



VILLAGE OF LONG GROVE, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2021

SIKICH.COM

VILLAGE OF LONG GROVE, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INDEPENDENT AUDITOR’S REPORT	1-2
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	3
Statement of Activities	4-5
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	6-7
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position.....	8
Statement of Revenues, Expenditures and Changes in Fund Balances	9-10
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	11
Proprietary Funds	
Statement of Net Position	12
Statement of Revenues, Expenses and Changes in Net Position.....	13
Statement of Cash Flows	14-15
Fiduciary Fund	
Statement of Net Position.....	16
Statement of Changes in Net Position.....	17
Notes to Financial Statements	18-40

VILLAGE OF LONG GROVE, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
 GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)	
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	41
Open Spaces Fund	42
Downtown TIF Fund	43
Motor Fuel Tax Fund.....	44
Notes to Required Supplementary Information	45
Illinois Municipal Retirement Fund	
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	46-47
Schedule of Employer Contributions	48
 COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
MAJOR GOVERNMENTAL FUNDS	
General Fund	
Detailed Schedule of Revenues - Budget and Actual.....	49
Detailed Schedule of Expenditures - Budget and Actual	50-51
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Capital Improvement Fund.....	52
 NONMAJOR GOVERNMENTAL FUNDS	
Combining Balance Sheet	53
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	54
 MAJOR ENTERPRISE FUNDS	
Water Fund by Subfund	
Statement of Net Position	55
Statement of Revenues, Expenses and Changes in Net Position.....	56
Statement of Cash Flows	57-58

VILLAGE OF LONG GROVE, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES (Continued)	
FIDUCIARY FUNDS	
Custodial Funds	
Combining Statement of Net Position	59
Combining Statement of Changes in Net Position	60

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

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INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Village Board
Village of Long Grove, Illinois

We have audited the accompanying financial statements of the governmental activities, the business - type activities, each major fund and the aggregate remaining fund information of the Village of Long Grove, Illinois (the Village) as of and for the year ended April 30, 2021 and the related notes to financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 Village'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 Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Long Grove, Illinois, as of April 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operations, economic or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village. The combining and individual fund financial statements and schedule are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Sikich LLP

Naperville, Illinois
October 18, 2021

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

VILLAGE OF LONG GROVE, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2021

	Primary Government		
	Governmental	Business-Type	
	Activities	Activities	Total
ASSETS			
Cash and cash equivalents	\$ 6,946,696	\$ 760,491	\$ 7,707,187
Restricted cash and investments	360,033	40,358	400,391
Receivables (net, where applicable, of allowances for uncollectibles)			
Taxes	1,517,222	26,636	1,543,858
Accounts	330,548	207,793	538,341
Other	-	162	162
Accrued interest	39	-	39
Due from other governments	26,496	-	26,496
Special assessments receivable	-	831,393	831,393
Capital assets, not being depreciated	16,228,775	116,801	16,345,576
Capital assets being depreciated (net of accumulated depreciation)	11,670,756	4,904,276	16,575,032
Total assets	37,080,565	6,887,910	43,968,475
DEFERRED OUTFLOWS OF RESOURCES			
Asset retirement obligation	-	124,460	124,460
Pension related amounts	30,604	-	30,604
Total deferred outflows of resources	30,604	124,460	155,064
Total assets and deferred outflows of resources	37,111,169	7,012,370	44,123,539
LIABILITIES			
Accounts payable	1,176,697	22,309	1,199,006
Other liabilities	5,149	-	5,149
Accrued interest payable	32,755	-	32,755
Deposits	-	8,137	8,137
Unearned revenues	224,161	-	224,161
Noncurrent liabilities			
Due within one year	240,000	60,000	300,000
Due in more than one year	3,183,160	697,000	3,880,160
Total liabilities	4,861,922	787,446	5,649,368
DEFERRED INFLOWS OF RESOURCES			
Deferred property taxes	827,644	26,636	854,280
Pension related amounts	309,838	-	309,838
Total deferred inflows of resources	1,137,482	26,636	1,164,118
Total liabilities and deferred inflows of resources	5,999,404	814,082	6,813,486
NET POSITION			
Net investment in capital assets	27,899,531	4,391,077	32,290,608
Restricted for debt service	360,033	40,358	400,391
Restricted for highways and streets	329,508	-	329,508
Restricted for conservation and development	677,351	-	677,351
Restricted for capital projects	1,054,446	-	1,054,446
Unrestricted	790,896	1,766,853	2,557,749
TOTAL NET POSITION	\$ 31,111,765	\$ 6,198,288	\$ 37,310,053

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS**STATEMENT OF ACTIVITIES**

For the Year Ended April 30, 2021

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 1,435,878	\$ 403,482	\$ -	\$ -
Public safety	682,445	23,515	-	-
Public works	970,401	-	308,355	453,660
Culture and recreation	18,476	25,413	-	-
Conservation and development	298,968	35,992	159,159	-
Interest	561,330	-	-	-
Total governmental activities	3,967,498	488,402	467,514	453,660
Business-Type Activities				
Water	419,120	131,914	-	52,051
Total business-type activities	419,120	131,914	-	52,051
TOTAL PRIMARY GOVERNMENT	\$ 4,386,618	\$ 620,316	\$ 467,514	\$ 505,711

	Net (Expense) Revenue and Change in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (1,032,396)	\$ -	\$ (1,032,396)
	(658,930)	-	(658,930)
	(208,386)	-	(208,386)
	6,937	-	6,937
	(103,817)	-	(103,817)
	(561,330)	-	(561,330)
	(2,557,922)	-	(2,557,922)
	-	(235,155)	(235,155)
	-	(235,155)	(235,155)
	(2,557,922)	(235,155)	(2,793,077)
General Revenues			
Taxes			
Income	1,001,260	-	1,001,260
Sales	2,440,809	-	2,440,809
TIF increment/property taxes	745,252	-	745,252
Telecommunications	133,056	-	133,056
Other taxes	54,839	-	54,839
Investment income	478,405	1,990	480,395
Miscellaneous	96	-	96
Total	4,853,717	1,990	4,855,707
CHANGE IN NET POSITION	2,295,795	(233,165)	2,062,630
NET POSITION, MAY 1	28,815,970	6,431,453	35,247,423
NET POSITION, APRIL 30	\$ 31,111,765	\$ 6,198,288	\$ 37,310,053

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

**GOVERNMENTAL FUNDS
BALANCE SHEET**

April 30, 2021

	General	Open Spaces	Downtown TIF	Capital Improvement Fund	Motor Fuel Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 4,018,894	\$ 484,306	\$ 1,112,252	\$ 836,613	\$ 303,012	\$ 191,619	\$ 6,946,696
Restricted cash and investments	-	-	360,033	-	-	-	360,033
Receivables (net, where applicable, of allowances for uncollectibles)							
Taxes	403,728	-	905,133	208,361	-	-	1,517,222
Accounts	253,283	6,476	-	70,789	-	-	330,548
Accrued interest	-	-	-	-	-	39	39
Due from other governments	-	-	-	-	26,496	-	26,496
Due from other funds	20	-	-	-	-	-	20
Advances to other funds	6,055,136	3,923,749	-	-	-	-	9,978,885
TOTAL ASSETS	\$ 10,731,061	\$ 4,414,531	\$ 2,377,418	\$ 1,115,763	\$ 329,508	\$ 191,658	\$ 19,159,939

