



VILLAGE OF LONG GROVE, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2020



SIKICH.COM

VILLAGE OF LONG GROVE, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INDEPENDENT AUDITOR’S REPORT	1-3
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	4
Statement of Activities	5-6
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	7-8
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position.....	9
Statement of Revenues, Expenditures and Changes in Fund Balances	10-11
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	12
Proprietary Funds	
Statement of Net Position	13
Statement of Revenues, Expenses and Changes in Net Position.....	14
Statement of Cash Flows	15-16
Fiduciary Fund	
Statement of Net Position.....	17
Statement of Changes in Net Position.....	18
Notes to Financial Statements	19-42

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	43
Open Spaces Fund	44
Downtown TIF Fund	45
Notes to Required Supplementary Information	46
Illinois Municipal Retirement Fund	
Schedule of Changes in the Employer’s Net Pension Liability and Related Ratios	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	55
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Motor Fuel Tax Fund.....	55
 MAJOR ENTERPRISE FUNDS	
Water Fund by Subfund	
Statement of Net Position.....	56
Statement of Revenues, Expenses and Changes in Net Position.....	57
Statement of Cash Flows	58-59

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	60
Combining Statement of Changes in Net Position	61

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

SIKICH.COM

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, 2020 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, 2020, 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.

Change in Accounting Principle

The Village adopted GASB Statement No. 83, *Certain Asset Retirement Obligations*, which required a liability and deferred outflow of resources to be recorded in the business-type activities and GASB Statement No. 84, *Fiduciary Activities*, which changed the reporting of certain fiduciary funds. Our opinion is not modified with respect to these matters.

Emphasis of Matter

As part of our audit of the 2020 financial statements, we also audited the adjustments described in Note 13 that were applied to restate the 2019 financial statements. In our opinion, such adjustments are appropriate and have been properly applied. We were not engaged to audit, review or apply any procedures to the 2019 financial statements of the Village other than with respect to the adjustments and, accordingly, we do not express an opinion or any other form of assurance on the 2019 financial statements as a whole.

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 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 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
November 18, 2020

VILLAGE OF LONG GROVE, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2020

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 6,110,911	\$ 696,396	\$ 6,807,307
Restricted cash and investments	360,606	40,352	400,958
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	1,294,691	-	1,294,691
Accounts	467,006	235,529	702,535
Other	-	105	105
Accrued interest	23	-	23
Due from other governments	23,854	-	23,854
Special assessments receivable	-	989,144	989,144
Capital assets, not being depreciated	16,863,884	116,801	16,980,685
Capital assets being depreciated (net of accumulated depreciation)	10,178,240	5,106,623	15,284,863
Total assets	35,299,215	7,184,950	42,484,165
DEFERRED OUTFLOWS OF RESOURCES			
Asset retirement obligation	-	125,730	125,730
Pension related amounts	57,934	-	57,934
Total deferred outflows of resources	57,934	125,730	183,664
Total assets and deferred outflows of resources	35,357,149	7,310,680	42,667,829
LIABILITIES			
Accounts payable	1,404,241	31,743	1,435,984
Accrued payroll	1,585	-	1,585
Other liabilities	10,851	-	10,851
Accrued interest payable	30,205	-	30,205
Deposits	-	8,848	8,848
Unearned revenues	234,357	-	234,357
Noncurrent liabilities			
Due within one year	230,000	55,000	285,000
Due in more than one year	3,763,230	757,000	4,520,230
Total liabilities	5,674,469	852,591	6,527,060
DEFERRED INFLOWS OF RESOURCES			
Unavailable property tax revenues	745,188	26,636	771,824
Pension related amounts	121,522	-	121,522
Total deferred inflows of resources	866,710	26,636	893,346
Total liabilities and deferred inflows of resources	6,541,179	879,227	7,420,406
NET POSITION			
Net investment in capital assets	27,042,124	4,538,424	31,580,548
Restricted for debt service	360,606	40,352	400,958
Restricted for highways and streets	339,379	-	339,379
Restricted for conservation and development	4,412,551	-	4,412,551
Restricted for capital projects	689,155	-	689,155
Unrestricted	(4,027,845)	1,852,677	(2,175,168)
TOTAL NET POSITION	\$ 28,815,970	\$ 6,431,453	\$ 35,247,423

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2020

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 1,410,459	\$ 382,325	\$ -	\$ -
Public safety	668,856	30,063	-	-
Public works	1,503,293	-	298,897	312,766
Culture and recreation	18,476	24,690	-	-
Conservation and development	522,151	70,930	165,230	-
Interest	984,210	-	-	-
Total governmental activities	5,107,445	508,008	464,127	312,766
Business-Type Activities				
Water	472,114	246,852	-	525,573
Total business-type activities	472,114	246,852	-	-
TOTAL PRIMARY GOVERNMENT	\$ 5,579,559	\$ 754,860	\$ 464,127	\$ 312,766

	Net (Expense) Revenue and Change in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (1,028,134)	\$ -	\$ (1,028,134)
	(638,793)	-	(638,793)
	(891,630)	-	(891,630)
	6,214	-	6,214
	(285,991)	-	(285,991)
	(984,210)	-	(984,210)
	(3,822,544)	-	(3,822,544)
	-	300,311	300,311
	-	300,311	300,311
	(3,822,544)	300,311	(3,522,233)
General Revenues			
Taxes			
Income	933,200	-	933,200
Sales	2,041,493	-	2,041,493
TIF increment/property taxes	383,549	-	383,549
Telecommunications	160,114	-	160,114
Other taxes	62,254	-	62,254
Investment income	615,975	3,970	619,945
Miscellaneous	583,240	-	583,240
Total	4,779,825	3,970	4,783,795
CHANGE IN NET POSITION	957,281	304,281	1,261,562
NET POSITION, MAY 1, 2019	28,070,644	6,127,172	34,197,816
Prior period adjustment	(211,955)	-	(211,955)
NET POSITION, MAY 1, 2019, RESTATED	27,858,689	6,127,172	33,985,861
NET POSITION, APRIL 30, 2020	\$ 28,815,970	\$ 6,431,453	\$ 35,247,423

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

GOVERNMENTAL FUNDS
BALANCE SHEET

April 30, 2020

	General	Open Spaces	Downtown TIF	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 3,448,510	\$ 478,054	\$ 790,948	\$ 876,378	\$ 517,021	\$ 6,110,911
Restricted cash and investments	-	-	360,606	-	-	360,606
Receivables (net, where applicable, of allowances for uncollectibles)						
Taxes	336,468	-	818,270	139,953	-	1,294,691
Accounts	214,140	6,139	-	246,727	-	467,006
Accrued interest	-	-	-	-	23	23
Due from other governments	-	-	-	-	23,854	23,854
Due from other funds	818	-	10,968	-	-	11,786
Advances to other funds	5,857,904	3,741,922	-	-	-	9,599,826
TOTAL ASSETS	\$ 9,857,840	\$ 4,226,115	\$ 1,980,792	\$ 1,263,058	\$ 540,898	\$ 17,868,703

