



Village of North Aurora, Illinois



Comprehensive Annual Financial Report

For Fiscal Year Ended May 31, 2021

VILLAGE OF NORTH AURORA, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
MAY 31, 2021

Prepared by:

William D. Hannah
Finance Director

Mandy Flatt
Accounting and Finance Manager

VILLAGE OF NORTH AURORA, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of North Aurora:

- List of Principal Officials
- Organizational Chart
- Transmittal Letter
- Certificate of Achievement for Excellence in Financial Reporting



VILLAGE OF NORTH AURORA, ILLINOIS
List of Principal Officials

VILLAGE PRESIDENT

Mark Gaffino

VILLAGE BOARD OF TRUSTEES

Carolyn Bird-Salazar

Mark Carroll

Laura Curtis

Mark Guethle

Michael Lowery

Todd Niedzwiedz

VILLAGE CLERK

Jessica Watkins

VILLAGE ADMINISTRATOR

Steven Bosco

DEPARTMENT HEADS

William Hannah Finance Director

John Laskowski Public Works Director

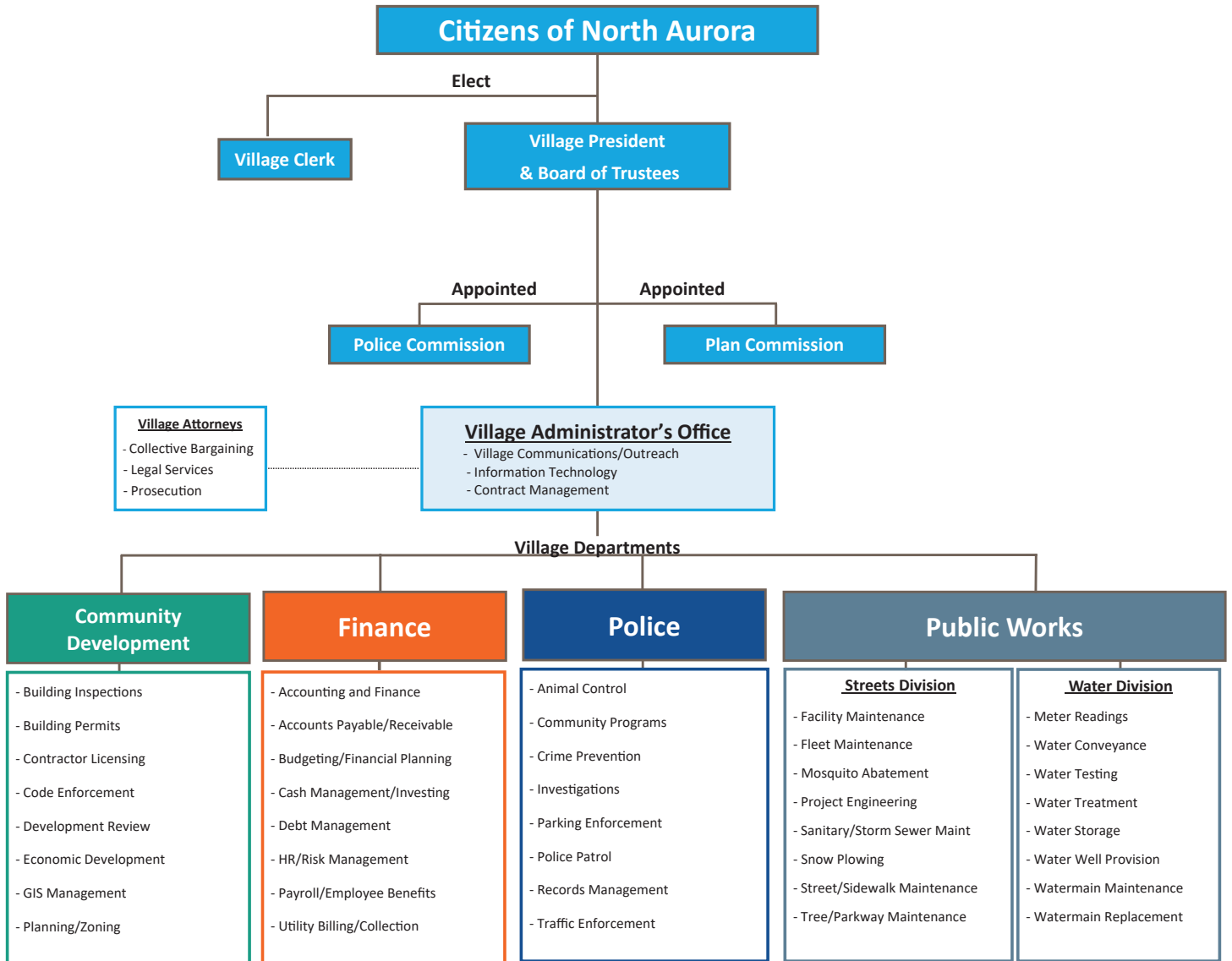
David Fisher Police Chief

Michael Toth Community Development Director

Officials listed as of the date of the preparation of the Comprehensive Annual Financial Report.

Village of North Aurora

Organization Chart





October 27, 2021

President Mark Gaffino
Board of Trustees
Citizens of the Village of North Aurora

The Comprehensive Annual Financial Report of the Village of North Aurora for the fiscal year ended May 31, 2021 is hereby submitted. This report provides a comprehensive view of the Village's financial activities for the year and financial position at May 31, 2021. Illinois statutes require that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principals (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. In producing this report, the Village has chosen to provide financial information that is significantly greater than that which is required under state law or by GAAP.

Responsibility for both the accuracy of the information presented in this report as well as the completeness and fairness of the presentation, including all disclosures, rests with the Village. To provide a reasonable basis for making these representations, management of the Village of North Aurora has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Village of North Aurora's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Lauterbach & Amen, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village for the fiscal year ended May 31, 2021 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and, evaluating the overall financial statement presentation.

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The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified (“clean”) opinion that the Village’s financial statements for the fiscal year ended May 31, 2021 are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Village of North Aurora’s MD&A can be found immediately following the report of the independent auditors.

Profile of the Village of North Aurora and Reporting Entity

The Village was incorporated in 1905 and operates under the trustee/administrator form of government. Policymaking and legislative authority are vested in the Village Board, which consists of a Village President and a six-member Board of Trustees. The President and Trustees are elected on an at-large basis to overlapping four-year terms. Various committees consisting of three Village Board members are also created from time-to-time to focus on specific projects or functional areas. The Village Administrator is appointed by the Village Board and is responsible for carrying out the policies of the Village Board and for overseeing the day-to-day administration of the Village. The Village is a non-home rule community as defined by the Illinois Constitution.

Located approximately 38 miles west of the downtown of the City of Chicago in southeast Kane County, the Village occupies a land area of 7.73 square miles. The Village has experienced rapid growth in the last twenty years from a population of 5,490 in 1990 to a 2020 census count of 18,261. The Village is projected to reach a population of 21,000 by 2025. Additional growth beyond 21,000 is likely given the developable areas in the current incorporated boundaries and additional areas with potential for annexation in current boundary agreements.

The Village provides a full range of services including police protection and investigation, maintenance of streets and infrastructure, water provision, treatment and service, water lines and maintenance of sanitary and storm sewer lines, building inspection and code enforcement, and general administrative/finance services. The Village has a total authorized employment level of 64.55 full-time equivalents. Solid waste collection and recycling services are administered by the Village through a contract with a private firm. Fire protection services are provided by the North Aurora Fire Protection District and Batavia Fire District, both separate governmental entities. Sanitary sewer treatment service is provided by the Fox Metropolitan Water Reclamation District, an independent unit of government. Recreational services are provided primarily by the Fox Valley Park District.

The financial reporting of the Village of North Aurora is comprised of all funds of the primary government (i.e., the Village of North Aurora as legally defined) and its pension trust fund, the North Aurora Police Pension Fund. The Police Pension Fund was determined to be a pension trust fund due to its fiduciary and fiscal relationship with the Village as their sole purpose is to

provide retirement benefits to the Village's sworn police officers. The Village does not have any other reporting units which would qualify as a discretely presented component unit in the separate column of the government-wide financial statements.

Budgeting System and Control

The annual budget serves as the foundation for the Village of North Aurora's financial planning and control. The budget process typically begins in January with the issuance of budget information and instructions to Department Heads from the Finance Director who is appointed as the Budget Officer. Appointment of a Budget Officer is required per State statute for municipalities who have adopted the Budget Act in lieu of the Appropriations Act. Department Heads are required to submit a proposed budget to the Finance Director and Village Administrator in February of each year. The proposed budgets from each department are discussed and revisions made based on the projected financial outlook and Village priorities. Summaries of the proposed budgets are made and discussed at the Committee level. The draft budget is then prepared and issued in March and then discussed with the Village Board. Any additions, deletions and changes are made at subsequent Committee of the Whole and Village Board meetings. Finally, a required public hearing is held on the draft budget prior to budget adoption in May. The final budget must be adopted prior to the beginning of the fiscal year.

The annual budget is prepared by fund and department and includes information on past fiscal years, current year budget and projected and draft budget for next fiscal year. The Budget Officer may transfer budget amounts between objects; however, transfers between departments in the General Fund, transfers between funds or increases/decreases in the total budget of a fund must be approved by the Village Board. Expenditures may not legally exceed budget at the department level for the General Fund and at the fund level for other funds. Budget-to-actual comparisons are provided in this report for each fund for which a budget is adopted. For the General Fund and Route 31 TIF Fund, this comparison is presented on pages 95 and 96 as part of the required supplementary information. For other funds with appropriated budgets, this comparison is presented in the combining and individual fund financial statements and schedules.

Factors Affecting Financial Conditions

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Village of North Aurora operates.

Local Economy and Revenues. The Village of North Aurora has a diversified commercial and retail base balanced with various industrial uses. This is due to the strategic location of the Village along Interstate I-88 with access from both State Rt. 31 and Orchard Road. Other major roads providing access to the Village include Rt.25 running parallel along the Fox River, Rt. 56 to the East and Randall Road. Development in the Village continues to be very strong. During the last year, a developer continued construction of a significant new residential development consisting of 374 senior age-targeted homes on the former Fox Valley golf course on Rt. 25. The Village also facilitated development discussions for several commercial and residential

developments focusing on apartments and town homes in various locations within the Village. There continues to also be interest in the various warehouse/distribution centers in targeted areas within the Village.