	General	Open Spaces	Downtown TIF	Capital Improvement Fund	Motor Fuel Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 1,094,463	\$ -	\$ 15,848	\$ 61,317	\$ -	\$ 5,069	\$ 1,176,697
Other liabilities	5,149	-	-	-	-	-	5,149
Due to other funds	-	-	-	-	-	20	20
Unearned revenue	224,161	-	-	-	-	-	224,161
Advances from other funds	-	-	9,978,885	-	-	-	9,978,885
Total liabilities	1,323,773	-	9,994,733	61,317	-	5,089	11,384,912
DEFERRED INFLOWS OF RESOURCES							
Unavailable property tax revenues	-	-	827,644	-	-	-	827,644
Total deferred inflows of resources	-	-	827,644	-	-	-	827,644
Total liabilities and deferred inflows of resources	1,323,773	-	10,822,377	61,317	-	5,089	12,212,556
FUND BALANCES							
Nonspendable - advance to other funds	6,055,136	3,923,749	-	-	-	-	9,978,885
Restricted for debt service	-	-	360,033	-	-	-	360,033
Restricted for highways and streets	-	-	-	-	329,508	-	329,508
Restricted for conservation and development	-	490,782	-	-	-	186,569	677,351
Restricted for capital projects	-	-	-	1,054,446	-	-	1,054,446
Unassigned (deficit)	3,352,152	-	(8,804,992)	-	-	-	(5,452,840)
Total fund balances (deficit)	9,407,288	4,414,531	(8,444,959)	1,054,446	329,508	186,569	6,947,383
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
	\$ 10,731,061	\$ 4,414,531	\$ 2,377,418	\$ 1,115,763	\$ 329,508	\$ 191,658	\$ 19,159,939

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

April 30, 2021

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 6,947,383
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the government funds	27,899,531
Deferred outflows of resources related to pensions are not a current financial resource and, therefore, are not reported in the governmental funds Illinois Municipal Retirement Fund	30,604
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds Limited obligation tax increment revenue bonds Unamortized bond premium Net pension liability - Illinois Municipal Retirement Fund	(3,370,000) (3,279) (49,881)
Deferred inflows of resources related to pensions are not a current financial resource and, therefore, are not reported in the governmental funds Illinois Municipal Retirement Fund	(309,838)
Interest payable is not reported in the governmental funds	<u>(32,755)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 31,111,765</u>

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

**GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**

For the Year Ended April 30, 2021

	General	Open Spaces	Downtown TIF	Capital Improvement Fund	Motor Fuel Tax Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 2,656,381	\$ -	\$ 1,063,529	\$ 814,715	\$ -	\$ -	\$ 4,534,625
Intergovernmental	-	-	-	188,627	573,388	-	762,015
Fees, licenses and permits	432,309	5,530	-	-	-	-	437,839
Fines, forfeitures and penalties	17,985	-	-	-	-	-	17,985
Public charges for services	32,328	-	-	-	-	-	32,328
Investment income	290,775	183,186	934	2,050	1,041	419	478,405
Miscellaneous	96	-	-	-	-	-	96
Total revenues	3,429,874	188,716	1,064,463	1,005,392	574,429	419	6,263,293
EXPENDITURES							
Current							
General government	1,480,721	-	19,152	300	-	-	1,500,173
Public safety	682,445	-	-	-	-	-	682,445
Public works	807,597	-	-	-	-	-	807,597
Conservation and development	169,159	-	3,640	-	-	286	173,085
Capital outlay	-	300	-	639,801	584,300	-	1,224,401
Debt service							
Principal retirement	-	-	230,000	-	-	-	230,000
Interest and fiscal charges	-	-	559,078	-	-	-	559,078
Total expenditures	3,139,922	300	811,870	640,101	584,300	286	5,176,779
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	289,952	188,416	252,593	365,291	(9,871)	133	1,086,514

	General	Open Spaces	Downtown TIF	Capital Improvement Fund	Motor Fuel Tax Fund	Other Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)							
Transfers in	\$ 391,137	\$ -	\$ 74,525	\$ -	\$ -	\$ -	\$ 465,662
Transfers (out)	(74,525)	-	(391,137)	-	-	-	(465,662)
Total other financing sources (uses)	316,612	-	(316,612)	-	-	-	-
NET CHANGE IN FUND BALANCES	606,564	188,416	(64,019)	365,291	(9,871)	133	1,086,514
FUND BALANCES (DEFICIT), MAY 1	8,800,724	4,226,115	(8,380,940)	689,155	339,379	186,436	5,860,869
FUND BALANCES (DEFICIT), APRIL 30	\$ 9,407,288	\$ 4,414,531	\$ (8,444,959)	\$ 1,054,446	\$ 329,508	\$ 186,569	\$ 6,947,383

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2021

NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ 1,086,514

Amounts reported for governmental activities in the statement
of activities are different because:

Governmental funds report capital outlays as expenditures; however, they are capitalized in the statement of activities	1,278,420
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Capital assets are depreciated on the statement of activities	(421,013)
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The change in interest payable and repayment of long-term
debt is reported as an expenditure when due in governmental
funds but as a reduction of principal outstanding in the
statement of activities

Repayment of long term debt	230,000
Change in unamortized premium	298
Change in interest payable	(2,550)

The change in the net pension liability and deferred inflows
and outflows is shown as an expense on the statement
of activities

124,126

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 2,295,795</u>
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See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

PROPRIETARY FUND
STATEMENT OF NET POSITION

April 30, 2021

	<u>Enterprise</u>
CURRENT ASSETS	
Cash and investments	\$ 760,491
Receivables	
Taxes	26,636
Accounts	207,793
Other receivables (net)	162
Restricted assets	
Cash and investments	<u>40,358</u>
Total current assets	<u>1,035,440</u>
NONCURRENT ASSETS	
Special assessments receivable	831,393
Capital assets	
Not being depreciated	116,801
Being depreciated, at cost	6,464,027
Less accumulated depreciation	<u>(1,559,751)</u>
Total noncurrent assets	<u>5,852,470</u>
Total assets	<u>6,887,910</u>
DEFERRED OUTFLOWS OF RESOURCES	
Asset retirement obligation	<u>124,460</u>
Total deferred outflows of resources	<u>124,460</u>
Total assets and deferred outflows of resources	<u>7,012,370</u>
CURRENT LIABILITIES	
Accounts payable	22,309
Accrued interest	8,137
Current portion of special service area bonds	<u>60,000</u>
Total current liabilities	<u>90,446</u>
NONCURRENT LIABILITIES	
Asset retirement obligation	127,000
Special service area bonds payable	<u>570,000</u>
Total noncurrent liabilities	<u>697,000</u>
Total liabilities	<u>787,446</u>
DEFERRED INFLOWS OF RESOURCES	
Unavailable property tax revenues	<u>26,636</u>
Total liabilities and deferred inflows of resources	<u>814,082</u>
NET POSITION	
Net investment in capital assets	4,391,077
Restricted for debt service	40,358
Unrestricted	<u>1,766,853</u>
TOTAL NET POSITION	<u><u>\$ 6,198,288</u></u>

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

**PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION**

For the Year Ended April 30, 2021

	<u>Enterprise</u>
OPERATING REVENUES	
Charges for services	<u>\$ 131,914</u>
Total operating revenues	<u>131,914</u>
OPERATING EXPENSES	
Administrative and utility operations	163,126
Depreciation and amortization	<u>203,617</u>
Total operating expenses	<u>366,743</u>
OPERATING INCOME (LOSS)	<u>(234,829)</u>
NON-OPERATING REVENUES (EXPENSES)	
Investment income	1,990
Interest expense	<u>(52,377)</u>
Total non-operating revenues (expenses)	<u>(50,387)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS	<u>(285,216)</u>
CONTRIBUTIONS	
Contributions	<u>52,051</u>
Total contributions	<u>52,051</u>
CHANGE IN NET POSITION	(233,165)
NET POSITION, MAY 1	<u>6,431,453</u>
NET POSITION, APRIL 30	<u><u>\$ 6,198,288</u></u>

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

**PROPRIETARY FUND
STATEMENT OF CASH FLOWS**

For the Year Ended April 30, 2021

	<u>Enterprise</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Received from customers	\$ 126,457
Paid to suppliers for good and services	<u>(172,560)</u>
Net cash from operating activities	<u>(46,103)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
None	<u>-</u>
Net cash from noncapital financing activities	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Special assessments received	216,352
Interest paid	(53,087)
Debt retired	<u>(55,000)</u>
Net cash from capital and related financing activities	<u>108,265</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment Income	<u>1,939</u>
Net cash from investing activities	<u>1,939</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	64,101
CASH AND CASH EQUIVALENTS, MAY 1	<u>736,748</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u><u>\$ 800,849</u></u>

(This statement is continued on the following page.)