	General	Open Spaces	Downtown TIF	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 820,323	\$ -	\$ 16,718	\$ 567,200	-	\$ 1,404,241
Accrued payroll	1,585	-	-	-	-	1,585
Other liabilities	10,851	-	-	-	-	10,851
Due to other funds	-	-	-	6,703	5,083	11,786
Unearned revenue	224,357	-	-	-	10,000	234,357
Advances from other funds	-	-	9,599,826	-	-	9,599,826
Total liabilities	1,057,116	-	9,616,544	573,903	15,083	11,262,646
DEFERRED INFLOWS OF RESOURCES						
Unavailable property tax revenues	-	-	745,188	-	-	745,188
Total deferred inflows of resources	-	-	745,188	-	-	745,188
Total liabilities and deferred inflows of resources	1,057,116	-	10,361,732	573,903	15,083	12,007,834
FUND BALANCES						
Nonspendable - advance to other funds	5,857,904	-	-	-	-	5,857,904
Restricted for debt service	-	-	360,606	-	-	360,606
Restricted for highways and streets	-	-	-	-	339,379	339,379
Restricted for conservation and development	-	4,226,115	-	-	186,436	4,412,551
Restricted for capital projects	-	-	-	689,155	-	689,155
Unassigned (deficit)	2,942,820	-	(8,741,546)	-	-	(5,798,726)
Total fund balances (deficit)	8,800,724	4,226,115	(8,380,940)	689,155	525,815	5,860,869
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 9,857,840	\$ 4,226,115	\$ 1,980,792	\$ 1,263,058	\$ 540,898	\$ 17,868,703

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, 2020

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 5,860,869
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	27,042,124
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	57,934
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	(3,600,000) (3,577) (389,653)
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	(121,522)
Interest payable is not reported in the governmental funds	<u>(30,205)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 28,815,970</u></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, 2020

	General	Open Spaces	Downtown TIF	Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 2,368,891	\$ -	\$ 698,068	\$ 665,447	\$ 13,435	\$ 3,745,841
Intergovernmental	-	-	-	305,767	298,897	604,664
Fees, licenses and permits	432,363	5,530	-	-	-	437,893
Fines, forfeitures and penalties	24,533	-	-	-	-	24,533
Public charges for services	45,583	-	6,999	-	-	52,582
Interest income	373,158	220,677	12,259	8,052	1,829	615,975
Miscellaneous	41,152	-	527,086	15,000	-	583,238
Total revenues	3,285,680	226,207	1,244,412	994,266	314,161	6,064,726
EXPENDITURES						
Current						
General government	1,342,690	-	-	300	-	1,342,990
Public safety	668,856	-	-	-	-	668,856
Public works	610,961	-	-	-	-	610,961
Conservation and development	239,693	-	156,296	-	279	396,268
Capital outlay	-	21,609	-	2,839,081	300	2,860,990
Debt service						
Principal retirement	-	-	743,780	-	-	743,780
Interest and fiscal charges	-	-	938,467	-	-	938,467
Total expenditures	2,862,200	21,609	1,838,543	2,839,381	579	7,562,312
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	423,480	204,598	(594,131)	(1,845,115)	313,582	(1,497,586)

	General	Open Spaces	Downtown TIF	Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)						
Principal on bonds sold	\$ -	\$ -	\$ 3,600,000	\$ -	\$ -	\$ 3,600,000
Payment to escrow agent	-	-	(3,079,633)	-	-	(3,079,633)
Premium on bonds sold	-	-	3,577	-	-	3,577
Transfers in	-	-	38,355	1,613,500	-	1,651,855
Transfers (out)	(1,651,855)	-	-	-	-	(1,651,855)
Total other financing sources (uses)	(1,651,855)	-	562,299	1,613,500	-	523,944
NET CHANGE IN FUND BALANCES	(1,228,375)	204,598	(31,832)	(231,615)	313,582	(973,642)
FUND BALANCES (DEFICIT), MAY 1, 2019	10,127,268	4,021,517	(8,370,885)	866,570	209,661	6,854,131
Prior period adjustment	(98,169)	-	21,777	54,200	2,572	(19,620)
FUND BALANCES (DEFICIT), MAY 1, 2019, AS RESTATED	10,029,099	4,021,517	(8,349,108)	920,770	212,233	6,834,511
FUND BALANCES (DEFICIT), APRIL 30, 2020	\$ 8,800,724	\$ 4,226,115	\$ (8,380,940)	\$ 689,155	\$ 525,815	\$ 5,860,869

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, 2020

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (973,642)
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	2,150,923
Capital assets are depreciated on the statement of activities	(386,455)
Gains (losses) on the disposal of capital assets is reported in the governmental activities	(15,171)
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	3,715,000
Change in interest payable	62,670
The change in the net pension liability and deferred inflows and outflows is shown as an expense on the statement of activities	7,533
The issuance of long-term debt is reported as other financing sources in the governmental funds, but as an increase of liabilities in the statement of net position	
General obligation bonds payable	(3,600,000)
Unamortized bond premium	<u>(3,577)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 957,281</u></u>

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

PROPRIETARY FUND
STATEMENT OF NET POSITION

April 30, 2020

CURRENT ASSETS	
Cash and investments	\$ 696,396
Receivables	
Accounts	235,529
Other receivables (net)	105
Restricted assets	
Cash and investments	<u>40,352</u>
Total current assets	<u>972,382</u>
NONCURRENT ASSETS	
Special assessments receivable	989,144
Capital assets	
Not being depreciated	116,801
Being depreciated, at cost	6,464,027
Less accumulated depreciation	<u>(1,357,404)</u>
Total noncurrent assets	<u>6,212,568</u>
Total assets	<u>7,184,950</u>
DEFERRED OUTFLOWS OF RESOURCES	
Asset retirement obligation	<u>125,730</u>
Total deferred outflows of resources	<u>125,730</u>
Total assets and deferred outflows of resources	<u>7,310,680</u>
CURRENT LIABILITIES	
Accounts payable	31,743
Accrued interest	8,848
Current portion of special service area bonds	<u>55,000</u>
Total current liabilities	<u>95,591</u>
NONCURRENT LIABILITIES	
Asset retirement obligation	127,000
Special service area bonds payable	<u>630,000</u>
Total noncurrent liabilities	<u>757,000</u>
Total liabilities	<u>852,591</u>
DEFERRED INFLOWS OF RESOURCES	
Unavailable property tax revenues	<u>26,636</u>
Total liabilities and deferred inflows of resources	<u>879,227</u>
NET POSITION	
Net investment in capital assets	4,538,424
Restricted for debt service	40,352
Unrestricted	<u>1,852,677</u>
TOTAL NET POSITION	<u><u>\$ 6,431,453</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, 2020

