



Community and Nature . . . in Harmony

Village of Homer Glen, Illinois

Annual Comprehensive Financial Report

Audit Report

For the Fiscal Year Ending April 30, 2021

**VILLAGE OF HOMER GLEN, ILLINOIS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED APRIL 30, 2021**

**PREPARED BY:
FINANCE DEPARTMENT**

**JOHN SAWYERS
VILLAGE TREASURER**

**VILLAGE OF HOMER GLEN, ILLINOIS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED APRIL 30, 2021**

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INTRODUCTORY SECTION



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Homer Glen, Illinois 60491

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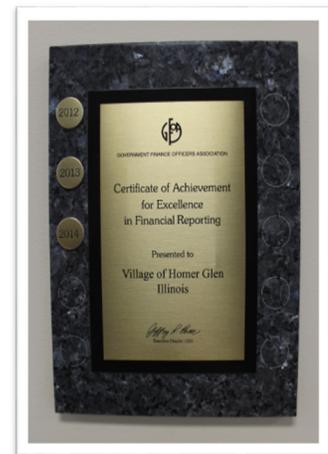
December 3, 2021

Dear Residents of the Village of Homer Glen, the Honorable Mayor George Yukich and the Village Board of Trustees:

We are happy to provide you with the Annual Comprehensive Financial Report (ACFR) for the Village of Homer Glen. This Annual Comprehensive Financial Report covers all aspects of Village finances. This letter of transmittal is divided into four sections, each one discussing different aspects of the Village of Homer Glen’s financial performance and accomplishments this past year.

Financial Reporting Award

The Government Finance Officer’s Association of the United States and Canada (GFOA) awarded a “Certificate of Achievement for Excellence in Financial Reporting” to the Village of Homer Glen for its annual comprehensive financial report for the fiscal year ending April 30, 2020. This was the nineteenth consecutive year that the Village of Homer Glen has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.



A Certificate of Achievement is valid for a period of one year. We believe that our current comprehensive annual financial report meets the Certificate of Achievement Program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate award.

Introduction

Management Responsibility for Financial Information

This ACFR covers the fiscal year May 1, 2020 to April 30, 2021. The Village believes that the data, as presented, is accurate in all material respects. Responsibility for the accuracy and completeness of this data rests with the Village.

The management of the Village of Homer Glen is responsible for maintaining accurate financial records in order to ensure the efficiency and accountability of public funds. The accounts of the Village of Homer Glen are both organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in accounting for resources. The Village maintains a minimum number of funds to account for its operations. At this time, the Village utilizes governmental funds, which include the General Fund, Motor Fuel Tax Fund, Park and Recreation Fund, Home Rule Sales Tax Fund, Capital Projects Fund and Debt Service Fund, and an enterprise fund, the Water Management Fund. The Village also maintains a custodial fund to account for funds held in escrow for professional fees incurred in connection with development. A more detailed explanation of the funds utilized is available in the financial section of the ACFR report.

In order to ensure the accuracy of its financial position the Village engages an independent auditor to examine the Village's financial statements. The Village has received an unmodified opinion from the independent audit firm of Mueller & Co., LLP, verifying the accuracy of the Village's financial statements for the fiscal year.

Economic Condition and Outlook

Overview of Local Economy

The Village of Homer Glen is one of Illinois' newest municipalities. By referendum vote, the Village was incorporated on April 17, 2001. It had a population of 25,069 as of October 31, 2008 and therefore functions as a Home Rule community. The official 2010 Decennial Census figures were certified on March 3, 2011 indicating a population of 24,220. When the population dipped below 25,000, the residents needed to pass a referendum to remain a Home Rule community. In 2012, the voters approved a Home Rule referendum allowing the Village to continue as a Home Rule unit of local government. The Village covers an area of approximately 22 square miles. Homer Glen is a residential community with significant amounts of open space farmland and growing commercial areas.

To elaborate, the Village has commercial areas that generate a significant amount of sales tax revenue. The existence of sales tax revenue currently helps the Village operate without levying either municipal property taxes or utility taxes, for general operations. The Village officially adopted a Comprehensive Plan in early 2005 to help define and manage future growth.

Information Regarding Major Industries Affecting the Local Economy

There is no one significantly large employer located within the Village of Homer Glen. There are several senior care and residential facilities, educational facilities, commercial stores and governmental offices that employ a number of individuals. Sales tax receipts, from a growing commercial retail base, are one of the most important contributors to the Village organization's revenue stream.

Future Economic Outlook

The Village of Homer Glen has shown an upward trend in growth, increasing from a population of 22,269 (2000 census), to 24,083 (2004 special census), to 24,220 (2010 census), and then to the current estimated population of 24,472.

Homer Glen is located almost wholly in Homer Township and constitutes a majority of the Township's area and population. A 2004 annexation extended the Village's southeast boundary into New Lenox Township. Homer Township figures indicate a growth of 35% over the past 10 years. Other census figures for Homer Township show a significant growth in income and home values. (See Fig. 1)

Fig. 1

	Median Household Income		Median Value Owner Occupied Housing	
	1999	2010	1999	2010
Homer Township	\$79,793	\$103,603	\$217,800	\$356,000
Will County	\$62,238	\$85,488	\$154,300	\$240,500

There are approximately 5,000 acres of land in the Village of Homer Glen that are currently being farmed. For the most part, this acreage is owned by developers or investors. This provides an incredible potential for growth in the future that must be managed carefully. The Village has enacted construction and commercial development ordinances, to help preserve the Village's character, along with recent updates to the Village's zoning code. In addition, fire codes have been unified throughout the Village. Another ordinance established exterior construction standards for residential and commercial structures requiring first floor masonry. On December 18, 2007, the Village Board passed an ordinance regulating outdoor lighting to preserve the night sky as a natural resource.

Major Initiatives

Current Planning and Capital Projects

Several initiatives were successfully implemented in FY 20-21. Those initiatives are listed below.

- Approved an amended intergovernmental agreement with the Homer Township Road District that initiated the transfer of assets to the Village of Homer Glen. The IGA allowed the Village to launch its own public works department with existing equipment and facilities.
- Completed construction of a new playground at Glenview Walk Park.
- Awarded a bid and completed construction of swings at the Active Core at Heritage Park.

- Established the 20/20 Economic Recovery Plan for local businesses. The Village allowed for expanded outdoor seating, permitted restaurants to sell to-go liquor, and eased restrictions on temporary signs.
- Installed an eighteen basket disc golf course at Heritage Park.
- Awarded thirteen (13) interest-free loans to local businesses as part of the COVID-19 Emergency Small Business Assistance Loan Program.
- Created the Shop & Dine Homer Glen Incentive Program and awarded \$25,000 in gift cards to loyal local shoppers.
- Launched the Village's own public access television channel on Comcast.
- Awarded Austin Tyler the 2020 Drainage Improvement Program bid, improving ongoing drainage concerns in Woodbine and Chickasaw subdivisions.
- Approved a proposal for a western gateway monument sign, as part of the Village's new branding program.
- Approved an economic incentive agreement with the Phoenix Kitchen & Cocktails, a new restaurant concept on 159th Street.
- Purchased security cameras from Imperial Surveillance for Heritage Park to monitor vandalism and protect park visitors.
- Established the Ability Awareness Committee, a Village committee devoted to raising awareness and assisting residents with disabilities and special need.
- Accepted a bid proposal from Austin Tyler Construction for the Heritage Park cul-de-sac and sled hill renovation project.

Street Resurfacing Program

The Village of Homer Glen, through the Highway Department, completed a significant street resurface program during the 2021 – 2022 construction year. The annual resurfacing program covered 2.6 miles of Village's roads this year. Portions of Village roads resurfaced with Village money in 2021 are included on the list below.

Street	Miles
Meadowland Drive	.11
Edgewood Drive	.01
Willow Court	.05
Walnut Court	.03
Glenwood Lane	.02
Donna Marie Drive	.02
Johnston Lane	.01
Josef Drive	.04
Country View Lane	.03
South Bell Road	.36
Crème Road	<u>1.92</u>
Total Miles	2.60

Financial Information

Internal Control Framework and Budgetary Controls

In developing and evaluating the Village's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: the safeguarding of assets against loss from unauthorized use or disposition; the reliability of financial records for preparing financial statements and maintaining accountability for assets; and the promoting of operational efficiency.

The concept of reasonable assurance recognizes that the costs of internal control should not exceed the benefits likely to be desired and that the evaluation of cost and benefits requires judgments by management. All internal control evaluations take place within the above framework. The relationship of internal control to basic management responsibilities emphasizes the relationship of the accounting system with all other management control systems. We believe that the Village's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of all financial transactions.

Budgetary control is maintained through an annual budget passed by the Village of Homer Glen's Village Board. The FY 2020-21 balanced budget is based on actual expected receipts and expenditures for the year plus any unexpended surplus from prior years. The Village may transfer budgeted amounts between departments within a fund. The budget is appropriately controlled through a computerized accounting system to assure effective fiscal management and accountability.

Financial reports, which compare actual to-date performance with the approved budget, are prepared monthly and presented to the Mayor, Village Board, Treasurer and Village Manager. In this manner, the Village is able to review the financial status of the various activities and funds on a monthly basis and determine the effectiveness of budgetary controls.

Other Information

Independent Audit

The Village of Homer Glen is required by state law to be audited annually by an independent certified public accountant. The Village Board has selected Mueller & Co., LLP for this task.

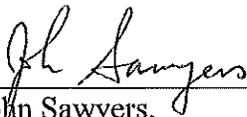
For the Fiscal Year Ending April 30, 2021, the Village has received an unmodified opinion from the independent auditor, meaning the auditor has determined that the financial statements of the Village are an accurate representation of the Village's financial position.

For additional financial highlights see the management discussion and analysis contained in the ACFR, directly behind the independent auditor's report

Acknowledgements

The preparation of the Village of Homer Glen's annual comprehensive financial report was made possible by the cooperative efforts of the Village's administrative staff. In addition, we would also like to thank our accounting firm, Mueller & Co., LLP, for their guidance to the Village through this process.

Respectfully submitted,



John Sawyers,
Treasurer/Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Homer Glen
Illinois**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

April 30, 2020

Christopher P. Morrill

Executive Director/CEO

VILLAGE OF HOMER GLEN, ILLINOIS
NAMES AND TITLES OF PRINCIPAL OFFICIALS

APRIL 30, 2021

LEGISLATIVE

VILLAGE PRESIDENT

George Yukich

TRUSTEES

Dan Fialko

Ruben Pazmino

Nicole La Ha

Beth Rodgers

Jennifer Consolino

Rose Reynders

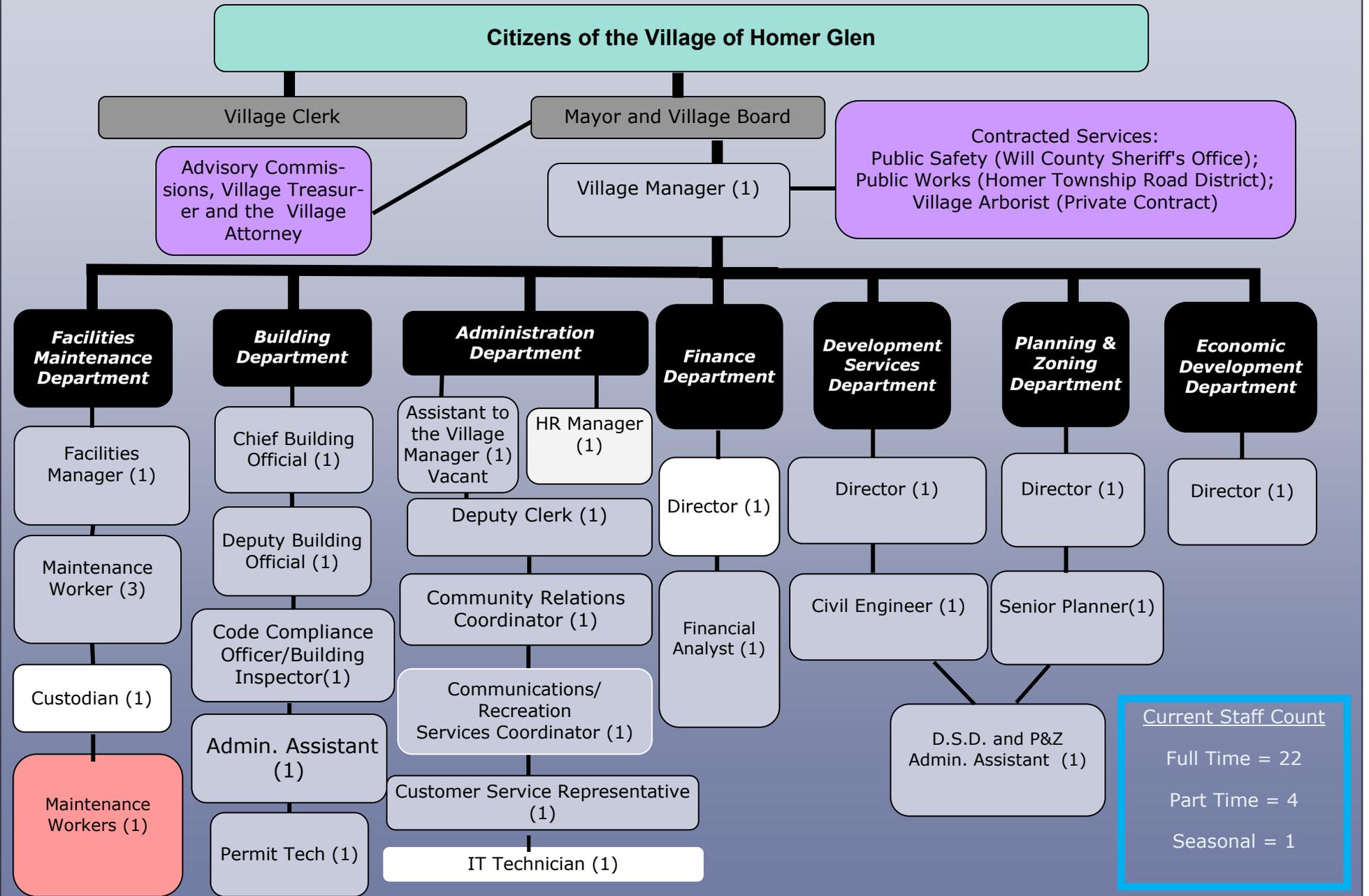
Christina Neitzke-Troiike

John Sawyers

Village Clerk

Village Treasurer

Village of Homer Glen Organizational Chart



Current Staff Count
 Full Time = 22
 Part Time = 4
 Seasonal = 1

Legend: Constituents (Light Green) Elected Officials (Grey) Appointed Officials/Contracted Services (Purple) Full-Time (Light Blue) Part-Time (White) Seasonal (Red)

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Village President and Board of Trustees
Village of Homer Glen, Illinois

Report on the Financial Statements

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 Homer Glen, Illinois, as of and for the year ended April 30, 2021, and the related notes to the 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Homer Glen, Illinois, as of April 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the General Fund, Motor Fuel Tax Fund, Park and Recreation Fund, and Home Rule Sales Tax Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note II to the financial statements, the Village adopted Governmental Accounting Standards Board Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedules of pension information on pages xiii through xxi and 43 through 47 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Village of Homer Glen, Illinois. The introductory section, supplementary information, Illinois Grant Accountability and Transparency Consolidated Year-End Financial Report, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The supplementary information, Illinois Grant Accountability and Transparency Act Consolidated Year-End Financial Report, and schedule of expenditures of federal awards 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, Illinois Grant Accountability and Transparency Act Consolidated Year-End Financial Report, and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Report on Summarized Comparative Information

We have previously audited, in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, the April 30, 2020 financial statements of the Village of Homer Glen, Illinois, and we expressed unmodified opinions on the respective financial statements of the governmental activities, the major funds, and the aggregate remaining fund information in our report dated November 5, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended April 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 3, 2021, on our consideration of the Village of Homer Glen, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village of Homer Glen, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village of Homer Glen, Illinois' internal control over financial reporting and compliance.