VILLAGE OF LONG GROVE, ILLINOIS

**PROPRIETARY FUND
STATEMENT OF CASH FLOWS (Continued)**

For the Year Ended April 30, 2021

	<u>Enterprise</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ (234,829)
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Depreciation and amortization	203,617
Changes in assets and liabilities	
Accounts receivable	(5,457)
Accounts payable	<u>(9,434)</u>
NET CASH FROM OPERATING ACTIVITIES	<u><u>\$ (46,103)</u></u>
CASH AND CASH EQUIVALENTS	
Cash and investments	\$ 760,491
Restricted cash and investments	<u>40,358</u>
TOTAL CASH AND CASH EQUIVALENTS	<u><u>\$ 800,849</u></u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITY	
Capital Contributions	<u><u>\$ -</u></u>

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

**FIDUCIARY FUND
STATEMENT OF NET POSITION**

April 30, 2021

	<u>Custodial</u>
ASSETS	
Cash and cash equivalents	\$ 256,900
Receivables	
Accounts receivable	24,253
Property taxes	<u>129,800</u>
 Total assets	 <u>410,953</u>
LIABILITIES	
Accounts payable	<u>78,843</u>
 Total liabilities	 <u>78,843</u>
DEFERRED INFLOWS OF RESOURCES	
Unavailable property tax revenue	<u>129,800</u>
 Total deferred inflows of resources	 <u>129,800</u>
 Total liabilities and deferred inflows of resources	 <u>208,643</u>
NET POSITION	
Restricted for debt service	<u>202,310</u>
TOTAL NET POSITION	<u><u>\$ 202,310</u></u>

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

**FIDUCIARY FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**

For the Year Ended April 30, 2021

ADDITIONS

Contributions	
Property owner	\$ 129,810
Investment income	<u>23</u>
Total additions	<u>129,833</u>

DEDUCTIONS

Contractual services	
Accounting and financial services	2,500
Debt service	
Principal	35,000
Interest	<u>87,163</u>
Total deductions	<u>124,663</u>

CHANGE IN NET POSITION	5,170
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NET POSITION, MAY 1	<u>197,140</u>
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NET POSITION, APRIL 30	<u><u>\$ 202,310</u></u>
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See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Long Grove, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to generally accepted accounting principles (GAAP)). 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 Village's accounting policies are described below.

a. Reporting Entity

The Village is a municipal corporation governed by an elected seven-member board. The Village operates under a Board-Manager form of government as required by GAAP, these financial statements present the Village (the primary government) and its component units.

Based on the criteria of GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*, there are no component units for which the Village is considered to be financially accountable.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position and cash flows. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. The minimum number of funds are maintained consistent with legal and managerial requirements. Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of restricted and committed monies (special revenue funds), the acquisition and construction of capital assets (capital projects funds) and the accumulation of restricted, committed or assigned resources for the payment of principal and interest on general long-term debt (debt service funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or the other departments or agencies primarily within the Village (internal service funds).

Fiduciary funds are used to account for fiduciary activities (e.g., assets held on behalf of outside parties, including other governments). The Village utilizes custodial funds to account for funds received and reserved for debt service on the noncommitment debt.

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 Village. The effect of material interfund activity has been eliminated from these statements. Interfund services provided and used are not eliminated for this purpose. 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 expense 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 revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The Open Spaces Fund accounts for the resources legally restricted to supporting expenditures for the open space program.

The Downtown Tax Incremental Financing (TIF) Fund accounts for the resources legally restricted to supporting expenditures for the Downtown TIF Fund.

The Capital Improvement Fund accounts for the costs of various infrastructure improvements to village property. These costs are financed by transfers from the General and Motor Fuel Tax Funds, grants and bond proceeds.

The Motor Fuel Tax Fund accounts for the state allotments approved by the Illinois Department of Transportation and restricted to fund street maintenance and various improvement projects.

The Village reports the following major proprietary funds:

The Water Fund accounts for the water billings and expenses incurred for providing those services to residents.

Additionally, the Village reports three custodial funds (Interagency Control Fees, Fees Refundable to Others and Heron's Landing SSA). Custodial funds are used to account for special service area collection of taxes from benefited property owners for payment to bondholders where the Village is acting in only an agent capacity.

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 accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period. The Village recognizes property taxes when they become both measurable and available in the period intended to finance. A 60-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, franchise taxes, licenses, interest revenue and charges for services. Sales and income taxes owed to and fines collected by the State of Illinois at year end on behalf of the Village also are recognized as revenue. Permit revenues are not susceptible to accrual because generally they are not measurable until received in cash.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund’s principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The Village reports unearned revenue and unavailable/deferred revenue on its financial statements. Unearned revenue and unavailable/deferred revenue arises when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenue also arises when resources are received by the Village before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the unearned revenue or unavailable/deferred revenue is removed from the financial statements and revenue is recognized.

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments

Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

f. Restricted Assets

Certain cash and investments in the Downtown TIF Fund and the Special Service Area Water Fund are restricted in accordance with the ordinances authorizing the issuance of the Limited Obligation Tax Increment Revenue Bonds and 2011 Special Service Area Bonds. These assets are reflected as restricted cash and investments and restrictions of net position.

g. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance nonspendable account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

h. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

i. Capital Assets

Capital assets which include property, plant, equipment, intangible assets and infrastructure assets (e.g., roads, bridges and storm sewers) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial,

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets (Continued)

individual cost of more than \$1,000 for general capital assets and \$15,000 for building, building improvements and infrastructure plus an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

In the case of the initial capitalization of general infrastructure assets i.e., those reported by governmental activities, the Village chose to include all such items regardless of their acquisition date. The Village was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year).

As the Village constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40
Machinery and equipment	5-10
Infrastructure	10-50
Land improvements	25
Intangible assets	10

j. Compensated Absences

Vested or accumulated vacation and sick leave of proprietary funds and governmental activities is recorded as an expense and liability of those funds as the benefits accrue to employees. These benefits are not material to the financial statements and, therefore, there are no amounts accrued in these financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium. In the fund financial statements, governmental funds recognize bond premiums and discounts, during the current period. The face amount of debt issued is reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures and expenses.

l. Fund Balance/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Trustees. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance when deemed necessary or desirable has been delegated to the Village Manager by the Village Board of Trustees. Any residual fund balance of the General Fund or any deficit fund balances are reported as unassigned.

The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending, the Village considers committed funds to be expended first followed by assigned and then unassigned funds.

