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WILL COUNTY, ILLINOIS

**TROY TOWNSHIP
WILL COUNTY, ILLINOIS
ANNUAL FINANCIAL REPORT
MARCH 31, 2021**



CERTIFIED PUBLIC ACCOUNTANTS

Prepared by:

***Mack & Associates, P.C.
Certified Public Accountants***

***116 E. Washington Street, Suite One
Morris, IL 60450
Telephone: (815) 942-3306***

TROY TOWNSHIP

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INDEPENDENT AUDITORS' REPORT



116 E. Washington Street
Suite One
Morris, Illinois 60450

Phone: (815) 942-3306
Fax: (815) 942-9430
www.mackcpas.com

TAWNYA R. MACK, CPA
LAURI POPE, CPA

CATE MOULTON, CPA
CHRIS CHRISTENSEN

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Troy Township
Will County, Illinois

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of Troy Township, as of and for the year ended March 31, 2021, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 modified cash basis financial position of the governmental activities and each major fund of Troy Township, as of March 31, 2021, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Troy Township's basic financial statements. The other information, including notes to other information, and the supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. 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 by us. In our opinion, based on our audit, the procedures performed as described above, the individual fund financial statements are fairly presented, in all material respects, in relation to the basic financial statements as a whole.

The IMRF pension data schedules and notes to other information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Comparative Data

We previously audited, in accordance with the modified cash basis of accounting, the basic financial statements of Troy Township, for the year ended March 31, 2020, which are presented for comparison purposes with the accompanying financial statements. In our report dated July 20, 2020, we expressed unmodified opinions on the respective financial statements of the governmental activities and each major fund.

Mack & Associates, P.C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
July 19, 2021

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statement-
Statement of Net Position - Modified Cash Basis
March 31, 2021

	Primary Government Total Governmental Activities	
	2021	2020
<u>Assets</u>		
Cash	\$ 98,319	93,108
Short-term certificates of deposit and savings	1,912,023	1,663,656
Restricted cash	203,049	246,212
Capital assets:		
Land	25,000	25,000
Buildings	2,597,166	2,597,166
Transportation equipment	551,744	499,668
Machinery & equipment	887,269	809,970
Accumulated Depreciation	(2,033,093)	(1,841,236)
Total assets	4,241,477	4,093,544
<u>Liabilities</u>		
Current liabilities:		
Accrued liabilities	9,525	9,411
Long term liabilities:		
Due within one year	135,568	206,062
Due in more than one year	135,724	271,563
Total long term liabilities	271,292	477,625
Total liabilities	280,817	487,036
<u>Net Position</u>		
Net investment in capital assets	1,756,794	1,612,943
Restricted	238,848	284,339
Unrestricted	1,965,018	1,709,226
Total net position	\$ 3,960,660	3,606,508

The Notes to Basic Financial Statements are an integral part of this statement.

Government -wide Financial Statement- Statement of Activities-
Modified Cash Basis
For the Year Ended March 31, 2021

Program Activities	Expenditures	Program Revenues		Net (Expenditure) Revenue And Changes in Net Position	
		Fees and Charges for Services	Operating Grants and Contributions	Governmental Activities	
				2021	2020
Governmental activities:					
General government	\$ 933,200	300	12,098	(920,802)	(878,226)
Road and bridges	800,203	53,710	-	(746,493)	(598,159)
Health and welfare	7,763	-	-	(7,763)	(14,627)
Unallocated depreciation expense	196,614	-	-	(196,614)	(194,986)
Unallocated interest expense	15,565	-	-	(15,565)	(9,177)
Total governmental activities	1,953,345	54,010	12,098	(1,887,237)	(1,695,175)
General revenues:					
Taxes:					
Property taxes				\$ 1,937,739	1,859,180
Replacement taxes				166,581	186,433
Motor Fuel Tax Allotment				121,998	61,181
Interest income				5,975	9,499
Miscellaneous				6,014	22,435
Total general revenues				2,238,307	2,138,728
Special items					
Sale of assets - equipment				3,082	14,000
Change in net position				354,152	457,553
Net postion at beginning of year				3,606,508	3,148,955
Net position at end of year				\$ 3,960,660	3,606,508

The Notes to Basic Financial Statements are an integral part of this statement.

**Statement of Assets, Liabilities, and Fund Balance- Modified Cash Basis-
Governmental Funds
March 31, 2021**

	General Fund	Road & Bridge Fund	General Assistance Fund	Total Governmental Funds	
				2021	2020
<u>Assets</u>					
Cash	\$ 57,694	31,909	8,716	98,319	93,108
Cash - restricted for Motor Fuel Tax	-	203,049	-	203,049	246,212
Short-term certificates of deposit and savings	945,403	939,249	27,371	1,912,023	1,663,656
Total Assets	<u>\$ 1,003,097</u>	<u>1,174,207</u>	<u>36,087</u>	<u>2,213,391</u>	<u>2,002,976</u>
<u>Liabilities</u>					
Accrued Liabilities	\$ 6,640	2,597	288	9,525	9,411
Total Liabilities	<u>6,640</u>	<u>2,597</u>	<u>288</u>	<u>9,525</u>	<u>9,411</u>
<u>Fund Balances</u>					
Fund Balances:					
Unassigned	996,457	-	-	996,457	808,280
Assigned	-	968,561	-	968,561	900,946
Restricted	-	203,049	35,799	238,848	284,339
Total Fund Balances	<u>996,457</u>	<u>1,171,610</u>	<u>35,799</u>	<u>2,203,866</u>	<u>1,993,565</u>
Total Liabilities and Fund Balances	<u>\$ 1,003,097</u>	<u>1,174,207</u>	<u>36,087</u>	<u>2,213,391</u>	<u>2,002,976</u>

Reconciliation to Statement of Net Position:

Total fund balance - governmental funds	\$ 2,203,866	1,993,565
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities of \$4,061,179 (net of accumulated depreciation of \$2,033,093) are not financial resources and, therefore, are not reported in the funds.	2,028,086	2,090,568
Some liabilities, including capital debt obligations payable, are not due and payable in the current period and therefore, are not reported in the funds	(271,292)	(477,625)
Net position of governmental activities	<u>\$ 3,960,660</u>	<u>3,606,508</u>

The Notes to Basic Financial Statements are an integral part of this statement.

**Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balances- Governmental Funds
For the Year Ended March 31, 2021**

	General Fund	Road & Bridge Fund	General Assistance Fund	Total Governmental Funds	
				2021	2020
<u>Revenues Received:</u>					
Property taxes	\$ 1,167,703	749,479	20,557	1,937,739	1,859,180
Replacement taxes	36,500	130,081	-	166,581	186,433
State reimbursements & grants	2,098	14,337	-	16,435	24,190
Federal grant	10,000	-	-	10,000	-
Fines & permits	-	39,373	-	39,373	5,288
Interest income	2,986	2,969	20	5,975	9,499
Rental Income	300	-	-	300	1,955
Motor fuel tax	-	121,998	-	121,998	61,181
Miscellaneous	3,106	2,608	300	6,014	22,435
Total revenues received	1,222,693	1,060,845	20,877	2,304,415	2,170,161
<u>Expenditures Disbursed:</u>					
Current:					
Administration	538,645	33,195	48,205	620,045	633,311
Assessor	254,175	-	-	254,175	228,433
Road and bridge maintenance	-	755,836	-	755,836	484,593
Public assistance	7,763	-	-	7,763	14,627
Capital outlay	58,980	178,499	-	237,479	594,976
Debt service:					
Principal	144,977	61,356	-	206,333	140,776
Interest	4,976	10,589	-	15,565	9,177
Total Expenditures disbursed	1,009,516	1,039,475	48,205	2,097,196	2,105,893
Excess (deficiency) of revenues received over (under) expenditures disbursed	213,177	21,370	(27,328)	207,219	64,268
Other financing sources (uses)					
Loan proceeds	-	-	-	-	260,935
Sale of fixed assets - equipment	-	3,082	-	3,082	14,000
Transfer (out)	(25,000)	-	25,000	-	-
Total other financing sources (uses)	(25,000)	3,082	25,000	3,082	274,935
Net change in fund balance	188,177	24,452	(2,328)	210,301	339,203
Fund balances - beginning	808,280	1,147,158	38,127	1,993,565	1,654,362
Fund balances - ending	\$ 996,457	1,171,610	35,799	2,203,866	1,993,565

The Notes to Basic Financial Statements are an integral part of this statement.

TROY TOWNSHIP

Statement D
(Continued)Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balances- Governmental Funds
For the Year Ended March 31, 2021

Reconciliation to the Statement of Activities:

Net Change in Fund Balances - total governmental funds	\$ 210,301	339,203
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Amount reported for governmental activities in the State of Activities are different because:

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:

Loan proceeds	-	(260,935)
Principal payments	206,333	140,776

Governmental funds report capital outlays as expenditures. However, in the State of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The change in fund balance must be increased by capital purchases and decreased by depreciation expense:

Capital purchases	135,429	433,495
Capital disposals, net	(1,297)	-
Depreciation	(196,614)	(194,986)

Change in net position of governmental activities (Statement B)	\$ 354,152	457,553
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The Notes to Basic Financial Statements are an integral part of this statement.

NOTES TO BASIC FINANCIAL STATEMENTS

TROY TOWNSHIP

Notes to Basic Financial Statements For the Year Ended March 31, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Troy Township (the Township) is an Illinois unit of local government. The Township maintains a general assistance fund which assists eligible residents within the Township's boundaries by subsidizing costs for shelter, food and medical supplies. Assessing property values within the Township and contributing to various community and senior programs are additional activities of the Township. The Township operates a road and bridge district which maintains the roads and bridges within the Township that are not under the jurisdiction of another governmental unit.

These financial statements are presented using the modified cash basis of accounting. This modified basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

A. *The Reporting Entity*

The Township follows the provisions of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of Statement No. 14." As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

The Township, for financial purposes, includes all funds relevant to the operations of the Township. The accompanying financial statements present the Township's primary government over which the Township exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the Township.

The Township has determined that the Troy Road District fits the definition of a component unit. Although legally separate from the Township, the Road District's purpose is to construct and maintain roads solely within the Township. The Road District's funds have been blended with the Township on the accompanying financial statements.

B. *Government-wide and Fund Financial Statements*

Government-wide Financial Statements

The government-wide financial statements (i.e., The Statement of Net Position and Statement of Activities) report information on all of the non-fiduciary activities of the Township. The effect of inter-fund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

TROY TOWNSHIP

Notes to Basic Financial Statements For the Year Ended March 31, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- (continued)

B. Government-wide and Fund Financial Statements – (continued)

Government-wide Financial Statements – (continued)

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

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into one major category: governmental. An emphasis is placed on major funds within the governmental category.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The Township does not report any proprietary or fiduciary funds.

A fund is considered major if it is the primary operating fund of the Township or meets the following criteria:

- a. at least 10 percent of the corresponding total for all funds of total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at that category or type, and
- b. total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

All of the Township's funds are considered to be major funds. The funds reported by the Township are described below.

Governmental Funds Types – the focus of the governmental funds measurement (in the fund statements) is upon determination of financial position and changes in financial position rather than upon net income. The following is a description of the governmental funds of the Township:

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

TROY TOWNSHIP

Notes to Basic Financial Statements
For the Year Ended March 31, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- (continued)

B. *Government-wide and Fund Financial Statements – (continued)*

Special Revenue Funds – These funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The major Special Revenue Funds of the Township are:

Road & Bridge Fund – The Road & Bridge Fund is the general operating fund of the Troy Township Road District, which is included in these financial statements as a component unit of the Township. Proceeds of this specific tax levy may be used for any necessary expenditures of the Road District. As such, the balance of the Road & Bridge Fund is reported as assigned for the Road District in the accompanying financial statements.