Orland Park, Illinois
December 3, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2021

As management of the Village of Homer Glen, we offer readers of the Village of Homer Glen's financial statements this narrative overview and analysis of the financial activities of the Village of Homer Glen for the fiscal year ended April 30, 2021.

Financial Highlights

- The assets and deferred outflows of resources of the Village of Homer Glen exceeded its liabilities and deferred inflows of resources per the Statement of Net Position as of April 30, 2021 by \$73,727,111 (*net position*). Of this amount, \$5,275,315 was restricted for capital projects and \$2,311,357 was restricted for public works.

- As of April 30, 2021, the Village of Homer Glen's Governmental Funds Balance Sheet reported a combined ending fund balance of \$22,123,223. Fund balance increased \$4,575,479 from the prior fiscal year. The increase in fund balance was partially from the new \$798,097 Rebuild Illinois Capital MFT revenue and the one-time CARES Act \$1,045,655 federal grant revenue.

- For the fiscal year ending April 30, 2021, the Statement of Activities increase in net position was \$9,627,323, which was \$7,046,653 more than the prior fiscal year. In addition to the two new revenues detailed above (Rebuild Illinois Capital MFT and CARES Act Federal grant) the Village also received a \$3,958,406 intergovernmental contribution from the merger of Homer Township Road District real estate and personal property, which produced the larger increase in fiscal year 2021.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village of Homer Glen's basic financial statements. These basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Village of Homer Glen's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Village of Homer Glen's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Homer Glen is improving or deteriorating.

The *statement of activities* presents information showing how the Village of Homer Glen's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned, unused vacation and sick leave).

The governmental activities of the Village of Homer Glen include general government, public safety, building, public works, roads, economic development, culture and recreation, and planning and zoning.

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2021

The Village of Homer Glen also has business-type activities, as some sewerage services have begun to be provided by the Village.

The government-wide financial statements include only the activities of the Village of Homer Glen. The Village has no component units.

The government-wide financial statements can be found on pages 1-3 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Homer Glen, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village of Homer Glen can be categorized as governmental, proprietary, or fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and change in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Village of Homer Glen maintains five individual governmental funds. The governmental funds are considered to be major funds. There are no nonmajor governmental funds. Information is presented separately in the Balance Sheet - Governmental Funds and in the Statement of Revenues, Expenditures, and Change in Fund Balances - Governmental Funds. The basic governmental fund financial statements can be found on pages 4-17 of this report.

The Village of Homer Glen adopted an annual appropriated budget for each governmental fund. Budgetary comparison statements and schedules have been provided to demonstrate compliance with these budgets.

Proprietary Funds: The Village maintains one type of proprietary fund, which is the enterprise fund. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Village uses enterprise funds to account for the activities related to waterworks and sewerage.

The basic proprietary fund financial statements can be found on pages 18-20 of this report

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2021

Fiduciary Fund: The Village also maintains a fiduciary fund in the form of a custodial fund, which is used to account for resources - exclusively cash - held by the Village for good faith deposits required for construction within the Village. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs.

The fiduciary fund uses the accrual basis of accounting. The fiduciary fund financial statement can be found on pages 21-22 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 23-42 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, *required supplementary information* presents schedules of changes in the Village's net pension liability and Village contributions related to the Illinois Municipal Retirement Fund. Individual fund statements and schedules are presented immediately following the required supplementary information and can be found on pages 48-50 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of Homer Glen, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$73,727,111 at the close of the most recent fiscal year.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Cash and investments	\$2,010,390	\$594,625	\$ -	\$ -	\$2,010,390	\$594,625
Equity in pooled cash and investments	19,519,450	16,094,645	270,853	-	19,790,303	16,094,645
Receivables	2,000,027	1,426,364	-	-	2,000,027	1,426,364
Other assets	28,341	40,578	-	-	28,341	40,578
Capital assets	52,034,828	47,114,828	-	-	52,034,828	47,114,828
Total assets	75,593,036	65,271,040	270,853	-	75,863,889	65,271,040
Deferred outflows of resources related to pensions	233,025	299,338	-	-	233,025	299,338
Current liabilities	1,439,170	908,468	13,481	-	1,452,651	908,468
Noncurrent liabilities	663,256	706,929	-	-	663,256	706,929
Total liabilities	2,102,426	1,615,397	13,481	-	2,115,907	1,615,397
Deferred inflows of resources related to pensions	253,896	155,193	-	-	253,896	155,193
Net position:						
Net investment in capital assets	51,375,203	47,003,246	-	-	51,375,203	47,003,246
Restricted	7,586,672	7,690,997	-	-	7,586,672	7,690,997
Unrestricted	14,507,864	9,405,545	257,372	-	14,765,236	9,405,545
Total net position	\$73,469,739	\$64,099,788	\$257,372	\$ -	\$73,727,111	\$64,099,788

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2021

A large portion of the Village of Homer Glen's net position reflects its investment in capital assets (e.g. land, building, infrastructure, land improvements, equipment, signage and vehicles). The Village of Homer Glen uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. The Village of Homer Glen's investment in its capital assets, reported net of related debt, is not a spendable resource.

An additional portion of the Village's net position (10%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$14,765,236 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

At the end of the fiscal year, the Village is able to report positive balances in all reported categories of net position. The same situation held true for the prior fiscal year.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues						
Intergovernmental	\$ 9,503,943	\$ 8,277,310	\$ -	\$ -	\$ 9,503,943	\$ 8,277,310
Charges for services						
General government	1,221,444	1,115,542	-	-	1,221,444	1,115,542
Public works	1,464,056	1,348,860	-	-	1,464,056	1,348,860
Culture and recreation	15,688	164,284	-	-	15,688	164,284
Sewerage	-	-	275,328	-	275,328	-
Home rule sales tax	3,026,792	2,717,050	-	-	3,026,792	2,717,050
Capital contributions and grants						
Public works	798,097	100,000	-	-	798,097	100,000
Culture and recreation	55,520	89,218	-	-	55,520	89,218
Road	3,958,406	-	-	-	3,958,406	-
Operating contributions and grants						
General government	32,957	-	-	-	32,957	-
Public safety	1,045,655	-	-	-	1,045,655	-
Investment income	46,033	391,269	-	-	46,033	391,269
Gain on sale of capital assets	4,550	-	-	-	4,550	-
Gain on extinguishment of debt	-	217,707	-	-	-	217,707
Other	54,607	11,149	-	-	54,607	11,149
Total revenues	21,227,748	14,432,389	275,328	-	21,503,076	14,432,389
Expenses						
General government	2,736,983	2,591,055	-	-	2,736,983	2,591,055
Public safety	4,351,066	3,989,092	-	-	4,351,066	3,989,092
Building	496,593	480,990	-	-	496,593	480,990
Public works	3,179,826	3,157,517	-	-	3,179,826	3,157,517
Economic development	269,777	619,533	-	-	269,777	619,533
Culture and recreation	540,832	672,938	-	-	540,832	672,938
Planning and zoning	262,421	227,049	-	-	262,421	227,049
Roads	20,299	-	-	-	20,299	-
Interest and costs	-	113,545	-	-	-	113,545
Sewerage	-	-	17,956	-	17,956	-
Total expenses	11,857,797	11,851,719	17,956	-	11,875,753	11,851,719
Change in net position	9,369,951	2,580,670	257,372	-	9,627,323	2,580,670
Net position – beginning	64,099,788	61,519,118	-	-	64,099,788	61,519,118
Net position – ending	\$ 73,469,739	\$ 64,099,788	\$ 257,372	\$ -	\$ 73,727,111	64,099,788

**Village of Homer Glen, Illinois
 Management’s Discussion and Analysis (Unaudited)
 April 30, 2021**

Governmental Activities. The Village of Homer Glen’s net position at April 30, 2021 was \$73,469,739, which was an increase of \$9,369,951 from the prior year.

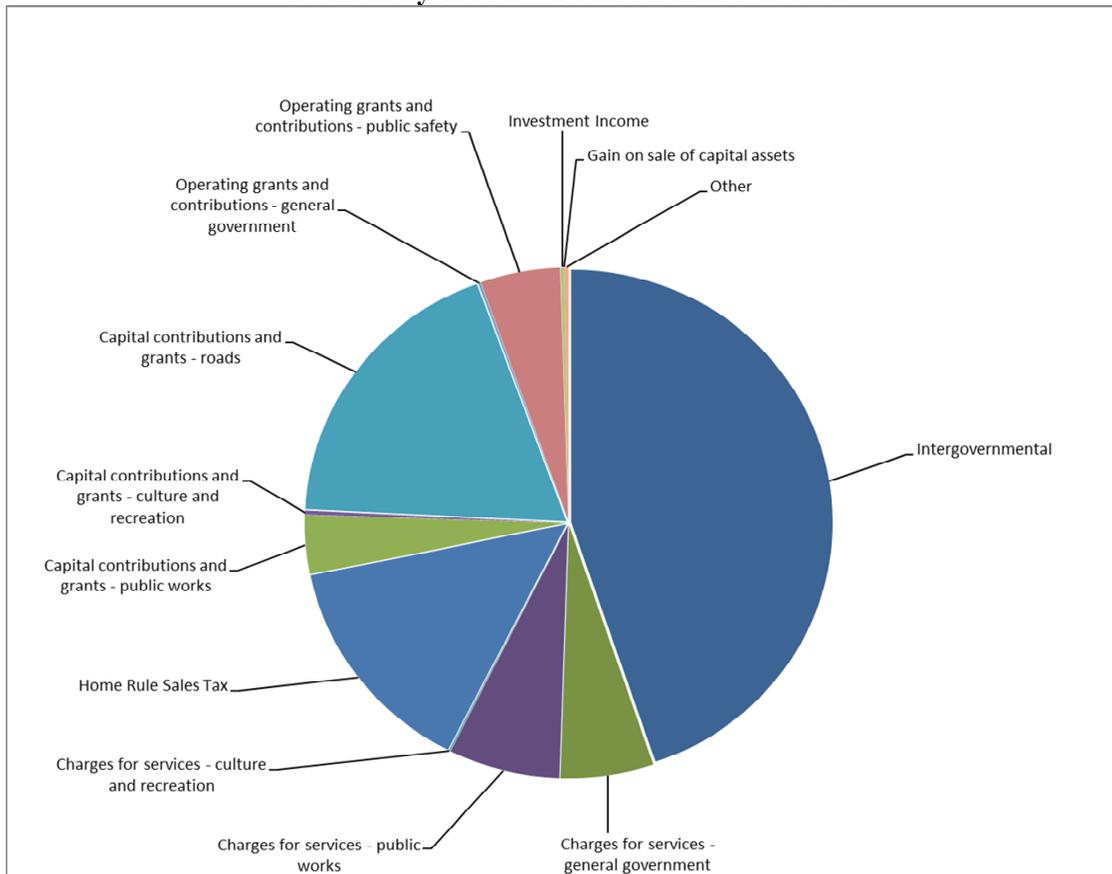
Revenues increased by \$6,795,359 from the previous period. The fiscal year 2021 increase was the result of the current year increases in capital and operating contributions and intergovernmental revenues.

Public safety activities account for approximately 37 percent of the governmental activities expenses of the Village of Homer Glen. The Village subcontracts its public safety to the Will County Sheriff’s Department. The Village paid \$4,351,066 for public safety to the Will County Sheriff’s Department for the fiscal year ended April 30, 2021.

Public works activities account for approximately 27 percent of the expenses of the Village of Homer Glen. The Village has an intergovernmental agreement with the Homer Township Road District for maintenance of the streets. The maintenance cost for the year ended April 30, 2021 was \$1,360,248.

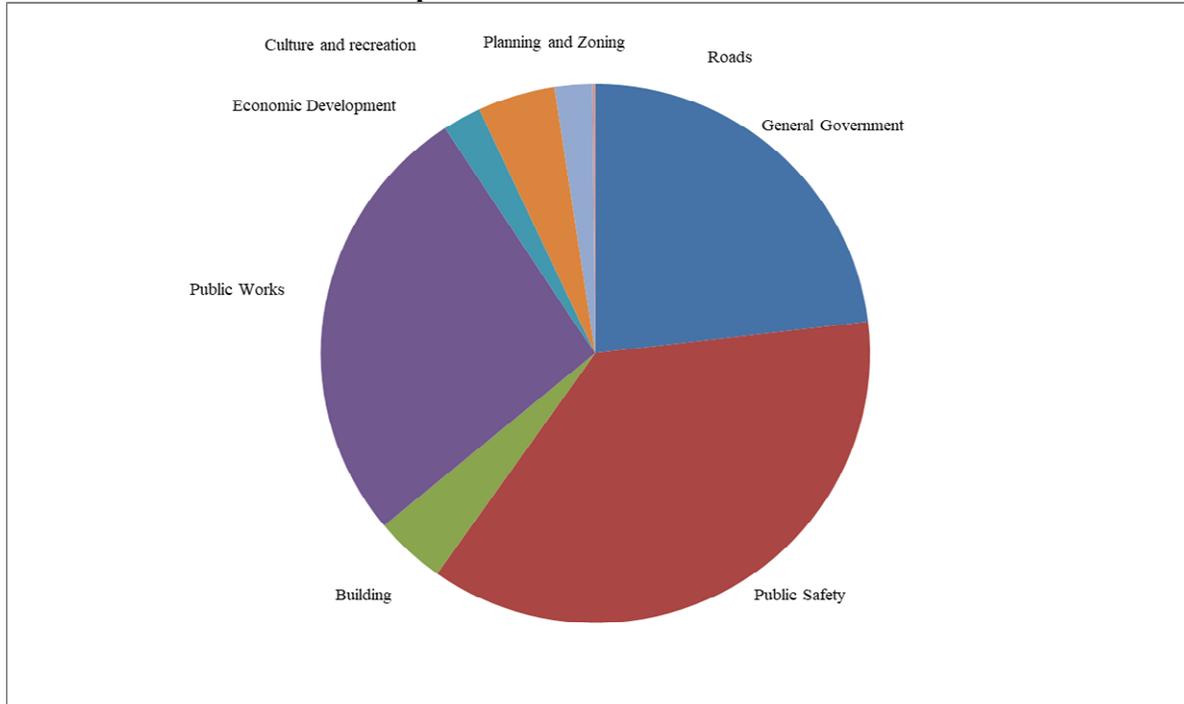
As shown by the following graphs and identified by the Statement of Activities on pages 2-3, intergovernmental revenues not restricted or applicable to specific programs provide the major revenue source for governmental activities, while public safety and public works costs represent the majority of governmental activities expenses.

Revenues by Source - Governmental Activities



Village of Homer Glen, Illinois
Management’s Discussion and Analysis (Unaudited)
April 30, 2021

Expenses - Governmental Activities



Business-type Activities. During the current fiscal year, net position for the business-type activities increased by \$257,372 as the Water Management Fund revenues exceeded expenses.