The Village has also worked with other neighboring communities to update various boundary agreements which will provide for careful planning for unincorporated areas through the development of annexations and annexation agreements for future development. North Aurora continues to be a desirable place for residential, commercial and industrial development.

As anticipated, the taxable equalized assessed valuation (EAV) within the Village increased again for 2020, the seventh consecutive year of increases going back to 2014. The Village's 2020 taxable EAV increased 5.5% to \$589,911,090. The increase was due to the addition of \$6,128,610 in new construction EAV and an increase in current EAV of 4.4%. Tentative information for the 2021 tax year shows that the EAV for current property will increase again, evidence that the overall value of property in North Aurora will continue to appreciate in value in the near future. The Village maintains and continues to maintain a developed land area with a balanced mix of residential (77%), commercial (16%) and industrial (7%) uses.

Overall economic and retail activity within the Village continued to remain strong. General Fund revenue increased by 25.5% during the year, due to an increase in sales of food and titled vehicles, but also due to the implementation of the Village's 3% recreational cannabis sales tax effective July 1, 2020. State-shared income tax revenue and use tax revenue also significantly increased during the year, and it is anticipated that the Village will see another increase in those per capita revenues once the Village's new population number of 18,261 is certified by the State. The Village's overall retail environment remains strong despite the challenges over the last year with new businesses opening and most categories of sales tax revenue increasing from last year.

The Village was somewhat impacted financially as a result of the coronavirus pandemic due to some temporary decreases in revenues early in the pandemic. As the year went on, the Village's sales tax revenue increased due to increases in sales at "essential" stores and businesses, and use tax revenue also significantly increased from the State. While there remains some uncertainty about the strength of the economic recovery going forward, the Village remains in a strong financial position to continue to address the operating and capital needs of the Village into the future.

Bond Rating. The long-term, future outlook for the Village remains very positive, given the Village's location along Interstate 88 and developable area for both commercial, residential and industrial uses. The Village's underlying bond rating from Standard and Poor's was confirmed in March, 2017 at AA+. S&P at the time cited the Village's strong economy, budgetary performance, very strong budgetary flexibility and liquidity as some of the reasons for the rating. The Village continues to move forward advancing goals and objectives, planning for needs into the future while maintaining financial strength.

Accomplishments. In addition to maintaining and strengthening the Village's overall financial condition, the Village continued to advance numerous goals and objectives during the year including, but not limited to:

- Continued to work towards accomplishing many of the Village's goals within the Village's strategic plan in the following six (6) strategic policy goal categories:
 - Community Vitality
 - Economic Development
 - Maintenance and Capital Resource Planning for Village Infrastructure
 - Maintenance and Strengthening of Village's Strong Financial Position
 - Efficient and Effective Delivery of Core Services
 - Redevelopment and Enhancement of the Rt. 31 Corridor
- Worked with consultant to substantially improve the Village's website making it more user-friendly
- Worked to secure federal grant funding through the County for COVID-eligible expenditures, receiving \$1,062,765
- Awarded and oversaw several TIF-funded façade rehabilitation projects or new projects
- Worked with interested developers on possible future development of various sites within the Village and continued working with consultants on redevelopment options and possibilities along the Rt. 31 corridor
- Completed the Village's Popular Annual Financial Report (PAFR) for the May 31, 2020 year and received the PAFR reporting award from the Government Finance Officers Association (GFOA) for the fourth year in a row
- Received the Distinguished Budget Presentation Award (16 consecutive years) for the Village's FY 2021-22 Budget and the Certificate of Achievement for Excellence in Financial Reporting award (20 consecutive years) from the Government Finance Officers Association for the Village's Comprehensive Annual Financial Report as of May 31, 2020
- On a trial basis, implemented a contracted social worker for one day a week at the Police Department
- Developed lateral transfer recruitment program to encourage experienced sworn officers from other communities to consider applying for open North Aurora police officer positions and filled several positions through that program
- Continued to promote the new on-line citizen reporting, vacation watch and business entry database functions

- Completed the painting and programmed, decorative lighting of the North Aurora Silo utilizing TIF funds
- Implemented executive orders in order facilitate outdoor dining opportunities for restaurants during the pandemic
- Moved the process forward to consolidate most of the Village's three (3) current TIF Districts into one new TIF District
- Initiated process to do a new pavement condition index (PCI) study of the Village's road network in order to determine road segment rehabilitation priorities
- Began the design of future improvements to Orchard Gateway Blvd, partially funded with federal surface transportation funds
- Completed the initial space needs assessment of the public works site along with related facilities and began the selection process for full architectural services
- Completed the 2020 Street Improvement Program (1.8 miles)
 - April Lane from Briar to east end
 - Briar Lane from River Street (Route 25) to April Lane
 - Dee Road from River Street (Route 25) to Hill Avenue
 - Arrowhead Street from Spruce Street to Spruce Street
 - Greenbriar Court from April Lane to south end
 - Laurel Lane from Butterfield Road to Dee Road
 - Maple Avenue from Lincolnway (Route 31) to west end of street
 - Elm Avenue from Lincolnway (Route 31) to west end of street
- Completed the process for the hiring of a in-house Village Engineer to more effectively and efficiently manage capital projects and other needs within the Village
- Formally completed the development of two (2) new deep wells in the Village, bringing the total number of active deep wells in the Village to six (6) and completed the refurbishing and improvements to Well #4
- Completed design development for a new 750,000-gallon water tower in order to bring the total maximum storage capacity of the Village to 2.25 million gallons
- Completed replacement of watermain on Maple and Elm Avenues
- Replaced or repurposed a number of Village vehicles and made improvements to critical IT systems and equipment during the year.

Long-Term Financial Planning. The Village maintains long-term financial projections that assist in planning for the financing of major capital improvements, purchase and replacement of capital equipment, and analyzing the impact of changes in operating needs and services. As part of this on-going process, the Village analyzes and projects all revenues, expenditures, fund balances and other resources on a multi-year basis. This allows the Village to forecast the effects of potential changes in the economy impacting the ability of the Village to fund operations and capital projects while maintaining a strong financial position identified as a high-priority goal of the Village.

Other plans in place include the long-term road, watermain and other infrastructure improvement program which, as a result of the completion of the updated pavement condition index (PCI) study, the Village has a more comprehensive analysis of the current conditions of every road in the Village and can better prioritize which road segments will require maintenance or rehabilitation in future years. The Village also maintains a multi-year vehicle and equipment replacement program funded with an annual charge to all operating departments. Other long-term capital projects are included in the capital improvement plan as part of the annual budget that may be necessary over the next five years or beyond so the Village can plan appropriately to ensure funding is in place for those projects.

Relevant Financial Policies. The Village has also established various revenue, expenditure, debt, cash management, purchasing and fund balance policies which provide guidance in managing the financial and budgetary affairs of the Village. These policies include a requirement for the maintenance of a minimum fund balance in the General Fund of 40% to 50% of annual expenditures and transfers of resources out of the General Fund for the purpose of debt repayment. This requirement was not only met but exceeded at the end of the year. The Village also maintains a policy to not use one-time revenues for continuing expenditures. During the year one-time revenues were allocated for future capital projects, and as an additional police pension contribution.

Awards and Acknowledgements. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of North Aurora for its comprehensive annual financial report for the fiscal year ended May 31, 2020. This was the 20th consecutive year that the government has received 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 satisfied both generally accepted accounting principles and applicable legal requirements.

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

The Village also produced and distributed for fiscal year ended May 31, 2020, a Popular Annual Financial Report (PAFR). The Village also received from the GFOA an Award for Outstanding

Achievement in Popular Annual Financial Reporting, a prestigious national award recognizing conformance with the highest standards for preparation of state and local government popular reports. In order to receive this award, a government unit must publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal. This was the 4th consecutive year that the Village has received this award.

In addition, the Village of North Aurora received for the 16th year in a row the GFOA's Distinguished Budget Presentation Award for the fiscal year 2021-22 Budget. In order to qualify for this award, a governmental unit must publish and present a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.

The preparation of this report on a timely basis would not have been possible without the efficient and dedicated services of Finance Department and other Village staff throughout the year, especially Accounting and Finance Manager Mandy Flatt and Accountant Joy Ganster. I would like to extend my appreciation to the President and Trustees of the Village Board for their interest and support in supporting the establishment of prudent financial policies and processes and support in conducting the financial operations of the Village in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "William D. Hannah". The signature is fluid and cursive, with a large, stylized initial "W".

William D. Hannah
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of North Aurora
Illinois**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

May 31, 2020

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Village's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

October 27, 2021

The Honorable Village President
Members of the Board of Trustees
Village of North Aurora, 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 North Aurora, Illinois, as of and for the year ended May 31, 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 of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of North Aurora, Illinois, as of May 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of North Aurora, Illinois' basic financial statements. The introductory section, other supplementary information, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and supplemental schedules 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 other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Matters – Continued

Other Information – Continued

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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 27, 2021, on our consideration of the Village's 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 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's 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's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF NORTH AURORA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2021

As the management of the Village of North Aurora (the "Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended May 31, 2021. Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Letter of Transmittal beginning on page 3 and the Village's financial statements beginning on page 29.

Financial Highlights

- The Village's total net position increased by \$1.8 million or 1.5% during the fiscal year ending May 31, 2021 to \$123.3 million. The governmental net position increased by \$1.2 million and the business-type activities net position increased by \$0.6 million
- The Village's combined Governmental Funds ending fund balances increased \$4.6 million as of May 31, 2021 to \$21.3 million
- As of May 31, 2021 the unassigned fund balance for the General Fund was \$7.5 million or 66.4% of General Fund expenditures and transfers out for debt service

Overview of the Financial Statements

The focus of the financial statements is on the Village as a whole (government-wide) and on the major individual funds (major fund). Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden the basis for comparison (year to year or government to government) and enhance the Village's accountability.

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements comprise three components: government-wide financial statements, fund financial statements, and 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's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the Village's assets and liabilities, along with deferred outflows and inflows of resources, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The *Statement of Activities* presents information showing how the Village'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.

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities reflect the Village's basic services, including general government, public safety, public works and sanitation. The business-type activities include the Village's water provision operations.