OPERATING REVENUES	
Charges for services	\$ 246,852
	<u>246,852</u>
Total operating revenues	<u>246,852</u>
OPERATING EXPENSES	
Administrative and utility operations	212,180
Depreciation	<u>203,617</u>
Total operating expenses	<u>415,797</u>
OPERATING INCOME (LOSS)	<u>(168,945)</u>
NON-OPERATING REVENUES (EXPENSES)	
Investment income	3,970
Interest expense	<u>(56,317)</u>
Total non-operating revenues (expenses)	<u>(52,347)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS	<u>(221,292)</u>
CONTRIBUTIONS	
Contributions	<u>525,573</u>
Total contributions	<u>525,573</u>
CHANGE IN NET POSITION	304,281
NET POSITION, MAY 1, 2019	<u>6,127,172</u>
NET POSITION, APRIL 30, 2020	<u><u>\$ 6,431,453</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, 2020

CASH FLOWS FROM OPERATING ACTIVITIES

Received from customers	\$ 238,793
Paid to suppliers for good and services	<u>(189,042)</u>

Net cash from operating activities	<u>49,751</u>
------------------------------------	---------------

**CASH FLOWS FROM NONCAPITAL
FINANCING ACTIVITIES**

Repayment of loans to other funds	(32,610)
Repayment of loans from other funds	<u>31,910</u>

Net cash from noncapital financing activities	<u>(700)</u>
--	--------------

**CASH FLOWS FROM CAPITAL AND
RELATED FINANCING ACTIVITIES**

Special assessments received	196,483
Interest paid	(56,964)
Debt retired	<u>(50,000)</u>

Net cash from capital and related financing activities	<u>89,519</u>
---	---------------

CASH FLOWS FROM INVESTING ACTIVITIES

Investment Income	<u>5,714</u>
-------------------	--------------

Net cash from investing activities	<u>5,714</u>
------------------------------------	--------------

**NET INCREASE IN CASH AND
CASH EQUIVALENTS**

144,284

CASH AND CASH EQUIVALENTS, MAY 1

592,464

CASH AND CASH EQUIVALENTS, APRIL 30

\$ 736,748

(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, 2020

**RECONCILIATION OF OPERATING INCOME
(LOSS) TO NET CASH FLOWS FROM
OPERATING ACTIVITIES**

Operating income (loss)	\$ (168,945)
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Depreciation	203,617
Changes in assets and liabilities	
Accounts receivable	(8,059)
Accounts payable	23,138

NET CASH FROM OPERATING ACTIVITIES

\$ 49,751

CASH AND CASH EQUIVALENTS

Cash and investments	\$ 696,396
Restricted cash and investments	40,352

TOTAL CASH AND CASH EQUIVALENTS

\$ 736,748

**NONCASH CAPITAL AND RELATED
FINANCING ACTIVITY**

Capital Contributions	<u>\$ 489,503</u>
-----------------------	-------------------

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

**FIDUCIARY FUND
STATEMENT OF NET POSITION**

April 30, 2020

	<u>Custodial</u>
ASSETS	
Cash and cash equivalents	\$ 229,240
Receivables	
Accounts receivable	72,097
Property taxes	<u>129,800</u>
 Total assets	 <u>431,137</u>
LIABILITIES	
Accounts payable	<u>104,197</u>
 Total liabilities	 <u>104,197</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>233,997</u>
NET POSITION	
Restricted for debt service	<u>197,140</u>
 TOTAL NET POSITION	 <u><u>\$ 197,140</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, 2020

ADDITIONS

Contributions	
Property owner	\$ 129,897
Investment income	<u>3,361</u>
Total additions	<u>133,258</u>

DEDUCTIONS

Contractual services	2,500
Accounting and financial services	
Debt service	
Principal	35,000
Interest	<u>89,000</u>
Total deductions	<u>126,500</u>

CHANGE IN NET POSITION 6,758

NET POSITION, MAY 1, 2019 -

 Change in accounting principle 190,382

NET POSITION, MAY 1, 2019, AS RESTATED 190,382

NET POSITION, APRIL 30, 2020 \$ 197,140

See accompanying notes to financial statements.

VILLAGE OF LONG GROVE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2020

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.

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

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.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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 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.

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

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 and all investments of the pension trust funds 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.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” on the financial statements.

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, 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).

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets (Continued)

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.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1. 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, 2020.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

2. CASH AND INVESTMENTS

The Village and pension funds 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.

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.

2. CASH AND INVESTMENTS

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 statues 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 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.

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

2. CASH AND INVESTMENTS (Continued)

b. Village Investments (Continued)

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 2019 attach as an enforceable lien on January 1, 2019 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, 2020 and are payable in two installments, on or about June 1, 2020 and September 1, 2020. The County collects such taxes and remits them periodically.

The 2019 taxes are intended to finance the 2021 fiscal year and are not considered available for current operations and are, therefore, shown as unavailable/deferred revenue. The 2020 tax levy has not been recorded as a receivable at April 30, 2020, as the tax attached as a lien on property as of January 1, 2020; however, the tax will not be levied until December 2020 and, accordingly, is not measurable at April 30, 2020.

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	\$ (8,380,940)

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

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

5. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2020 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Construction in progress	\$ 623,188	\$ 550,620	\$ 117,070	\$ 1,056,738
Land	15,807,146	-	-	15,807,146
Total capital assets not being depreciated	16,430,334	550,620	117,070	16,863,884
Capital assets being depreciated				
Land improvements	4,416,262	672,489	-	5,088,751
Buildings	185,523	25,865	10,408	200,980
Machinery and equipment	232,303	-	30,405	201,898
Intangible	68,045	25,619	-	93,664
Bridges	991,525	-	-	991,525
Roads	5,475,813	993,400	-	6,469,213
Total capital assets being depreciated	11,369,471	1,717,373	40,813	13,046,031
Less accumulated depreciation for				
Land improvements	1,512,464	184,820	-	1,697,284
Buildings	76,722	6,836	6,500	77,058
Machinery and equipment	123,541	3,168	19,142	107,567
Intangible	18,470	9,366	-	27,836
Bridges	278,434	20,535	-	298,969
Roads	497,347	161,730	-	659,077
Total accumulated depreciation	2,506,978	386,455	25,642	2,867,791
Total capital assets being depreciated, net	8,862,493	1,330,918	15,171	10,178,240
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 25,292,827	\$ 1,881,538	\$ 132,241	\$ 27,042,124
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	5,961,843	489,503	-	6,451,346
Equipment	12,681	-	-	12,681
Total capital assets being depreciated	5,974,524	489,503	-	6,464,027
Less accumulated depreciation for				
Public water system infrastructure	1,153,181	202,112	-	1,355,293
Equipment	1,876	235	-	2,111
Total accumulated depreciation	1,155,057	202,347	-	1,357,404
Total capital assets being depreciated, net	4,819,467	287,156	-	5,106,623
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 4,936,268	\$ 287,156	\$ -	\$ 5,223,424