General Assistance Fund - The General Assistance Fund is used to account for the proceeds of specific revenue sources for the expenditures for relief within the Township and related administration.

C. *Measurement Focus and Basis of Accounting*

Measurement Focus

In the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applied to the modified cash basis of accounting, is used as appropriate.

All governmental funds utilize current financial resources measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide Statement of Net Position, Statement of Activities and fund financial statements the governmental activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, net position/fund equity, revenues, and expenditures/expenses when they result from cash transactions with a provision for depreciation in the government-wide statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the Township utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis. All government-wide financials would be presented on the accrual basis of accounting.

TROY TOWNSHIP

Notes to Basic Financial Statements For the Year Ended March 31, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- (continued)

D. Assets, Liabilities and Net Position

Cash & Cash Equivalents and Investments

Cash Equivalents – The Township considers cash equivalents as cash on hand, demand deposits, money market accounts and short-term investments.

Investments – Statutes authorize the Township to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agency, 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, and the Illinois Public Treasurer's Investment Pool. At March 31, 2021, the Township has no investments other than the short-term investments reported as cash equivalents above.

Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental columns in the government-wide financial statements. All capital assets are reported at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to February 1, 2004. Donated capital assets are reported at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation of all exhaustible capital assets arising from cash transactions are recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation.

A capitalization thresholds for the capital asset classes are disclosed below:

Equipment and vehicles	\$5,000
Buildings	\$10,000
Infrastructure	\$50,000

The range of estimated useful lives by type of asset is as follows:

Equipment and vehicles	5-7 years
Buildings	40 years
Infrastructure	40 years

In the fund financial statements, capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

TROY TOWNSHIP

Notes to Basic Financial Statements For the Year Ended March 31, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

D. *Assets, Liabilities and Net Position - (continued)*

Equity Classification

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. **Net Investment in Capital Assets**—Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets. At March 31, 2021, net investment in capital assets consists of the following:

Capital assets, at cost	\$ 4,061,179
Less: Accumulated depreciation	2,033,093
Less: Outstanding obligations	<u>271,292</u>
Net investment in capital assets	<u>\$ 1,756,794</u>

- b. **Restricted Net Position**—Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. **Unrestricted Net Position**—All other net position that does not meet the definitions of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the Township's policy to use restricted resources first, then unrestricted resources as they are needed.

Reclassifications

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

NOTE 2: PROPERTY TAXES

The Township's property tax is levied each year on all taxable real property located within the Township during the month of December. The 2019 levy in the amount of \$2,609,556, adjusted to \$2,592,723 was received by the Township during the current fiscal year. The 2020 levy was passed by the Board on December 21, 2020 in the amount of \$2,701,063, adjusted to \$2,704,474, and will be received by the Township in the subsequent fiscal year. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments early in June and September.

The following are the tax rate limits and the actual levied per \$100 of assessed valuation:

		Actual		
	Limit	2020	2019	2018
Corporate	0.2500	0.0731	0.0738	0.0763
General Assistance	0.1000	0.0012	0.0013	0.0014
Road and Bridge	0.6600	<u>0.0876</u>	<u>0.0885</u>	<u>0.0916</u>
		<u>0.1619</u>	<u>0.1636</u>	<u>0.1693</u>

TROY TOWNSHIP

Notes to Basic Financial Statements For the Year Ended March 31, 2021

NOTE 3: PERSONAL PROPERTY REPLACEMENT TAXES

The Township receives Personal Property Replacement Tax, which represents an additional State of Illinois income tax on corporations (certain utilities), trusts, partnerships, and subchapter S corporations and a new tax on the invested capital of public utilities providing gas, communications, electrical and waste services.

Revenues are collected by the State of Illinois under the replacement tax and are allocated and paid by the State eight times a year. The replacement tax law provides that monies received should be first applied toward payment of the proportionate share of the pension or retirement obligation which were previously levied on personal property. Remaining allocations are made at the discretion of the Board of Trustees.

NOTE 4: DEPOSITS

Illinois statute authorizes the Township to invest in obligations of the U.S. Treasury, U.S. Agencies and banks and savings and loan associations covered by the federal depository insurance. The Township may also invest in commercial paper of U.S. corporations with assets exceeding \$500,000,000 provided that (a) the obligations are rated with the three highest classifications by at least two standards rating services and they mature within 180 days from the date of purchase, and (b) no more than 25% of any fund is invested in such obligation at any one time and (c) such purchases do not exceed 10% of the corporation's outstanding obligations.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of bank failure, the Township's deposits may not be returned to it. The Township's deposit policy for custodial credit risk requires that 105% of the deposit balance will be covered when collateralization is required.

The Township's deposits and short-term investments may be covered by federal depository insurance (FDIC) or by securities held by the pledging financial institution. The FDIC currently insures the first \$250,000 of the Township's deposits at each financial institution, for each account type. Deposit balances over \$250,000 may be collateralized with securities held by the pledging financial institution at the discretion of the Supervisor. At March 31, 2021, the carrying amount of the Township's deposits (excluding MFT restricted cash) was \$2,010,342 and the bank balance was \$2,027,868. At March 31, 2021, \$1,526,799, of the Township's uninsured deposits were collateralized with securities held by the pledging financial institution. The remaining balance of uninsured deposits, \$1,069, was uncollateralized and exposed to custodial credit risk as of March 31, 2021.