The government-wide financial statements can be found on pages 29 through 32 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, 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 can be divided into three categories: governmental funds, proprietary funds, and 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 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 changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains twelve (12) individual governmental funds. Information is presented separately in the governmental fund balance sheet (beginning page 33) and in the governmental fund statement of revenues, expenditures, and changes in fund balances (beginning page 35) for the General Fund, Route 31 TIF Fund, and Capital Projects Fund, which are all considered to be major funds. Data from the other nine (9) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary Funds. The Village maintains two different types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses separate enterprise funds to account for its water system. Internal service funds are an accounting device used to accumulate and

allocate costs internally among the Village's various functions. The Village uses internal service funds to account for the cost of accumulating funds to replace Village vehicles and equipment and to account for compensated absences related to governmental funds. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statement provides information for the Waterworks Fund. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found on pages 37 through 40 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. 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 accounting used for fiduciary funds is much like that used for proprietary funds. The Village maintains one fiduciary fund. The basic fiduciary fund financial statements can be found on pages 41 and 42 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 43 through 86 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budget to actual comparisons, information regarding the Village's obligation to provide other postemployment benefits to its employees and schedules of information concerning the village's participation in pension systems. Required supplementary information can be found on pages 87 to 97.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions. Combining, individual fund statements and schedules and other supplementary information can be found on pages 98 through 128 of this report.

Government-Wide Statements Beyond presenting current-year financial information in the government-wide and major individual fund formats, the Village also presents comparative information from the prior year in the Management's Discussion and Analysis. By doing so, the Village believes that it is providing the best means of analyzing its financial condition and position as of May 31, 2021.

Net Position. The following table reflects the condensed Statement of Net Position compared to the prior year.

Statement of Net Position						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Current and Other Assets	\$ 30,410,820	\$ 25,151,460	\$ 7,318,868	\$ 7,752,133	\$ 37,729,688	\$ 32,903,593
Capital Assets	90,202,381	95,165,638	25,109,852	25,557,054	115,312,233	120,722,692
Total Assets	120,613,201	120,317,098	32,428,720	33,309,187	153,041,921	153,626,285
Pension Items	2,832,650	3,474,622	143,656	85,659	2,976,306	3,560,281
Unamortized Loss on Refunding	166,370	195,715	-	-	166,370	195,715
Asset Retirement Obligations	-	-	722,500	-	722,500	-
Deferred Outflows	2,999,020	3,670,337	866,156	85,659	3,865,176	3,755,996
Non-Current Liabilities	17,459,848	21,014,918	5,291,199	4,992,196	22,751,047	26,007,114
Current Liabilities	3,638,186	3,531,105	569,636	1,658,097	4,207,822	5,189,202
Total Liabilities	21,098,034	24,546,023	5,860,835	6,650,293	26,958,869	31,196,316
Pension Items	3,041,940	1,022,646	149,832	89,937	3,191,772	1,112,583
Deferred Revenues	3,444,457	3,594,261	-	-	3,444,457	3,594,261
Deferred Inflows	6,486,397	4,616,907	149,832	89,937	6,636,229	4,706,844
Net Position:						
Net Investment in Capital						
Assets	85,736,908	89,821,725	20,723,624	20,923,411	106,460,532	110,745,136
Restricted	4,317,255	3,576,423	-	-	4,317,255	3,576,423
Unrestricted	5,973,627	1,426,357	6,560,585	5,731,205	12,534,212	7,157,562
Total Net Position	\$ 96,027,790	\$ 94,824,505	\$ 27,284,209	\$ 26,654,616	\$ 123,311,999	\$ 121,479,121

Current Year Impacts on Net Position. The Village's total net position increased \$1,832,878 or 1.5% to \$123,311,999. Net position increased for governmental activities by \$1,203,285 and net position for business-type activities increased by \$629,593.

The governmental activities total assets increased \$296,103 or 0.2% to \$120,613,201. This was due to an increase in current and other assets of \$5,259,360 as a result of the receipt of increased funds related to tax revenues and receivables held at the end of the year, offset by a decrease in capital assets of \$4,963,257 to \$90,202,381 due to the disposal/transfer of a building asset during the year.

Deferred outflows of resources for governmental activities decreased \$671,317 or 18.3% to \$2,999,020. This was due to a slight increase in IMRF pension outflows of \$321,377 to \$743,039, offset by a significant decrease in outflows related to police pension which decreased \$963,349 to \$2,089,611. This decrease was due to changes in amounts recognized for changes in assumptions.

Governmental activities liabilities decreased 14.0% or \$3,447,989 to \$21,098,034. This was due to:

- A decrease in the net pension liability for non-current liabilities for police pension of \$2,757,914 or 20.5% to \$10,719,543 due primarily to favorable differences between projected and actual investment earnings
- A decrease in the net pension liability for non-current liabilities for IMRF by \$428,185 to \$838,203
- A decrease in net general obligation bonds payable for non-current liabilities of \$527,785
- Current liabilities remained about the same at the end of the year at \$3,638,186 which included deposits payable of \$2,078,169

Deferred inflows of resources for governmental activities increased \$1,869,490 to \$6,486,397 due to an increase in deferred inflows for police pension, which increased \$1,687,033 from \$579,924 to \$2,266,957 due to the results of the June 1, 2021 actuarial valuation.

Total assets of business-type activities decreased 2.6% or \$880,467 to \$32,428,720. This was due to a decrease in current assets of \$433,265 or 5.6% to \$7,318,868 as a result of a decrease in cash and investments held at the end of the year. Capital assets also decreased during the year, decreasing by 1.7% or \$447,202 to \$25,109,852, due to normal depreciation charges exceeding additions of capital assets and other adjustments during the year. During the year, several capital improvements were made to the Village's deep wells and a watermain replacement project initiated in the prior year was completed.

Deferred outflows of resources of business-type activities increased from \$85,659 to \$866,156. This was primarily due to the addition of outflows at the end of the year of \$722,500 related to the Village's implementation of *GASB Statement 83 Certain Asset Retirement Obligations*. Liabilities and related deferred outflows for the Village's asset retirement obligations were related to the Village's deep water wells and certain treatment plant items measured and presented at fiscal year's end.

Total liabilities of business-type activities decreased \$789,458 or 11.8% to \$5,860,835. This was due to a decrease in current liabilities from \$1,658,097 to \$569,636, due to a decrease in accounts payable from \$973,155 in the prior year to \$119,282 as a result of a decrease in expenses paid after the year related to capital improvements. Non-current liabilities increased \$299,003 or 6.0% to \$5,291,199. This was due to the addition of asset retirement obligations of \$740,000 related to the water system infrastructure added for the year, offset partially by a decrease in net general obligation bonds payable, which decreased \$357,724 to \$4,259,967.

Deferred inflows of resources for business-type activities increased \$59,895 to \$149,832 as a result of increases in IMRF pension related items for the Waterworks Fund.

Of the Village's \$123,311,999 total net position at May 31, 2021, 86.3% are net investments in capital assets (buildings, land, infrastructure, equipment). The Village's total unrestricted net position as of May 31, 2021 increased 75.1% or \$5,376,650 to \$12,534,212 for the year. Unrestricted net position for governmental activities increased 318.8% or \$4,547,270 to \$5,973,627 due primarily to an increase in certain tax revenues during the year, a reduction in capital outlays for governmental activities when compared to typical years, and a significant decrease in the net police pension liability. Restricted net position for governmental activities increased 20.7% or \$740,832 to \$4,317,255. This was due primarily to an increase in restricted net position for highways and streets as a result of an increase in motor fuel tax allotments related to the receipt of additional funds during the year totaling \$574,715 which are from the Rebuild Illinois program where additional funds are being distributed for eligible capital improvements. Unrestricted net position for business-type activities increased 14.4% or \$829,380 to \$6,560,585 due to positive operating performance during the year for the Water Fund. The Village retains a positive net position in all three categories for governmental activities as well as business-type activities. For more detailed information, see the Statement of Net Position on pages 29 and 30.

Activities. The following table summarizes revenue and expenses of the Village's activities.

Table 2
Changes in Net Position
For the Fiscal Year Ended May 31, 2021

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
REVENUES						
Program Revenues:						
Charges for Services	\$ 1,341,871	\$ 1,287,472	\$ 3,072,826	\$ 2,731,406	\$ 4,414,697	\$ 4,018,878
Operating Grants/Contributions	2,349,712	848,314	-	-	2,349,712	848,314
Capital Grants/Contributions	117,194	1,609,289	100,138	636,242	217,332	2,245,531
General Revenues:						
Property & Repl Taxes	3,647,787	3,777,528	-	-	3,647,787	3,777,528
Sales Taxes	7,595,123	5,925,252	-	-	7,595,123	5,925,252
Other Taxes	1,639,037	1,614,189	-	-	1,639,037	1,614,189
Shared Income Taxes	2,117,029	1,715,932	-	-	2,117,029	1,715,932
Other	403,093	917,790	193,491	488,853	596,584	1,406,643
Total Revenues	19,210,846	17,695,766	3,366,455	3,856,501	22,577,301	21,552,267
EXPENSES						
General Government	5,584,788	3,556,986	-	-	5,584,788	3,556,986
Public Safety	6,643,427	7,474,633	-	-	6,643,427	7,474,633
Public Works	5,207,396	5,136,102	-	-	5,207,396	5,136,102
Sanitation	420,679	574,056	-	-	420,679	574,056
Interest on Long-Term Debt	151,271	178,511	-	-	151,271	178,511
Waterworks	-	-	2,736,862	2,857,810	2,736,862	2,857,810
Total Expenses	18,007,561	16,920,288	2,736,862	2,857,810	20,744,423	19,778,098
Change in Net Position	\$ 1,203,285	\$ 775,478	\$ 629,593	\$ 998,691	\$ 1,832,878	\$ 1,774,169
Net Position, June 1	\$ 94,824,505	\$ 94,049,027	\$ 26,654,616	\$ 25,655,925	\$ 121,479,121	\$ 119,704,952
Net Position, May 31	\$ 96,027,790	\$ 94,824,505	\$ 27,284,209	\$ 26,654,616	\$ 123,311,999	\$ 121,479,121