Financial Analysis of the Government’s Funds

As noted earlier, the Village of Homer Glen uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the Village of Homer Glen’s *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village of Homer Glen’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for spending as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Village itself, or a group or individual that has been delegated authority to assign resources for particular purposes by the Village’s Board.

As of April 30, 2021, the Village of Homer Glen’s governmental funds reported combined ending fund balances of \$22,123,223, of which \$5,178,351 was unassigned, \$450,498 was committed, \$8,877,015 was assigned, \$30,687 was considered nonspendable, and \$7,586,672 was restricted. Fund balance increased by \$4,575,479. The increase in fund balance was from the early retirement of series 2012 general obligation bonds in the previous year. In fiscal year 2020, the Village paid an additional \$5,050,000 in bond principal to retire the G.O. Bonds 3 years early.

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2021

The General Fund continues to produce significant surpluses. An excess of revenues over expenditures of \$2,759,055 was reported in the current year. \$2,642,505 of this surplus was transferred to the Capital Projects Fund. The increase in fund balance is partially the result of a current year decrease in general government expenditures.

The Motor Fuel Tax fund balance at April 30, 2021 was \$2,311,357, all of which was restricted. Fund balance increased by \$1,419,179 from the previous year. The increase in fund balance is the result of the new MFT renewal fund revenue that became effective in August 2019.

The Park and Recreation fund balance at April 30, 2021 was \$5,026,849, of which \$2,000,000 is restricted, and \$3,026,849 is assigned for future capital projects. Fund balance increased by \$1,932,252 from the previous year. The increase in fund balance is the result of deferring budgeted Heritage Park improvements to the next fiscal year.

The Home Rules Sales Tax fund at April 30, 2021 was \$694,104. The entire fund is assigned. Fund balance increased by \$1,657,596 from the previous year. The Fund transferred funds to the Debt Service Fund at the end of the 2020 fiscal year to fund early retirement of 2012 G.O. Bonds.

The Capital Projects fund balance at April 30, 2021 was \$8,619,544, of which \$3,275,315 was restricted, \$188,167 was committed, and \$5,156,062 was assigned for future capital projects. Fund balance decreased by \$554,648 from the previous year. The decrease in fund balance is the result of capital expenditures for the Fiddymont Creek sewer project and the water main project. These expenditures were funded through the accumulation of prior years' fund equity.

Proprietary Funds. The Village has one proprietary fund, the Water Management Fund. This fund saw a \$257,372 increase in its net position in 2021. Operating revenues exceeded operating expenses for the year.

General Fund Budgetary Highlights

The 2021 annual program budget for the Village of Homer Glen's General Fund identified the budgeted level of spending at \$9,515,814. Actual expenditures of \$8,940,195 (budgetary basis) were lower than budgeted expenditures by \$575,619. Actual expenditures (budgetary basis) related to general government personnel were \$45,332 lower than anticipated. Actual expenditures (budgetary basis) related to general government other expenditures were \$254,265 lower than anticipated. Actual expenditures (budgetary basis) related to economic development other expenditures were \$179,098 lower than anticipated. The Village historically is conservative in its budgeting approach. Expenditures are forecasted given the circumstances present at the time.

The 2021 annual program budget for the Village of Homer Glen's General Fund identified the budgeted revenues at \$9,498,531. Actual revenues of \$11,429,627 (budgetary basis) were \$1,931,096 more than anticipated. This was primarily due to the receipt of \$2,126,160 more in intergovernmental revenues than was anticipated.

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2021

Capital Assets

The Village of Homer Glen's investment in capital assets for its governmental activities as of April 30, 2021, is \$52,034,828, net of accumulated depreciation. This investment in capital assets includes land, building, vehicles, equipment, signage, and infrastructure. The majority of the infrastructure assets were received via contribution from Homer Township as a result of the Village's incorporation on April 3, 2001. The infrastructure assets consist of roads, curbs and storm sewers.

Capital assets, net of accumulated depreciation, as of April 30, 2021 and 2020 were as follows:

	Governmental	
	<u>Activities</u>	
	<u>2021</u>	<u>2020</u>
Land	\$ 20,479,241	\$ 19,058,328
Construction in progress	506,854	-
Building	1,767,184	1,816,921
Equipment	771,436	282,936
Infrastructure	20,463,446	20,991,004
Land Improvements	6,258,636	4,813,133
Signage	29,459	3,506
Vehicles	1,758,572	149,000
Total Net Capital Assets	<u>\$ 52,034,828</u>	<u>\$ 47,114,828</u>

In the current fiscal year, the Village received land, equipment, and vehicles via contribution from Homer Township Road District on April 7, 2021.

Additional information on the capital assets can be found in note II. D. in the Notes to Financial Statements.

Debt Management

The Village of Homer Glen had noncurrent liabilities of \$663,256 at April 30, 2021. Following is a comparative schedule of noncurrent liabilities:

	Governmental	
	<u>Activities</u>	
	<u>2021</u>	<u>2020</u>
Note payable	\$ 127,969	\$ -
Net pension liability	401,952	603,704
Compensated absences payable	133,335	103,225
Total	<u>\$ 663,256</u>	<u>\$ 706,929</u>

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2021

Additional information on the long-term debt can be found in note II. F. in the Notes to Financial Statements.

Economic Factors and Next Year's Budgets and Rates

- The Village continues to pursue commercial development, through its investment in economic development, to expand its tax base and secure new sales tax revenue.
- The Village projects moderate growth in sales tax and home rule sales tax resulting from new businesses opening in 2020-21.
- The Village projects an increase in use tax revenue based on the previous year's trended performance and projections from Illinois Municipal League and law changes.
- The Village continues to proactively manage expenditures to match projected revenues.

Requests for Information

This financial report is designed to provide a general overview of the Village of Homer Glen's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Village Treasurer or the Office of the Village Manager, 14240 West 151st Street, Homer Glen, IL 60491.

General information relating to the Village of Homer Glen, Illinois, can be found at the Village's website, <http://www.homerglenil.org>.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF NET POSITION
APRIL 30, 2021
WITH COMPARATIVE TOTALS FOR APRIL 30, 2020

	<u>Governmental</u>	<u>Business-type</u>	<u>Totals</u>	
	<u>Activities</u>	<u>Activities</u>	<u>2021</u>	<u>2020</u>
ASSETS				
Cash and cash equivalents	\$ 2,010,390	\$ -	\$ 2,010,390	\$ 894,625
Equity in pooled cash and investments	19,519,450	270,853	19,790,303	16,094,645
Receivables:				
Intergovernmental	1,830,456	-	1,830,456	1,319,986
Other	169,571	-	169,571	106,378
Other assets	28,341	-	28,341	40,578
Capital assets not being depreciated	20,986,095	-	20,986,095	19,058,328
Capital assets net of accumulated depreciation	<u>31,048,733</u>	<u>-</u>	<u>31,048,733</u>	<u>28,056,500</u>
 Total assets	 <u>75,593,036</u>	 <u>270,853</u>	 <u>75,863,889</u>	 <u>65,571,040</u>
 DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources related to pensions	<u>233,025</u>	<u>-</u>	<u>233,025</u>	<u>299,338</u>
 LIABILITIES				
Accounts payable and other current liabilities	1,425,795	13,481	1,439,276	898,368
Unearned revenue	13,375	-	13,375	10,100
Noncurrent liabilities:				
Due within one year	217,304	-	217,304	69,160
Due in more than one year	<u>445,952</u>	<u>-</u>	<u>445,952</u>	<u>637,769</u>
 Total liabilities	 <u>2,102,426</u>	 <u>13,481</u>	 <u>2,115,907</u>	 <u>1,615,397</u>
 DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources related to pensions	<u>253,896</u>	<u>-</u>	<u>253,896</u>	<u>155,193</u>
 NET POSITION				
Net investment in capital assets	51,375,203	-	51,375,203	47,003,246
Restricted for capital projects	5,275,315	-	5,275,315	6,798,819
Restricted for public works	2,311,357	-	2,311,357	892,178
Unrestricted	<u>14,507,864</u>	<u>257,372</u>	<u>14,765,236</u>	<u>9,405,545</u>
 Total net position	 <u>\$ 73,469,739</u>	 <u>\$ 257,372</u>	 <u>\$ 73,727,111</u>	 <u>\$ 64,099,788</u>

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

FUND FINANCIAL STATEMENTS

VILLAGE OF HOMER GLEN, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
APRIL 30, 2021
WITH COMPARATIVE TOTALS FOR APRIL 30, 2020

ASSETS	General	Special Revenue		Home Rule Sales Tax	Capital Projects	Totals	
		Motor Fuel Tax	Park and Recreation			2021	2020
Cash and cash equivalents	\$ 568,918	\$ 1,441,472	\$ -	\$ -	\$ -	\$ 2,010,390	\$ 894,625
Equity in pooled cash and investments	4,396,921	798,230	4,987,651	188,175	9,148,473	19,519,450	16,094,645
Receivables:							
Intergovernmental	1,244,739	79,788	-	505,929	-	1,830,456	1,319,986
Other	122,206	-	47,365	-	-	169,571	106,378
Due from other fund	-	-	-	-	-	-	1,325,691
Other assets	28,341	-	-	-	-	28,341	40,578
Total assets	\$ 6,361,125	\$ 2,319,490	\$ 5,035,016	\$ 694,104	\$ 9,148,473	\$ 23,558,208	\$ 19,781,903
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 801,729	\$ 8,133	\$ 2,827	\$ -	\$ 528,929	\$ 1,341,618	\$ 844,052
Accrued expenditures	74,652	-	5,340	-	-	79,992	54,316
Due to other fund	-	-	-	-	-	-	1,325,691
Unearned revenue	13,375	-	-	-	-	13,375	10,100
Total liabilities	889,756	8,133	8,167	-	528,929	1,434,985	2,234,159
Fund balances:							
Nonspendable	30,687	-	-	-	-	30,687	19,800
Restricted	-	2,311,357	2,000,000	-	3,275,315	7,586,672	7,690,997
Committed	262,331	-	-	-	188,167	450,498	483,950
Assigned	-	-	3,026,849	694,104	5,156,062	8,877,015	5,221,332
Unassigned	5,178,351	-	-	-	-	5,178,351	4,131,665
Total fund balances	5,471,369	2,311,357	5,026,849	694,104	8,619,544	22,123,223	17,547,744
Total liabilities and fund balances	\$ 6,361,125	\$ 2,319,490	\$ 5,035,016	\$ 694,104	\$ 9,148,473	\$ 23,558,208	\$ 19,781,903

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

**VILLAGE OF HOMER GLEN, ILLINOIS
RECONCILIATION OF FUND BALANCES - TOTAL GOVERNMENTAL
FUNDS TO NET POSITION OF GOVERNMENTAL ACTIVITIES
APRIL 30, 2021**

Fund balances - total governmental funds		\$ 22,123,223
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities of \$74,768,806, net of accumulated depreciation of \$22,733,978, are not financial resources and, therefore, are not reported in the funds.		52,034,828
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Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds. Deferred outflows and inflows of resources related to pensions at year-end are as follows:

Deferred outflows related to pensions	\$ 233,025	
Deferred inflows related to pensions	<u>(253,896)</u>	

Total		(20,871)
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Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. Also, governmental funds report the effect of premiums, discounts and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Long-term liabilities and related accounts at year-end consist of:

Note payable	\$ (127,969)	
Accrued interest on note payable	(4,185)	
Net pension liability	(401,952)	
Compensated absences payable	<u>(133,335)</u>	

Total		<u>(667,441)</u>
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Net position of governmental activities		<u>\$ 73,469,739</u>
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The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCES (DEFICIT) - GOVERNMENTAL FUNDS
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2020

	<u>Special Revenue</u>			<u>Home Rule Sales Tax</u>	<u>Capital Projects</u>	<u>Totals</u>	
	<u>General</u>	<u>Motor Fuel Tax</u>	<u>Park and Recreation</u>			<u>2021</u>	<u>2020</u>
Revenues:							
Home rule sales tax	\$ -	\$ -	\$ -	\$ 3,026,792	\$ -	\$ 3,026,792	\$ 2,717,050
Intergovernmental	10,512,776	1,727,942	500,213	-	-	12,740,931	9,726,170
Licenses, fees and permits	1,221,444	-	-	-	103,777	1,325,221	1,115,542
Community festival	15,688	-	-	-	-	15,688	164,284
Contributions	-	-	55,520	-	-	55,520	89,218
Investment income	31,567	2,038	8,427	-	4,001	46,033	391,269
Other income	54,607	-	-	-	-	54,607	11,149
	<u>11,836,082</u>	<u>1,729,980</u>	<u>564,160</u>	<u>3,026,792</u>	<u>107,778</u>	<u>17,264,792</u>	<u>14,214,682</u>
Total revenues							
Expenditures:							
Current operations:							
General government	2,274,178	-	439	-	92,468	2,367,085	2,289,867
Public safety	4,297,044	-	-	-	-	4,297,044	3,983,094
Building	499,732	-	-	-	-	499,732	464,032
Public works	1,412,415	279,572	-	-	-	1,691,987	1,719,435
Economic development	239,367	-	-	-	-	239,367	588,229
Planning and zoning	262,421	-	-	-	-	262,421	226,394
Culture and recreation	64	-	485,588	-	-	485,652	480,668
Roads	20,299	-	-	-	-	20,299	-
Capital outlay:							
General government	33,602	-	-	-	-	33,602	99,667
Public safety	58,204	-	-	-	-	58,204	16,501
Building	-	-	-	-	-	-	26
Public works	-	31,229	-	-	1,494,539	1,525,768	1,348,714
Planning and zoning	-	-	-	-	-	-	655
Culture and recreation	-	-	1,095,881	-	137,120	1,233,001	285,576
Debt service:							
Principal	-	-	-	-	-	-	6,730,000
Interest	-	-	-	-	-	-	319,700
	<u>9,077,027</u>	<u>310,801</u>	<u>1,581,908</u>	<u>-</u>	<u>1,724,127</u>	<u>12,693,863</u>	<u>18,552,558</u>
Total expenditures							
Excess (deficiency) of revenues over expenditures	<u>2,759,055</u>	<u>1,419,179</u>	<u>(1,017,748)</u>	<u>3,026,792</u>	<u>(1,616,349)</u>	<u>4,570,929</u>	<u>(4,337,876)</u>
Other financing sources (uses):							
Proceeds from sale of capital assets	4,550	-	-	-	-	4,550	-
Transfers in	-	-	2,950,000	-	3,811,701	6,761,701	2,045,691
Transfers out	(2,642,505)	-	-	(1,369,196)	(2,750,000)	(6,761,701)	(2,045,691)
	<u>(2,637,955)</u>	<u>-</u>	<u>2,950,000</u>	<u>(1,369,196)</u>	<u>1,061,701</u>	<u>4,550</u>	<u>-</u>
Total other financing sources (uses)							
Net change in fund balances (deficit)	121,100	1,419,179	1,932,252	1,657,596	(554,648)	4,575,479	(4,337,876)
Fund balances (deficit) at beginning of year	<u>5,350,269</u>	<u>892,178</u>	<u>3,094,597</u>	<u>(963,492)</u>	<u>9,174,192</u>	<u>17,547,744</u>	<u>21,885,620</u>
Fund balances at end of year	<u>\$ 5,471,369</u>	<u>\$ 2,311,357</u>	<u>\$ 5,026,849</u>	<u>\$ 694,104</u>	<u>\$ 8,619,544</u>	<u>\$ 22,123,223</u>	<u>\$ 17,547,744</u>