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

5. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 59,831
Public works	182,265
Culture and recreation	18,476
Conservation and development	<u>125,883</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENT ACTIVITIES	<u>\$ 386,455</u>

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, 2020 was \$4,454,229 through January 1, 2032. The total pledged revenue during the current year was \$695,274. There were no principal and interest payments on the 2020 Bonds in the current fiscal year.

The Village issued Tax Increment Revenue Refunding Bonds, Series 2020 totaling \$3,600,000 on January 23, 2020. The Village passed an ordinance directing the execution of an escrow agreement in order to refund the Limited Obligation Tax Increment Revenue Bonds, Series 2010 issued by the Village and outstanding in the principal amount of \$3,715,000. This current refunding was undertaken to reduce total debt service payments over the next twelve years by \$695,662 and to obtain an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$616,426.

Proceeds in the amount of \$3,079,633 from the refunding bonds along with \$568,780 from the Village's escrow funds were used to execute the escrow agreement. The refunded \$4,500,000 Limited Obligation Tax Increment Revenue Bonds, Series 2010 were called in their entirety on February 22, 2020.

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, 2020, consist of the following:

	Balances May 1	Issuances	Reductions	Balances April 30	Current Portion
\$4,500,000 Limited Obligation Tax Increment Revenue Bonds, Series 2010 due in on January 1, 2030, interest at 7.50%	\$ 3,715,000	\$ -	\$ 3,715,000	\$ -	\$ -
\$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	-	3,600,000	230,000
TOTAL GOVERNMENTAL ACTIVITIES	\$ 3,715,000	\$ 3,600,000	\$ 3,715,000	\$ 3,600,000	\$ 230,000

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, 2020, 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.	\$ 735,000	\$ -	\$ 50,000	\$ 685,000	\$ 55,000
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 735,000	\$ -	\$ 50,000	\$ 685,000	\$ 55,000

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
2021	\$ 230,000	\$ 105,494	\$ 55,000	\$ 53,088
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	\$ 3,600,000	\$ 854,231	\$ 685,000	\$ 291,402

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
2010 TIF Bonds	\$ 3,715,000	\$ -	\$ 3,715,000	\$ -	\$ -
2020 TIF Refunding Bonds	-	3,600,000	-	3,600,000	230,000
Bond premium	-	3,577	-	3,577	-
Net pension liability	566,451	-	176,798	389,653	-
TOTAL GOVERNMENTAL LONG-TERM LIABILITIES	\$ 4,281,451	\$ 3,603,577	\$ 3,891,798	\$ 3,993,230	\$ 230,000

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	\$ 735,000	\$ -	\$ 50,000	\$ 685,000	\$ 55,000
Asset retirement obligation	127,000	-	-	127,000	-
TOTAL BUSINESS-TYPE LONG-TERM LIABILITIES	\$ 862,000	\$ -	\$ 50,000	\$ 812,000	\$ 55,000

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, 2020 consisted of the following:

	Due From	Due To
General Fund	\$ 818	\$ -
Downtown TIF	10,968	-
Capital Improvement	-	5,083
Nonmajor Governmental	-	6,703
TOTAL	\$ 11,786	\$ 11,786

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, 2020 consisted of the following:

	Advance To	Advance From
General Fund	\$ 5,857,904	\$ -
Open Spaces	3,741,922	-
Downtown TIF	-	9,599,826
TOTAL	\$ 9,599,826	\$ 9,599,826

\$9,599,826 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, 2020 consisted of the following:

	Transfers In	Transfers Out
General	\$ -	\$ 1,651,855
Capital Improvement	1,613,500	-
Downtown TIF	38,355	-
TOTAL ALL FUNDS	\$ 1,651,855	\$ 1,651,855

- \$1,613,500 transferred to the Capital Improvement Fund from the General Fund for capital projects. This transfer will not be repaid.
- \$38,355 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.

The Village, in conjunction with its Downtown TIF capital project fund, has entered into an agreement with the lead tenant of a shopping center to abate a portion of sales tax. The rebates affect only the Village's share of the State sales taxes and are authorized through the TIF project plan as well as an agreement between the Village and the lead tenant. The first \$1,000,000 collected in municipal sales taxes as generated by the lead tenant remained with the Village and that threshold was reached during fiscal 2016-2017. Subsequent to the \$1,000,000 being collected and retained by the Village, 40% of future municipal sales tax revenues from the lead tenant are to be paid to the lead tenant up to a maximum of \$1,000,000 and 60% is retained by the Village to be committed, along with the first \$1,000,000, to the payment of the TIF-backed bonds. The sales tax abatement amounted to \$130,350 for fiscal year ended April 30, 2020, bringing the total to \$1,000,000 thus far, including the current year. Once the developer has been paid the full \$1,000,000 incentive payment, 100% of all subsequent municipal sales tax generated by the development will be retained by the Village.

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

10. TAX ABATEMENTS (Continued)

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 proper 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, 2020, several agreements were in place and \$1,909 was paid in the current year.

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, 2019, IMRF membership consisted of:

	<u>Illinois Municipal Retirement</u>
Inactive employees or their beneficiaries currently receiving benefits	2
Inactive employees entitled to but not yet receiving benefits	1
Active employees	<u>6</u>
TOTAL	<u><u>9</u></u>

11. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

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 $1 \frac{2}{3}\%$ of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 $1 \frac{2}{3}\%$ 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, 2020 was 13.96% of covered payroll for IMRF.