Change in Net Position

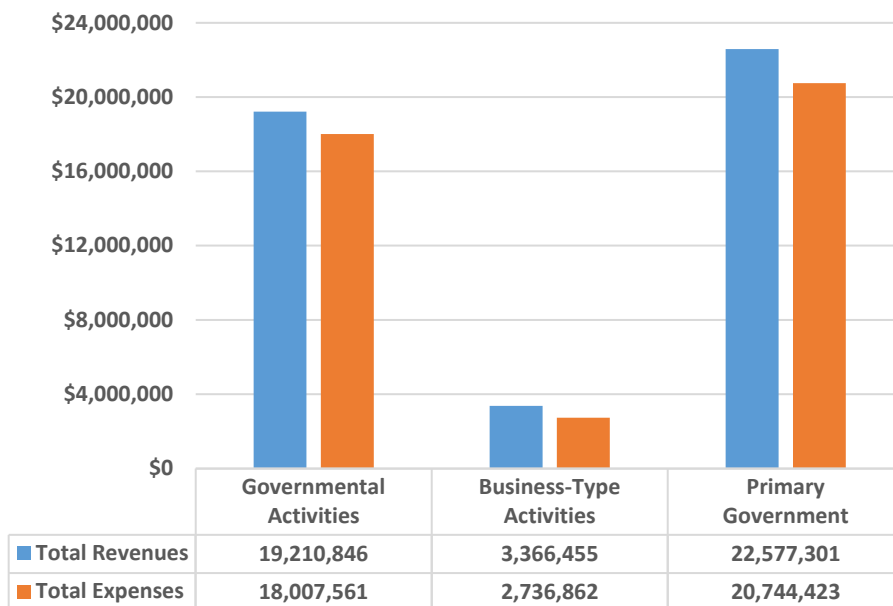
Total revenues for governmental activities increased 8.6% or \$1,515,080 to \$19,210,846 due primarily to an increase in sales tax revenue, which increased 28.2% or \$1,669,871 to \$7,595,123. This was due to the implementation of a new 3% recreational cannabis sales tax, and a significant increase in sales tax revenue generated from “essential” businesses during the year and from vehicle sales at auto dealers. In other categories, operating grants increased \$1,501,398 over the prior year to \$2,349,712 due to the receipt of \$1,062,765 in federal Coronavirus Relief Fund (CRF) grant funds from the County from the Coronavirus Aid, Relief, and Economic Security Act (“CARES Act”) during the year for eligible public safety costs associated with responding to the pandemic. Operating grants also increased over the prior year due to the receipt of additional MFT funds distributed through the Rebuild Illinois Now grant program. Capital grants decreased from \$1,609,289 to \$117,194 as public infrastructure assets accepted from developers decreased significantly for the year from the prior year. Shared income taxes increased

\$401,097 or 23.3% to \$2,117,029. This was due to an extension of time granted by the State of Illinois for filers to pay their income tax returns for 2019 from April 15th to July 15th. This resulted in delayed collections by the State normally paid in April of the prior year and remitted to local governments in May. In addition, the Village realized significant increases in normal shared income tax collections during the months of January through May of 2021 due to increase individual and corporate collections by the State. Charges for services remained about the same, increasing 4.2% to \$1,341,871. Other tax revenue increased slightly by 1.5% to \$1,639,037. Other revenue decreased significantly from \$917,790 to \$403,093 due a significant decrease in investment income from governmental activities which decreased from \$609,192 to \$57,541 as a result of the decrease in federal funds rate early in 2020.

Expenses for governmental activities increased \$1,087,273 or 6.4% to \$18,007,561. General Government expenses increased from \$3,556,986 to \$5,584,788 due primarily to the capital asset removal of the Messenger Public Library building and remaining net asset value removed from the Village's capital assets. Expenses for Public Safety decreased by \$831,206 or 11.1% to \$5,207,396 due to adjustments in pension related items. Public Works expenses increased \$71,294 or 1.4% to \$5,207,396, no significant changes in public works expenses were realized from the prior year. Sanitation expenses decreased from \$574,056 to \$403,093 due to a decrease in sanitary sewer maintenance activities. The change in net position for governmental activities for the year was \$1,203,285.

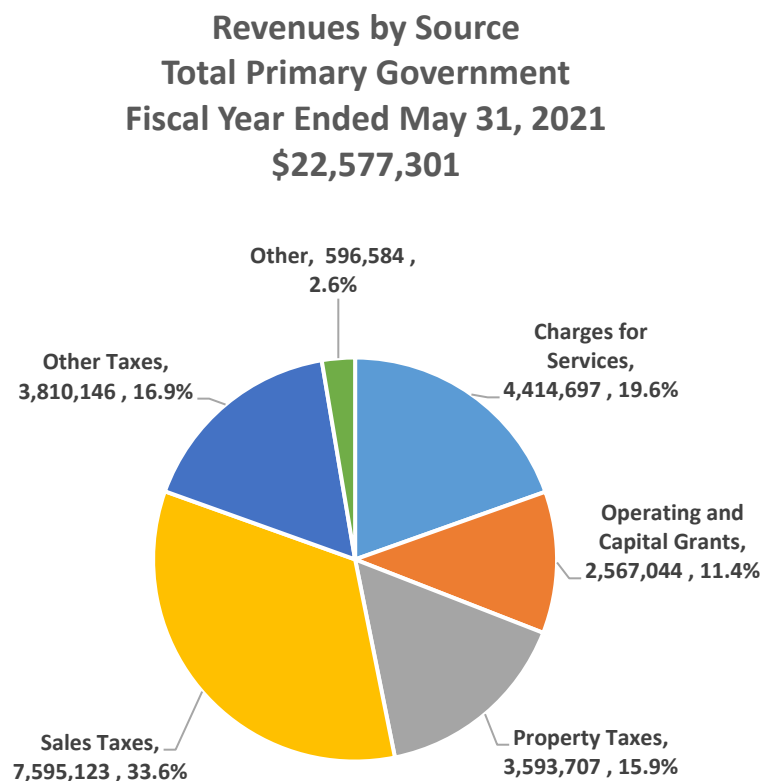
Revenues for business-type activities decreased 12.7% or \$490,046 to \$3,366,455. This was due to a decrease in capital grants from \$636,242 to \$100,138 due to a decrease in public infrastructure contributions accepted during the year. Charges for services increased by 12.5% or \$341,420 to \$3,072,826 as total Waterworks Fund charges for water services increased by \$235,859 or 9.6% to \$2,699,051. This was due to increased residential water usage at residential homes and some businesses

Statement of Activities Fiscal Year Ended May 31, 2021



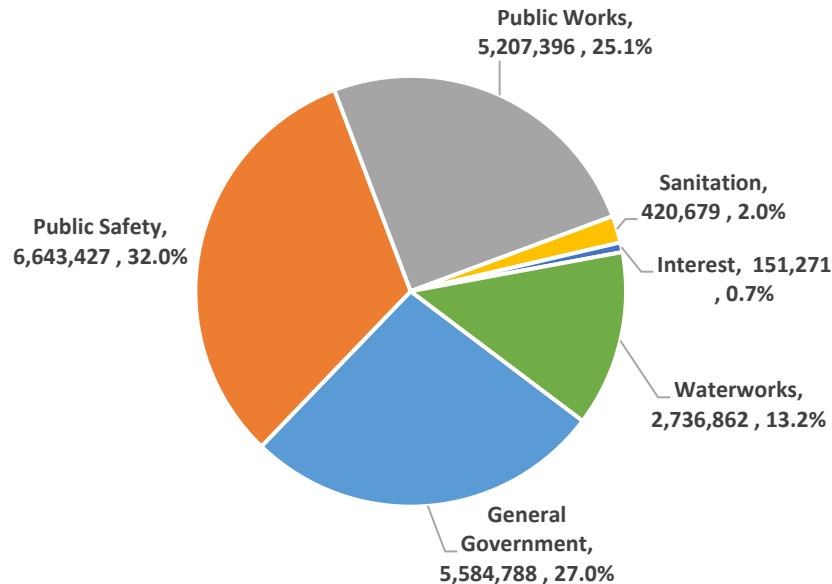
during the year as a result of changes in usage due to the pandemic. Expenses for business-type activities decreased 4.2% or \$120,949 to \$2,736,862 due to a decrease in operating expenses during the year which was partially offset by an increase in depreciation charges. Total business-type activities change in net position for the year was a positive \$629,593.

Revenues. Total primary government revenues for the fiscal year ended May 31, 2021 were \$22,577,301. As the chart below shows, 33.6% of revenues were from sales taxes including the normal state-shared 1%, non-home rule 0.50% and the 3% recreational cannabis sales tax. In addition, 19.6% was from charges for services, 11.4% was from operating and capital grants and contributions, and 15.9% was from property taxes. Sales taxes were the largest source of revenues received at \$7,595,123 and property taxes, levied to support various purposes, special service areas or received as TIF revenues, were \$3,593,707. Charges for services of \$4,414,697 consist primarily of building permits at \$374,268, cable franchise fees of \$256,136, and water usage sales at \$2,699,051.



Expenses. Total primary government expenses for the year were \$20,744,423. Public Works expenses related to the Village's street maintenance and capital projects accounted for 25.1% of the total expenses or \$5,207,396. Public Safety expenses related to the Village's Police Department operations accounted for 32.8% of total expenses or \$6,643,427 and the Village's waterworks operations accounted for 13.2%. Together, these three operational areas account for 71.1% of total expenses.

Expenses by Function
Total Primary Government
Fiscal Year Ended May 31, 2021
\$20,744,423



Financial Analysis of the Village's Funds

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

Governmental Funds

For the fiscal year ended May 31, 2021, the governmental funds reported total combined ending fund balances of \$21,319,170. This was an increase of \$4,607,045 from the total beginning governmental fund balances of \$16,712,125. The increase was due to an increase in the fund balance of the General Fund by \$155,159, an increase in the fund balance of the Capital Projects Fund of \$3,651,400 to \$7,317,618 and an increase of the nonmajor fund balances of \$855,184. Of the total ending fund balances of \$21,319,170, \$186,280 is nonspendable in form, \$4,371,338 is restricted for various purposes, \$587,173 is committed for roads, infrastructure and capital projects and \$8,682,644 is assigned for various purposes. The remaining \$7,491,735 is unassigned in the General Fund. Total assigned and unassigned fund balances as of May 31, 2021 were \$16,174,379.