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

**VILLAGE OF HOMER GLEN, ILLINOIS
RECONCILIATION OF THE NET CHANGE IN FUND BALANCES
(DEFICIT) OF GOVERNMENTAL FUNDS TO THE CHANGE IN
NET POSITION OF GOVERNMENTAL ACTIVITIES
YEAR ENDED APRIL 30, 2021**

Net change in fund balances - total governmental funds \$ 4,575,479

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capitalized expenditures (\$2,673,205) exceeded depreciation (\$1,843,765) in the current period. 829,440

Donations of capital assets, net of a note payable (\$127,969) and interest payable (\$4,185), increase net position in the statement of activities, but do not appear in the governmental funds because they are not financial resources. 3,958,406

Certain expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. This is the amount by which the accrual for these expenses at the end of the current fiscal year changed from the corresponding amount at the end of the previous fiscal year. (30,110)

Governmental funds report Village pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which Village pension contributions exceeded pension benefits earned in the current period. 36,736

Change in net position of governmental activities \$ 9,369,951

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

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
GENERAL FUND
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

	<u>2021</u>			<u>2020</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Intergovernmental	\$ 8,022,331	\$ 10,148,491	\$ 2,126,160	\$ 8,466,034
Licenses, fees and permits	1,183,600	1,175,999	(7,601)	1,074,820
Community festival	177,600	18,963	(158,637)	165,284
Investment income	75,000	31,567	(43,433)	180,271
Other income	40,000	54,607	14,607	11,149
	<u>9,498,531</u>	<u>11,429,627</u>	<u>1,931,096</u>	<u>9,897,558</u>
Total revenues				
Expenditures:				
General government:				
Current:				
Personnel	1,461,931	1,416,599	45,332	1,294,666
Communication	45,000	48,740	(3,740)	43,095
Contractual services	97,500	92,745	4,755	91,566
Maintenance	67,000	43,190	23,810	39,096
Professional development	53,950	33,686	20,264	43,989
Professional fees	332,500	323,323	9,177	308,928
Supplies	40,150	38,654	1,496	37,537
Other	476,240	221,975	254,265	379,398
Capital outlay	87,500	33,602	53,898	99,667
Public safety:				
Current:				
Personnel	19,114	15,687	3,427	16,132
Contractual services	4,081,951	4,116,396	(34,445)	3,823,984
Supplies	7,900	6,425	1,475	6,506
Other	113,450	98,962	14,488	127,335
Capital outlay	37,500	58,204	(20,704)	16,501
Building:				
Current:				
Personnel	476,225	473,327	2,898	451,522
Contractual services	13,300	14,767	(1,467)	14,178
Maintenance	1,000	3,865	(2,865)	-
Supplies	5,500	3,585	1,915	3,424
Other	7,000	3,689	3,311	5,701
Capital outlay	-	-	-	26

(continued)

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

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
GENERAL FUND
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

	<u>2021</u>			<u>2020</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Public works:				
Current:				
Contractual services	1,425,000	1,392,116	32,884	1,380,690
Economic development:				
Current:				
Personnel	117,331	116,362	969	116,075
Contractual services	1,200	937	263	1,103
Supplies	1,250	-	1,250	-
Other	300,032	120,934	179,098	473,698
Planning and zoning:				
Current:				
Personnel	203,340	220,521	(17,181)	205,251
Contractual service	15,700	7,414	8,286	6,783
Supplies	1,500	-	1,500	448
Other	25,350	34,426	(9,076)	19,715
Capital outlay	-	-	-	655
Culture and recreation:				
Current:				
Other	400	64	336	422
Total expenditures	<u>9,515,814</u>	<u>8,940,195</u>	<u>575,619</u>	<u>9,008,091</u>
Excess (deficiency) of revenues over expenditures	<u>(17,283)</u>	<u>2,489,432</u>	<u>2,506,715</u>	<u>889,467</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	2,500	4,550	2,050	-
Transfers out	-	(1,600,000)	(1,600,000)	(720,000)
Total other financing sources (uses)	<u>2,500</u>	<u>(1,595,450)</u>	<u>(1,597,950)</u>	<u>(720,000)</u>
Net change in fund balances	(14,783)	893,982	908,765	169,467
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>5,064,767</u>	<u>5,064,767</u>	<u>-</u>	<u>4,895,300</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 5,049,984</u>	<u>\$ 5,958,749</u>	<u>\$ 908,765</u>	<u>\$ 5,064,767</u>

(continued)

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

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
GENERAL FUND
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison statement	\$ 11,429,627
Differences - budget to GAAP:	
Receivables:	
Intergovernmental	364,285
Other	45,445
Unearned revenue	(3,275)
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	\$ 11,836,082

Uses / outflows of resources:

Actual amount (budgetary basis) "total charges to appropriations" from the budgetary comparison statement	\$ 8,940,195
Differences - budget to GAAP:	
Other assets	
Other assets	3,063
Payables:	
Accounts payable	109,509
Accrued expenditures	24,260
Total expenditures as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	\$ 9,077,027
	(concluded)

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

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
MOTOR FUEL TAX FUND
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

	2021			2020
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Intergovernmental	\$ 1,309,445	\$ 1,719,987	\$ 410,542	\$ 981,982
Investment income	<u>6,000</u>	<u>2,038</u>	<u>(3,962)</u>	<u>10,774</u>
Total revenues	<u>1,315,445</u>	<u>1,722,025</u>	<u>406,580</u>	<u>992,756</u>
Expenditures:				
Current:				
Public works:				
Maintenance	96,500	110,649	(14,149)	112,760
Contractual services	253,600	170,540	83,060	227,677
Capital outlay	<u>790,000</u>	<u>31,229</u>	<u>758,771</u>	<u>266,946</u>
Total expenditures	<u>1,140,100</u>	<u>312,418</u>	<u>827,682</u>	<u>607,383</u>
Net change in fund balances	175,345	1,409,607	1,234,262	385,373
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>830,095</u>	<u>830,095</u>	<u>-</u>	<u>444,722</u>
Fund balances (deficit) at end of year (non-GAAP budgetary basis)	<u>\$ 1,005,440</u>	<u>\$ 2,239,702</u>	<u>\$ 1,234,262</u>	<u>\$ 830,095</u>

(continued)

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

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
MOTOR FUEL TAX FUND
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison statement	\$ 1,722,025
Difference - budget to GAAP:	
Receivables:	
Intergovernmental	<u>7,955</u>
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u>\$ 1,729,980</u>

Uses / outflows of resources:

Actual amount (budgetary basis) "total charges to appropriations" from the budgetary comparison statement	\$ 312,418
Difference - budget to GAAP:	
Accounts payable	<u>(1,617)</u>
Total expenditures as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u>\$ 310,801</u> (concluded)

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

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
PARK AND RECREATION FUND
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

	<u>2021</u>			<u>2020</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Intergovernmental	\$ 500,000	\$ 482,465	\$ (17,535)	\$ 691,838
Contributions	40,000	55,520	15,520	89,218
Investment income	20,000	8,427	(11,573)	48,065
Total revenues	<u>560,000</u>	<u>546,412</u>	<u>(13,588)</u>	<u>829,121</u>
Expenditures:				
Current:				
General government:				
Other	6,000	439	5,561	2,239
Culture and recreation:				
Personnel	354,083	352,205	1,878	340,773
Contractual services	45,200	30,718	14,482	37,371
Maintenance	132,500	102,523	29,977	107,751
Capital outlay	<u>5,185,402</u>	<u>1,197,789</u>	<u>3,987,613</u>	<u>571,548</u>
Total expenditures	<u>5,723,185</u>	<u>1,683,674</u>	<u>4,039,511</u>	<u>1,059,682</u>
Deficiency of revenues over expenditures	(5,163,185)	(1,137,262)	4,025,923	(230,561)
Other financing sources:				
Transfers in	<u>2,950,000</u>	<u>2,950,000</u>	<u>-</u>	<u>700,000</u>
Net change in fund balances	(2,213,185)	1,812,738	4,025,923	469,439
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>3,169,843</u>	<u>3,169,843</u>	<u>-</u>	<u>2,700,404</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 956,658</u>	<u>\$ 4,982,581</u>	<u>\$ 4,025,923</u>	<u>\$ 3,169,843</u>

(continued)

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

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
PARK AND RECREATION FUND
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison statement	\$ 546,412
Differences - budget to GAAP:	
Receivables:	
Intergovernmental	<u>17,748</u>
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u><u>\$ 564,160</u></u>

Uses / outflows of resources:

Actual amount (budgetary basis) "total charges to appropriations" from the budgetary comparison statement	\$ 1,683,674
Difference - budget to GAAP:	
Accounts payable	(103,182)
Accrued expenditures	<u>1,416</u>
Total expenditures as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u><u>\$ 1,581,908</u></u> (concluded)

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

VILLAGE OF HOMER GLEN, ILLINOIS
HOME RULE SALES TAX FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

	2021			2020
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Home rule sales tax	\$ 2,449,833	\$ 2,883,062	\$ 433,229	\$ -
Other financing uses:				
Transfers out	<u>(1,369,196)</u>	<u>(1,369,196)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,080,637	1,513,866	433,229	-
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 1,080,637</u>	<u>\$ 1,513,866</u>	<u>\$ 433,229</u>	<u>\$ -</u>

Explanation of differences between budgetary inflows and GAAP revenues:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison schedule	\$ 2,883,062
Difference - budget to GAAP:	
Receivables:	
Other	<u>143,730</u>
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u>\$ 3,026,792</u>

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

**VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF NET POSITION - PROPRIETARY FUND
WATER MANAGEMENT FUND
APRIL 30, 2021**

ASSETS

Current assets:		
Equity in pooled cash and investments	\$	270,853

LIABILITIES

Current liabilities:		
Accounts payable		<u>13,481</u>

NET POSITION

Unrestricted	\$	<u>257,372</u>
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The accompanying notes are an integral part of the financial statements.

**VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGE
IN NET POSITION - PROPRIETARY FUND
WATER MANAGEMENT FUND
YEAR ENDED APRIL 30, 2021**

Operating revenues:	
Licenses, fees and permits:	
Impact fees	\$ 275,328
Operating expenses:	
Contractual services	<u>17,956</u>
Operating income	257,372
Net position at beginning of year	<u>-</u>
Net position at end of year	<u><u>\$ 257,372</u></u>

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

**VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
WATER MANAGEMENT FUND
YEAR ENDED APRIL 30, 2021**

Cash flows from operating activities:	
Receipts from customers and users	\$ 275,328
Payments to vendors	<u>(4,475)</u>
Net cash provided by operating activities	270,853
Equity in pooled cash and investments at beginning of year	<u>-</u>
Equity in pooled cash and investments at end of year	<u><u>\$ 270,853</u></u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 257,372
Adjustments to reconcile operating income to net cash provided by operating activities:	
Increase in accounts payable	<u>13,481</u>
Net cash provided by operating activities	<u><u>\$ 270,853</u></u>

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

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION - CUSTODIAL FUND
REVOLVING ESCROW FUND
APRIL 30, 2021
WITH COMPARATIVE AMOUNTS FOR APRIL 30, 2020 (AS RESTATED)

	<u>2021</u>	<u>2020</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 146,357</u>	<u>\$ 146,857</u>
NET POSITION		
Net position restricted for amounts held in escrow	<u>\$ 146,357</u>	<u>\$ 146,857</u>

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

**VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF CHANGE IN FIDUCIARY
NET POSITION - CUSTODIAL FUND
REVOLVING ESCROW FUND
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE AMOUNTS FOR THE
YEAR ENDED APRIL 30, 2020 (AS RESTATED)**

	<u>2021</u>	<u>2020</u>
Additions:		
Deposits	\$ 41,500	\$ 44,000
Deductions:		
Deposit refunds	<u>42,000</u>	<u>42,000</u>
Change in net position	(500)	2,000
Net position at beginning of year, as restated	<u>146,857</u>	<u>144,857</u>
Net position at end of year	<u><u>\$ 146,357</u></u>	<u><u>\$ 146,857</u></u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Village of Homer Glen, Illinois ("the Village") was incorporated April 3, 2001. The Village operates under the Council-Manager form of government and provides the following services as authorized by its charter: public safety (police), public works, building, culture-recreation, public improvements, and general administrative services. In addition, sewerage services will be provided under an enterprise fund concept, with user charges set by the members of the Board of Trustees to ensure adequate coverage of operating expenses.

These financial statements include the Village and its component units, entities for which the Village is considered to be financially accountable. At April 30, 2021, no entities were considered component units of the Village.

B. Description of Government-wide 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 primary government. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support.

C. Basis of Presentation - Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities incorporate data from the governmental funds, while business-type activities incorporate data from the Village's proprietary fund. 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.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the Village's funds, including its fiduciary fund. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The Village had no nonmajor funds at April 30, 2021.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

The Village's governmental funds are comprised of the following:

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

The Motor Fuel Tax Fund accumulates motor fuel tax allotments that are used for highways and streets throughout the Village.

The Park and Recreation Fund accumulates local fuel taxes and donations from developers to be used for parks throughout the Village.

The Home Rule Sales Tax Fund accumulates revenues from specific taxes or other earmarked sources to be used throughout the Village.

The Capital Projects Fund accounts for the acquisition or construction of major capital projects throughout the Village.

The Village reports the following major enterprise fund:

The Water Management Fund will be accounting for the provision of sewerage services to residents of the Village. All activities necessary to provide such service will be accounted for in this fund including, but not limited to, administration, operation, maintenance, and billing and collection.

Additionally, the Village reports the following fiduciary fund type:

The Village's custodial fund, the Revolving Escrow Fund, accounts for good faith deposits required for construction within the Village.

During the course of operations, the Village has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Sales and other taxes, motor fuel tax allotments, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the Village.

The proprietary and fiduciary funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

F. Budgetary Information

The Village adopts its budgets on an annual basis. The Village has adopted the budgetary system for the current and future fiscal years. The Village follows these procedures in establishing the budgetary data:

1. All departments of the Village submit requests for appropriation to the Village Treasurer who prepares the budget for submission to the Village Manager. The budget is prepared by fund, function, and activity, and includes information on current year estimates and requested appropriations for the next fiscal year.
2. The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.
3. The budget is legally enacted through passage of an ordinance. The budget for the year ended April 30, 2021 was adopted through the passage of ordinance number 20-009 on April 8, 2020.
4. The Village Treasurer is authorized to transfer budgeted amounts within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body.
5. Budgets are adopted on the cash basis of accounting for all funds. The level of control (level at which expenditures may not exceed budget/appropriations) is the fund. Appropriations lapse at the end of the fiscal year.

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village considers cash on hand, demand deposits, investments in The Illinois Funds and the Illinois Metropolitan Investment Fund, and negotiable certificates of deposit to be cash equivalents.

2. Investments

The Illinois Public Funds Investment Act permits the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, The Illinois Funds, and the Illinois Metropolitan Investment Fund (IMET).

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

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

The Illinois Funds is an investment pool managed by the Illinois State Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. The state of Illinois provides regulatory oversight of the Illinois Funds. The Illinois Funds is not registered with the Securities and Exchange Commission as an investment company. 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.

IMET is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a board of trustees elected from participating members. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

Cash and investments of the Village are pooled into a common pooled account in order to maximize investment opportunities. Each fund whose monies are deposited into the pooled account has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at month-end. An individual fund's equity in the pooled account is available upon demand and is considered to be a cash equivalent when preparing these financial statements. Each fund's portion of the pool is displayed on its respective balance sheet as "equity in pooled cash and investments." In addition, non-pooled cash and cash equivalents that are separately held are reflected in the respective funds as "cash and cash equivalents."