Effective December 12, 2018, the Village amended its existing minimum fund balance reserve policy. The recommended minimum General Fund reserve balances shall be equal to 100% of the General Fund operating expenses as budgeted. Until such reserve levels are established, the Village annual budget should be balanced or revenue positive. Non-budgeted expenditures reducing the reserve below the minimum established level shall be limited to emergency or crisis situations and shall only be approved after a two-reading process, unless such process is waived pursuant to a 2/3 vote by the Board of Trustees. The Village was in compliance with their policy at April 30, 2021.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Fund Balance/Net Position (Continued)

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net position has not been restricted by enabling legislation adopted by the Village. Net investment in capital assets, represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets.

m. Deferred Outflows/Inflows of Resources

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 assets that applies to future period(s). 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 inflows of resources, represents an acquisition of net assets that applies to future period(s) and so it will not be recognized as an inflow of resources (revenue) until that time. These amounts are deferred and recognized as an inflow of resources in the period these amounts become available.

n. Accounting Estimates

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

o. Postponement of Implementation of Certain Authoritative Guidance

In accordance with the provisions of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, the Village has delayed the implementation of GASB Statement No.87, *Leases*, to April 30, 2023.

2. CASH AND INVESTMENTS

The Village categorizes the fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

2. CASH AND INVESTMENTS (Continued)

The Village's investment policy authorizes the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and The Illinois Funds.

The Illinois Funds is an investment pool which was created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than market value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

It is the policy of the Village 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 Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard 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. Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral held by the Village's agent with a fair value of at least 100% of all bank balances in excess of federal depository insurance.

b. Village Investments

In accordance with its investment policy, the Village limits its exposure to interest rate risk, the risk that changes in interest rates will adversely affect fair value of an investment, by structuring the portfolio to provide liquidity and maximizing yields

2. CASH AND INVESTMENTS (Continued)

b. Village Investments (Continued)

within a one-year period. In addition, the policy requires the Village to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in fully collateralized time deposits in financial institutions and money market funds rated AAA by Standard and Poor's. The Illinois Funds are rated AAA by Standard and Poor's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. The Village's investment policy does not address custodial credit risk.

Concentration of credit risk - The Village's investment policy limits investments to the amount of the portfolio that can be invested in any one investment vehicle as follows:

- With the exception of cash equivalents, treasury securities and time deposits no more than 35% of the portfolio shall be invested in other investment categories;
- No more than 33% of the investment portfolio shall be invested in short term obligations of corporations (i.e. commercial paper);
- As much as 40% of the portfolio may be invested in time deposits when required by the cash flow of the village

3. RECEIVABLES

Property taxes for 2020 attach as an enforceable lien on January 1, 2020, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2021 and are payable in two installments, on or about June 1, 2021 and September 1, 2021. The County collects such taxes and remits them periodically.

The 2020 taxes are intended to finance the 2022 fiscal year and are not considered available for current operations and are, therefore, shown as unavailable/deferred revenue. The 2021 tax levy has not been recorded as a receivable at April 30, 2021, as the tax attached as a lien on property as of January 1, 2021; however, the tax will not be levied until December 2021 and, accordingly, is not measurable at April 30, 2021.

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. DEFICIT FUND BALANCES

The following funds had a deficit in fund balance as of the date of this report:

Fund	Deficit Balances
Downtown TIF Fund	\$ (8,444,959)

The Downtown TIF Fund deficit is anticipated to be funded with future incremental taxes and other revenues collected over the life of the District.

5. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2021, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Construction in progress	\$ 1,056,738	\$ 1,278,420	\$ 1,913,529	\$ 421,629
Land	15,807,146	-	-	15,807,146
Total capital assets not being depreciated	16,863,884	1,278,420	1,913,529	16,228,775
Capital assets being depreciated				
Land improvements	5,088,751	-	-	5,088,751
Buildings	200,980	-	-	200,980
Machinery and equipment	201,898	-	86,267	115,631
Intangible	93,664	-	-	93,664
Bridges	991,525	1,138,339	-	2,129,864
Roads	6,469,213	775,190	-	7,244,403
Total capital assets being depreciated	13,046,031	1,913,529	86,267	14,873,293
Less accumulated depreciation for				
Land improvements	1,697,284	184,820	-	1,882,104
Buildings	77,058	6,836	-	83,894
Machinery and equipment	107,567	3,168	86,267	24,468
Intangible	27,836	9,366	-	37,202
Bridges	298,969	35,713	-	334,682
Roads	659,077	181,110	-	840,187
Total accumulated depreciation	2,867,791	421,013	86,267	3,202,537
Total capital assets being depreciated, net	10,178,240	1,492,516	-	11,670,756
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 27,042,124	\$ 2,770,936	\$ 1,913,529	\$ 27,899,531

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. CAPITAL ASSETS (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 116,801	\$ -	\$ -	\$ 116,801
Total capital assets not being depreciated	116,801	-	-	116,801
Capital assets being depreciated				
Public water system infrastructure	6,451,346	-	-	6,451,346
Equipment	12,681	-	-	12,681
Total capital assets being depreciated	6,464,027	-	-	6,464,027
Less accumulated depreciation for				
Public water system infrastructure	1,355,293	202,112	-	1,557,405
Equipment	2,111	235	-	2,346
Total accumulated depreciation	1,357,404	202,347	-	1,559,751
Total capital assets being depreciated, net	5,106,623	(202,347)	-	4,904,276
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 5,223,424	\$ (202,347)	\$ -	\$ 5,021,077

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES	
General government	\$ 59,831
Public works	216,823
Culture and recreation	18,476
Conservation and development	125,883
TOTAL DEPRECIATION EXPENSE - GOVERNMENT ACTIVITIES	\$ 421,013

6. LONG-TERM DEBT

a. Changes in General Long-Term Debt

The Village has pledged future tax increment and other tax revenues, net of specified operating expenses, to repay limited obligation tax increment revenue bonds. Proceeds from the bonds provided financing for the Sunset Grove project. The bonds are payable solely from incremental taxes, business district taxes and certain sales tax revenues from property described as the Sunset Grove Property pursuant to the indenture and by other pledged revenues. The remaining pledge as of April 30, 2021, was \$4,118,737 through January 1, 2032. During the current fiscal year, there was pledged revenue of \$1,063,529 and principal and interest payments of \$335,494; the principal and interest paid was approximately 32% of the total pledged revenues.

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

a. Changes in General Long-Term Debt (Continued)

Limited obligation bonds payable at April 30, 2021, consist of the following:

	Balances May 1	Issuances	Reductions	Balances April 30	Current Portion
\$3,600,000 Limited Obligation Tax Increment Revenue Refunding Bonds, Series 2020 dated January 22, 2020, due in annual installments from \$230,000 to \$490,000 plus interest from 2.35% to 3.70% through January 1, 2032.	\$ 3,600,000	\$ -	\$ 230,000	\$ 3,370,000	\$ 240,000
TOTAL GOVERNMENTAL ACTIVITIES	\$ 3,600,000	\$ -	\$ 230,000	\$ 3,370,000	\$ 240,000

The special service area bonds are payable from special taxes levied by the County, on behalf of the Village, upon benefitting properties.