General Fund. The General Fund is the major operating fund of the Village providing for most operating services to the community including police protection, public works, and Village Hall services including finance, community development and administration. The primary sources of funding for these services are sales taxes, state-shared income taxes and property taxes. At the end of the year, unassigned fund balance of the General Fund was \$7,491,735, while total fund balance in the General Fund was \$7,722,056. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year and as a measure of the General Fund's

liquidity. At the end of the year, unassigned fund balance represents 66.4% of total General Fund expenditures plus transfers out for debt service. This ratio is in line with the Village's policy of maintaining a 40% to 50% fund balance (exclusive of nonspendable portions).

During the year, General Fund revenues increased 25.5% or by \$2,946,865 to \$14,516,855. One of the primary reasons for the significant increase was an increase in sales taxes from \$4,909,851 to \$6,473,313, an increase of 31.8% or \$1,563,462. Part of this increase was due to the establishment of a new 3% recreational cannabis sales tax which was implemented with an effective date of July 1, 2020. Prior to the implementation of this tax, recreational cannabis sales began on January 1, 2020, and those sales were also applicable to the General Fund 1% sales tax and a full-year of those sales was realized for the first time for the year. Sales taxes also increased over the prior year due to an increase in sales at grocery stores and other businesses that carried an "essential" designation and were open during the months restrictions were put in place as a result of the pandemic. Also, sales tax revenue generated from the North Aurora Auto Mall increased by 38% over the prior year as demand for vehicles increased significantly and sales prices increased, especially during the last months of the fiscal year. Finally, sales tax increased due to the implementation on January 1, 2021 of the State's new law requiring out-of-state retailers to pay sales tax directly to the municipalities rather than paid as use tax. This resulted in an additional increase going forward, although it was somewhat offset by a decline in use tax revenue distributed by the State.

General Fund revenues also increased due to the receipt of \$1,062,765 in Coronavirus Relief Fund (CRF) grant revenue from the County from the Coronavirus Aid, Relief, and Economic Security Act ("CARES Act"). State shared income tax revenue increased \$401,097 or 23.3% to \$2,117,029 due to the delay of payments from the prior year. Use tax revenue increased 18.6% or \$119,701 to \$762,484 due to an increase in on-line shopping during the year. Building permit revenue increased during the year by \$72,184 to \$374,268 due to the continued development of a new residential subdivision, and other development projects underway. Property tax revenue increased \$75,052 as the Village levied in 2019 to capture the 1.9% CPI increase allowed by the State and realized additional revenue due to new construction. Investment income decreased 92.6% from \$384,638 to \$28,503 due to the federal reserve lowering its federal funds rate in March 2020 to almost 0% and those rates remaining at that level during the year.

General Fund expenditures increased 5.1% or 518,944 to \$10,645,656. General government expenditures decreased 7.6% or \$167,412 to \$2,024,511. This was primarily due to a decrease in sales tax rebates paid which decreased \$166,990 to \$260,105 for the year as the final payment to a grocery store was made in the prior year. Administration/Finance expenditures increased 6.0% or \$67,866 to \$1,191,343 due to an increase in personnel costs and one-time expenditures associated with the redesign of the Village's website. Community development expenditures increased 4.0% to \$643,249 due to an expected increase in personnel costs, while contracted building inspection cost remained about the same as the prior year at \$69,907.

Public safety expenditures for police department operations increased by 7.3% or \$433,975 to \$6,378,469. This was due to several reasons including a 3.5% or \$109,938 increase in wages, an increase in expenditures for police pension funding of \$201,445 to \$1,385,904, and an increase in vehicle and equipment fund charges of \$295,497 to fund future police vehicle and equipment fund purchases, specifically a designation for body cameras. Part of the increases in public safety expenditures were offset by a decrease in dispatching costs charged by the City of Aurora, which for various reasons was significantly less than normal, decreasing from \$238,213 to \$45,988. Public Works expenditures

increased 12.7% or \$252,381 to \$2,242,676, primarily due to an increase in personnel costs related to the hiring of a new Village Engineer position, and other vacancies being filled. Contracted snow removal costs increased from \$106,153 to \$180,639 as a result of more snow events, and public building repair costs also increased from \$91,712 to \$131,484.

Transfers out during the year of \$3,831,767 were made to various funds. Of this amount, \$631,767 was transferred out to the Police Station Debt Service Fund for required debt service payments to be made with sales tax revenue per the bond covenants. During the year, \$3,200,000 was transferred out to the Capital Projects Fund as the Village elected to set aside one-time revenues and increases in sales tax revenue for future Capital Projects that the Village is planning to undertake in the future. Revenues were over final budget by \$2,987,413 due to unanticipated one-time revenues and better than expected revenue collections, the budget for which was adjusted shortly after the pandemic began in April 2020, taking a conservative approach prior to passage. Expenditures were under final budget by \$696,135 due to vacancies in police staffing, police dispatching and building inspection costs less than anticipated, and various maintenance and repair activities related to parkway tree maintenance and sidewalk maintenance less than budgeted.

Capital Projects Fund. The Capital Projects Fund received revenues during the year of \$1,710,643. This was a decrease of 3.3% from the prior year or \$58,130 due to the reallocation of the telecommunication tax fully to the General Fund, which accounted for \$66,419 in the prior year. For the year, \$1,121,810 was received from the Village's 0.50% non-home rule sales tax which was a 10.5% increase over the prior year. Revenues from the non-home rule sales tax are restricted for capital and infrastructure projects. During the year, \$549,804 was received in total from the Village's 3% utility tax on gas and electricity (kilowatt-hour equivalency) which is committed by the Village Board for roads, infrastructure and capital projects. Total expenditures during the year were \$1,259,243 of which \$1,251,039 was for the annual road rehabilitation program which includes components of sidewalk replacement and new installation, and storm sewer replacement and other related infrastructure programs when needed. The Village made a transfer of \$3,200,000 from the General Fund to the Capital Projects Fund to support future capital projects. The total fund balance increased from \$3,666,218 to \$7,317,618. Of this ending amount, \$587,173 was committed for roads, infrastructure and capital projects and \$6,730,445 was assigned for future capital projects.

Route 31 TIF Fund. The Route 31 TIF Fund realized \$526,861 in revenues during the year of which \$521,268 were TIF incremental property tax revenues. This was an increase in TIF incremental property tax revenues of \$14,768 from the prior year. Expenditures for the year were \$581,559 of which \$479,765 was incurred for the painting and lighting of the Berman Tower silo on State by the riverfront. In addition, the Village paid out \$66,422 in TIF grants or other payments related to redevelopment agreements. During the year, the fund balance in the Rt. 31 TIF Fund decreased slightly from \$1,908,123 to \$1,853,425.

Business-Type Activities. Total Waterworks operating revenues were \$3,072,826, an increase of \$341,420 or 12.5% from the prior year. A significant portion of the increase was a \$235,859 in water usage sales which increased 8.6% to \$2,699,051 as a result of some businesses increasing their water use as well as a general increase in consumption from residential homes as a result of the increased working from home and remote school activities occurring during the year. Water permit connection fees were \$284,550, an increase from the prior year amount of \$195,138 as the build out of the Lincoln Valley on the Fox subdivision continued. Operating expenses were \$1,603,396, a decrease of 13.3% or \$245,844 less than the prior year due to a decrease in non-capitalizable costs associated with various

water system improvements. Depreciation charges of \$991,426 increased over the prior year amount of \$853,139 as new significant assets placed into service in the prior year began depreciation. Total operating expenses of \$2,594,822 resulted in an operating income of \$478,004. After non-operating revenues/(expenses) were added, as well as capital contributions, the change in net position for the year was a positive \$629,593. Total net position at the end of the year was \$27,284,209 which includes the Waterworks Fund net investment in capital assets of \$20,723,624 leaving a remaining unrestricted net position of \$6,560,585.

General Fund Budget. For the year, two budget amendments were approved by the Village Board which impacted the General Fund. The amendments:

- Increased the budget for charges for vehicle and equipment charges from all departments by \$480,621
- Increased the budget for snow removal and building maintenance repair by a combined \$100,000 in total
- Increased the transfer from the General Fund to the Capital Projects Fund over two amendments by a maximum total of \$3,250,000 for future capital projects due to the receipt of one-time revenues and other favorable variances realized during the year

Capital Assets. The Village's investment in capital assets for both its governmental and business-type activities as of May 31, 2021 is \$115,312,233 (net of accumulated depreciation). This investment in capital assets includes land, buildings, vehicles and equipment, infrastructure, sewer lines, water lines, water towers, water wells and water treatment facilities as well as intangible assets. The total decrease in the Village's investment in capital assets net of accumulated depreciation for the current fiscal year was \$5,410,459, or 4.5% (a 5.2% decrease for governmental activities and a 1.7% decrease for business-type activities). The below schedule reflects the Village's capital asset balances as of May 31, 2021.

Table 3
As of May 31, 2021

	Governmental-Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Land and Land Right of Way	\$ 28,030,850	\$ 28,030,850	\$ 476,703	\$ 476,703	\$ 28,507,553	\$ 28,507,553
Construction in Progress	-	10,835	-	230,855	-	241,690
Buildings	12,836,437	18,031,790	-	-	12,836,437	18,031,790
Vehicles and Equipment	4,445,868	4,193,830	57,200	57,200	4,503,068	4,251,030
Infrastructure	67,159,379	66,537,190	-	-	67,159,379	66,537,190
Infrastructure-Sewer Lines	26,316,213	26,214,719	-	-	26,316,213	26,214,719
Water System-Treatment and Facilities	-	-	6,745,464	6,745,464	6,745,464	6,745,464
Water System-Towers and Wells	-	-	8,386,315	8,102,047	8,386,315	8,102,047
Water System-Lines	-	-	25,729,842	25,322,098	25,729,842	25,322,098
Less:						-
Accumulated Depreciation	(48,586,366)	(47,853,576)	(16,285,672)	(15,377,313)	(64,872,038)	(63,230,889)
Total Net Capital Assets	\$ 90,202,381	\$ 95,165,638	\$ 25,109,852	\$ 25,557,054	\$ 115,312,233	\$ 120,722,692

Major capital asset additions during the fiscal year included:

- Completion of the 2020 road rehabilitation program of 1.8 miles on portions or all of April Lane, Briar Lane, Dee Road, Arrowhead Street, April Court, Laurel Lane, Elm Avenue and Maple Avenue for \$1,067,730
- Painting and lighting of Berman Tower in the Rt. 31 TIF District for \$479,765
- Rehabilitation of Well #4 and replacement of equipment at Wells #5 and #7 for \$301,133

- Completion of the replacement of watermain on Maple and Elm Avenues, total project cost \$339,179
- Purchase and replacement of five (5) police vehicles and one Water utility truck for \$229,080

Additional information on the Village's capital assets can be found in Note 3.