NOTE 5: MOTOR FUEL TAX

The Township received an allotment of Motor Fuel Tax Funds from the State of Illinois. The allotment is paid directly to the Will County Treasurer. The Treasurer holds the funds and makes payments on approved road projects. The Township reports these funds in its Road & Bridge Fund. The following is a summary of the activity of the Township's motor fuel tax allotment for the period ended March 31, 2021:

Balance, April 1, 2020	\$ 246,212
Allotments received	121,998
Less: disbursements	165,161
Balance, March 31, 2021	<u>\$ 203,049</u>

TROY TOWNSHIP

**Notes to Basic Financial Statements
For the Year Ended March 31, 2021**

NOTE 6: CAPITAL ASSETS

A summary of changes in capital assets follows:

	2020	Additions	Deletions	2021
Capital Assets Not Being Depreciated				
Land	\$ 25,000	-	-	25,000
Capital Assets Being Depreciated				
Buildings	2,597,166	-	-	2,597,166
Transportation equipment	499,668	58,130	(6,054)	551,744
Machinery & equipment	809,970	77,299	-	887,269
Total Capital Assets Being Depreciated	3,906,804	135,429	(6,054)	4,036,179
Total Capital Assets, at Cost	3,931,804	135,429	(6,054)	4,061,179
Accumulated Depreciation:				
Buildings	(1,021,604)	(71,680)	-	(1,093,284)
Transportation equipment	(453,202)	(29,484)	4,757	(477,929)
Machinery & equipment	(366,430)	(95,450)	-	(461,880)
Total Accumulated Depreciation	(1,841,236)	(196,614)	4,757	(2,033,093)
Total Capital Assets, Net	\$ 2,090,568	(61,185)	(1,297)	2,028,086

Significant purchases for the year included the following:

Video Surveillance System	\$ 31,400
2021 Ford X2B	36,996

Depreciation in the amount of \$196,614 was unallocated during the year ended March 31, 2021.

NOTE 7: CHANGE IN LONG-TERM OBLIGATIONS

A summary of the changes in long-term obligations is included below:

	Principal Outstanding 4/1/2020	Additions	Reductions	Principal Outstanding 3/31/2021	Amount Due in One Year
Note Payable-Community Center Addition	\$ 216,690	-	144,977	71,713	71,713
John Deere 525L Loader	110,810	-	25,905	84,905	27,074
International Plow Truck	150,125	-	35,451	114,674	36,781
Total Notes Payable	\$ 477,625	-	206,333	271,292	135,568

TROY TOWNSHIP

Notes to Basic Financial Statements
For the Year Ended March 31, 2021

NOTE 7: CHANGE IN LONG-TERM OBLIGATIONS – (continued)

The Township acquitted financing to fund the addition to the Community Center through Chase Bank during the fiscal year ended March 31, 2006. The loan proceeds were \$1,700,000. The loan bears an interest rate of 2.99%. The debt is being retired by semi-annual principal and interest payments of \$74,997 every August 1 and February 1. The maturity date of the loan is August 1, 2021. The annual requirements to amortize the debts, including interest is as follows.

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payable</u>
3/31/2022	\$ 71,713	1,079	73,222
	\$ 71,713	1,079	73,222

Principal and interest payments are made from the General Fund.

The Township acquired financing to purchase a new John Deere Loader through First Secure Community Bank during the fiscal year ended March 31, 2020. The loan proceeds were \$110,810. The loan bears an interest rate of 4.40%. The debt is being retired by an annual principal and interest payments of \$30,862 every April 17. The maturity of the loan is April 17, 2023. The annual requirements to amortize the debts, including interest, is as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payable</u>
3/31/2022	\$ 27,074	3,788	30,862
3/31/2023	28,282	2,580	30,862
3/31/2024	29,549	1,317	30,866
	\$ 84,905	7,685	92,590

The Township acquired financing to purchase a new International Plow Truck through First Secure Community Bank during the fiscal year ended March 31, 2020. The loan proceeds were \$150,125. The loan bears an interest rate of 3.70%. The debt is being retired by annual principal and interest payments of \$41,083 every March 24. The maturity date of the loan is March 24, 2024. The annual requirements to amortize the debts, including interest, is as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payable</u>
3/31/2022	\$ 36,781	4,302	41,083
3/31/2023	38,161	2,922	41,083
3/31/2024	39,732	1,494	41,226
	\$ 114,674	8,718	123,392

Principal and interest payments on the John Deere Loader and International Plow Truck will be made from the Road and Bridge Fund.

The aggregate debt service requires for all outstanding long-term obligations are summarized below:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payable</u>
3/31/2022	\$ 135,568	9,169	144,737
3/31/2023	66,443	5,502	71,945
3/31/2024	69,281	2,811	72,092
	\$ 271,292	17,482	288,774

TROY TOWNSHIP

Notes to Basic Financial Statements For the Year Ended March 31, 2021

NOTE 8: RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft or, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and net income losses. The Township participates in a public entity risk pool to administer property and liability coverage and employee compensation and liability insurance programs. The public entity risk pool does not transfer risk from the Township. There have been no significant reductions in insurance coverage or settlement amounts exceeding insurance coverage for the current year or the three prior years. TOIRMA issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Township Officials of Illinois Risk Management Association, P.O. Box 517, Astoria, IL 61501.

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND

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

Benefits Provided – IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). All of the Township's employees 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 in the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of services, 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
- ½ of the increase in the Consumer Price Index of the original pension amount.