3. Capital Assets

Capital assets (e.g., land, buildings, equipment), are reported in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost exceeding \$5,000 and an estimated useful life in excess of one year.

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. 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 increase its estimated useful life. Donated capital assets are recorded at acquisition value.

Land and construction in progress are not depreciated. The other capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings	40 years
Equipment	7 years
Land improvements (including infrastructure)	20-50 years
Signage	7 years
Vehicles	5 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021

4. Long-term Obligations

In the government-wide financial statements and proprietary fund type 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 type statement of net position. Bond premiums and discounts, as well as gains (losses) on refundings, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Gains (losses) on refundings are reported as deferred inflows (outflows) of resources. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

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

5. Deferred Outflows/Inflows of Resources

In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village has one item that qualifies for reporting in this category in the government-wide statement of net position. It is the *deferred outflows of resources related to pensions* (see Note II.H for further discussion of deferred outflows of resources related to pensions).

In addition to liabilities, the financial statements 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 position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Village has one item that qualifies for reporting in this category in the government-wide statement of net position. It is the *deferred inflows of resources related to pensions* (see Note II.H for further discussion of deferred inflows of resources related to pensions).

6. Net Position Flow Assumption

Sometimes the Village will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the Village's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

7. Fund Balance Flow Assumptions

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last. Positive unassigned fund balance is only reported in the General Fund.

8. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Village itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Village's highest level of decision-making authority. The Village Council is the highest level of decision-making authority for the Village that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the Village for specific purposes but do not meet the criteria to be classified as committed. The Village Council has by resolution authorized the finance director to assign fund balance. The Village Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

H. Revenues and Expenses/Expenditures

1. Program Revenues

Amounts reported as *program revenues* include 1) charges to individuals or entities that 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. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

2. Compensated Absences

It is the Village's policy to permit employees to accumulate earned but unused benefit days throughout the year based on their years of service. Benefit pay is accrued when incurred in the government-wide financial statements. A liability for benefit pay is reported in governmental funds only if it has matured, for example, as a result of employee resignations or retirements.

3. Proprietary Funds Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

The principal operating revenue of the Water Management Fund is charges to customers for impact fees. Operating expenses for the Water Management Fund include maintenance and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

I. Comparative Data

Comparative data for the prior year have been presented in the financial statements in order to provide an understanding of the changes in the financial position and operations of the Village.

J. Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets, liabilities, and deferred outflows/inflows of resources; the disclosure of contingent assets and liabilities; and the reported revenues and expenses/expenditures. Significant estimates used in preparing the government-wide financial statements include the assumptions used to determine the net pension liability and the deferred outflows/inflows of resources related to the net pension liability. Actual results could differ from those estimates.

K. Reclassifications

Certain amounts as previously reported for 2020 have been reclassified to conform to the 2021 presentation.

L. New Accounting Standard - Leases

In June 2017, the GASB issued Statement No. 87, *Leases*. The most significant change in the new leasing guidance is the requirement for a lessee to recognize a lease liability and an intangible right-to-use asset, and a lessor to recognize a lease receivable and a deferred inflow of resources. Statement No. 87 is effective for fiscal years beginning after June 15, 2021. The Village is currently evaluating the effect the adoption of Statement No. 87 is expected to have on its financial statements and related disclosures.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

II. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Deposits and Investments

The Village's deposits and investments as of April 30, 2021 are summarized as follows:

	<u>Government- wide</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and cash equivalents	\$ 2,010,390	\$ -	\$ 2,010,390
Equity in pooled cash and investments	<u>19,790,303</u>	<u>146,357</u>	<u>19,936,660</u>
Total	<u>\$ 21,800,693</u>	<u>\$ 146,357</u>	<u>\$ 21,947,050</u>

The Village's deposits and investments as of April 30, 2021 are comprised of the following:

Cash on hand	\$ 350
Deposits with financial institutions	346,545
The Illinois Funds	14,239,422
IMET:	
Convenience account	6,829,703
Liquidating Trust	30,687
Pooled investments	<u>500,343</u>
Total deposits and investments	<u>\$ 21,947,050</u>

Deposits

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the Village's deposits might not be recovered. The Village does not have a deposit policy for custodial credit risk. As of April 30, 2021, \$216,398 of the Village's bank balances of \$467,398 was uninsured and collateralized with a letter of credit.

Investments

As of April 30, 2021, the Village had the following investments:

<u>Type of Investment</u>	<u>Fair Value</u>	<u>Average Credit Quality/ Ratings (1)</u>	<u>Weighted Average Years to Maturity (2)</u>
Pooled investments:			
Negotiable certificates of deposit	<u>\$ 500,343</u>	Not available	1.38

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

- (1) Ratings are provided where applicable to indicate associated *Credit Risk*.
- (2) *Interest Rate Risk* is estimated using weighted average years to maturity.

Investment Policies

The Village's investments are subject to the following risks:

Concentration of credit risk is the risk of loss attributed to the magnitude of the Village's investment in a single issuer.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the Village will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

The Village does not have an investment policy for the above risks.

The Village's investments held in The Illinois Funds are rated AAAM by Standard & Poor's. The Village's investments held in IMET are unrated. Investments held in the IMET Liquidating Trust have been reduced to their estimated net realizable value. As a result of IMET's legal proceedings, it is not currently known when funds will be released from the Liquidating Trust.

B. Fair Value Measurements

The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. 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; Level 3 inputs are significant unobservable inputs.

The Village had the following recurring fair value measurements as of April 30, 2021:

Negotiable certificates of deposit - Valued by a pricing service that uses pricing models that maximize the use of observable inputs for similar securities, including basing value on yield currently available on comparable securities of issuers with similar credit ratings.

There have been no changes in valuation techniques during the year ended April 30, 2021.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

The following table summarizes the investments of the Village for which fair values are determined on a recurring basis as of April 30, 2021:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Negotiable certificates of deposit	<u>\$ -</u>	<u>\$ 500,343</u>	<u>\$ -</u>	<u>\$ 500,343</u>

C. Receivables

Receivables at April 30, 2021 for intergovernmental and other revenues are deemed collectible in full.

D. Capital Assets

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions and Transfers</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 19,058,328	\$ 1,420,913	\$ -	\$ 20,479,241
Construction in progress	<u>-</u>	<u>506,854</u>	<u>-</u>	<u>506,854</u>
Total	<u>19,058,328</u>	<u>1,927,767</u>	<u>-</u>	<u>20,986,095</u>
Capital assets being depreciated				
Building	1,989,497	-	-	1,989,497
Equipment	631,429	563,991	-	1,195,420
Infrastructure	39,446,009	773,678	-	40,219,687
Land improvements	6,373,387	1,788,710	-	8,162,097
Signage	18,645	29,274	-	47,919
Vehicles	<u>501,873</u>	<u>1,680,345</u>	<u>(14,127)</u>	<u>2,168,091</u>
Total	<u>48,960,840</u>	<u>4,835,998</u>	<u>(14,127)</u>	<u>53,782,711</u> (continued)

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions and Transfers</u>	<u>Ending Balance</u>
Less accumulated depreciation for:				
Building	(172,576)	(49,737)	-	(222,313)
Equipment	(348,493)	(75,491)	-	(423,984)
Infrastructure	(18,455,005)	(1,301,236)	-	(19,756,241)
Land improvements	(1,560,254)	(343,207)	-	(1,903,461)
Signage	(15,139)	(3,321)	-	(18,460)
Vehicles	(352,873)	(70,773)	14,127	(409,519)
	<u>(20,904,340)</u>	<u>(1,843,765)</u>	<u>14,127</u>	<u>(22,733,978)</u>
Total				
Total capital assets being depreciated, net	<u>28,056,500</u>	<u>2,992,233</u>	<u>-</u>	<u>31,048,733</u>
Total capital assets	<u>\$ 47,114,828</u>	<u>\$ 4,920,000</u>	<u>\$ -</u>	<u>\$ 52,034,828</u> (concluded)

For the year ended April 30, 2021, depreciation of \$497,759, \$1,301,236, and \$44,770 was charged to the general government, public works, and public safety functions, respectively.

E. Interfund Transfers

<u>Transfer from</u>	<u>Transfer to</u>	<u>Amount</u>
General Fund	Capital Projects Fund	\$ 2,642,505
Home Rules Sales Tax Fund	Capital Projects Fund	1,169,196
Home Rules Sales Tax Fund	Park and Recreation Fund	200,000
Capital Projects Fund	Park and Recreation Fund	<u>2,750,000</u>
Total		<u>\$ 6,761,701</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Transfers are also used to move unrestricted revenues collected in a fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

F. Long-Term Liabilities

Long-term liability activity for the year ended April 30, 2021 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Adjustments / Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Note payable	\$ -	\$ 127,969	\$ -	\$ 127,969	\$ 127,969
Net pension liability	603,704	140,682	(342,434)	401,952	-
Compensated absences payable	<u>103,225</u>	<u>160,462</u>	<u>(130,352)</u>	<u>133,335</u>	<u>89,335</u>
Total	<u>\$ 706,929</u>	<u>\$ 429,113</u>	<u>\$ (472,786)</u>	<u>\$ 663,256</u>	<u>\$ 217,304</u>

The note payable, net pension liability and compensated absences payable have typically been liquidated from the General Fund in prior years.

Note Payable

During the year ended April 30, 2021, the Village assumed a note payable for two vehicles that were contributed to the Village.

<u>Fiscal Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	<u>\$ 127,969</u>	<u>\$ 4,185</u>	<u>\$ 132,154</u>

Legal Debt Margin

The Village's legal debt margin at April 30, 2021 is calculated as follows:

Equalized assessed valuation of taxable property (2020 levy - the most current information available)	\$ 1,024,209,048
Legal applicable rate	<u>8.62500 %</u>
Legal applicable limit	88,338,030
Less outstanding balance of note payable	<u>(127,969)</u>
Legal debt margin	<u>\$ 88,210,061</u>

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

G. Fund Balances

As of April 30, 2021, fund balances were comprised of the following:

	General Fund	Motor Fuel Tax Fund	Park and Recreation Fund	Home Rule Sales Tax Fund	Capital Projects Fund	Total Governmental Funds
Nonspendable:						
IMET Liquidating Trust	\$ 30,687	\$ -	\$ -	\$ -	\$ -	\$ 30,687
Restricted:						
Highway and street construction and maintenance	-	2,311,357	-	-	-	2,311,357
Capital projects	-	-	2,000,000	-	3,275,315	5,275,315
Total restricted	-	2,311,357	2,000,000	-	3,275,315	7,586,672
Committed:						
Special events	112,331	-	-	-	-	112,331
Small business loan program	150,000	-	-	-	-	150,000
Capital projects	-	-	-	-	188,167	188,167
Total committed	262,331	-	-	-	188,167	450,498
Assigned to:						
Home rule sales tax purposes	-	-	-	694,104	-	694,104
Park development	-	-	3,026,849	-	-	3,026,849
Capital projects	-	-	-	-	5,156,062	5,156,062
Total assigned	-	-	3,026,849	694,104	5,156,062	8,877,015
Unassigned	5,178,351	-	-	-	-	5,178,351
Total fund balances	<u>\$ 5,471,369</u>	<u>\$ 2,311,357</u>	<u>\$ 5,026,849</u>	<u>\$ 694,104</u>	<u>\$ 8,619,544</u>	<u>\$ 22,123,223</u>

H. Defined Benefit Pension Plan

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

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

Benefits provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan. The Sheriff’s Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). Employees of the Village who are eligible to participate in the plan participate in the Regular Plan.

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

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

- 3% of the original pension amount, or
- One-half of the increase in the Consumer Price Index of the original pension amount.

Employees covered by benefit terms. As of December 31, 2020, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	7
Inactive plan members entitled to but not yet receiving benefits	11
Active employees	25
Total	43

Contributions. As set by statute, the employer’s plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer's annual contribution rates for calendar years 2020 and 2021 were 9.77% and 9.38%, respectively. For the fiscal year ended April 30, 2021, the employer contributed \$180,576 to the plan. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021

Net pension liability. The employer's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions. The following are the methods and assumptions used to determine total pension liability at December 31, 2020:

- The Actuarial Cost Method used was Entry-Age Normal.
- The Asset Valuation Method used was Fair Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary Increases were expected to be 2.89% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation, pursuant to an experience study from years 2017 to 2019.
- Mortality - Nondisabled Retirees: Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020 were used.
- Mortality - Disabled Retirees: Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- Mortality - Active Members: Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2020:

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
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Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equity	37 %	5.00 %
International equity	18	6.00
Fixed income	28	1.30
Real estate	9	6.20
Alternative investments	7	2.85-6.95
Cash equivalents	1	0.70
Total	<u>100 %</u>	

Single Discount Rate. A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2020. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments to current members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the net pension liability. Changes in the net pension liability for the year ended December 31, 2020 were as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at December 31, 2019	\$ 3,062,167	\$ 2,458,463	\$ 603,704
Changes for the year:			
Service cost	172,748	-	172,748
Interest on the total pension liability	225,903	-	225,903
Differences between expected and actual experience	13,707	-	13,707
Changes of assumptions	(27,730)	-	(27,730)
Contributions - employer	-	169,301	(169,301)
Contributions - employees	-	77,979	(77,979)
Net investment income	-	337,389	(337,389)
Benefit payments, including refunds of employee contributions	(65,287)	(65,287)	-
Other changes	-	1,711	(1,711)
Net changes	319,341	521,093	(201,752)
Balances at December 31, 2020	<u>\$ 3,381,508</u>	<u>\$ 2,979,556</u>	<u>\$ 401,952</u>

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021

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

	<u>1% Lower (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1% Higher (8.25%)</u>
Net pension liability	\$ <u>842,887</u>	\$ <u>401,952</u>	\$ <u>47,304</u>

Plan fiduciary net position. Detailed information about the plan's fiduciary net position is available in the separately issued IMRF *Annual Comprehensive Financial Report*.

Pension expense, deferred outflows of resources, and deferred inflows of resources related to pensions. For the year ended April 30, 2021, the employer recognized pension expense of \$140,682. At April 30, 2021, the employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred amounts to be recognized in pension expense in future periods:		
Differences between expected and actual experience	\$ 130,856	\$ 24,021
Changes of assumptions	43,115	49,618
Net difference between projected and actual earnings on pension plan investments	<u>-</u>	<u>180,257</u>
Total deferred amounts to be recognized in pension expense in future periods	173,971	253,896
Pension contributions made subsequent to the measurement date	<u>59,054</u>	<u>-</u>
Total deferred amounts related to pensions	<u>\$ 233,025</u>	<u>\$ 253,896</u>

Pension contributions made subsequent to the measurement date of \$59,054 reported as deferred outflows of resources related to pensions will be recognized as a reduction of the net pension liability in the reporting year ending April 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in years ending April 30 as follows:

VILLAGE OF HOMER GLEN, ILLINOIS
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2022	\$	(11,680)
2023		(5,333)
2024		(36,906)
2025		(25,148)
2026		<u>(858)</u>
Total	\$	<u><u>(79,925)</u></u>

I. Tax Abatements

The Village has entered into sales tax abatement agreements with local businesses. Abatements may be granted to businesses located within or promising to relocate to the Village.

For the year ended April 30, 2021, the Village abated sales taxes totaling \$141,877 under these agreements, including the following agreements that exceeded 10% of the total amount abated:

A 70% sales tax abatement of amounts in excess of \$66,000 to a farm, home and outdoor product retailer chain for opening a store in the Village. The abatement amounted to \$23,345.