Debt Outstanding

As of May 31, 2021, the Village had total debt outstanding of \$8,960,000 (excluding amounts deferred for issuance premiums, compensated absences, the net other post-employment benefits liabilities and the net pension liabilities). This amount is comprised of two general obligation bond alternate revenue source issuances. Of the total amount outstanding:

- \$4,465,000 is to be retired with water service charges revenue
- \$4,495,000 is to be retired with sales tax revenue

The Village is a non-home rule community and as such is subject to a legal debt limit of 8.625% of the equalized assessed value (EAV) of the Village. At May 31, 2021, the taxable EAV of the Village was \$589,911,090 which resulted in a total legal debt limit of \$50,879,832. At the end of the fiscal year, the Village has no debt which is applicable to the debt limit.

Additional information on the long-term debt of the Village can be found in Note 3 of the Notes to the Financial Statements. The following schedule summarizes the Village's bonded and similar indebtedness

Table 4
Bonded and Similar Indebtedness
As of May 31, 2021

	Governmental-Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
General Obligation Bonds	-	395,000	-	-	-	395,000
General Obligation Bonds (Alternative Revenue Source)	4,495,000	4,985,000	4,465,000	4,920,551	8,960,000	9,905,551
Total	\$ 4,495,000	\$ 5,380,000	\$ 4,465,000	\$ 4,920,551	\$ 8,960,000	\$ 10,300,551

Economic Factors and Next Year's Budget

The Village has adhered to prudent financial management practices which has enabled it to maintain and strengthen its overall financial position and stay committed to funding the Village's long-term liabilities and allocating resources to achieve the goals and objectives of the Village Board. The Village has continued to see increases in revenues due to strength in the local economy as new businesses have opened and development of vacant land for both residential, commercial and industrial uses continues. The Village adopted a balanced budget for FY '22 that continues to fund the operating needs of the Village while committing resources and portions of newer revenue sources such as the 3% cannabis sales tax for future capital projects. The FY '22 Budget includes a transfer of \$600,000 from the General Fund to the Capital Projects Fund. Based on recent trends and revenue collections, it is anticipated that the Village may be in a position to consider additional transfers to the Capital Projects Fund as the year

progresses. Although there are some aspects of the current economic recovery that are uncertain, the Village remains in a very strong financial position to continue to meet the Village's operating and capital needs going forward.

The Village is subject to the property tax extension limitation law which limits the increase in the Village property tax extension to the increase in the consumer price index. For the 2019 levy collected in calendar 2020, this increase was 2.3%. For the 2021 levy collected in 2022, the applicable CPI factor is 1.4%. Over the last several years the Village has seen a consistent increase in new construction that has added to the overall tax base of the Village.

The Village continues to invest in the replacement of its roads and related infrastructure using committed and restricted funds as well as applying for grants where possible. The Village continues its annual road rehabilitation program in FY '22 in the Capital Projects Fund, supplementing the program with additional MFT revenues that the Village has received over the last year. The road program for 2022 is anticipated to include almost twice as many street segments as normal, illustrating the commitment of the Village to maintain its infrastructure for the future. Results from a new pavement condition index (PCI) study completed in the summer 2021 will help guide the Village's selection process for road rehabilitation in the future. The Village also replaces when necessary aging watermain in conjunction with the road program or separately if necessary. Planning also continues for a renovation/expansion of the current Public Works facility with architectural services to begin later in 2021. A significant portion of the funding for the project may be able to come from Capital Project Fund reserves that the Village has been setting aside funds for in recent years.

The Village completed several water system improvements over the last couple of years including the putting into operation two new deep wells to bring the total number of deep wells serving the Village to six (6). The Village is also planning to bid and construct a new 750,000 gallon water tower using accumulated reserve funds in the Waterworks Fund which would increase the water storage capacity for the Village to 2,250,000 gallons. Long-term planning also continues for watermain replacement which also addresses the replacement of lead service lines within the Village.

The federal government passed the American Rescue Plan Act (ARPA) which created the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program that provides federal aid to State and local governments to address the financial impacts of the coronavirus pandemic, and assist with addressing critical issues in the community. The Village was awarded \$2,454,745 and received the first half of the award in September, 2021.

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability of the money it receives. Questions concerning this report or requests for additional financial information should be directed to William D. Hannah, Finance Director, Village of North Aurora, 25 East State Street, North Aurora, IL 60542.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Fund

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF NORTH AURORA, ILLINOIS

Statement of Net Position

May 31, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 24,309,774	6,881,100	31,190,874
Receivables - Net of Allowances			
Property Taxes	3,281,328	-	3,281,328
Other Taxes	2,568,559	-	2,568,559
Accounts	22,136	437,373	459,509
Accrued Interest	10,404	395	10,799
Prepays/Inventories	218,619	-	218,619
Total Current Assets	30,410,820	7,318,868	37,729,688
Capital Assets			
Nondepreciable	28,030,850	476,703	28,507,553
Depreciable	110,757,897	40,918,821	151,676,718
Accumulated Depreciation	(48,586,366)	(16,285,672)	(64,872,038)
Total Capital Assets	90,202,381	25,109,852	115,312,233
Total Assets	120,613,201	32,428,720	153,041,921
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized Refunding Loss	166,370	-	166,370
Deferred Items - IMRF	743,039	143,656	886,695
Deferred Items - Police Pension	2,089,611	-	2,089,611
Deferred Items - ARO	-	722,500	722,500
Total Deferred Outflows of Resources	2,999,020	866,156	3,865,176
Total Assets and Deferred Outflows of Resources	123,612,221	33,294,876	156,907,097

The notes to the financial statements are an integral part of this statement.

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 555,715	119,282	674,997
Retainage Payable	49,674	4,124	53,798
Accrued Payroll	264,856	20,242	285,098
Deposits Payable	2,078,169	-	2,078,169
Accrued Interest Payable	54,083	61,078	115,161
Other Payables	-	12,314	12,314
Current Portion of Long-Term Debt	635,689	352,596	988,285
Total Current Liabilities	3,638,186	569,636	4,207,822
Noncurrent Liabilities			
Compensated Absences Payable	392,066	22,788	414,854
Net Pension Liability - IMRF	838,203	162,054	1,000,257
Net Pension Liability - Police Pension	10,719,543	-	10,719,543
Total OPEB Liability - RBP	1,383,193	106,390	1,489,583
Asset Retirement Obligation	-	740,000	740,000
General Obligation Bonds Payable - Net	4,126,843	4,259,967	8,386,810
Total Noncurrent Liabilities	17,459,848	5,291,199	22,751,047
Total Liabilities	21,098,034	5,860,835	26,958,869
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	3,444,457	-	3,444,457
Deferred Items - IMRF	774,983	149,832	924,815
Deferred Items - Police Pension	2,266,957	-	2,266,957
Total Deferred Inflows of Resources	6,486,397	149,832	6,636,229
Total Liabilities and Deferred Inflows of Resources	27,584,431	6,010,667	33,595,098
NET POSITION			
Net Investment in Capital Assets	85,736,908	20,723,624	106,460,532
Restricted			
DUI Enforcement	43,466	-	43,466
Public Safety	1,125	-	1,125
Highways and Streets	2,030,691	-	2,030,691
Economic Development	1,901,019	-	1,901,019
Subdivision Improvements	113,152	-	113,152
Debt Service	227,802	-	227,802
Unrestricted	5,973,627	6,560,585	12,534,212
Total Net Position	96,027,790	27,284,209	123,311,999

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

Statement of Activities

For the Fiscal Year Ended May 31, 2021

		Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
	Expenses			
Governmental Activities				
General Government	\$ 5,584,788	946,818	-	-
Public Safety	6,643,427	239,742	1,062,765	-
Public Works	5,207,396	-	1,286,947	117,194
Sanitation	420,679	155,311	-	-
Interest on Long-Term Debt	151,271	-	-	-
Total Governmental Activities	18,007,561	1,341,871	2,349,712	117,194
Business-Type Activities				
Waterworks	2,736,862	3,072,826	-	100,138
Total Primary Government	20,744,423	4,414,697	2,349,712	217,332

The notes to the financial statements are an integral part of this statement.