Special service area bonds payable at April 30, 2021, consist of the following:

Business-Type Activities

	Balances May 1	Issuances	Reductions	Balances April 30	Current Portion
\$1,000,000 Special Service Area Special Tax Bonds, Series 2011, dated February 1, 2011, due in annual installments from \$30,000 to \$100,000 plus interest at 7.75% through March 1, 2029.	\$ 685,000	\$ -	\$ 55,000	\$ 630,000	\$ 60,000
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 685,000	\$ -	\$ 55,000	\$ 630,000	\$ 60,000

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

b. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	Governmental Type		Business-Type	
	TIF Refunding Bonds		Special Service Area Bonds	
	Principal	Interest	Principal	Interest
2022	\$ 240,000	\$ 106,955	\$ 60,000	\$ 48,825
2023	245,000	100,955	65,000	44,175
2024	255,000	94,830	70,000	39,138
2025	270,000	87,818	75,000	33,713
2026	280,000	80,123	80,000	27,900
2027	290,000	71,723	85,000	21,700
2028	305,000	62,733	95,000	15,113
2029	320,000	52,820	100,000	7,750
2030	330,000	42,100	-	-
2031	345,000	30,550	-	-
2032	490,000	18,130	-	-
TOTAL	\$ 3,370,000	\$ 748,737	\$ 630,000	\$ 238,314

c. Other Changes in Long-Term Debt

Governmental Activities

During the fiscal year, the following changes occurred in liabilities reported in the governmental long-term liabilities:

	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
2020 TIF Refunding Bonds	\$ 3,600,000	\$ -	\$ 230,000	\$ 3,370,000	\$ 240,000
Bond premium	3,577	-	298	3,279	-
Net pension liability	389,653	-	339,772	49,881	-
TOTAL GOVERNMENTAL LONG-TERM LIABILITIES	\$ 3,993,230	\$ -	\$ 570,070	\$ 3,423,160	\$ 240,000

The General Fund has typically been used in prior years to liquidate the liability for the net pension liability.

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

c. Other Changes in Long-Term Debt (Continued)

During the fiscal year, the following changes occurred in long-term liabilities reported in the business-type activities:

	Balances May 1, as restated	Issuances	Retirements	Balances April 30	Current Portion
2011 Special Service Area Bonds	\$ 685,000	\$ -	\$ 55,000	\$ 630,000	\$ 60,000
Asset retirement obligation	127,000	-	-	127,000	-
TOTAL BUSINESS-TYPE LONG-TERM LIABILITIES	\$ 812,000	\$ -	\$ 55,000	\$ 757,000	\$ 60,000

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon its water wells at the end of its estimated useful life in accordance with federal, state and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated useful life of the water wells is 100 years.

d. Noncommitment Debt

Special Service Area Bonds outstanding as of the date of this report totaled \$1,565,000. These bonds are not an obligation of the Village and are secured by the levy of real estate taxes on certain property within the special service areas. The Village is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the assessments and forwarding the collections to bondholders.

7. INDIVIDUAL FUND DISCLOSURES

a. Due From/To Other Funds

Due from/to other funds at April 30, 2021, consisted of the following:

	Due From	Due To
General Fund	\$ 20	\$ -
Nonmajor Governmental	-	20
TOTAL	\$ 20	\$ 20

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES (Continued)

a. Due From/To Other Funds (Continued)

All balances above resulted from the time lag between dates that: (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made. All amounts are expected to be repaid within one year.

b. Advances To/From

Advances to/from other funds at April 30, 2021, consisted of the following:

	Advance To	Advance From
General Fund	\$ 6,055,136	\$ -
Open Spaces	3,923,749	-
Downtown TIF	-	9,978,885
	<hr/>	<hr/>
TOTAL	<u>\$ 9,978,885</u>	<u>\$ 9,978,885</u>

\$9,978,885 was advanced to the Downtown TIF Fund from the General Fund and Open Spaces Fund to fund the costs incurred in the Downtown TIF capital projects since its inception. These amounts will not be repaid within one year.

c. Interfund Transfers

Interfund transfers during the year ended April 30, 2021, consisted of the following:

	Transfers In	Transfers Out
General	\$ 391,137	\$ 74,525
Downtown TIF	74,525	391,137
	<hr/>	<hr/>
TOTAL ALL FUNDS	<u>\$ 465,662</u>	<u>\$ 465,662</u>

- \$391,137 transferred to the General Fund from the Downtown TIF Fund for overpayments made in prior years. This transfer will not be repaid.
- \$74,525 transferred to the Downtown TIF Fund from the General Fund to reimburse the TIF for amounts owed to the TIF as required by ILCS. This transfer will not be repaid.

8. RISK MANAGEMENT

The Village is exposed to various risks of loss including, but not limited to, employee health, general liability, property casualty, workers' compensation and public official liability. To limit exposure to these risks, the Village has purchased third party insurance. Settlement claims have not exceeded insurance coverage for the current or the three prior years.

9. CONTINGENT LIABILITIES

a. Litigation

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

b. Grants

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

10. TAX ABATEMENTS

The Village rebates taxes to recruit, retain or improve local business facilities or their supporting public infrastructure under certain circumstances and as an annexation inducement. The terms of these rebate arrangements are specified within written agreements with the individuals and businesses concerned.

In addition, the Village has redevelopment sales tax incentive agreements with local businesses within the downtown tax increment financing district. The determined goal of these agreements is to stimulate private investment by offering incentives to property and business owners within the Historic Business District relating to improvements of their properties and places of business. Financial incentives in the form of partial reimbursement of verifiable capital improvement costs are subject to the terms and conditions within each agreement. As of April 30, 2021, several agreements were in place and \$3,640 was paid in the current year.

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS

The Village contributes to a defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement plan. The benefits, benefit levels, employee contributions and employer contributions for all plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or www.imrf.org.

Illinois Municipal Retirement Fund

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2020, IMRF membership consisted of:

	Illinois Municipal Retirement
Inactive employees or their beneficiaries currently receiving benefits	3
Inactive employees entitled to but not yet receiving benefits	2
Active employees	4
TOTAL	9

Benefits Provided

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS

Illinois Municipal Retirement Fund (Continued)

Benefits Provided (Continued)

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the year ended April 30, 2021, was 14.56% of covered payroll for IMRF.

Actuarial Assumptions

The Village's net pension liability was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2020
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Interest rate	7.25%
Price inflation	2.50%
Asset valuation method	Market value

11. DEFINED BENEFIT PENSION PLANS

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

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

Discount Rate

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

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2020	\$ 2,305,332	\$ 1,915,679	\$ 389,653
Changes for the period			
Service cost	56,960	-	56,960
Interest	167,201	-	167,201
Difference between expected and actual experience	(189,669)	-	(189,669)
Changes in assumptions	(3,456)	-	(3,456)
Employer contributions	-	70,922	(70,922)
Employee contributions	-	21,696	(21,696)
Net investment income	-	261,914	(261,914)
Benefit payments and refunds	(55,195)	(55,195)	-
Other (net transfer)	-	16,276	(16,276)
Net changes	(24,159)	315,613	(339,772)
BALANCES AT DECEMBER 31, 2020	\$ 2,281,173	\$ 2,231,292	\$ 49,881

Changes in assumptions include a change in the inflation rate, salary rate increases, and mortality rates.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2021, the Village recognized pension income of \$64,023.