Actuarial Assumptions

The Village's net pension liability was measured as of December 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

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

11. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Actuarial valuation date	December 31, 2019
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.35% to 14.25%
Interest rate	7.25%
Price inflation	2.50%
Asset valuation method	Market value

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

Discount Rate

The discount rate used to measure the total pension liability was 7.25% for IMRF and SLEP. 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 and SLEP'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, 2019	\$ 2,159,897	\$ 1,593,446	\$ 566,451
Changes for the period			
Service cost	53,862	-	53,862
Interest	156,656	-	156,656
Difference between expected and actual experience	(12,976)	-	(12,976)
Changes in assumptions	-	-	-
Employer contributions	-	66,508	(66,508)
Employee contributions	-	22,791	(22,791)
Net investment income	-	284,717	(284,717)
Benefit payments and refunds	(52,107)	(52,107)	-
Other (net transfer)	-	324	(324)
Net changes	145,435	322,233	(176,798)
BALANCES AT DECEMBER 31, 2019	\$ 2,305,332	\$ 1,915,679	\$ 389,653

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

For the year ended April 30, 2020, the Village recognized pension expense of \$124,100.

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	\$ 600	\$ 25,131
Changes in assumption	33,502	28,703
Net difference between projected and actual earnings on pension plan investments	-	67,688
Employer contributions after the measurement date	23,832	-
TOTAL	\$ 57,934	\$ 121,522

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)

\$23,832 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, 2021. 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,	
2021	(35,906)
2022	(22,024)
2023	4,078
2024	(33,568)
Thereafter	<u>-</u>
TOTAL	\$ (87,420)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 7.25% as well as what the Village's net pension liability 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	\$ 689,518	\$ 389,653	\$ 137,630

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

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, 2020.

13. PRIOR PERIOD ADJUSTMENT

For the fiscal year ended April 30, 2020, the Village has recorded a prior period adjustment to correct the prior year revenue recognition of certain state shared revenues.

The beginning net position reported for the Village has been restated as follows:

	<u>Increase (Decrease)</u>
GOVERNMENTAL ACTIVITIES	
Prior period adjustment	
Correct prior year revenue recognition	<u>\$ (211,955)</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u><u>\$ (211,955)</u></u>
GOVERNMENTAL FUNDS	
Prior period adjustment	
Correct prior year revenue recognition	<u>\$ (19,620)</u>
TOTAL GOVERNMENTAL FUNDS	<u><u>\$ (19,620)</u></u>

In addition, for the fiscal year ended April 30, 2020, the Village implemented GASB Statement No. 84, *Fiduciary Activities*. With the implementation, the Village is required to record the beginning net position of custodial funds.

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

13. PRIOR PERIOD ADJUSTMENT (Continued)

The beginning net position of the fiduciary funds has been restated to reflect the new guidance as follows:

FIDUCIARY FUNDS - CUSTODIAL FUND STATEMENT

BEGINNING NET POSITION, AS PREVIOUSLY REPORTED	\$ <u> -</u>
Record net position of custodial fund	<u> 190,382</u>
Total restatement	<u> 190,382</u>
BEGINNING NET POSITION, AS RESTATED	<u>\$ 190,382</u>

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, 2020

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 2,468,000	\$ 2,668,000	\$ 2,368,891
Fees, licenses and permits	620,000	510,000	432,363
Fines, forfeitures and penalties	31,000	31,000	24,533
Public charges for services	75,000	75,400	45,583
Investment income	210,000	205,000	373,158
Miscellaneous	16,000	16,000	41,152
Total revenues	3,420,000	3,505,400	3,285,680
EXPENDITURES			
Current			
General government	1,445,036	1,511,972	1,342,690
Public safety	661,606	661,506	668,856
Public works	323,975	712,815	610,961
Conservation and development	327,500	245,056	239,693
Total expenditures	2,758,117	3,131,349	2,862,200
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	661,883	374,051	423,480
OTHER FINANCING SOURCES (USES)			
Transfers in	124,000	124,000	-
Transfers (out)	(785,883)	(498,051)	(1,651,855)
Total other financing sources (uses)	(661,883)	(374,051)	(1,651,855)
NET CHANGE IN FUND BALANCE			
	\$ -	\$ -	(1,228,375)
FUND BALANCE, MAY 1, 2019			
			10,127,268
Prior period adjustment			
			(98,169)
FUND BALANCE, MAY 1, 2019, AS RESTATED			
			10,029,099
FUND BALANCE, APRIL 30, 2020			
			\$ 8,800,724

(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, 2020

	Original Budget	Final Budget	Actual
REVENUES			
Fees, licenses and permits	\$ 17,140	\$ 8,570	\$ 5,530
Investment income	-	-	8,125
Interest and arrearages on advance to TIF fund	-	-	212,552
Total revenues	<u>17,140</u>	<u>8,570</u>	<u>226,207</u>
EXPENDITURES			
Capital outlay	-	-	21,609
Total expenditures	<u>-</u>	<u>-</u>	<u>21,609</u>
NET CHANGE IN FUND BALANCE	<u>\$ 17,140</u>	<u>\$ 8,570</u>	204,598
FUND BALANCE, MAY 1, 2019			<u>4,021,517</u>
FUND BALANCE, APRIL 30, 2020			<u><u>\$ 4,226,115</u></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, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>
REVENUES		
Taxes		
Tax increment	\$ 390,000	\$ 383,549
Business district sales tax	40,000	61,465
Non-home rule sales taxes	45,763	53,370
Sales taxes	149,000	199,684
Public charges for service	-	6,999
Investment income	13,150	12,259
Miscellaneous		
Payments for Archer lots	-	527,086
	<hr/>	<hr/>
Total revenues	637,913	1,244,412
	<hr/>	<hr/>
EXPENDITURES		
Conservation and development	38,293	156,296
Debt service		
Bond issuance costs	-	132,559
Principal on long-term debt	175,000	743,780
Interest on bonds	278,625	278,625
Interest on advances	327,373	527,283
	<hr/>	<hr/>
Total expenditures	819,291	1,838,543
	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(181,378)	(594,131)
	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)		
Transfers in	-	38,355
Principal on bonds sold	-	3,600,000
Payment to escrow agent	-	(3,079,633)
Premium on bonds sold	-	3,577
	<hr/>	<hr/>
Total other financing sources (uses)	-	562,299
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	\$ (181,378)	(31,832)
	<hr/>	<hr/>
FUND BALANCE (DEFICIT), MAY 1, 2019		(8,370,885)
Prior period adjustment		21,777
		<hr/>
FUND BALANCE (DEFICIT), MAY 1, 2019, AS RESTATED		(8,349,108)
		<hr/>
FUND BALANCE (DEFICIT), APRIL 30, 2020		\$ (8,380,940)
		<hr/>

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2020

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 budget amendments during the fiscal year.