	Net (Expenses)/Revenues		
	Primary Government		Totals
	Governmental Activities	Business-Type Activities	
	(4,637,970)	-	(4,637,970)
	(5,340,920)	-	(5,340,920)
	(3,803,255)	-	(3,803,255)
	(265,368)	-	(265,368)
	(151,271)	-	(151,271)
	(14,198,784)	-	(14,198,784)
	-	436,102	436,102
	(14,198,784)	436,102	(13,762,682)
General Revenues			
Taxes			
Property Taxes	3,593,707	-	3,593,707
Non Home-Rule Sales Taxes	1,121,810	-	1,121,810
Utility Taxes	701,240	-	701,240
Other Taxes	157,006	-	157,006
Intergovernmental - Unrestricted			
Sales Taxes	6,473,313	-	6,473,313
Income Taxes	2,117,029	-	2,117,029
Use Taxes	780,791	-	780,791
Replacement Taxes	54,080	-	54,080
Interest Income	57,541	13,448	70,989
Miscellaneous	345,552	180,043	525,595
	15,402,069	193,491	15,595,560
Change in Net Position	1,203,285	629,593	1,832,878
Net Position - Beginning	94,824,505	26,654,616	121,479,121
Net Position - Ending	96,027,790	27,284,209	123,311,999

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

**Balance Sheet - Governmental Funds
May 31, 2021**

	General	Special Revenue Route 31 TIF	Capital Projects	Nonmajor	Totals
ASSETS					
Cash and Investments	\$ 7,761,926	1,945,069	7,315,753	4,612,758	21,635,506
Receivables - Net of Allowances					
Property Taxes	2,422,144	504,805	-	354,379	3,281,328
Other Taxes	2,148,482	-	352,738	67,339	2,568,559
Accounts	9,427	-	-	12,709	22,136
Accrued Interest	7,502	-	-	2,525	10,027
Prepays	185,730	-	-	550	186,280
Total Assets	12,535,211	2,449,874	7,668,491	5,050,260	27,703,836
LIABILITIES					
Accounts Payable	225,798	6,467	55,219	260,026	547,510
Retainage Payable	-	-	49,674	-	49,674
Accrued Payroll	264,856	-	-	-	264,856
Other Payables	1,820,353	11,836	245,980	-	2,078,169
Total Liabilities	2,311,007	18,303	350,873	260,026	2,940,209
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	2,502,148	578,146	-	364,163	3,444,457
Total Liabilities and Deferred Inflows of Resources	4,813,155	596,449	350,873	624,189	6,384,666
FUND BALANCES					
Nonspendable	185,730	-	-	550	186,280
Restricted	44,591	1,853,425	-	2,473,322	4,371,338
Committeed	-	-	587,173	-	587,173
Assigned	-	-	6,730,445	1,952,199	8,682,644
Unassigned	7,491,735	-	-	-	7,491,735
Total Fund Balances	7,722,056	1,853,425	7,317,618	4,426,071	21,319,170
Total Liabilities, Deferred Inflows of Resources and Fund Balances	12,535,211	2,449,874	7,668,491	5,050,260	27,703,836

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to the
Statement of Net Position - Governmental Activities**

May 31, 2021

Total Governmental Fund Balances	\$ 21,319,170
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital Assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	90,202,381
Less: Internal Service Funds	(1,466,740)
Internal Service Funds are used by the Village to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.	3,642,764
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(31,944)
Deferred Items - Police Pension	(177,346)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension Liability - IMRF	(838,203)
Net Pension Liability - Police Pension	(10,719,543)
Total OPEB Liability - RBP	(1,383,193)
General Obligation Bonds - Net	(4,631,843)
Unamortized Refunding Loss	166,370
Accrued Interest Payable	(54,083)
Net Position of Governmental Activities	<u>96,027,790</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

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

	General	Special Revenue Route 31 TIF	Capital Projects	Nonmajor	Totals
Revenues					
Taxes	\$ 2,666,054	521,268	1,671,614	714,827	5,573,763
Intergovernmental	10,487,978	-	-	1,286,947	11,774,925
Licenses and Permits	560,766	-	-	70,836	631,602
Charges for Services	348,437	-	-	124,475	472,912
Fines and Forfeitures	237,357	-	-	-	237,357
Interest Income	28,503	5,593	7,577	7,267	48,940
Miscellaneous	187,760	-	31,452	-	219,212
Total Revenues	14,516,855	526,861	1,710,643	2,204,352	18,958,711
Expenditures					
Current					
General Government	2,024,511	100,428	-	129,582	2,254,521
Public Safety	6,378,469	-	-	200,757	6,579,226
Public Works	2,242,676	-	-	502,319	2,744,995
Sanitation	-	-	-	92,722	92,722
Capital Outlay	-	481,131	1,259,243	27,500	1,767,874
Debt Service					
Principal Retirement	-	-	-	885,000	885,000
Interest and Fiscal Charges	-	-	-	154,967	154,967
Total Expenditures	10,645,656	581,559	1,259,243	1,992,847	14,479,305
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,871,199	(54,698)	451,400	211,505	4,479,406
Other Financing Sources (Uses)					
Disposal of Capital Asset	1,299	-	-	-	1,299
Insurance Claim Reimbursement	109,273	-	-	17,067	126,340
Transfers In	5,155	-	3,200,000	631,767	3,836,922
Transfers Out	(3,831,767)	-	-	(5,155)	(3,836,922)
	(3,716,040)	-	3,200,000	643,679	127,639
Net Change in Fund Balances	155,159	(54,698)	3,651,400	855,184	4,607,045
Fund Balances - Beginning	7,566,897	1,908,123	3,666,218	3,570,887	16,712,125
Fund Balances - Ending	7,722,056	1,853,425	7,317,618	4,426,071	21,319,170

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Governmental Activities**

For the Fiscal Year Ended May 31, 2021

Net Change in Fund Balances - Total Governmental Funds	\$ 4,607,045
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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.

Capital Outlays	1,477,956
Capital Contributions	117,194
Depreciation Expense	(3,484,980)
Disposals - Cost	(6,139,321)
Disposals - Accumulated Depreciation	3,012,047

Internal service funds are used by the Village to charge the costs of vehicle and equipment
management and employee compensated absences to individual funds.

The net revenue of certain activities of internal service funds is reported with governmental activities.	351,151
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The net effect of deferred outflows (inflows) of resources related
to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(10,884)
Change in Deferred Items - Police Pension	(2,650,382)

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Change in Net Pension Liability - IMRF	428,185
Change in Net Pension Liability - Police Pension	2,757,914
Change in Total OPEB Liability - RBP	(151,336)
Retirement of Debt	885,000
Amortization of Bond Premium	22,785
Amortization of Refunding Loss	(29,345)

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

	<u>10,256</u>
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Changes in Net Position of Governmental Activities

	<u><u>1,203,285</u></u>
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The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

**Statement of Net Position - Proprietary Funds
May 31, 2021**

	Business-Type Activities <u>Waterworks</u>	Governmental Activities <u>Internal Service</u>
ASSETS		
Current Assets		
Cash and Investments	\$ 6,881,100	2,674,268
Receivables - Net of Allowances		
Accounts	437,373	-
Accrued Interest	395	377
Inventories	-	32,339
Total Current Assets	<u>7,318,868</u>	<u>2,706,984</u>
Noncurrent Assets		
Capital Assets		
Nondepreciable	476,703	15,800
Depreciable	40,918,821	3,500,032
Accumulated Depreciation	<u>(16,285,672)</u>	<u>(2,049,092)</u>
Total Noncurrent Assets	<u>25,109,852</u>	<u>1,466,740</u>
Total Assets	<u>32,428,720</u>	<u>4,173,724</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Items - IMRF	143,656	-
Deferred Items - ARO	<u>722,500</u>	<u>-</u>
Total Deferred Outflows of Resources	866,156	-
Total Assets and Deferred Outflows of Resources	<u>33,294,876</u>	<u>4,173,724</u>

The notes to the financial statements are an integral part of this statement.

	Business-Type Activities Waterworks	Governmental Activities Internal Service
LIABILITIES		
Current Liabilities		
Accounts Payable	119,282	8,205
Retainage Payable	4,124	-
Accrued Payroll	20,242	-
Accrued Interest Payable	61,078	-
Other Payables	12,314	-
Current Portion of Long-Term Debt	352,596	130,689
Total Current Liabilities	569,636	138,894
Noncurrent Liabilities		
Compensated Absences Payable	22,788	392,066
Net Pension Liability - IMRF	162,054	-
Total OPEB Liability - RBP	106,390	-
Asset Retirement Obligation	740,000	-
General Obligation Bonds Payable - Net	4,259,967	-
Total Noncurrent Liabilities	5,291,199	392,066
Total Liabilities	5,860,835	530,960
DEFERRED INFLOWS OF RESOURCES		
Deferred Items - IMRF	149,832	-
Total Liabilities and Deferred Inflows of Resources	6,010,667	530,960
NET POSITION		
Net Investment in Capital Assets	20,723,624	1,466,740
Unrestricted	6,560,585	2,176,024
Total Net Position	27,284,209	3,642,764

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended May 31, 2021**

	Business-Type Activities <u>Waterworks</u>	Governmental Activities <u>Internal Service</u>
Operating Revenues		
Charges for Services		
Water Sales	\$ 2,699,051	-
Water Meters	63,974	-
Water Permits	284,550	-
Meter Reads	18,720	-
Building Permits	6,231	-
Hydrant Meter Rental	300	-
Internal Service - Charges for Services	-	696,410
Total Operating Revenues	<u>3,072,826</u>	<u>696,410</u>
Operating Expenses		
Operations and Capital	1,603,396	94,003
Depreciation	991,426	259,857
Total Operating Expenses	<u>2,594,822</u>	<u>353,860</u>
Operating Income	<u>478,004</u>	<u>342,550</u>
Nonoperating Revenue (Expenses)		
Interest Income	13,448	8,601
Other Income	221,794	-
Disposal of Capital Asset	(41,751)	-
Interest Expense	(142,040)	-
	<u>51,451</u>	<u>8,601</u>
Income Before Contributions	529,455	351,151
Contributions	<u>100,138</u>	<u>-</u>
Change in Net Position	629,593	351,151
Net Position - Beginning	<u>26,654,616</u>	<u>3,291,613</u>
Net Position - Ending	<u><u>27,284,209</u></u>	<u><u>3,642,764</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

Statement of Cash Flows - Proprietary Funds For the Fiscal Year Ended May 31, 2021

	Business-Type Activities Waterworks	Governmental Activities Internal Service
Cash Flows from Operating Activities		
Receipts from Customers and Users	\$ 2,494,734	-
Interfund Services Provided	-	689,854
Payments to Employees	(418,495)	-
Payments to Suppliers	(1,447,243)	(80,009)
	<u>628,996</u>	<u>609,845</u>
Cash Flows from Capital and Related Financing Activities		
Disposal of Capital Assets	(41,751)	-
Purchase of Capital Assets	(468,480)	(313,702)
Payment of Principal	(455,551)	-
Interest Expense	(142,040)	-
	<u>(1,107,822)</u>	<u>(313,702)</u>
Cash Flows from Investing Activities		
Interest Received	<u>13,448</u>	<u>8,601</u>
Net Change in Cash and Cash Equivalents	(465,378)	304,744
Cash and Cash Equivalents		
Beginning	<u>7,346,478</u>	<u>2,369,524</u>
Ending	<u><u>6,881,100</u></u>	<u><u>2,674,268</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities		
Operating Income	478,004	342,550
Adjustments to Reconcile Operating Income to Net Income to Net Cash Provided by (Used in) Operating Activities:		
Depreciation and Amortization	991,426	259,857
Other Income	221,794	-
(Increase) Decrease in Current Assets	(799,886)	(6,556)
Increase (Decrease) in Current Liabilities	(262,342)	13,994
Net Cash Provided by Operating Activities	<u><u>628,996</u></u>	<u><u>609,845</u></u>
Noncash Capital and Related Financing Activities		
Contributions	<u><u>100,138</u></u>	<u><u>-</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