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources
(Continued)

At April 30, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 153,353
Changes in assumption	17,591	10,803
Net difference between projected and actual earnings on pension plan investments	-	145,682
Employer contributions after the measurement date	13,013	-
	<hr/>	<hr/>
TOTAL	\$ 30,604	\$ 309,838
	<hr/>	<hr/>

\$13,013 reported as deferred outflows of resources related to pensions resulting from Village contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending April 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Year Ending April 30,	
<hr/>	
2022	\$ (95,497)
2023	(69,395)
2024	(103,138)
2025	(24,217)
Thereafter	-
	<hr/>
TOTAL	\$ (292,247)
	<hr/>

VILLAGE OF LONG GROVE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the pension liability (asset) of the Village calculated using the discount rate of 7.25% as well as what the Village's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 334,086	\$ 49,881	\$ (161,040)

12. OTHER POSTEMPLOYMENT BENEFITS

The Village has evaluated its potential other postemployment benefits liability. The Village provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Village are required to pay 100% of the current premium. However, no former employees have chosen to stay in the Village's health insurance plan. Additionally, the Village had no former employees for which the Village was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. As a result, the Village has determined that no material liability is required to be reported under GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Therefore, the Village has not recorded any postemployment benefit liability as of April 30, 2021.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF LONG GROVE, ILLINOIS

**GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
REVENUES		
Taxes	\$ 2,266,759	\$ 2,656,381
Fees, licenses and permits	432,500	432,309
Fines, forfeitures and penalties	31,000	17,985
Public charges for services	76,000	32,328
Investment income	205,000	290,775
Miscellaneous	10,000	96
Total revenues	3,021,259	3,429,874
EXPENDITURES		
Current		
General government	2,149,550	1,480,721
Public safety	680,100	682,445
Public works	780,420	807,597
Conservation and development	210,500	169,159
Total expenditures	3,820,570	3,139,922
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(799,311)	289,952
OTHER FINANCING SOURCES (USES)		
Transfers in	124,000	391,137
Transfers (out)	-	(74,525)
Total other financing sources (uses)	124,000	316,612
NET CHANGE IN FUND BALANCE	<u>\$ (675,311)</u>	606,564
FUND BALANCE, MAY 1		<u>8,800,724</u>
FUND BALANCE, APRIL 30		<u>\$ 9,407,288</u>

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**OPEN SPACES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
REVENUES		
Fees, licenses and permits	\$ 8,570	\$ 5,530
Investment income	-	1,359
Interest and arrearages on advance to TIF fund	-	181,827
Total revenues	8,570	188,716
EXPENDITURES		
Capital outlay	300	300
Total expenditures	300	300
NET CHANGE IN FUND BALANCE	<u>\$ 8,270</u>	188,416
FUND BALANCE, MAY 1		<u>4,226,115</u>
FUND BALANCE, APRIL 30		<u>\$ 4,414,531</u>

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**DOWNTOWN TIF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
REVENUES		
Taxes		
Tax increment	\$ 383,549	\$ 745,252
Business district sales tax	50,645	79,232
Non-home rule sales taxes	30,000	48,201
Sales taxes	165,000	190,844
Investment income	2,774	934
Miscellaneous		
Payments for Archer lots	377,754	-
Total revenues	1,009,722	1,064,463
EXPENDITURES		
General government	42,646	19,152
Conservation and development	-	3,640
Debt service		
Principal on long-term debt	472,559	230,000
Interest on bonds	-	105,494
Interest on advances	342,430	453,584
Total expenditures	857,635	811,870
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	152,087	252,593
OTHER FINANCING SOURCES (USES)		
Transfers in	-	74,525
Transfers (out)	-	(391,137)
Total other financing sources (uses)	-	(316,612)
NET CHANGE IN FUND BALANCE	\$ 152,087	(64,019)
FUND BALANCE (DEFICIT), MAY 1		(8,380,940)
FUND BALANCE (DEFICIT), APRIL 30		\$ (8,444,959)

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
REVENUES		
Intergovernmental		
Motor fuel tax allotments	\$ 289,865	\$ 308,355
Rebuild Illinois	-	265,033
Investment income	844	1,041
Total revenues	290,709	574,429
EXPENDITURES		
Capital outlay	290,165	584,300
Total expenditures	290,165	584,300
NET CHANGE IN FUND BALANCE	\$ 544	(9,871)
FUND BALANCE, MAY 1		339,379
FUND BALANCE, APRIL 30		\$ 329,508

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2021

1. BUDGETS

The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. All funds are budgeted on a basis consistent with generally accepted accounting principles. Formal budgets are established for all funds except the Business District Fund and Pathway Grant Fund.

Budget amounts used for comparison in this report are obtained from the Annual Budget and Appropriation Ordinance for the Village. Expenditures may not legally exceed budgeted appropriations at the fund level. The budget amounts included in the financial statements are the final adopted budgets, including all amendments. Appropriations lapse at year end. The Village adopted no budget amendments during the fiscal year.

2. INDIVIDUAL FUND DISCLOSURES

The following funds had expenditures in excess of budget:

Fund	Excess
Motor Fuel Tax Fund	\$ 294,135
General Fund	40,502
Capital Improvement Fund	556,983

VILLAGE OF LONG GROVE, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS

Last Six Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017
TOTAL PENSION LIABILITY			
Service cost	\$ 51,972	\$ 54,240	\$ 53,408
Interest	122,041	132,645	142,048
Differences between expected and actual experience	15,160	(12,020)	(22,202)
Changes of assumptions	7,187	(40,230)	(57,906)
Benefit payments, including refunds of member contributions	(45,683)	(46,833)	(47,944)
Net change in total pension liability	150,677	87,802	67,404
Total pension liability - beginning	1,652,767	1,803,444	1,891,246
TOTAL PENSION LIABILITY - ENDING	\$ 1,803,444	\$ 1,891,246	\$ 1,958,650
PLAN FIDUCIARY NET POSITION			
Contributions - employer	\$ 64,372	\$ 68,454	\$ 68,515
Contributions - member	19,652	20,147	20,486
Net investment income	5,947	85,450	229,665
Benefit payments, including refunds of member contributions	(45,683)	(46,833)	(47,944)
Other (net transfer)	3,058	4,015	(17,381)
Net change in plan fiduciary net position	47,346	131,233	253,341
Plan fiduciary net position - beginning	1,170,216	1,217,562	1,348,795
PLAN FIDUCIARY NET POSITION - ENDING	\$ 1,217,562	\$ 1,348,795	\$ 1,602,136
EMPLOYER'S NET PENSION LIABILITY	\$ 585,882	\$ 542,451	\$ 356,514
Plan fiduciary net position as a percentage of the total pension liability	67.51%	71.32%	81.80%
Covered payroll	\$ 436,715	\$ 447,700	\$ 455,243
Employer's net pension liability as a percentage of covered payroll	134.16%	121.16%	78.31%
Changes of assumptions			
2017 - Inflation, salary increases, retirement age and mortality rate			
2018 - Discount rate			
2020 - Inflation, salary increases and mortality rate			

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

2018	2019	2020
\$ 50,086	\$ 53,862	\$ 56,960
146,903	156,656	167,201
(10,220)	(12,976)	(189,669)
64,463	-	(3,456)
(49,985)	(52,107)	(55,195)
201,247	145,435	(24,159)
1,958,650	2,159,897	2,305,332
<u>\$ 2,159,897</u>	<u>\$ 2,305,332</u>	<u>\$ 2,281,173</u>
\$ 69,736	\$ 66,508	\$ 70,922
20,921	22,791	21,696
(71,017)	284,717	261,914
(49,985)	(52,107)	(55,195)
21,655	324	16,276
(8,690)	322,233	315,613
1,602,136	1,593,446	1,915,679
<u>\$ 1,593,446</u>	<u>\$ 1,915,679</u>	<u>\$ 2,231,292</u>
<u>\$ 566,451</u>	<u>\$ 389,653</u>	<u>\$ 49,881</u>
73.77%	83.10%	97.81%
\$ 464,916	\$ 489,034	\$ 482,133
121.84%	79.68%	10.35%

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS**

Last Six Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 64,372	\$ 68,332	\$ 68,839	\$ 69,737	\$ 69,406	\$ 60,103
Contributions in relation to the actuarially determined contribution	(64,372)	(68,332)	(68,839)	(69,736)	(69,406)	(60,103)
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ -
Covered payroll	\$ 436,715	\$ 449,209	\$ 457,907	\$ 464,916	\$ 497,118	\$ 412,740
Contributions as a percentage of covered payroll	14.74%	15.21%	15.03%	15.00%	13.96%	14.56%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 23 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 3.35% to 14.25% compounded annually, wage growth of 3.25% compounded annually and price inflation of 2.50% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF LONG GROVE, ILLINOIS