2. INDIVIDUAL FUND DISCLOSURES

The following funds had expenditures in excess of budget:

Fund	Excess
TIF	\$ 450,472
Open Spaces Fund	21,609

VILLAGE OF LONG GROVE, ILLINOIS

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

Last Five Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019
TOTAL PENSION LIABILITY					
Service cost	\$ 51,972	\$ 54,240	\$ 53,408	\$ 50,086	\$ 53,862
Interest	122,041	132,645	142,048	146,903	156,656
Differences between expected and actual experience	15,160	(12,020)	(22,202)	(10,220)	(12,976)
Changes of assumptions	7,187	(40,230)	(57,906)	64,463	-
Benefit payments, including refunds of member contributions	(45,683)	(46,833)	(47,944)	(49,985)	(52,107)
Net change in total pension liability	150,677	87,802	67,404	201,247	145,435
Total pension liability - beginning	1,652,767	1,803,444	1,891,246	1,958,650	2,159,897
TOTAL PENSION LIABILITY - ENDING	\$ 1,803,444	\$ 1,891,246	\$ 1,958,650	\$ 2,159,897	\$ 2,305,332
PLAN FIDUCIARY NET POSITION					
Contributions - employer	\$ 64,372	\$ 68,454	\$ 68,515	\$ 69,736	\$ 66,508
Contributions - member	19,652	20,147	20,486	20,921	22,791
Net investment income	5,947	85,450	229,665	(71,017)	284,717
Benefit payments, including refunds of member contributions	(45,683)	(46,833)	(47,944)	(49,985)	(52,107)
Other (net transfer)	3,058	4,015	(17,381)	21,655	324
Net change in plan fiduciary net position	47,346	131,233	253,341	(8,690)	322,233
Plan fiduciary net position - beginning	1,170,216	1,217,562	1,348,795	1,602,136	1,593,446
PLAN FIDUCIARY NET POSITION - ENDING	\$ 1,217,562	\$ 1,348,795	\$ 1,602,136	\$ 1,593,446	\$ 1,915,679
EMPLOYER'S NET PENSION LIABILITY	\$ 585,882	\$ 542,451	\$ 356,514	\$ 566,451	\$ 389,653
Plan fiduciary net position as a percentage of the total pension liability	67.51%	71.32%	81.80%	73.77%	83.10%
Covered payroll	\$ 436,715	\$ 447,700	\$ 455,243	\$ 464,916	\$ 489,034
Employer's net pension liability as a percentage of covered payroll	134.16%	121.16%	78.31%	121.84%	79.68%

Notes to Required Supplementary Information

Changes in assumptions related to the discount rate were made in 2015, 2016 and 2018.

Changes in assumptions related to inflation rates, salary rates and mortality were made in 2017.

Changes in assumptions related to inflation rates, salary rates and mortality were made in 2018.

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.)

VILLAGE OF LONG GROVE, ILLINOIS

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

Last Five Fiscal Years

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

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 24 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% 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, 2020

	Original Budget	Final Budget	Actual
TAXES			
Sales tax	\$ 1,030,000	\$ 1,178,000	\$ 1,094,829
Income tax	950,000	1,090,000	871,735
Road and bridge tax	44,000	44,000	39,704
Telecommunications tax	250,000	168,000	174,842
Downtown SSA - business and community partners	165,000	165,000	165,230
Other taxes	29,000	23,000	22,551
Total taxes	2,468,000	2,668,000	2,368,891
FEES, PERMITS, AND LICENSES			
Franchise fees	170,000	170,000	158,084
Permits	405,000	295,000	224,242
Licenses	45,000	45,000	50,037
Total fees, permits and licenses	620,000	510,000	432,363
FINES, FORFEITURES AND PENALTIES			
Citations	30,000	30,000	24,533
Fines	1,000	1,000	-
Total fines, forfeitures and penalties	31,000	31,000	24,533
PUBLIC CHARGES FOR SERVICES			
Long Grove Commons	25,000	25,400	24,690
Tree replacement	30,000	30,000	4,735
Stormwater review fees	20,000	20,000	16,158
Total public charges for services	75,000	75,400	45,583
INVESTMENT INCOME			
Investment income	60,000	55,000	58,427
Interest and arrearages on advance to TIF fund	150,000	150,000	314,731
Total investment income	210,000	205,000	373,158
MISCELLANEOUS REVENUES			
Forfeited escrow	10,000	10,000	36,130
Other	6,000	6,000	5,022
Total miscellaneous revenues	16,000	16,000	41,152
TOTAL GENERAL FUND REVENUES	\$ 3,420,000	\$ 3,505,400	\$ 3,285,680

(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, 2020

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Employee compensation			
Salaries and wages	\$ 485,130	\$ 504,130	\$ 488,779
Fringe benefits	198,906	199,842	183,093
Village President salary	14,400	14,400	14,400
	<hr/>	<hr/>	<hr/>
Total employee compensation	698,436	718,372	686,272
	<hr/>	<hr/>	<hr/>
Office			
Utilities	9,500	10,500	9,218
Supplies	23,000	22,500	20,678
Equipment leases and maintenance	13,000	13,000	12,367
Other maintenance	10,000	9,000	6,821
	<hr/>	<hr/>	<hr/>
Total office	55,500	55,000	49,084
	<hr/>	<hr/>	<hr/>
Administrative and professional			
Insurance	40,600	40,600	41,903
Dues, memberships and travel	3,000	3,000	1,957
Professional development and training	8,500	10,000	10,498
Legal	180,500	247,000	256,709
Code enforcement	55,000	30,000	16,204
Building and zoning plan reviews	-	-	26,533
Route 53	50,000	50,000	-
Resident communications	40,000	45,000	49,388
Bookkeeping	35,000	35,000	21,763
Audit	42,000	42,000	46,606
Other professional services	15,000	7,500	450
Inspections	130,000	75,000	46,184
Newsletter - postage	4,000	4,000	4,468
Computer consultant and software	25,000	75,000	25,180
Internet home page	12,000	23,500	14,579
Administrative services	7,500	7,500	6,585
Legal notices and subscriptions	800	1,300	1,404
	<hr/>	<hr/>	<hr/>
Total administrative and professional	648,900	696,400	570,411
	<hr/>	<hr/>	<hr/>
Miscellaneous			
Mosquito abatement	36,000	36,000	36,360
Other	6,200	6,200	563
	<hr/>	<hr/>	<hr/>
Total miscellaneous	42,200	42,200	36,923
	<hr/>	<hr/>	<hr/>
Total general government	1,445,036	1,511,972	1,342,690
	<hr/>	<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, 2020