TROY TOWNSHIP

Notes to Basic Financial Statements
For the Year Ended March 31, 2021

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) – (continued)

Employees Covered by Benefit Terms – As of December 31, 2020, the following Township employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	19
Inactive Plan Members entitled to but not yet receiving benefits	21
Active Plan Members	13
Total	53

Contributions – As set by statute, the Township's Regular Plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual contribution rate and actual Township contributions for calendar year 2020 and the fiscal year ended March 31, 2021 are summarized below. The Township also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Plan member required contribution rate	4.50%
Township required contribution rate for 2020	8.87%
Township required contribution rate for 2021	8.53%
Township actual contributions for 2020	\$ 59,613
Township actual contributions for fiscal year 2021	\$ 59,995

NOTE 10: LEGAL DEBT MARGIN

Legal debt margin is the percent of the Township's assessed valuation which is subject to debt limitation. The statutory debt limitation for the Township is 2.875%. The Township's legal debt margin limitation is as follows for the period ended March 31, 2021:

Assessed valuation (2019)	\$ 1,584,794,058
Statutory debt limitation (2.875%)	\$ 45,562,829
Amount of debt applicable to debt limitation	271,292
Legal Debt Margin	\$ 45,291,537

NOTE 11: SUBSEQUENT EVENTS

Management evaluated subsequent events through June 23, 2021, the date the financial statements were available to be issued. There were no other events that require or adjustments or disclosure in the Township's financial statements as of March 31, 2021.

NOTE 12: INTERFUND ACTIVITY

The Board approved a \$25,000 transfer from the General Fund to the General Assistance Fund to cover operating expenditures during the year ended March 31, 2021.

TROY TOWNSHIP

Notes to Basic Financial Statements For the Year Ended March 31, 2021

NOTE 13: FUND BALANCE – GASB 54 PRESENTATION

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Non-spendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance.

A. Non-spendable Fund Balance

The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Restrictions may be imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The Township has several revenue sources within different funds that fall into this category.

1. Motor Fuel Tax. Receipts and related disbursements of these restricted funds are accounted for in the Road & Bridge Fund. Revenues received exceeded expenditures disbursed for this purpose, resulting in an increase in the restricted fund balance to \$203,049, accounted for in the Road and Bridge Fund.
2. General Assistance Levy. Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the General Assistance Fund. Expenditures disbursed exceeded revenues received for this purpose, resulting in a restricted fund balance of \$35,799.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority (the Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts. There were no committed fund balances as of March 31, 2021.

D. Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board itself or the Supervisor when the Board has delegated the authority to assign amounts to be used for specific purposes.

At the direction of the Board of Trustees, unexpended funds in the Road & Bridge Fund are designated for use by the Troy Township Road District, a blended component unit of the Township. At March 31, 2021, \$968,561 of the Road & Bridge Fund Balance is considered assigned for this purpose.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. The unassigned fund balance was \$996,457.

TROY TOWNSHIP

Notes to Basic Financial Statements
For the Year Ended March 31, 2021

NOTE 13: FUND BALANCE – GASB 54 PRESENTATION – (continued)

F. Expenditures of Fund Balance

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

OTHER INFORMATION

TROY TOWNSHIP
TOWN FUND

Schedule A-1

Statement of Assets, Liabilities, and Fund Balance arising from Cash Transactions
March 31, 2021

<u>Assets</u>	
Cash in bank	\$ 57,694
Short-term certificates of deposit and savings accounts	<u>945,403</u>
Total assets	<u>\$ 1,003,097</u>
<u>Liabilities and fund balance</u>	
Liabilities:	
Accrued liabilities	\$ 6,640
Fund balance:	
Unassigned fund balance	<u>996,457</u>
Total liabilities and fund balance	<u>\$ 1,003,097</u>

**TROY TOWNSHIP
TOWN FUND**

Schedule A-2

**Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance-Budget and Actual
For the Year Ended March 31, 2021
(with comparative figures for March 31, 2020)**

	Original Budget	Final Budget	Year Ended March 31,	
			2021	2020
Revenues received:				
Property taxes	\$ 1,168,290	1,168,290	1,167,703	1,118,890
Replacement taxes	33,000	33,000	36,500	40,850
State grants and reimbursements	1,500	1,500	2,098	3,447
Federal grants	-	-	10,000	-
Rental income	1,500	1,500	300	1,955
Interest income	3,800	3,800	2,986	4,664
Miscellaneous income	1,500	1,500	3,106	21,898
Total revenues received	1,209,590	1,209,590	1,222,693	1,191,704
Expenditures disbursed:				
Administration:				
Personnel:				
Salaries	339,000	339,000	300,698	312,791
Illinois municipal retirement fund	28,300	28,300	26,134	27,628
Social security	27,500	27,500	23,896	24,737
Health insurance	90,400	80,100	52,724	65,831
State unemployment tax	900	900	612	619
Printed material	325	365	356	299
Insurance	16,200	16,200	15,776	15,690
Office supplies	1,900	1,900	1,849	1,587
Telephone services	3,850	3,850	3,612	2,827
Postage	500	525	520	387
Postage - newsletter	2,320	2,320	1,719	1,847
Printing & publishing	3,000	3,145	3,067	2,544
Mileage & travel	5,500	5,500	1,353	2,538
Dues	3,560	3,560	3,400	1,869
Training	5,000	5,000	45	1,398
Utilities	22,300	22,300	19,628	20,338
Maintenance - building	29,000	32,000	31,596	22,566
Maintenance - equipment	24,900	24,900	19,356	16,895
Legal assistance	2,000	2,440	2,438	1,901
Senior services - in house	1,500	1,500	298	588
Senior services - out of house	17,000	17,000	7,465	13,389
Other professional services	4,200	4,200	3,578	3,530
Accounting services	4,800	4,800	3,694	4,257
Capital outlay	42,200	52,500	52,500	52,779

TROY TOWNSHIP
TOWN FUND

Schedule A-2
(Continued)

Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance-Budget and Actual
For the Year Ended March 31, 2021
(with comparative figures for March 31, 2020)