A 60% sales tax abatement of amounts in excess of \$100,000 to a home improvement chain for opening a store in the Village. The abatement amounted to \$118,532.

J. Operating Leases

The Village leases garage space under an operating lease agreement that expires in May 2023. The lease agreement requires the Village to make minimum monthly rental payments. Rent expense for the year ended April 30, 2021 was \$59,010.

Future minimum lease payments required in years ending April 30 are as follows:

2022	\$	63,420
2023		62,720
2024		<u>5,240</u>
Total	\$	<u><u>131,380</u></u>

K. 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 management, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

L. Construction Commitments

As of April 30, 2021, the Village had commitments with respect to unfinished capital projects totaling approximately \$170,000.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2021**

M. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injury to employees; employee medical coverage; and natural disasters. In order to protect against such losses, the Village has purchased insurance from private insurance companies, and has joined an insurance cooperative, as discussed below. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in any of the past three fiscal years.

Southwest Agency for Health Management - The Village is a participant in the Southwest Agency for Health Management (SWAHM), which provides medical, dental, and life insurance benefits to Village employees. SWAHM is a sub-pool of the Intergovernmental Personnel Benefit Cooperative (IPBC). The member agreement provides that SWAHM will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$75,000 per occurrence. The Village contributes on a monthly basis to meet its obligations to SWAHM and IPBC. The members have a contractual obligation to fund any deficits. One representative from each member serves on the Board of IPBC. The president of SWAHM serves as the representative to IPBC. Each member has one vote on the Board. None of the members of SWAHM or IPBC have any direct equity interest in the agencies.

N. Subsequent Events

Management has evaluated subsequent events through December 3, 2021, which is the date the financial statements were available to be issued.

O. Adoption of New Accounting Standard

Effective May 1, 2020, the Village implemented the provisions of GASB Statement No. 84, *Fiduciary Activities* (GASB 84). This standard changes the definition of fiduciary activities, providing more refined guidance on how to determine if an activity is fiduciary in nature and therefore should be reported as such. The standard defines types of fiduciary funds, eliminating agency funds and replacing them with custodial funds. Under this standard, all fiduciary funds will now report a net position and a statement of change in net position. Implementation of this standard resulted in reclassification of the revolving escrow fund from an agency fund to a custodial fund. The prior period adjustment required by the implementation of GASB 84 is summarized below:

	June 30, 2020 as Previously Reported	GASB 84 Adjustment	June 30, 2020 as Restated
Fiduciary fund:			
Statement of fiduciary net position:			
Revolving Escrow Fund:			
Other payables	\$ 146,857	\$ (146,857)	\$ -
Net position restricted amounts held in escrow	-	146,857	146,857

REQUIRED SUPPLEMENTARY INFORMATION

**VILLAGE OF HOMER GLEN, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
ILLINOIS MUNICIPAL RETIREMENT FUND**

**SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
LAST SEVEN CALENDAR YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:							
Service cost	\$ 172,748	\$ 136,833	\$ 134,648	\$ 129,465	\$ 100,152	\$ 106,568	\$ 104,766
Interest on the total pension liability	225,903	194,151	176,856	167,930	137,804	123,428	100,899
Differences between expected and actual experience of the total pension liability	13,707	153,514	(19,224)	(43,323)	210,156	20,621	63,250
Changes of assumptions	(27,730)	-	89,407	(76,301)	(9,599)	2,644	73,983
Benefit payments, including refunds of employee contributions	<u>(65,287)</u>	<u>(63,712)</u>	<u>(62,129)</u>	<u>(60,563)</u>	<u>(57,163)</u>	<u>(53,648)</u>	<u>(27,945)</u>
Net change in total pension liability	319,341	420,786	319,558	117,208	381,350	199,613	314,953
Total pension liability at beginning of year	<u>3,062,167</u>	<u>2,641,381</u>	<u>2,321,823</u>	<u>2,204,615</u>	<u>1,823,265</u>	<u>1,623,652</u>	<u>1,308,699</u>
Total pension liability at end of year	<u>\$ 3,381,508</u>	<u>\$ 3,062,167</u>	<u>\$ 2,641,381</u>	<u>\$ 2,321,823</u>	<u>\$ 2,204,615</u>	<u>\$ 1,823,265</u>	<u>\$ 1,623,652</u>
Plan fiduciary net position:							
Contributions - employer	\$ 169,301	\$ 140,087	\$ 140,737	\$ 135,534	\$ 115,311	\$ 94,859	\$ 86,169
Contributions - employees	77,979	69,503	59,803	56,947	49,045	41,243	39,976
Net investment income (loss)	337,389	353,677	(89,158)	267,014	92,587	6,480	69,267
Benefit payments, including refunds of employee contributions	(65,287)	(63,712)	(62,129)	(60,563)	(57,163)	(53,648)	(27,945)
Other	<u>1,711</u>	<u>(8,832)</u>	<u>18,119</u>	<u>(31,405)</u>	<u>332</u>	<u>(10,981)</u>	<u>891</u>
Net change in plan fiduciary net position	521,093	490,723	67,372	367,527	200,112	77,953	168,358
Plan fiduciary net position at beginning of year	<u>2,458,463</u>	<u>1,967,740</u>	<u>1,900,368</u>	<u>1,532,841</u>	<u>1,332,729</u>	<u>1,254,776</u>	<u>1,086,418</u>
Plan fiduciary net position at end of year	<u>\$ 2,979,556</u>	<u>\$ 2,458,463</u>	<u>\$ 1,967,740</u>	<u>\$ 1,900,368</u>	<u>\$ 1,532,841</u>	<u>\$ 1,332,729</u>	<u>\$ 1,254,776</u>
Net pension liability at end of year	<u>\$ 401,952</u>	<u>\$ 603,704</u>	<u>\$ 673,641</u>	<u>\$ 421,455</u>	<u>\$ 671,774</u>	<u>\$ 490,536</u>	<u>\$ 368,876</u>
Plan fiduciary net position as a percentage of the total pension liability	88.11 %	80.29 %	74.50 %	81.85 %	69.53 %	73.10 %	77.28 %
Covered payroll	\$ 1,732,864	\$ 1,544,500	\$ 1,328,962	\$ 1,265,495	\$ 1,089,899	\$ 916,521	\$ 904,585
Net pension liability as a percentage of covered payroll	23.20 %	39.09 %	50.69 %	33.30 %	61.64 %	53.52 %	40.78 %

Note to schedule:

The information in the schedule will accumulate until a full 10-year trend is presented as required by GASB Statement No. 68.

See independent auditor's report.

**VILLAGE OF HOMER GLEN, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
ILLINOIS MUNICIPAL RETIREMENT FUND**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST SEVEN FISCAL YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 180,576	\$ 150,450	\$ 131,984	\$ 138,128	\$ 124,230	\$ 99,469	\$ 92,942
Actual contribution	<u>180,576</u>	<u>150,450</u>	<u>131,984</u>	<u>138,128</u>	<u>124,230</u>	<u>99,469</u>	<u>92,942</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>				
Covered payroll	\$ 1,841,073	\$ 1,650,923	\$ 1,305,860	\$ 1,294,627	\$ 1,169,172	\$ 953,724	\$ 897,990
Actual contribution as a percentage of covered payroll	9.81 %	9.11 %	10.11 %	10.67 %	10.63 %	10.43 %	10.35 %

Note to schedule:

The information in the schedule will accumulate until a full 10-year trend is presented as required by GASB Statement No. 68.

**SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED
IN THE CALCULATION OF THE 2020 CONTRIBUTION RATE ***

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

Methods and Assumptions Used to Determine 2020 Contribution Rates.

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	23-year closed period
Asset valuation method	5-year smoothed-market; 20% corridor
Wage growth	3.25%
Price inflation	2.50%
Salary increases	3.35% to 14.25%, including inflation
Investment rate of return	7.25%

See independent auditor's report.

**VILLAGE OF HOMER GLEN, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
ILLINOIS MUNICIPAL RETIREMENT FUND**

Retirement age Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016.

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

Other information:

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2018 actuarial valuation; note two year time lag between valuation and rate setting.

See independent auditor's report.

SUPPLEMENTARY INFORMATION

CAPITAL PROJECTS FUND

VILLAGE OF HOMER GLEN, ILLINOIS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YEAR ENDED APRIL 30, 2021
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
FOR THE YEAR ENDED APRIL 30, 2020

	<u>2021</u>			<u>2020</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Reimbursement	\$ 18,743	\$ -	\$ (18,743)	\$ -
Licenses, fees and permits	-	103,777	103,777	-
Investment income	<u>70,000</u>	<u>4,001</u>	<u>(65,999)</u>	<u>152,159</u>
Total revenues	<u>88,743</u>	<u>107,778</u>	<u>19,035</u>	<u>152,159</u>
Expenditures:				
Current:				
General government:				
Contractual services	129,000	92,468	36,532	101,187
Other	15,000	-	15,000	-
Capital outlay	<u>4,430,572</u>	<u>1,108,303</u>	<u>3,322,269</u>	<u>1,429,321</u>
Total expenditures	<u>4,574,572</u>	<u>1,200,771</u>	<u>3,373,801</u>	<u>1,530,508</u>
Deficiency of revenues over expenditures	<u>(4,485,829)</u>	<u>(1,092,993)</u>	<u>3,392,836</u>	<u>(1,378,349)</u>
Other financing sources (uses):				
Transfers in	1,196,196	3,811,701	2,615,505	20,000
Transfers out	<u>(2,750,000)</u>	<u>(2,750,000)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,553,804)</u>	<u>1,061,701</u>	<u>2,615,505</u>	<u>20,000</u>
Net change in fund balances	(6,039,633)	(31,292)	6,008,341	(1,358,349)
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>9,230,429</u>	<u>9,230,429</u>	<u>-</u>	<u>10,588,778</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 3,190,796</u>	<u>\$ 9,199,137</u>	<u>\$ 6,008,341</u>	<u>\$ 9,230,429</u>

(continued)

See independent auditor's report.

**VILLAGE OF HOMER GLEN, ILLINOIS
 CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 YEAR ENDED APRIL 30, 2021
 WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS) AMOUNTS
 FOR THE YEAR ENDED APRIL 30, 2020**

Explanation of differences between budgetary outflows and GAAP expenditures:

Uses / outflows of resources:

Actual amount (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule	\$ 1,200,771
Difference - budget to GAAP:	
Accounts payable	<u>523,356</u>
Total expenditures as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u>\$ 1,724,127</u> (concluded)

See independent auditor's report.

WATER MANAGEMENT FUND

**VILLAGE OF HOMER GLEN, ILLINOIS
WATER MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN NET
POSITION - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YEAR ENDED APRIL 30, 2021**

	Original and Final Budget	Actual	Variance with Final Budget
Operating revenues:			
Licenses, fees and permits:			
Impact fees	\$ 50,000	\$ 275,328	\$ 225,328
Operating expenses:			
Maintenance	5,000	-	5,000
Contractual services	5,000	4,475	525
Total operating expenses	10,000	4,475	5,525
Operating income	40,000	270,853	230,853
Net position at beginning of year (non-GAAP budgetary basis)	-	-	-
Net position at end of year (non-GAAP budgetary basis)	\$ 40,000	\$ 270,853	\$ 230,853

Explanation of differences between budgetary outflows and GAAP expenses:

Uses / outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule	\$ 4,475
Differences - budget to GAAP:	
Accounts payable	13,481
Total expenses as reported on the statement of revenues, expenses and change in net position - proprietary fund	\$ 17,956

See independent auditor's report.

**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR-END FINANCIAL REPORT**

**VILLAGE OF HOMER GLEN, ILLINOIS
ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR-END FINANCIAL REPORT
YEAR ENDED APRIL 30, 2021**

CSFA #	Program Name	\$ State	\$ Federal	\$ Other	\$ Total
494-00-0967	High-Growth Cities Program	62,670	-	-	62,670
494-00-1488	Motor Fuel Tax Program	248,131	-	-	248,131
	Other grant programs and activities	-	1,078,612	-	1,078,612
	All other costs not allocated	-	-	11,322,406	11,322,406
Totals:		310,801	1,078,612	11,322,406	12,711,819

See independent auditor's report.

STATISTICAL SECTION

**VILLAGE OF HOMER GLEN, ILLINOIS
STATISTICAL SECTION
YEAR ENDED APRIL 30, 2021**

This part of the annual comprehensive financial report of the Village of Homer Glen, Illinois presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. The section is divided into five sections as follows:

Financial Trends - These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

	<u>Page</u>
Net Position by Component	52
Changes in Net Position	53 - 54
Fund Balances of Governmental Funds	55
Changes in Fund Balances of Governmental Funds	56

Revenue Capacity - These schedules contain information to help the reader assess the government's most significant local revenue sources.

	<u>Page</u>
Intergovernmental Revenues by Source	57
Governmental Own-Source Revenues	58

Debt Capacity - These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

	<u>Page</u>
Ratios of Outstanding Debt by Type	59
Ratios of General Bonded Debt Outstanding	60
Direct and Overlapping General Obligation Bonded Debt	61
Legal Debt Margin Information	62
Pledged-Revenue Coverage	63

Demographic and Economic Information - These schedules contain demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

	<u>Page</u>
Demographic and Economic Statistics	64
Principal Employers	65

Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

	<u>Page</u>
Full-time Equivalent Village Government Employees by Function	66
Operating Indicators by Function	67
Capital Asset Statistics	68

Only schedules applicable to the Village are presented.

VILLAGE OF HOMER GLEN, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
Invested in Capital Assets	\$ 25,190,404	\$ 24,965,065	\$ 28,032,216	\$ 28,841,759	\$ 34,316,694	\$ 35,738,821	\$ 38,867,697	\$ 46,541,622	\$ 47,003,246	\$ 51,375,203
Restricted for:										
Public works	1,701,009	1,530,629	1,972,025	2,072,559	3,185,769	3,642,074	1,790,105	492,930	892,178	2,311,357
Home rule sales tax	-	1,374,304	1,862,896	2,300,662	2,883,132	3,499,582	4,182,116	4,938,396	-	-
Parks	124,014	149,895	-	-	-	-	-	-	-	-
Capital projects	-	455,678	95,250	1,198,874	1,758,993	3,262,259	4,022,129	761,544	6,798,819	5,275,315
Unrestricted	10,128,819	12,054,783	10,642,352	10,118,330	9,545,840	8,403,152	9,165,487	8,784,626	9,405,545	14,507,864
Total Governmental Activities	\$ 37,144,246	\$ 40,530,354	\$ 42,604,739	\$ 44,532,184	\$ 51,690,428	\$ 54,545,888	\$ 58,027,534	\$ 61,519,118	\$ 64,099,788	\$ 73,469,739
Business-type Activities										
Unrestricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 257,372.0
Primary Government										
Invested in Capital Assets	\$ 25,190,404	\$ 24,965,065	\$ 28,032,216	\$ 28,841,759	\$ 34,316,694	\$ 35,738,821	\$ 38,867,697	\$ 46,541,622	\$ 47,003,246	\$ 51,375,203
Restricted for:										
Public works	1,701,009	1,530,629	1,972,025	2,072,559	3,185,769	3,642,074	1,790,105	492,930	892,178	2,311,357
Home rule sales tax	-	1,374,304	1,862,896	2,300,662	2,883,132	3,499,582	4,182,116	4,938,396	-	-
Parks	124,014	149,895	-	-	-	-	-	-	-	-
Capital projects	-	455,678	95,250	1,198,874	1,758,993	3,262,259	4,022,129	761,544	6,798,819	5,275,315
Unrestricted	10,128,819	12,054,783	10,642,352	10,118,330	9,545,840	8,403,152	9,165,487	8,784,626	9,405,545	14,765,236
Total Primary Government	\$ 37,144,246	\$ 40,530,354	\$ 42,604,739	\$ 44,532,184	\$ 51,690,428	\$ 54,545,888	\$ 58,027,534	\$ 61,519,118	\$ 64,099,788	\$ 73,727,111

Audited Financial Statements

Note: Accounting standards require that net position be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net position is considered restricted when (1) an external party, such as the state or federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the Village.

