177)
Fund Balance, Beginning of Year		<u>496,991</u>
Fund Balance, End of Year		<u>\$ 404,814</u>

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual - Modified Cash Basis
Liability Insurance Department - Road District
Year Ended March 31, 2020

	<u>Budget</u>	<u>Actual</u>
Revenues Received		
Property Taxes	\$ 82,400	\$ 85,496
Interest	-	506
	<hr/>	<hr/>
Total Revenues Received	82,400	86,002
	<hr/>	<hr/>
Expenditures Disbursed		
Highways and Streets		
Workmen's Compensation	75,000	30,652
	<hr/>	<hr/>
Total Expenditures Disbursed	75,000	30,652
	<hr/>	<hr/>
Net Change in Fund Balance	<u>\$ 7,400</u>	55,350
		<hr/>
Fund Balance, Beginning of Year		83,913
		<hr/>
Fund Balance, End of Year		<u>\$ 139,263</u>

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual - Modified Cash Basis
Illinois Municipal Retirement Department - Road District
Year Ended March 31, 2020

	<u>Budget</u>	<u>Actual</u>
Revenues Received		
Property Taxes	\$ 116,300	\$ 120,684
Interest	-	563
	<hr/>	<hr/>
Total Revenues Received	116,300	121,247
	<hr/>	<hr/>
Expenditures Disbursed		
Highways and Streets		
Retirement Contributions	120,000	102,318
	<hr/>	<hr/>
Total Expenditures Disbursed	120,000	102,318
	<hr/>	<hr/>
Net Change in Fund Balance	<u>\$ (3,700)</u>	18,929
		<hr/>
Fund Balance, Beginning of Year		70,020
		<hr/>
Fund Balance, End of Year		<u>\$ 88,949</u>

Lisle Township

Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual - Modified Cash Basis
Social Security Department - Road District
Year Ended March 31, 2020

	Budget	Actual
Revenues Received		
Property Taxes	\$ 43,625	\$ 45,259
Interest	-	342
Total Revenues Received	43,625	45,601
Expenditures Disbursed		
Highways and Streets		
Retirement Contributions	62,000	47,299
Total Expenditures Disbursed	62,000	47,299
Net Change in Fund Balance	<u>\$ (18,375)</u>	(1,698)
Fund Balance, Beginning of Year		<u>52,387</u>
Fund Balance, End of Year		<u>\$ 50,689</u>

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Lisle Township
Property Tax Collections
Last Five Tax Levy Years

Fund	2018	2017	2016	2015	2014
Town	\$ 2,414,697	\$ 2,402,031	\$ 2,470,016	\$ 2,430,584	\$ 2,099,939
General Assistance	78,500	75,000	-	-	284,801
Road and Bridge	206,402	199,889	193,415	196,438	194,733
Permanent Road	2,292,153	2,269,010	2,169,954	2,131,630	2,099,394
Liability Insurance	85,454	82,267	79,511	74,743	72,300
Equipment and Building	357,416	363,055	346,166	259,471	199,887
IMRF - Road and Bridge	120,622	116,065	144,963	228,575	272,117
FICA - Road and Bridge	45,237	43,537	60,799	57,143	59,512
Tax Collections	<u>\$ 5,600,481</u>	<u>\$ 5,550,854</u>	<u>\$ 5,464,824</u>	<u>\$ 5,378,584</u>	<u>\$ 5,282,683</u>
Levy Extended	<u>\$ 5,614,524</u>	<u>\$ 5,557,831</u>	<u>\$ 5,466,551</u>	<u>\$ 5,385,686</u>	<u>\$ 5,298,547</u>
Percent Collected	<u>99.75%</u>	<u>99.87%</u>	<u>99.97%</u>	<u>99.87%</u>	<u>99.70%</u>

Lisle Township

Property Tax Assessed Valuations, Rates and Extensions

Last Five Tax Levy Years

Tax Levy Year	2018		2017	
Assessed Valuations	\$5,034,430,039		\$4,845,749,930	
	Rate	Amount	Rate	Amount
Tax Extensions				
Town	0.0480	\$ 2,416,526	0.0496	\$ 2,406,024
General Assistance	0.0016	80,551	0.0016	75,000
Permanent Road	0.0456	2,295,700	0.0469	2,272,657
Equipment and Building	0.0073	367,513	0.0075	363,431
Municipal Retirement	0.0024	120,826	0.0024	116,298
Liability Insurance	0.0017	85,585	0.0017	82,378
FICA	0.0009	45,310	0.0009	43,612
	0.1075	5,412,011	0.1106	5,359,399
Road and Bridge	0.0073	367,513	0.0075	363,431
Total Extension	0.1148	\$ 5,779,524	0.1181	\$ 5,722,831
Road and Bridge Rate		0.0073		0.0075
Municipalities Share		\$ 165,000		\$ 165,000
Town Share		202,513		198,431
		<u>\$ 367,513</u>		<u>\$ 363,431</u>

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

Note: Under Illinois law a portion of the Town's Road and Bridge tax produced by property within the limits of a municipality is to be paid over to the Treasurer of that municipality for the improvement of roads and street within the municipality.

2016	2015	2014
\$4,681,822,970	\$4,402,512,592	\$4,265,540,778

Rate	Amount	Rate	Amount	Rate	Amount
0.0528	\$ 2,472,003	0.0553	\$ 2,434,589	0.0476	\$ 2,030,397
0.0000	-	0.0000	-	0.0085	362,571
0.0464	2,172,366	0.0485	2,135,219	0.0494	2,107,177
0.0074	346,455	0.0059	259,748	0.0047	200,480
0.0031	145,137	0.0052	228,931	0.0064	272,995
0.0017	79,591	0.0017	74,843	0.0017	72,514
0.0013	60,864	0.0013	57,233	0.0014	59,718
0.1127	5,276,414	0.1179	5,190,562	0.1197	5,105,852
0.0075	351,137	0.0081	356,604	0.0082	349,774
0.1202	\$ 5,627,551	0.1260	\$ 5,547,166	0.1279	\$ 5,455,627

0.0075	0.0081	0.0082
\$ 161,000	\$ 161,480	\$ 157,080
190,137	195,124	192,694
\$ 351,137	\$ 356,604	\$ 349,774