	Original Budget	Final Budget	Year Ended March 31,	
			2021	2020
Expenditures disbursed (continued):				
Administration (continued):				
Community events	\$ 2,200	2,200	15	1,232
Mosquito management	26,400	22,750	19,830	22,356
Debt service - principal	145,000	145,000	144,977	140,776
Debt service - interest	5,500	5,500	4,976	9,177
Contingencies	4,000	4,000	2,749	2,498
Assessor:				
Personnel:				
Salaries	194,000	193,188	173,891	158,137
Illinois municipal retirement fund	16,500	16,500	15,337	14,233
Social security	15,000	15,000	13,083	11,923
Health insurance	33,000	33,000	25,585	21,414
Insurance- workmen's comp	2,500	2,500	2,009	2,162
Printed materials	1,500	1,500	1,400	1,380
Insurance	125	125	56	66
Office supplies	500	500	311	531
Telephone	2,700	2,700	2,491	1,865
Postage	50	50	-	-
Postage - newsletter	2,200	2,200	1,434	-
Printing & publishing	2,420	2,420	1,794	2,091
Mileage & travel	4,000	4,000	3,831	3,644
Dues	200	200	60	-
Training	6,000	6,000	4,016	1,835
Maintenance - vehicles	500	832	832	58
Maintenance - equipment	500	500	315	344
Other professional services	7,500	7,500	6,582	7,453
Accounting services	825	825	825	825
Capital outlay	6,000	6,480	6,480	1,100
Contingencies	500	500	323	472
Total expenditures disbursed	1,155,775	1,155,775	1,009,516	1,004,407
Excess (deficiency) of revenues received over (under) expenditures disbursed	53,815	53,815	213,177	187,297
Other Financing sources (uses):				
Transfer out	(25,000)	(25,000)	(25,000)	(25,000)
Net change in fund balance	\$ 28,815	28,815	188,177	162,297
Fund balance, beginning of year			808,280	645,983
Fund balance, end of year			996,457	808,280

TROY TOWNSHIP
ROAD AND BRIDGE FUND

Schedule B-1

Statement of Assets, Liabilities, and Fund Balance arising from Cash Transactions
March 31, 2021

<u>Assets</u>	
Cash in Bank	\$ 31,909
Short-term certificates of deposit and savings accounts	939,249
Cash restricted for Motor Fuel Tax	<u>203,049</u>
Total assets	<u>\$ 1,174,207</u>
<u>Liabilities and fund balance</u>	
Liabilities:	
Accrued Liabilities	<u>\$ 2,597</u>
Fund balance:	
Restricted fund balance	203,049
Assigned fund balance	<u>968,561</u>
Total fund balance	<u>1,171,610</u>
Total liabilities and fund balance	<u>\$ 1,174,207</u>

TROY TOWNSHIP
ROAD AND BRIDGE FUND

Schedule B-2

Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance-Budget and Actual
For the Year Ended March 31, 2021
(with comparative figures for March 31, 2020)

	Original Budget	Final Budget	Year Ended March 31,	
			2021	2020
Revenues received:				
Property taxes	\$ 751,247	751,247	749,479	719,781
Replacement taxes	130,000	130,000	130,081	145,583
Motor fuel tax	-	-	121,998	61,181
State reimbursements	13,772	13,772	14,337	20,743
Fines & permits	1,560	1,560	39,373	5,288
Interest income	4,200	4,200	2,969	4,775
Rental Income	100	100	-	-
Miscellaneous and reimbursements	100	100	2,608	449
Total revenues received	900,979	900,979	1,060,845	957,800
Expenditures disbursed:				
Administration:				
Insurance	18,500	18,500	18,351	16,882
Office supply	750	750	482	422
Telephone service	6,000	6,000	5,502	5,532
Postage	500	500	220	275
Postage-newsletter	2,100	2,100	1,435	-
Printing & publishing	3,200	3,200	1,794	2,417
Mileage & travel	1,500	1,500	-	666
Dues	475	475	450	410
Training	750	750	25	50
Janitorial services	2,500	2,500	1,324	1,537
Legal servies	4,220	4,220	-	-
Accounting services	4,600	4,600	3,612	3,775
Capital outlay	4,550	4,550	423	313
Other Professional Services	19,000	19,000	-	200
Replacement tax reimbursement	50,000	50,000	-	-
Maintenance:				
Personnel:				
Salaries	250,000	250,000	248,886	227,879
Illinois municipal retirement fund	23,000	23,000	16,023	15,585
Social security	20,000	20,000	17,442	15,903
Health insurance	45,000	45,000	23,875	19,846
State unemployment tax	1,000	1,000	644	562
Utilities	5,300	5,300	4,834	4,576
Utilities R&B street lights	28,000	28,000	20,858	21,346
Maintenance - roads	160,000	185,000	177,056	108,584
Maintenance - bridges	4,000	4,000	-	-
Maintenance - building	10,000	10,000	4,470	4,298
Maintenance - vehicles	50,000	50,000	23,274	14,723
Maintenance - equipment	36,500	36,500	24,866	18,818
Gas & Oil	62,000	62,000	28,347	32,234

TROY TOWNSHIP
ROAD AND BRIDGE FUND

Schedule B-2
(Continued)

Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance-Budget and Actual
For the Year Ended March 31, 2021
(with comparative figures for March 31, 2020)

	Original Budget	Final Budget	Year Ended March 31,	
			2021	2020
Expenditures disbursed - (continued):				
Maintenance (Continued):				
Capital Outlay:				
R&B equipment	350,000	350,000	92,881	410,512
R&B roads	310,000	285,000	83,980	116,792
Building	27,000	27,000	1,215	13,480
Debt Service Principal	65,000	65,000	61,356	-
Debt Service Interest	12,000	12,000	10,589	-
Contingencies	5,000	5,000	100	239
MFT Expenditures	-	-	165,161	-
Total expenditures disbursed	1,582,445	1,582,445	1,039,475	1,057,856
Excess (deficiency) of revenues received over (under) expenditures disbursed	(681,466)	(681,466)	21,370	(100,056)
Other financing sources (uses):				
Loan proceeds	150,000	150,000	-	260,935
Sale of assets - equipment	-	-	3,082	14,000
Total other financing sources (uses)	150,000	150,000	3,082	274,935
Net Change in Fund Balance	\$ (531,466)	(531,466)	24,452	174,879
Fund balance, beginning of year as restated			1,147,158	972,279
Fund balance, end of year			1,171,610	1,147,158