Note: Amounts reported for 2011 - 2014 have not been restated for the adoption of GASB 68.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

CHANGES IN NET POSITION

Last Ten Fiscal Years

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental Activities										
General government	\$ 2,018,581	\$ 2,307,758	\$ 2,097,100	\$ 1,825,247	\$ 1,711,327	\$ 1,951,948	\$ 1,832,358	\$ 2,035,989	\$ 2,591,055	\$ 2,736,983
Public safety	3,737,634	3,802,083	3,898,108	3,993,883	4,406,522	4,248,752	4,100,993	4,139,964	3,989,092	4,351,066
Building	335,560	365,585	397,648	380,089	453,510	407,404	439,061	471,136	480,990	496,593
Public works	2,093,884	1,964,174	2,108,873	2,828,902	2,524,366	2,342,408	2,552,230	2,898,514	3,157,517	3,179,826
Economic development	-	52,507	112,459	487,409	648,322	681,288	732,519	619,095	619,533	269,777
Culture and recreation	240,245	82,000	478,005	131,478	289,177	452,786	481,534	489,237	672,938	540,832
Planning and zoning	-	-	-	-	-	-	205,407	176,614	227,049	262,421
Roads	-	-	-	-	-	-	-	-	-	20,299
Interest and costs	-	489,468	333,011	307,284	290,598	270,018	240,213	204,173	113,545	-
Total Governmental Activities Expenses	8,425,904	9,063,575	9,425,204	9,954,292	10,323,822	10,354,604	10,584,315	11,034,722	11,851,719	11,857,797
Business-type Activities										
Sewerage	-	-	-	-	-	-	-	-	-	17,956
Total Primary Government Expenses	\$ 8,425,904	\$ 9,063,575	\$ 9,425,204	\$ 9,954,292	\$ 10,323,822	\$ 10,354,604	\$ 10,584,315	\$ 11,034,722	\$ 11,851,719	\$ 11,875,753
Program Revenues										
Governmental Activities										
Charges for Services										
General government	\$ 813,893	\$ 987,661	\$ 1,000,035	\$ 1,032,549	\$ 1,052,261	\$ 1,253,335	\$ 1,348,827	\$ 1,133,259	\$ 1,115,542	\$ 1,221,444
Public works	1,139,913	1,262,797	1,258,648	1,474,824	2,224,569	1,318,270	1,380,040	1,374,211	1,348,860	1,464,056
Culture and recreation	-	-	99,124	126,249	111,877	172,855	182,461	138,807	164,284	15,688
Operating Grants and Contributions										
General government	-	198,858	133,458	241,237	-	-	-	-	-	32,957
Public safety	-	-	-	-	-	-	-	-	-	1,045,655
Culture and recreation	-	11,656	31,179	-	-	-	-	-	-	-
Capital Grants and Contributions										
General government	12,805	-	19,750	-	-	-	-	-	-	-
Public works	-	573,405	55,650	175,000	4,260,586	-	263,900	522,204	100,000	798,097
Culture and recreation	-	18,160	110,900	122,719	156,232	116,012	140,322	36,194	89,218	55,520
Roads	-	-	-	-	-	-	-	-	-	3,958,406
Total Governmental Activities Revenues	1,966,611	3,052,537	2,708,744	3,172,578	7,805,525	2,860,472	3,315,550	3,204,675	2,817,904	8,591,823
Business-type Activities										
Charges for Services										
Sewerage	-	-	-	-	-	-	-	-	-	275,328
Total Primary Government Activities Program Revenues	\$ 1,966,611	\$ 3,052,537	\$ 2,708,744	\$ 3,172,578	\$ 7,805,525	\$ 2,860,472	\$ 3,315,550	\$ 3,204,675	\$ 2,817,904	\$ 8,867,151
Net (Expense) Revenue										
Governmental Activities										
Governmental Activities	\$ (6,459,293)	\$ (6,011,038)	\$ (6,716,460)	\$ (6,781,714)	\$ (2,518,297)	\$ (7,494,132)	\$ (7,268,765)	\$ (7,830,047)	\$ (9,033,815)	\$ (3,265,974)
Business-type Activities										
Business-type Activities	-	-	-	-	-	-	-	-	-	257,372
Total Primary Government Net (Expense) Revenue	\$ (6,459,293)	\$ (6,011,038)	\$ (6,716,460)	\$ (6,781,714)	\$ (2,518,297)	\$ (7,494,132)	\$ (7,268,765)	\$ (7,830,047)	\$ (9,033,815)	\$ (3,008,602)

VILLAGE OF HOMER GLEN, ILLINOIS

CHANGES IN NET POSITION

Last Ten Fiscal Years

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Revenues and Other Changes in Net Position										
Governmental Activities										
Intergovernmental - unrestricted	\$ 6,185,910	\$ 6,472,332	\$ 6,237,392	\$ 6,765,946	\$ 7,078,271	\$ 7,541,041	\$ 7,651,371	\$ 8,069,119	\$ 8,277,310	\$ 9,503,943
Home rule sales tax	2,727,548	2,719,132	2,386,491	2,425,633	2,566,128	2,594,087	2,653,000	2,728,663	2,717,050	3,026,792
Investment income (loss)	44,343	73,767	96,535	(280,135)	18,257	189,272	441,012	509,718	391,269	46,033
Gain on extinguishment of debt	-	-	-	-	-	-	-	-	217,707	-
Gain on sale of capital assets	-	-	-	-	-	-	-	2,500	-	4,550
Other income	242,307	131,915	70,427	19,996	13,885	25,192	5,028	11,631	11,149	54,607
Total Governmental Activities	9,200,108	9,397,146	8,790,845	8,931,440	9,676,541	10,349,592	10,750,411	11,321,631	11,614,485	12,635,925
Total Business-type Activities	-	-	-	-	-	-	-	-	-	-
Total Primary Government Activities	\$ 9,200,108	\$ 9,397,146	\$ 8,790,845	\$ 8,931,440	\$ 9,676,541	\$ 10,349,592	\$ 10,750,411	\$ 11,321,631	\$ 11,614,485	\$ 12,635,925
Changes in Net Position										
Governmental Activities	\$ 2,740,815	\$ 3,386,108	\$ 2,074,385	\$ 2,149,726	\$ 7,158,244	\$ 2,855,460	\$ 3,481,646	\$ 3,491,584	\$ 2,580,670	\$ 9,369,951
Business-type Activities	-	-	-	-	-	-	-	-	-	257,372
Total Primary Government	\$ 2,740,815	\$ 3,386,108	\$ 2,074,385	\$ 2,149,726	\$ 7,158,244	\$ 2,855,460	\$ 3,481,646	\$ 3,491,584	\$ 2,580,670	\$ 9,627,323

Data Source

Audited Financial Statements

Note: Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses indicate that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parentheses mean that program revenues were more than sufficient to cover expenses.

Note: Amounts reported for 2011 - 2014 have not been restated for the adoption of GASB 68.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ 425,747	\$ 356,966	\$ 359,478	\$ 361,814	\$ 353,440	\$ 19,800	\$ 30,687
Restricted for debt service	-	1,702,446	1,702,446	1,702,446	1,702,446	1,702,446	1,702,446	1,702,446	-	-
Committed for:										
Special events	-	20,885	79,001	89,871	119,162	140,232	127,539	131,658	85,312	112,331
Small business loan program	-	-	-	-	-	-	-	-	150,000	150,000
Unassigned	5,692,440	4,040,366	2,502,034	1,969,753	2,462,737	2,485,962	2,704,938	3,133,157	5,095,157	5,178,351
Total General Fund	\$ 5,692,440	\$ 5,763,697	\$ 4,283,481	\$ 4,187,817	\$ 4,641,311	\$ 4,688,118	\$ 4,896,737	\$ 5,320,701	\$ 5,350,269	\$ 5,471,369
All Other Governmental Funds										
Restricted for:										
Public works	\$ 1,701,009	\$ 1,530,629	\$ 1,972,025	\$ 2,072,559	\$ 3,185,769	\$ 3,496,001	\$ 1,790,105	\$ 492,930	\$ 892,178	\$ 2,311,357
Parks	124,014	149,895	-	-	-	-	-	-	-	-
Capital projects	-	18,019,036	16,859,167	15,238,198	14,111,576	13,927,449	12,810,993	7,782,198	6,798,819	5,275,315
Home rule sales tax	-	-	389,596	815,279	1,385,457	1,983,094	2,639,795	3,369,158	-	-
Committed to:										
Capital projects	-	-	500,000	528,107	483,275	388,195	357,099	292,214	248,638	188,167
Assigned to:										
Parks	709,730	1,049,214	2,394,239	2,702,428	2,638,555	3,298,104	3,952,239	2,498,741	3,094,597	3,026,849
Capital projects	4,976,649	7,736,660	5,097,520	4,540,047	3,771,634	2,165,583	2,125,942	2,129,678	2,126,735	5,156,062
Home rule sales tax	-	-	-	-	-	-	-	-	-	694,104
Unassigned	-	-	-	-	-	-	-	-	(963,492)	-
Total All Other Governmental Funds	\$ 7,511,402	\$ 28,485,434	\$ 27,212,547	\$ 25,896,618	\$ 25,576,266	\$ 25,258,426	\$ 23,676,173	\$ 16,564,919	\$ 12,197,475	\$ 16,651,854

Data Source

Audited Financial Statements

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Intergovernmental	\$ 7,401,402	\$ 7,885,064	\$ 7,709,811	\$ 8,415,770	\$ 9,309,700	\$ 8,879,378	\$ 9,277,479	\$ 9,986,839	\$ 9,726,170	\$ 12,740,931
Home rule sales tax	2,727,548	2,719,132	2,386,491	2,425,633	2,566,128	2,594,087	2,653,000	2,728,663	2,717,050	3,026,792
Licenses, fees and permits	813,893	987,661	1,000,105	1,032,549	1,052,261	1,253,335	1,348,827	1,133,259	1,115,542	1,325,221
Community festival	-	-	99,124	126,249	111,877	172,855	182,461	138,807	164,284	15,688
Contributions	-	212,144	31,179	122,719	156,232	116,012	66,097	14,889	89,218	55,520
Investment income (loss)	44,343	73,767	96,535	(280,135)	18,257	189,272	441,012	509,718	391,269	46,033
Other	242,307	131,915	176,344	261,233	7,025	5,125	3,685	11,631	11,149	54,607
Total Revenues	11,229,493	12,009,683	11,499,589	12,104,018	13,221,480	13,210,064	13,972,561	14,523,806	14,214,682	17,264,792
Expenditures										
General government	1,829,801	1,806,883	2,000,894	1,874,410	1,952,906	1,885,499	1,709,031	1,778,336	2,289,867	2,367,085
Public safety	3,599,402	3,665,401	3,752,313	3,824,041	4,224,326	4,226,270	4,075,163	4,113,475	3,983,094	4,297,044
Building	333,612	344,434	372,109	381,303	394,080	405,419	430,891	466,586	464,032	499,732
Public works	1,481,707	1,472,473	1,466,862	1,497,544	1,595,863	1,656,654	1,687,460	1,740,687	1,719,435	1,691,987
Culture and recreation	123	20,801	24,136	31,506	179,952	247,746	284,754	330,137	480,668	485,652
Economic development	-	52,507	112,459	488,564	635,760	676,835	731,647	616,121	588,229	239,367
Planning and zoning	-	-	-	-	-	-	197,412	175,981	226,394	262,421
Capital outlay	393,493	505,835	4,427,024	2,368,293	2,109,501	2,386,224	4,233,538	9,992,973	1,751,139	2,850,575
Bond issuance cost	-	302,000	-	-	-	-	-	-	-	-
Debt service principal	100,000	100,000	1,415,000	2,500,000	1,475,000	1,505,000	1,550,000	1,615,000	6,730,000	-
Debt service interest	-	-	681,895	549,950	520,950	491,450	446,299	384,300	319,700	-
Total Expenditures	7,738,138	8,270,334	14,252,692	13,515,611	13,088,338	13,481,097	15,346,195	21,213,596	18,552,558	12,693,863
Excess of Revenues over (under) Expenditures	3,491,355	3,739,349	(2,753,103)	(1,411,593)	133,142	(271,033)	(1,373,634)	(6,689,790)	(4,337,876)	4,570,929
Other financing Sources (Uses)										
Bond proceeds	-	15,640,000	-	-	-	-	-	-	-	-
Bond premiums	-	1,665,940	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-	2,500	-	4,550
Transfers In	2,500,000	4,179,220	2,000,000	400,000	23,566	500,000	600,000	700,000	2,045,691	6,761,701
Transfers Out	(2,500,000)	(4,179,220)	(2,000,000)	(400,000)	(23,566)	(500,000)	(600,000)	(700,000)	(2,045,691)	(6,761,701)
Total Other Financing Sources (Uses)	-	17,305,940	-	-	-	-	-	2,500	-	4,550
Net Change in Fund Balances	\$ 3,491,355	\$ 21,045,289	\$ (2,753,103)	\$ (1,411,593)	\$ 133,142	\$ (271,033)	\$ (1,373,634)	\$ (6,687,290)	\$ (4,337,876)	\$ 4,575,479
Debt Service as a Percentage of Noncapital Expenditures	0.00%	1.29%	21.02%	26.70%	18.17%	17.70%	17.78%	17.60%	41.51%	0.00%

Data Source

Audited Financial Statements

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

INTERGOVERNMENTAL REVENUES BY SOURCE (1)

Last Ten Fiscal Years

Fiscal Year	State Sales	State Income	State Use	Motor Fuel	Total
2021	\$ 3,871,824	\$ 2,939,881	\$ 1,089,588	\$ 1,430,058	\$ 9,331,351
2020	3,471,698	2,382,885	1,014,990	1,407,737	8,277,310
2019	3,434,802	2,505,687	919,941	1,208,689	8,069,119
2018	3,377,445	2,203,875	799,580	1,270,471	7,651,371
2017	3,204,332	2,283,651	731,568	1,321,490	7,541,041
2016	3,163,667	2,477,386	678,357	758,861	7,078,271
2015	2,922,809	2,440,061	565,225	837,851	6,765,946
2014	2,753,965	2,312,971	437,110	733,346	6,237,392
2013	3,089,470	2,291,635	384,011	707,216	6,472,332
2012	3,048,610	2,052,065	353,493	731,742	6,185,910

(1) Excludes Road and Bridge Collections

Data Source

Village records

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

GOVERNMENTAL OWN-SOURCE REVENUES

Last Ten Fiscal Years

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Home Rules Sales Tax	\$ 2,727,548	\$ 2,719,132	\$ 2,386,491	\$ 2,425,633	\$ 2,566,128	\$ 2,594,087	\$ 2,653,000	\$ 2,728,663	\$ 2,717,050	\$ 3,026,792
Licenses, Permits and Fees	813,893	987,661	1,000,035	1,032,549	1,052,261	1,253,335	1,348,827	1,133,259	1,115,542	1,325,221

Data Source

Audited Financial Statements

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

AS OF APRIL 30, 2021

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Note Payable</u>	<u>Total Outstanding Debt</u>	<u>Percentage of Personal Income</u>	<u>Population (2)</u>	<u>Debt per Capita</u>
2021	\$ -	\$ 127,969	\$ 127,969	0.01%	24,472	\$ 5
2020	-	-	-	0.00%	24,481	-
2019	7,020,654	-	7,020,654	0.71%	24,481	287
2018	8,788,864	-	8,788,864	0.98%	24,481	359
2017	10,519,117	-	10,519,117	1.17%	24,481	430
2016	12,226,736	-	12,226,736	1.39%	24,395	501
2015	13,919,796	-	13,919,796	1.58%	24,395	571
2014	15,600,379	1,050,000	16,650,379	1.91%	24,220	687
2013	17,165,266	1,150,000	18,315,266	2.10%	24,220	756
2012	-	1,250,000	1,250,000	0.14%	24,220	52

(1) Includes issuance premium

(2) United States Census Bureau

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

AS OF APRIL 30, 2021

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Less Amount Available for Debt Service</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita (2)</u>
2021	\$ -	\$ -	\$ -	0.00%	\$ -
2020	-	-	-	0.00%	-
2019	7,020,654	3,369,158	3,651,496	0.40%	149
2018	8,788,864	2,639,795	6,149,069	0.67%	251
2017	10,519,117	1,983,094	8,536,023	0.96%	349
2016	12,226,736	1,385,457	10,841,279	1.26%	444
2015	13,919,796	815,279	13,104,517	1.56%	537
2014	15,600,379	2,092,042	13,508,337	1.58%	558
2013	17,165,266	1,702,446	15,462,820	1.74%	638

Ten years of data is required to be presented. There was no general bonded debt outstanding prior to the year ended April 30, 2013.