GENERAL FUND
DETAILED SCHEDULE OF REVENUES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
TAXES		
Sales tax	\$ 1,243,700	\$ 1,387,299
Income tax	678,025	922,028
Road and bridge tax	44,000	33,711
Telecommunications tax	117,600	133,056
Downtown SSA - business and community partners	165,000	159,159
Other taxes	18,434	21,128
Total taxes	2,266,759	2,656,381
FEES, PERMITS, AND LICENSES		
Franchise fees	170,000	162,177
Permits	217,500	241,055
Licenses	45,000	29,077
Total fees, permits and licenses	432,500	432,309
FINES, FORFEITURES AND PENALTIES		
Citations	30,000	17,985
Fines	1,000	-
Total fines, forfeitures and penalties	31,000	17,985
PUBLIC CHARGES FOR SERVICES		
Long Grove Commons	26,000	25,413
Tree replacement	30,000	15
Stormwater review fees	20,000	6,900
Total public charges for services	76,000	32,328
INVESTMENT INCOME		
Investment income	55,000	19,018
Interest and arrearages on advance to TIF fund	150,000	271,757
Total investment income	205,000	290,775
MISCELLANEOUS REVENUES		
Forfeited escrow	10,000	-
Other	-	96
Total miscellaneous revenues	10,000	96
TOTAL GENERAL FUND REVENUES	\$ 3,021,259	\$ 3,429,874

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**GENERAL FUND
DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
GENERAL GOVERNMENT		
Employee compensation		
Salaries and wages	\$ 504,130	\$ 410,340
Fringe benefits	202,620	148,676
Village President	14,400	14,400
Temporary staffing	-	223,401
	<hr/>	<hr/>
Total employee compensation	1,442,300	796,817
	<hr/>	<hr/>
Office		
Utilities	10,500	9,241
Supplies	22,750	13,588
Equipment leases and maintenance	13,000	13,231
Other maintenance	9,000	9,507
	<hr/>	<hr/>
Total office	55,250	45,567
	<hr/>	<hr/>
Administrative and professional		
Insurance	42,000	36,701
Dues, memberships and travel	3,000	1,867
Professional development and training	10,000	10,469
Legal	243,500	220,776
Code enforcement	35,000	2,963
Building and zoning plan reviews	-	22,911
Route 53	40,000	-
Resident communications	45,000	100,868
Bookkeeping	35,000	39,289
Audit	42,000	47,103
Other professional services	10,000	22,050
Inspections	75,000	58,483
Newsletter - postage	2,000	3,739
Computer consultant and software	16,500	35,305
Internet home page	2,000	3,284
Administrative services	7,500	5,421
Legal notices and subscriptions	1,300	3,197
	<hr/>	<hr/>
Total administrative and professional	609,800	614,426
	<hr/>	<hr/>
Miscellaneous		
Mosquito abatement	36,000	23,001
Other	6,200	910
	<hr/>	<hr/>
Total miscellaneous	42,200	23,911
	<hr/>	<hr/>
Total general government	2,149,550	1,480,721
	<hr/>	<hr/>

(This schedule is continued on the following page.)

VILLAGE OF LONG GROVE, ILLINOIS

GENERAL FUND
DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2021

	Original Budget	Actual
PUBLIC SAFETY		
Village security	\$ 680,000	\$ 676,701
Emergency communication system	100	5,252
Other public safety	-	492
Total public safety	680,100	682,445
PUBLIC WORKS		
Plowing	200,000	311,681
Snow removal	80,000	105,046
Bulk salt purchase	97,020	67,040
Mowing	52,000	7,580
Road signs and traffic calming	23,000	19,727
Utilities	25,000	23,329
Engineering	101,500	136,159
Grant applications	-	2,364
NPDES EPA compliance unfunded mandate	4,500	-
SWALCO	3,300	3,241
Road paving, culvert and ditch	125,000	104,142
Sewer matters	2,500	16,082
Planting/trees	1,600	1,598
Village Hall property	-	2,795
Emergency operations	65,000	6,813
Total public works	780,420	807,597
CONSERVATION AND DEVELOPMENT		
Community development grant	10,000	10,000
Downtown SSA - business and community partners	165,000	159,159
CERT	5,500	-
Village forestry	5,000	-
Economic development	25,000	-
Total conservation and development	210,500	169,159
TOTAL GENERAL FUND EXPENDITURES	\$ 3,820,570	\$ 3,139,922

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
REVENUES		
Taxes		
Sales tax	\$ 762,850	\$ 814,715
Intergovernmental		
Pathway engineering	9,405	-
Road and bridge grant	-	135,130
Long Grove Historical Society contribution	-	53,497
Investment income	10,000	2,050
Total revenues	782,255	1,005,392
EXPENDITURES		
General government		
Bank charges	300	300
Total general government	300	300
Capital outlay		
Office equipment and software	7,500	-
Village properties	5,000	-
Water system improvements	30,000	-
RPC bridge improvements	35,310	555,417
Road paving	78,881	84,384
Total capital outlay	156,691	639,801
Total expenditures	156,991	640,101
NET CHANGE IN FUND BALANCE	\$ 625,264	365,291
FUND BALANCE, MAY 1		689,155
FUND BALANCE, APRIL 30		\$ 1,054,446

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF LONG GROVE, ILLINOIS**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

April 30, 2021

	Business District	Pathway Grant	Total Nonmajor Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 191,619	\$ -	\$ 191,619
Receivables (net)			
Other	39	-	39
Due from other governments	-	-	-
TOTAL ASSETS	\$ 191,658	\$ -	\$ 191,658
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 5,069	\$ -	\$ 5,069
Due to other funds	20	-	20
Total liabilities	5,089	-	5,089
DEFERRED INFLOWS OF RESOURCES			
None	-	-	-
Total deferred inflows of resources	-	-	-
Total liabilities and deferred inflows of resources	5,089	-	5,089
FUND BALANCES			
Restricted for highways and streets	-	-	-
Restricted for conservation and development	186,569	-	186,569
Total fund balances	186,569	-	186,569
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 191,658	\$ -	\$ 191,658

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**

For the Year Ended April 30, 2021

	Business District	Pathway Grant	Total Nonmajor Governmental Funds
REVENUES			
Intergovernmental	\$ -	\$ -	\$ -
Investment income	497	(78)	419
Total revenues	497	(78)	419
EXPENDITURES			
Conservation and development	286	-	286
Total expenditures	286	-	286
NET CHANGE IN FUND BALANCES	211	(78)	133
FUND BALANCES, MAY 1	186,358	78	186,436
FUND BALANCES, APRIL 30	\$ 186,569	\$ -	\$ 186,569