TROY TOWNSHIP
GENERAL ASSISTANCE FUND

Schedule B-3

Statement of Assets, Liabilities, and Fund Balance arising from Cash Transactions
March 31, 2021

<u>Assets</u>	
Cash in Bank	\$ 8,716
Short-term certificates of deposit and savings accounts	<u>27,371</u>
Total Assets	<u>\$ 36,087</u>
<u>Liabilities and fund balance</u>	
Liabilities:	
Accrued liabilities	<u>\$ 288</u>
Fund balance:	
Restricted fund balance	<u>35,799</u>
Total liabilities and fund balance	<u>\$ 36,087</u>

TROY TOWNSHIP
GENERAL ASSISTANCE FUND

Schedule B-4

Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance-Budget and Actual
For the Year Ended March 31, 2021
(with comparative figures for March 31, 2020)

	Original Budget	Final Budget	Year Ended March 31,	
			2021	2020
Revenues received:				
Property taxes	\$ 19,940	19,940	20,557	20,509
Interest income	55	55	20	60
Miscellaneous income	-	-	300	88
Total revenues received:	19,995	19,995	20,877	20,657
Expenditures disbursed:				
Administration:				
Personnel:				
Salaries	29,000	29,000	28,448	23,360
Illinois municipal retirement fund	2,700	2,700	2,501	2,194
Social security	2,200	2,200	2,057	1,670
Health insurance	5,200	5,200	4,478	4,597
State unemployment tax	55	65	60	46
Insurance	2,400	2,400	2,360	2,360
Postage-newsletter	2,200	2,200	1,474	1,607
Printing & publishing	2,420	2,420	2,197	2,168
Mileage & travel	1,285	1,285	-	91
Dues	50	50	25	50
Training	650	650	25	340
Maintenance- equipment	325	325	267	276
Other professional services	1,000	1,000	1,000	1,000
Accounting services	3,350	3,350	3,224	3,186
Other Expenditures:				
Contingencies	500	490	89	35
Home Relief:				
Contractual services:				
Utilities	2,000	2,000	-	-
Shelter/rent	5,000	5,000	-	-
Medical care	500	500	-	-
Commodities:				
Drugs	500	500	-	-
Fuel-Gasoline	500	500	-	-
Food	1,500	1,500	-	-
Clothing	500	500	-	-
Emergency assistance	2,500	2,500	-	650
Total expenditures disbursed:	66,335	66,335	48,205	43,630

TROY TOWNSHIP
GENERAL ASSISTANCE FUND

Schedule B-4
(Continued)

Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance-Budget and Actual
For the Year Ended March 31, 2021
(with comparative figures for March 31, 2020)

	Original Budget	Final Budget	Year Ended March 31,	
			2021	2020
Excess (deficiency) of revenues received over (under) expenditures disbursed	\$ (46,340)	(46,340)	(27,328)	(22,973)
Other financing sources (uses):				
Transfer in	25,000	25,000	25,000	25,000
Net change in fund balance	\$ (21,340)	(21,340)	(2,328)	2,027
Fund balance, beginning of year			38,127	36,100
Fund balance, end of year			35,799	38,127

NOTES TO OTHER INFORMATION

TROY TOWNSHIP

Notes to Other Information For the Year Ended March 31, 2021

NOTE 1: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The Township adheres to the following procedures in establishing the budgetary data included in the financial statements:

1. Within the first three months of its fiscal year, the Township Board prepares the proposed combined annual budget and appropriation ordinance for the fiscal year commencing April 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to June 30, the annual budget and appropriations ordinance is legally adopted through passage of an ordinance.
4. The Township Board may transfer up to 10% of the total appropriation between various items within any fund.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund and the Special Revenue Funds.
6. The 2020-2021 budget and appropriation ordinances, formulated on the cash basis of accounting, were adopted by the Board on April 20, 2020 and were not amended; however, line transfers of appropriations were approved by the Board on March 15, 2021. Such transfers are reflected in the final budgeted amounts.

A summary of budget to actual comparisons for the major funds is disclosed below:

Description	Budget	Actual	Variance	Percent Variance
General Town Fund	\$ 1,155,775	1,009,516	146,259	13%
Road Fund*	1,582,445	874,314	708,131	45%
General Assistance	66,335	48,205	18,130	27%

** The Township does not include appropriations for Motor Fuel Tax expenditures in its budget. Motor Fuel Tax expenditures have, therefore, been excluded from the "Actual" Road and Bridge expenditures included in the comparison above, as they are maintained by the County on behalf of the Township.*

All funds operated within the confines of the approved budget for the year ended March 31, 2021.

SUPPLEMENTARY INFORMATION

**Consolidating Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance-Budget and Actual - Road and Bridge Fund
For the Year Ended March 31, 2021
(with comparative figures for March 31, 2020)**