(1) Includes issuance premium.

(2) Population data can be found on the Schedule of Demographic and Economic Statistics.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS
 DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT
 AS OF APRIL 30, 2021

	<u>Debt</u> <u>Outstanding</u>	<u>Percent Applicable</u> <u>to Village</u>	<u>Total Direct and</u> <u>Overlapping</u> <u>Debt Outstanding</u>
<u>Governmental Unit:</u>			
Will County (1)	\$ 150,280,000	4.77%	\$ 7,166,396
Will County Forest Preserve District	163,577,359	4.77%	7,800,507
Cook County(2)	3,369,965,000	0.00%	3,431
Cook County Forest Preserve District	94,885,000	0.00%	97
Metropolitan Water Reclamation District	2,360,535,090	0.00%	2,453
Homer Township	4,620,000	68.25%	3,152,980
Homer Township Public Library District	3,000,000	68.25%	2,047,389
New Lenox Township	1,380,000	0.24%	3,325
New Lenox Public Library District	6,970,000	0.27%	18,528
Mokena Community Park District	2,640,000	0.01%	312
New Lenox Community Park District	2,231,000	0.27%	5,934
Orland Fire Protection District	5,025,000	0.01%	289
Will Co. Community Cons. School District No. 33C	14,340,000	72.27%	10,363,816
Will Co. School District No. 92	5,490,000	23.88%	1,310,839
Will Co. School District No. 122(3)	129,720,579	0.29%	376,478
Cook Co. School District No. 135	14,185,000	0.01%	939
Will Co. High School District No. 205	13,536,087	38.63%	5,228,351
Will Co. High School District No. 210	204,683,548	0.09%	176,785
Cook Co. Consolidated High School District No. 230	66,490,000	0.00%	1,911
Community College District No. 524	80,600,000	0.00%	1,089
Community College District No. 525	160,710,000	4.80%	7,710,608
Subtotal, overlapping debt			45,372,457
Village of Homer Glen Direct Debt	-	100.00%	-
Total Direct and Overlapping Debt			<u>\$ 45,372,457</u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Homer Glen. This process recognizes that, when considering the government's ability to issue and repay long term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

- (1) All of the outstanding bond issues of Will County are Alternate Bonds and are expected to be paid from sources other than property taxes
- (2) Does not include Chicago Public Building Commission Bonds.
- (3) Includes debt certificates and lease certificates.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

AS OF APRIL 30, 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Equalized Assessed Valuation of Property	\$ 1,024,209,048	\$ 985,568,027	\$ 952,940,586	\$ 923,833,777	\$ 891,225,964	\$ 859,261,426	\$ 842,508,020	\$ 853,823,972	\$ 888,021,990	\$ 960,017,432
Legal Applicable Rate	<u>8.625%</u>	<u>8.625%</u>	<u>8.625%</u>	<u>8.625%</u>	<u>8.625%</u>	<u>8.625%</u>	<u>8.625%</u>	<u>8.625%</u>	<u>8.625%</u>	<u>8.625%</u>
Legal Applicable Limit	88,338,030	85,005,242	82,191,126	79,680,663	76,868,239	74,111,298	72,666,317	73,642,318	76,591,897	82,801,504
General obligation debt Note payable	<u>0</u> <u>(127,969)</u>	<u>0</u> <u>0</u>	<u>(6,730,000)</u> <u>0</u>	<u>(8,345,000)</u> <u>0</u>	<u>(9,895,000)</u> <u>0</u>	<u>(11,400,000)</u> <u>0</u>	<u>(12,875,000)</u> <u>0</u>	<u>(14,325,000)</u> <u>(1,050,000)</u>	<u>(15,640,000)</u> <u>(1,150,000)</u>	<u>0</u> <u>(1,250,000)</u>
Legal debt margin	<u>\$ 88,210,061</u>	<u>\$ 85,005,242</u>	<u>\$ 75,461,126</u>	<u>\$ 71,335,663</u>	<u>\$ 66,973,239</u>	<u>\$ 62,711,298</u>	<u>\$ 59,791,317</u>	<u>\$ 58,267,318</u>	<u>\$ 59,801,897</u>	<u>\$ 81,551,504</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>0.14%</u>	<u>0.00%</u>	<u>8.19%</u>	<u>10.47%</u>	<u>12.87%</u>	<u>15.38%</u>	<u>17.72%</u>	<u>20.88%</u>	<u>21.92%</u>	<u>1.51%</u>

Source: Equalized assessed valuation of taxable property from Will County, Illinois Tax Extension Department

Debt limit ceiling is established by the Illinois General Assembly and promulgated in the current edition of the Illinois Compiled Statutes.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

PLEDGED - REVENUE COVERAGE

AS OF APRIL 30, 2021

General Obligation (Home Rule Sales Tax) Bonds

Fiscal <u>Year</u>	Home Rule <u>Sales Tax</u>	<u>Debt Service</u>		<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	
2020*	\$ 2,717,050	\$ 6,730,000	\$ 319,700	0.4
2019	2,728,663	1,615,000	384,300	1.4
2018	2,653,000	1,550,000	446,299	1.3
2017	2,594,087	1,505,000	491,450	1.3
2016	2,566,128	1,475,000	520,950	1.3
2015	2,425,633	1,450,000	549,950	1.2
2014	2,386,491	1,315,000	681,895	1.2
2013 (1)	1,702,446	-	-	0.0

* The District paid off the remaining general obligation (Home Rule Sales Tax) Bonds

(1) This was the year of issuance. Accordingly, no principal payments and interest were scheduled. Further, there was not any debt outstanding in the previous three years that was secured by pledged revenue.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2021	24,472	\$ 1,068,594,352	\$ 43,666	44.2	Not available	6.70%
2020	24,481	1,031,690,576	42,158	44.2	Not available	3.70%
2019	24,481	993,928,600	40,600	44.2	Not available	2.80%
2018	24,481	897,473,460	36,660	44.2	Not available	2.90%
2017	24,481	897,473,460	36,660	44.2	Not available	3.50%
2016	24,395	878,610,320	36,016	44.2	Not available	5.40%
2015	24,395	878,610,320	36,016	44.2	Not available	4.80%
2014	24,220	872,307,520	36,016	39.0	Not available	6.60%
2013	24,220	872,307,520	36,016	39.0	Not available	7.70%
2012	24,220	872,307,520	36,016	39.0	Not available	8.30%

Data Source

U.S. Census Bureau

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

PRINCIPAL EMPLOYERS

AS OF APRIL 30, 2021

<u>Employer</u>	<u>Business</u>	<u>Employees</u>	<u>Percentage of Total Village Employment</u>
School District 33C	Education	437	NA
Meijer	Retail	300	NA
Jewel-Osco	Retail	158	NA
Menards	Retail	146	NA
The Home Depot	Retail	140	NA
School District 92	Education	132	NA
Victorian Village	Senior Living Community	132	NA
Marian Village	Senior Living Community	114	NA
Old Oak Country Club	Golf Course	80	NA
Richards Building Supply	Corporate Headquarters	50	NA

Source: Village records

Information for 2012 is not available.

NA - Not Available

See independent auditor's report.

VILLAGE OF HOMER GLEN

FULL-TIME EQUIVALENT VILLAGE GOVERNMENT EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General government										
General	7.0	8.0	8.0	8.0	11.5	13.0	12.5	12.5	13.5	13.5
Economic development	0.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Building department	3.0	3.0	3.0	3.0	4.0	4.5	5.0	5.0	5.0	5.0
Public safety	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Public works	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Culture and recreation	0.0	0.0	0.0	0.0	2.0	4.0	5.0	6.0	5.0	5.0
Total	10.0	12.0	12.0	12.0	18.5	22.5	23.5	24.5	24.5	24.5

Data Source

Village Finance Department

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General government										
Building department										
Commercial permits	37	31	31	40	38	30	33	37	30	38
Residential permits	10	20	28	41	59	65	56	34	30	52
Other building permits	1,158	1,041	863	929	1,040	1,142	1,194	1,218	1,237	1,565
Public safety										
Police (per Will County Sheriff)										
Parking violations	160	456	447	362	197	45	12	13	81	5
Traffic violations	2,200	2,698	2,609	2,606	3,458	4,547	2,507	1,942	1,962	1,336
Public works										
Streets (per Homer Township Road & Bridge District)										
Street resurfacing (miles)	4.66	3.64	3.90	5.51	4.83	4.82	5.31	2.55	4.10	3.44
Potholes repaired	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA

Data source: The Village subcontractors for the Police and Street Services' records.

NA - Information not available

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General government										
General	\$ 131,188	\$ 138,055	\$ 3,487,280	\$ 3,487,280	\$ 4,217,075	\$ 5,678,354	\$ 5,706,453	\$ 5,710,508	\$ 5,767,218	\$ 5,829,470
Building department	71,142	71,142	71,142	71,142	71,142	97,728	116,388	135,148	135,148	135,148
Public safety	217,653	241,552	241,552	241,552	273,829	178,988	214,292	214,292	251,838	300,790
Public works	21,012,040	21,838,063	22,767,559	24,818,315	28,742,345	29,036,818	32,538,326	39,906,845	53,528,699	55,002,112
Culture and recreation	2,800,423	2,895,784	2,895,784	2,936,702	4,614,543	4,998,468	5,626,450	8,076,169	8,336,265	9,410,726
Roads	-	-	-	-	-	-	-	-	-	4,090,560
	<u>\$ 24,232,446</u>	<u>\$ 25,184,596</u>	<u>\$ 29,463,317</u>	<u>\$ 31,554,991</u>	<u>\$ 37,918,934</u>	<u>\$ 39,990,356</u>	<u>\$ 44,201,909</u>	<u>\$ 54,042,962</u>	<u>\$ 68,019,168</u>	<u>\$ 74,768,806</u>

Data Source

Village Finance Department

See independent auditor's report.

SINGLE AUDIT SECTION

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Honorable Village President and Board of Trustees
Village of Homer Glen, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Homer Glen, Illinois, as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Village of Homer Glen, Illinois, and have issued our report thereon dated December 3, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village of Homer Glen, Illinois' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Homer Glen, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Homer Glen, Illinois' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Homer Glen, Illinois' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Orland Park, Illinois
December 3, 2021



SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Honorable Village President and Board of Trustees
Village of Homer Glen, Illinois

Report on Compliance for Each Major Federal Program

We have audited the Village of Homer Glen, Illinois' compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Village of Homer Glen, Illinois' major federal programs for the year ended April 30, 2021. The Village of Homer Glen, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Village of Homer Glen, Illinois' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Village of Homer Glen, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Village of Homer Glen, Illinois' compliance.

Opinion on Each Major Federal Program

In our opinion, the Village of Homer Glen, Illinois complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended April 30, 2021.

Report on Internal Control over Compliance

Management of the Village of Homer Glen, Illinois is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Village of Homer Glen, Illinois' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Village of Homer Glen, Illinois' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Orland Park, Illinois
December 3, 2021



**VILLAGE OF HOMER GLEN, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED APRIL 30, 2021**

<u>Federal Grantor/ Pass-through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Passed Through to Subrecipients</u>	<u>Total Federal Expenditures</u>
Department of Homeland Security:				
<i>Passed through Federal Emergency Management</i>				
<i>Agency:</i>				
COVID-19 - Disaster Grants	97.036	2020	\$ -	\$ 3,150
U.S. Department of the Treasury				
<i>Passed through Will County, Illinois:</i>				
COVID-19 - Coronavirus Relief Fund (M)	21.019	2020	-	<u>1,075,462</u>
Total expenditures of federal awards			<u>\$ -</u>	<u>\$ 1,078,612</u>

(M) - Major program

See independent auditor's report and notes to schedule of expenditures of federal awards.

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED APRIL 30, 2021

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal award grant activity of the Village of Homer Glen, Illinois (Village) under programs of the federal government for the year ended April 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule of expenditures of federal awards are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3. INDIRECT COST RATE

The Village has elected to use the 10-percent de minimis cost rate.

NOTE 4. OTHER INFORMATION

Insurance coverage in effect paid with federal funds during the fiscal year amounted to zero.

Loans/loan guarantees outstanding at April 30, 2021 amounted to zero.

The Village had no federal grants requiring matching expenditures during the year ended April 30, 2021.

**VILLAGE OF HOMER GLEN, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED APRIL 30, 2021**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: UNMODIFIED

Internal control over financial reporting:

- Material weaknesses identified? Yes None reported
- Significant deficiencies identified that are not considered to be material weaknesses? Yes None reported
- Noncompliance noted? Yes No

Federal Awards

Internal control over major programs:

- Material weaknesses identified? Yes None reported
- Significant deficiencies identified that are not considered to be material weaknesses? Yes None reported

Type of auditor's report issued on compliance for major programs: UNMODIFIED

Any audit findings disclosed that are required to be reported in accordance with §200.516 (a)? Yes No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.019	COVID-19 - Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

Village of Homer Glen, Illinois
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending April 30, 2021

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER: **2021-** _____ 2. THIS FINDING IS: New Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement
None

4. Condition

5. Context

6. Effect

7. Cause

8. Recommendation

9. Management's response

Village of Homer Glen, Illinois
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending April 30, 2021

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER: **2021-** _____ 2. THIS FINDING IS: New Repeat from Prior year?
Year originally reported? _____

3. Federal Program Name and Year: _____

4. Project No.: _____ 5. CFDA No.: _____

6. Passed Through: _____

7. Federal Agency: _____

8. Criteria or specific requirement (including statutory, regulatory, or other citation)

None

9. Condition

10. Questioned Costs

11. Context

12. Effect

13. Cause

14. Recommendation

15. Management's response