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

VILLAGE OF LONG GROVE, ILLINOIS

**WATER FUND - BY SUBFUND
STATEMENT OF NET POSITION**

April 30, 2021

	Special Service Area - Water	Water Management	Special Service Area - Downtown	Total
CURRENT ASSETS				
Cash and investments	\$ 687,614	\$ 27,671	\$ 45,206	\$ 760,491
Receivables				
Taxes	-	-	26,636	26,636
Accounts	183,150	24,643	-	207,793
Other receivables (net)	141	21	-	162
Restricted assets				
Cash and investments	40,358	-	-	40,358
Total current assets	911,263	52,335	71,842	1,035,440
NONCURRENT ASSETS				
Special assessments receivable	831,393	-	-	831,393
Capital assets				
Not being depreciated	116,801	-	-	116,801
Being depreciated, at cost	4,002,326	2,461,701	-	6,464,027
Less accumulated depreciation	(1,387,861)	(171,890)	-	(1,559,751)
Total noncurrent assets	3,562,659	2,289,811	-	5,852,470
Total assets	4,473,922	2,342,146	71,842	6,887,910
DEFERRED OUTFLOWS OF RESOURCES				
Asset retirement obligation	-	124,460	-	124,460
Total deferred outflows of resources	-	124,460	-	124,460
Total assets and deferred outflows of resources	4,473,922	2,466,606	71,842	7,012,370
CURRENT LIABILITIES				
Accounts payable	-	22,309	-	22,309
Accrued interest	8,137	-	-	8,137
Current portion of special service area bonds	60,000	-	-	60,000
Total current liabilities	68,137	22,309	-	90,446
NONCURRENT LIABILITIES				
Asset retirement obligation	-	127,000	-	127,000
Special service area bonds payable	570,000	-	-	570,000
Total noncurrent liabilities	570,000	127,000	-	697,000
Total liabilities	638,137	149,309	-	787,446
DEFERRED INFLOWS OF RESOURCES				
Unavailable property tax revenues	-	-	26,636	26,636
Total liabilities and deferred inflows of resources	638,137	149,309	26,636	814,082
NET POSITION				
Net investment in capital assets	2,101,266	2,289,811	-	4,391,077
Restricted for debt service	40,358	-	-	40,358
Unrestricted	1,694,161	27,486	45,206	1,766,853
TOTAL NET POSITION	<u>\$ 3,835,785</u>	<u>\$ 2,317,297</u>	<u>\$ 45,206</u>	<u>\$ 6,198,288</u>

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**WATER FUND - BY SUBFUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION**

For the Year Ended April 30, 2021

	Special Service Area - Water	Water Management	Special Service Area - Downtown	Total
OPERATING REVENUES				
Charges for services	\$ -	\$ 131,914	\$ -	\$ 131,914
Total operating revenues	-	131,914	-	131,914
OPERATING EXPENSES				
Administrative and Utility operations	550	162,576	-	163,126
Depreciation and amortization	153,132	50,485	-	203,617
Total operating expenses	153,682	213,061	-	366,743
OPERATING INCOME (LOSS)	(153,682)	(81,147)	-	(234,829)
NON-OPERATING REVENUES (EXPENSES)				
Investment income	1,806	84	100	1,990
Interest expense	(52,377)	-	-	(52,377)
Total non-operating revenues (expenses)	(50,571)	84	100	(50,387)
INCOME (LOSS) BEFORE CONTRIBUTIONS	(204,253)	(81,063)	100	(285,216)
CONTRIBUTIONS				
Contributions	25,413	-	26,638	52,051
Total contributions	25,413	-	26,638	52,051
CHANGE IN NET POSITION	(178,840)	(81,063)	26,738	(233,165)
NET POSITION, MAY 1	4,014,625	2,398,360	18,468	6,431,453
NET POSITION, APRIL 30	\$ 3,835,785	\$ 2,317,297	\$ 45,206	\$ 6,198,288

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**WATER FUND - BY SUBFUND
STATEMENT OF CASH FLOWS**

For the Year Ended April 30, 2021

	Special Service Area - Water	Water Management	Special Service Area - Downtown	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Received from customers	\$ -	\$ 126,457	\$ -	\$ 126,457
Paid to suppliers for good and services	(851)	(171,709)	-	(172,560)
Net cash from operating activities	(851)	(45,252)	-	(46,103)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
None	-	-	-	-
Net cash from noncapital financing activities	-	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Special assessments received	189,714	-	26,638	216,352
Interest paid	(53,087)	-	-	(53,087)
Debt retired	(55,000)	-	-	(55,000)
Net cash from capital and related financing activities	81,627	-	26,638	108,265
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	1,755	84	100	1,939
Net cash from investing activities	1,755	84	100	1,939
NET INCREASE IN CASH AND CASH EQUIVALENTS	82,531	(45,168)	26,738	64,101
CASH AND CASH EQUIVALENTS, MAY 1	645,441	72,839	18,468	736,748
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 727,972	\$ 27,671	\$ 45,206	\$ 800,849

(This schedule is continued on the following page.)

VILLAGE OF LONG GROVE, ILLINOIS

WATER FUND - BY SUBFUND
STATEMENT OF CASH FLOWS (Continued)

For the Year Ended April 30, 2021

	Special Service Area - Water		Water Management		Special Service Area - Downtown		Total
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RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES							
Operating income (loss)	\$ (153,682)	\$	(81,147)	\$	-	\$	(234,829)
Adjustments to reconcile operating income (loss) to net cash from operating activities							
Depreciation and amortization	153,132		50,485		-		203,617
Changes in assets and liabilities							
Accounts receivable	-		(5,457)		-		(5,457)
Accounts payable	(301)		(9,133)		-		(9,434)
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NET CASH FROM OPERATING ACTIVITIES	\$ (851)	\$	(45,252)	\$	-	\$	(46,103)
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CASH AND CASH EQUIVALENTS							
Cash and investments	\$ 687,614	\$	27,671	\$	45,206	\$	760,491
Restricted cash and investments	40,358		-		-		40,358
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TOTAL CASH AND CASH EQUIVALENTS	\$ 727,972	\$	27,671	\$	45,206	\$	800,849
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NONCASH CAPITAL AND RELATED FINANCING ACTIVITY							
None	\$ -	\$	-	\$	-	\$	-
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(See independent auditor's report.)

FIDUCIARY FUND

VILLAGE OF LONG GROVE, ILLINOIS
CUSTODIAL FUNDS
COMBINING STATEMENT OF NET POSITION

For the Year Ended April 30, 2021

	Interagency Control Fees	Fees Refundable to Others	Heron's Landing SSA	Total
ASSETS				
Cash and investments	\$ 7,900	\$ 46,690	\$ 202,310	\$ 256,900
Receivables				
Accounts receivable	-	24,253	-	24,253
Property taxes receivable	-	-	129,800	129,800
Total assets	7,900	70,943	332,110	410,953
LIABILITIES				
Accounts payable	7,900	70,943	-	78,843
Total liabilities	7,900	70,943	-	78,843
DEFERRED INFLOWS OF RESOURCES				
Unavailable property tax revenue	-	-	129,800	129,800
Total deferred inflows of resources	-	-	129,800	129,800
Total liabilities and deferred inflows of resources	7,900	70,943	129,800	208,643
NET POSITION				
Restricted for debt service	-	-	202,310	202,310
TOTAL NET POSITION	\$ -	\$ -	\$ 202,310	\$ 202,310

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

**CUSTODIAL FUNDS
COMBINING STATEMENT OF CHANGES IN NET POSITION**

For the Year Ended April 30, 2021

	Interagency Control Fees	Fees Refundable to Others	Heron's Landing SSA	Total Custodial Funds
ADDITIONS				
Contributions				
Property owner	\$ -	\$ -	\$ 129,810	\$ 129,810
Investment income	-	-	23	23
Total additions	-	-	129,833	129,833
DEDUCTIONS				
Contractual services				
Accounting and financial services	-	-	2,500	2,500
Debt service				
Principal	-	-	35,000	35,000
Interest	-	-	87,163	87,163
Total deductions	-	-	124,663	124,663
CHANGE IN NET POSITION	-	-	5,170	5,170
NET POSITION, MAY 1	-	-	197,140	197,140
NET POSITION, APRIL 30	\$ -	\$ -	\$ 202,310	\$ 202,310

(See independent auditor's report.)