	Road District	Motor Fuel Tax	Year Ended March 31,	
			2021	2020
Revenues received:				
Property taxes	\$ 749,479	-	749,479	719,781
Replacement taxes	130,081	-	130,081	145,583
Motor fuel tax allotments	-	121,998	121,998	61,181
State reimbursements	14,337	-	14,337	20,743
Fines & permits	39,373	-	39,373	5,288
Interest income	2,969	-	2,969	4,775
Miscellaneous and reimbursements	2,608	-	2,608	449
Total revenues received	938,847	121,998	1,060,845	957,800
Expenditures disbursed:				
Administration:				
Insurance	18,351	-	18,351	16,882
Office supply	482	-	482	422
Telephone service	5,502	-	5,502	5,532
Postage	220	-	220	275
Postage-newsletter	1,435	-	1,435	-
Printing & publishing	1,794	-	1,794	2,417
Mileage & travel	-	-	-	666
Dues	450	-	450	410
Training	25	-	25	50
Janitorial services	1,324	-	1,324	1,537
Accounting services	3,612	-	3,612	3,775
Capital outlay	423	-	423	313
Other Professional Services	-	-	-	200
Maintenance:				
Personnel:				
Salaries	248,886	-	248,886	227,879
Illinois municipal retirement fund	16,023	-	16,023	15,585
Social security	17,442	-	17,442	15,903
Health insurance	23,875	-	23,875	19,846
State unemployment tax	644	-	644	562
Utilities	4,834	-	4,834	4,576
Utilities R&B street lights	20,858	-	20,858	21,346
Maintenance - roads	177,056	-	177,056	108,584
Maintenance - building	4,470	-	4,470	4,298
Maintenance - vehicles	23,274	-	23,274	14,723
Maintenance - equipment	24,866	-	24,866	18,818
Gas & Oil	28,347	-	28,347	32,234

TROY TOWNSHIP
ROAD AND BRIDGE FUND

Schedule C-1
(Continued)

Consolidating Statement of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance-Budget and Actual - Road and Bridge Fund
For the Year Ended March 31, 2021
(with comparative figures for March 31, 2020)

	Road District	Motor Fuel Tax	Year Ended March 31,	
			2021	2020
Expenditures disbursed - (continued):				
Maintenance (Continued):				
Capital Outlay:				
R&B equipment	92,881	-	92,881	410,512
R&B roads	83,980	-	83,980	116,792
Building	1,215	-	1,215	13,480
Debt Service Principal	61,356	-	61,356	-
Debt Service Interest	10,589	-	10,589	-
Contingencies	100	-	100	239
MFT Expenditures	-	165,161	165,161	-
Total expenditures disbursed	874,314	165,161	1,039,475	1,057,856
Excess (deficiency) of revenues received over (under) expenditures disbursed	64,533	(43,163)	21,370	(100,056)
Other financing sources (uses):				
Loan proceeds	-	-	-	260,935
Sale of assets - equipment	3,082	-	3,082	14,000
Total other financing sources (uses)	3,082	-	3,082	274,935
Net Change in Fund Balance	67,615	(43,163)	24,452	174,879
Fund balance, beginning of year	900,946	246,212	1,147,158	972,279
Fund balance, end of year	\$ 968,561	\$ 203,049	\$ 1,171,610	\$ 1,147,158

TROY TOWNSHIP

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

Calendar Year Ending December 31,	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY						
Service Cost	\$ 60,733	65,081	56,120	64,841	63,251	58,949
Interest on Total Pension Liability	242,241	236,669	241,404	246,297	238,110	227,584
Benefit Changes	-	-	-	-	-	-
Differences Between Expected and Actual Experience	49,089	4,416	(126,650)	(38,174)	18,686	49,450
Assumption Changes	(46,800)	-	86,651	(123,769)	(11,652)	-
Benefit Changes, Assumption Changes, and Refunds	(230,438)	(223,834)	(208,808)	(211,352)	(214,200)	(180,260)
Net Change in Total Pension Liability	74,825	82,332	48,717	(62,157)	94,195	155,723
Total Pension Liability - Beginning	3,426,109	3,343,777	3,295,060	3,357,217	3,263,022	3,107,299
Total Pension Liability - Ending	<u>\$ 3,500,934</u>	<u>3,426,109</u>	<u>3,343,777</u>	<u>3,295,060</u>	<u>3,357,217</u>	<u>3,263,022</u>
PLAN FIDUCIARY NET POSITION						
Contributions - Employer	\$ 59,613	60,314	82,005	80,636	87,106	73,274
Contributions - Member	30,243	28,421	30,273	28,594	28,759	26,463
Pension Plan Net Investment Income	492,084	565,948	(189,821)	504,882	176,595	12,625
Benefit Payments and Refunds	(230,438)	(223,834)	(208,808)	(211,352)	(214,200)	(180,260)
Other	18,521	42,144	89,898	(41,213)	47,852	106,151
Net Change in Plan Fiduciary Net Position	370,023	472,993	(196,453)	361,547	126,112	38,253
Plan Net Position - Beginning	3,367,647	2,894,654	3,091,107	2,729,560	2,603,448	2,565,195
Plan Net Position - Ending	<u>\$ 3,737,670</u>	<u>3,367,647</u>	<u>2,894,654</u>	<u>3,091,107</u>	<u>2,729,560</u>	<u>2,603,448</u>
EMPLOYER'S NET PENSION LIABILITY (ASSET)	<u>\$ (236,736)</u>	<u>58,462</u>	<u>449,123</u>	<u>203,953</u>	<u>627,657</u>	<u>659,574</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.76%	98.29%	86.57%	93.81%	81.30%	79.79%
Covered Valuation Payroll	\$ 672,067	\$ 631,568	672,719	635,424	639,076	588,067
Employer's Net Pension Liability as a Percentage of Covered Valuation Payroll	-35.23%	9.26%	66.76%	32.10%	98.21%	112.16%

Notes to Schedule:

This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

TROY TOWNSHIP

Illinois Municipal Retirement Fund
Schedule of Employer Contributions

Calendar Year	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contributions as a Percentage of Covered Valuation Payroll
2020	\$ 59,612	59,613	(1)	672,067	8.87%
2019	60,315	60,314	1	631,568	9.55%
2018	82,004	82,005	(1)	672,719	12.19%
2017	80,635	80,636	(1)	635,424	12.69%
2016	87,106	87,106	-	639,076	13.63%
2015	73,273	73,274	(1)	588,067	12.46%

Note to Schedule

Valuation Date:

Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 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	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 23-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 18 years for most employers (three employers were financed over 27 years and four others were financed over 28 years).
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	3.25%
Price inflation	2.50%
Salary increases	3.35% to 14.25% including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (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.

This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.