	Original Budget	Final Budget	Actual
PUBLIC SAFETY			
Village security	\$ 656,306	\$ 656,306	\$ 663,080
Emergency communication system	5,300	5,200	5,002
Other public safety	-	-	774
Total public safety	661,606	661,506	668,856
PUBLIC WORKS			
Plowing	-	200,000	189,596
Snow removal	-	30,000	67,077
Bulk salt purchase	-	92,000	40,030
Mowing	30,000	52,000	58,499
Road signs and traffic calming	23,000	23,000	17,653
Utilities	19,000	19,000	19,373
Engineering	127,000	116,600	145,389
NPDES EPA compliance unfunded mandate	2,500	-	-
SWALCO	5,500	3,241	3,241
Road paving, culvert and ditch	125,000	125,000	86,390
Bridge repair	(25,625)	(25,626)	(26,555)
Sewer matters	1,000	11,000	7,074
Planting/trees	1,600	1,600	1,600
Emergency operations	15,000	65,000	1,594
Total public works	323,975	712,815	610,961
CONSERVATION AND DEVELOPMENT			
Community development grant	30,000	30,000	40,000
Downtown SSA - business and community partners	165,000	165,000	165,230
CERT	2,500	2,500	-
Sunset Food incentive rebate	105,000	22,556	22,555
Economic development	25,000	25,000	11,908
Total conservation and development	327,500	245,056	239,693
TOTAL GENERAL FUND EXPENDITURES	\$ 2,758,117	\$ 3,131,349	\$ 2,862,200

(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, 2020

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Sales tax	\$ 751,000	\$ 780,000	\$ 665,447
Intergovernmental			
SMC grant	-	24,872	24,500
Road and bridge grant	130,000	285,820	221,267
Historical downtown LGBA contribution	-	-	60,000
Investment income	-	10,000	8,052
Miscellaneous	-	-	15,000
	<hr/>	<hr/>	<hr/>
Total revenues	881,000	1,100,692	994,266
EXPENDITURES			
General government			
Bank charges	-	300	300
	<hr/>	<hr/>	<hr/>
Total general government	-	300	300
Capital outlay			
Snow and ice control	372,000	-	-
Stormwater maintenance	-	49,744	56,980
Office equipment and software	2,500	9,500	33,568
Village properties	5,000	5,000	25,865
Water system improvements	120,000	105,000	5,903
RPC improvements	1,945,000	2,744,598	2,558,536
Road paving	50,000	113,525	158,229
	<hr/>	<hr/>	<hr/>
Total capital outlay	2,494,500	3,027,367	2,839,081
	<hr/>	<hr/>	<hr/>
Total expenditures	2,494,500	3,027,667	2,839,381
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<hr/>	<hr/>	<hr/>
	(1,613,500)	(1,926,975)	(1,845,115)
OTHER FINANCING SOURCES (USES)			
Transfers in	1,613,500	1,926,975	1,613,500
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	1,613,500	1,926,975	1,613,500
NET CHANGE IN FUND BALANCE	<hr/>	<hr/>	<hr/>
	\$ -	\$ -	(231,615)
FUND BALANCE, MAY 1, 2019			866,570
Prior period adjustment			<hr/>
			54,200
FUND BALANCE, MAY 1, 2019, AS RESTATED			<hr/>
			920,770
FUND BALANCE, APRIL 30, 2020			<hr/>
			\$ 689,155

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF LONG GROVE, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

April 30, 2020

	Motor Fuel Tax	Business District	Pathway Grant	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 315,525	\$ 191,418	\$ 10,078	\$ 517,021
Receivables (net)				
Taxes	-	-	-	-
Other	-	23	-	23
Due from other governments	23,854	-	-	23,854
TOTAL ASSETS	\$ 339,379	\$ 191,441	\$ 10,078	\$ 540,898
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Due to other funds	\$ -	\$ 5,083	\$ -	\$ 5,083
Unearned revenue	-	-	10,000	10,000
Total liabilities	-	5,083	10,000	15,083
DEFERRED INFLOWS OF RESOURCES				
None	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Total liabilities and deferred inflows of resources	-	5,083	10,000	15,083
FUND BALANCES				
Restricted for highways and streets	339,379	-	-	339,379
Restricted for conservation and development	-	186,358	78	186,436
Total fund balances	339,379	186,358	78	525,815
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 339,379	\$ 191,441	\$ 10,078	\$ 540,898

(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, 2020

	Motor Fuel Tax	Business District	Pathway Grant	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ -	\$ 13,435	\$ -	13,435
Intergovernmental	298,897	-	-	298,897
Investment income	916	908	5	1,829
Total revenues	<u>299,813</u>	<u>14,343</u>	<u>5</u>	<u>314,161</u>
EXPENDITURES				
Conservation and development	-	279	-	279
Capital outlay	300	-	-	300
Total expenditures	<u>300</u>	<u>279</u>	<u>-</u>	<u>579</u>
NET CHANGE IN FUND BALANCES	<u>299,513</u>	<u>14,064</u>	<u>5</u>	<u>313,582</u>
FUND BALANCES, MAY 1, 2019	39,866	169,722	73	209,661
Prior period adjustment	-	2,572	-	2,572
FUND BALANCES, MAY 1, 2019, AS RESTATED	<u>39,866</u>	<u>172,294</u>	<u>73</u>	<u>212,233</u>
FUND BALANCES, APRIL 30, 2020	<u><u>\$ 339,379</u></u>	<u><u>\$ 186,358</u></u>	<u><u>\$ 78</u></u>	<u><u>\$ 525,815</u></u>

(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, 2020

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental	\$ 203,086	\$ 253,086	\$ 298,897
Investment income	645	770	916
Total revenues	<u>203,731</u>	<u>253,856</u>	<u>299,813</u>
EXPENDITURES			
Capital outlay	<u>200,000</u>	<u>200,000</u>	<u>300</u>
Total expenditures	<u>200,000</u>	<u>200,000</u>	<u>300</u>
NET CHANGE IN FUND BALANCE	<u>\$ 3,731</u>	<u>\$ 53,856</u>	299,513
FUND BALANCE, MAY 1, 2019			<u>39,866</u>
FUND BALANCE, APRIL 30, 2020			<u><u>\$ 339,379</u></u>

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

VILLAGE OF LONG GROVE, ILLINOIS

WATER FUND - BY SUBFUND
STATEMENT OF NET POSITION

April 30, 2020

	Special Service Area - Water	Water Management	Special Service Area - Downtown	Total
CURRENT ASSETS				
Cash and investments	\$ 605,089	\$ 72,839	\$ 18,468	\$ 696,396
Receivables				
Accounts	189,700	19,193	26,636	235,529
Other receivables (net)	91	14	-	105
Restricted assets				
Cash and investments	40,352	-	-	40,352
Total current assets	835,232	92,046	45,104	972,382
NONCURRENT ASSETS				
Special assessments receivable	989,144	-	-	989,144
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	(1,234,729)	(122,675)	-	(1,357,404)
Total noncurrent assets	3,873,542	2,339,026	-	6,212,568
Total assets	4,708,774	2,431,072	45,104	7,184,950
DEFERRED OUTFLOWS OF RESOURCES				
Asset retirement obligation	-	125,730	-	125,730
Total deferred outflows of resources	-	125,730	-	125,730
Total assets and deferred outflows of resources	4,708,774	2,556,802	45,104	7,310,680
CURRENT LIABILITIES				
Accounts payable	301	31,442	-	31,743
Accrued interest	8,848	-	-	8,848
Current portion of special service area bonds	55,000	-	-	55,000
Total current liabilities	64,149	31,442	-	95,591
NONCURRENT LIABILITIES				
Asset retirement obligation	-	127,000	-	127,000
Special service area bonds payable	630,000	-	-	630,000
Total noncurrent liabilities	630,000	127,000	-	757,000
Total liabilities	694,149	158,442	-	852,591
DEFERRED INFLOWS OF RESOURCES				
Unavailable property tax revenues	-	-	26,636	26,636
Total liabilities and deferred inflows of resources	694,149	158,442	26,636	879,227
NET POSITION				
Net investment in capital assets	2,199,398	2,339,026	-	4,538,424
Restricted for debt service	40,352	-	-	40,352
Unrestricted	1,774,875	59,334	18,468	1,852,677
TOTAL NET POSITION	\$ 4,014,625	\$ 2,398,360	\$ 18,468	\$ 6,431,453

(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, 2020

	Special Service Area - Water	Water Management	Special Service Area - Downtown	Total
OPERATING REVENUES				
Charges for services	\$ -	\$ 246,852	\$ -	\$ 246,852
Total operating revenues	-	246,852	-	246,852
OPERATING EXPENSES				
Administrative and Utility operations	527	211,653	-	212,180
Depreciation and amortization	153,132	50,485	-	203,617
Total operating expenses	153,659	262,138	-	415,797
OPERATING INCOME (LOSS)	(153,659)	(15,286)	-	(168,945)
NON-OPERATING REVENUES (EXPENSES)				
Investment income	3,731	176	63	3,970
Interest expense	(56,317)	-	-	(56,317)
Total non-operating revenues (expenses)	(52,586)	176	63	(52,347)
INCOME (LOSS) BEFORE CONTRIBUTIONS	(206,245)	(15,110)	63	(221,292)
CONTRIBUTIONS				
Contributions	17,665	489,503	18,405	525,573
Total contributions	17,665	489,503	18,405	525,573
CHANGE IN NET POSITION	(188,580)	474,393	18,468	304,281
NET POSITION, MAY 1, 2019	4,203,205	1,923,967	-	6,127,172
NET POSITION, APRIL 30, 2020	\$ 4,014,625	\$ 2,398,360	\$ 18,468	\$ 6,431,453

(See independent auditor's report.)

VILLAGE OF LONG GROVE, ILLINOIS

WATER FUND - BY SUBFUND
STATEMENT OF CASH FLOWS

For the Year Ended April 30, 2020

	Special Service Area - Water	Water Management	Special Service Area - Downtown	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Received from customers	\$ -	\$ 238,793	\$ -	\$ 238,793
Paid to suppliers for good and services	(227)	(188,665)	(150)	(189,042)
Net cash from operating activities	(227)	50,128	(150)	49,751
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Repayment of loans to other funds	-	(16,380)	(16,230)	(32,610)
Repayment of loans from other funds	-	15,530	16,380	31,910
Net cash from noncapital financing activities	-	(850)	150	(700)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Special assessments received	178,078	-	18,405	196,483
Interest paid	(56,964)	-	-	(56,964)
Debt retired	(50,000)	-	-	(50,000)
Net cash from capital and related financing activities	71,114	-	18,405	89,519
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	5,253	398	63	5,714
Net cash from investing activities	5,253	398	63	5,714
NET INCREASE IN CASH AND CASH EQUIVALENTS	76,140	49,676	18,468	144,284
CASH AND CASH EQUIVALENTS, MAY 1, 2019	569,301	23,163	-	592,464
CASH AND CASH EQUIVALENTS, APRIL 30, 2020	\$ 645,441	\$ 72,839	\$ 18,468	\$ 736,748

(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, 2020

	Special Service Area - Water	Water Management	Special Service Area - Downtown	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (153,659)	\$ (15,286)	\$ -	\$ (168,945)
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	-	(8,059)	-	(8,059)
Accounts payable	300	22,988	(150)	23,138
NET CASH FROM OPERATING ACTIVITIES	<u>\$ (227)</u>	<u>\$ 50,128</u>	<u>\$ (150)</u>	<u>\$ 49,751</u>
CASH AND CASH EQUIVALENTS				
Cash and investments	\$ 605,089	\$ 72,839	\$ 18,468	\$ 696,396
Restricted cash and investments	40,352	-	-	40,352
TOTAL CASH AND CASH EQUIVALENTS	<u>\$ 645,441</u>	<u>\$ 72,839</u>	<u>\$ 18,468</u>	<u>\$ 736,748</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITY				
Capital Contributions	\$ -	\$ 489,503	\$ -	\$ 489,503

(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, 2020

	Interagency Control Fees	Fees Refundable to Others	Heron's Landing SSA	Total
ASSETS				
Cash and investments	\$ 7,900	\$ 24,200	\$ 197,140	\$ 229,240
Receivables				
Accounts receivable	-	72,097	-	72,097
Property taxes receivable	-	-	129,800	129,800
Total assets	7,900	96,297	326,940	431,137
LIABILITIES				
Accounts payable	7,900	96,297	-	104,197
Total liabilities	7,900	96,297	-	104,197
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	96,297	129,800	233,997
NET POSITION				
Restricted for debt service	-	-	197,140	197,140
TOTAL NET POSITION	\$ -	\$ -	\$ 197,140	\$ 197,140

(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, 2020

	Interagency Control Fees	Fees Refundable to Others	Heron's Landing SSA	Total Custodial Funds
ADDITIONS				
Contributions				
Property owner	\$ -	\$ -	\$ 129,897	\$ 129,897
Investment income	-	-	3,361	3,361
Total additions	-	-	133,258	133,258
DEDUCTIONS				
Contractual services				
Accounting and financial services	-	-	2,500	2,500
Debt service				
Principal	-	-	35,000	35,000
Interest	-	-	89,000	89,000
Total deductions	-	-	126,500	126,500
CHANGE IN NET POSITION	-	-	6,758	6,758
NET POSITION, MAY 1, 2019	-	-	-	-
Change in accounting principle	-	-	190,382	190,382
NET POSITION, MAY 1, 2019, AS RESTATED	-	-	190,382	190,382
NET POSITION, APRIL 30, 2020	\$ -	\$ -	\$ 197,140	\$ 197,140

(See independent auditor's report.)