**Statement of Fiduciary Net Position
May 31, 2021**

	<u>Pension Trust Police Pension</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,136,045
Investments	
U.S. Government Obligations	651,797
U.S. Agency Obligations	2,473,212
Municipal Bonds	462,530
Corporate Bonds	6,853,043
Equities	1,643,223
Mutual Funds	10,763,508
Receivables - Net of Allowances	
Accrued Interest	<u>98,466</u>
	24,081,824
LIABILITIES	
Accounts Payable	<u>1,105</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>24,080,719</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended May 31, 2021**

	<u>Pension Trust Police Pension</u>
Additions	
Contributions - Employer	\$ 1,385,904
Contributions - Plan Members	290,382
Total Contributions	<u>1,676,286</u>
Investment Income	
Interest Earned	682,518
Net Change in Fair Value	3,204,574
	<u>3,887,092</u>
Less Investment Expenses	(28,947)
Net Investment Income	<u>3,858,145</u>
Total Additions	<u>5,534,431</u>
Deductions	
Administration	16,018
Benefits and Refunds	914,258
Total Deductions	<u>930,276</u>
Change in Fiduciary Net Position	4,604,155
Net Position Restricted for Pensions	
Beginning	<u>19,476,564</u>
Ending	<u><u>24,080,719</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of North Aurora, Illinois (Village) was incorporated in 1905. The Village operates under a Trustee – Administrator form of government. The Village Board of Trustees is composed of the Village Mayor and six trustees. The Village provides services to the community that includes: police, water, community development, planning and zoning, street maintenance, and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of North Aurora
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

The Village's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary Village because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a pension trust fund.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's public safety, public works, sanitation, and general administrative services are classified as governmental activities. The Village's waterworks services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations.

The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges for services, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property, sales and use taxes, certain intergovernmental revenues, permits and charges for services, etc.).

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is recorded as a reimbursement and reduction of general government expenditures to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either have debt outstanding or a specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, 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.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains eight special revenue funds. The Route 31 TIF Fund, presented as a major fund, is used to account for the operations of the Village's Tax Increment Financing District #1 funded by restricted incremental revenues.

Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Village maintains two nonmajor debt service funds.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Capital Projects Fund is a major fund.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Village:

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity is (a) financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Waterworks Fund, a major fund, is used to account for all the operating and non-operating revenue and expenses related to the provision of water service to the residents of the Village.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Proprietary Funds – Continued

Internal Service Funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains two internal service funds. The Vehicle and Equipment Fund is used to account for the accumulation of department service charges to replace or purchase new Village vehicles and equipment and the related expenses. The Employee Compensated Absences Fund is used to account for the portion of compensated absences related to governmental funds owed to employees. The Village's internal service funds are presented in the proprietary funds' financial statements. Because the principal users of the internal services are the Village's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, public safety, public works, etc.).

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or custodial capacity by the Village for others and therefore are not available to support Village programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension Trust Funds are used to account for assets held in a trustee capacity by the Village for pension benefit payments. The Police Pension Fund is used to account for the accumulation of resources to pay pension costs. Resources are contributed by police force members at rates fixed by state statutes and by the government through an annual property tax levy.

The Village's pension trust fund is presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows 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.

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A ninety-day available period is used for revenue related to the sales and telecommunication taxes. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary and pension trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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 revenues of the Village’s enterprise funds, and of the Village’s internal service funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds “Statement of Cash Flows,” cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Cash and Investments – Continued

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, 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.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, and franchise taxes. Business-type activities report waterworks charges as their major receivables.

Prepays/Inventories

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Internal service fund services provided and used are not eliminated in the process of consolidation. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 or more, and an estimated useful life in excess of one years, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings	25 - 50 Years
Vehicles and Equipment	3 - 10 Years
Infrastructure	20 - 40 Years
Water System	10 - 40 Years

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types 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 are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expenses at the time of issuance.

In the fund financial statements, governmental fund types 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.

Net Position

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

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 improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Annual budgets were adopted for all governmental and proprietary funds (except for the Employee Compensated Absences Fund). Budgets are adopted on a basis consistent with generally accepted accounting principles except that the proprietary funds are budgeted using a current financial resources measurement focus. All annual budgets lapse at fiscal year end.

All departments of the Village submit requests for appropriations to the Village Administrator and Finance Director so that a budget may be prepared. The budget is prepared by fund, department, division and object level and includes information on the past year, current year estimates and requested budgets for the next fiscal year.

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 the budgets, but may not change the form of the budget. The budget may be amended by the governing body pursuant to the Illinois Budget Act.

The Board of Trustees approves all budget amendments which increase or decrease the total budget of a fund or which increase or decrease the total budget of a department in the General Fund. The Finance Director, who serves as Budget Officer, may transfer budget within a department in the General Fund or within other funds as long as the total budget is not changed.

During the year, two budget amendments were adopted and is reflected in the financial statements.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments – Statutes and the Village's investment policy authorize the Village to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Trust, Illinois Funds Investment Pool and the Illinois Metropolitan Investment Fund.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

The deposits and investments of the Pension Fund are held separately from those of other Village funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, pension funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

The Illinois Trust was established for the purpose of allowing various public agencies including, but not limited to, counties, townships, cities, towns, villages, school districts, housing authorities and public water supply districts, to jointly invest funds in accordance with the Laws of the State of Illinois. Participation in the Illinois Trust is voluntary. The Illinois Trust is not registered with the SEC as an Investment Company. Investments in the Illinois Trust are valued at the share price, the price for which the investment could be sold.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

Village – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$11,510,776 and the bank balances totaled \$11,790,072.

Investments. The Village has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities - in Years			
		Less Than 1	1-5	6-10	More Than 10
Negotiable CDs	\$ 3,135,857	958,387	2,177,470	-	-
Illinois Trust	4,136,467	4,136,467	-	-	-
Illinois Funds	8,559,513	8,559,513	-	-	-
IMET	3,848,261	3,848,261	-	-	-
Totals	19,680,098	17,502,628	2,177,470	-	-

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Investments – Continued. The Village has the following recurring fair value measurements as of May 31, 2021:

		Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Level	Total			
Debt Securities				
Negotiable CDs	\$ 3,135,857	-	3,135,857	-
Investments Measured at the Net Asset Value (NAV)				
Illinois Trust	4,136,467			
Illinois Funds	8,559,513			
IMET	3,848,261			
	<u>19,680,098</u>			

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a three-year period. The investment policy limits the maximum maturity length of investments for unreserved funds to five years from date of purchase. Investments of reserved funds longer than five years may be purchased with maturities to match future projects or liability requirements funded by the reserves, if separately approved by the Village Administrator.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. Investments in commercial paper are allowed if rated within the highest classifications by at least two standard rating services. Investments in municipal bonds are allowed pursuant to the requirements in the Public Funds Investment Act. Bonds must be rated at the time of purchase within the four highest general classifications established by a rating service nationally recognized in rating bonds of States and political subdivisions. At May 31, 2021, the Illinois Funds are rated AAAm, the investment in IMET 1-3 Year Fund is rated AA Af, and the investment in the Illinois Trust is rated AA Am by Standard & Poor's.

Custodial Credit Risk – Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 105% of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Village in the Village's name. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Custodial Credit Risk – Investments. In the case of investments, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Village's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Village's name. At year-end, the Village's investments in the Illinois Funds, IMET and the Illinois Trust are not subject to custodial credit risk.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. the Village's investment policy limits investments the amount of the portfolio that can be invested in any one investment vehicle as follows: no more than 50% of the portfolio can be with one financial institution, no more than 50% in United States Government agencies (and no more than 25% in one agency), no more than 50% in Illinois Funds, no more than 30% in IMET (1 to 3 year portion) and 50% in IMET (convenience fund portion), no more than 50% in the Illinois Trust, no more than 40% in brokered certificates of deposit, no more than 25% in bonds of counties, states and villages and no more than 10% in commercial paper. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Police Pension Fund – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Pension Fund's deposits totaled \$1,136,045 and the bank balances totaled \$1,136,045.

Investments. The Pension Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities - in Years			
		Less Than 1	1-5	6-10	More Than 10
U. S. Government Obligations	\$ 651,797	-	651,797	-	-
U. S. Agency Obligations	2,473,212	429,167	1,571,336	472,709	-
Municipal Bonds	462,530	-	361,261	-	101,269
Corporate Bonds	6,853,043	340,471	5,637,844	874,728	-
Totals	10,440,582	769,638	8,222,238	1,347,437	101,269

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Investments – Continued. At year-end, the Pension Fund has the following recurring fair value measurements:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U. S. Government Obligations	\$ 651,797	651,797	-	-
U. S. Agency Obligations	2,473,212	-	2,473,212	-
Municipal Bonds	462,530	-	462,530	-
Corporate Bonds	6,853,043	-	6,853,043	-
Equity Securities				
Equities	1,643,223	1,643,223	-	-
Mutual Funds	10,763,508	10,763,508	-	-
Total Investments by Fair Value Level	22,847,313	13,058,528	9,788,785	-

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. In accordance with its investment policy, the Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the Pension Fund.

Credit Risk. The Pension Fund limits its exposure to credit risk by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government as well as investment grade corporate bonds. At May 31, 2021, the corporate bonds were rated BBB- to AA by Standard and Poor's and the municipal bonds were rated A2 to Aaa by Moody's. The U. S. Agency Obligations ratings are not available.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Custodial Credit Risk – Deposits. With respect to deposits, the Pension Fund's investment policy requires all bank balances to be covered by federal depository insurance. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Custodial Credit Risk – Investments. With respect to investments, the Pension Fund requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Pension Fund's agent separate from where the investment was purchased in the Pension Fund's name. The money market mutual funds and equity mutual funds are not subject to custodial credit risk.

Concentration Risk. The Pension Fund's investment policy does not address concentration risk. In addition to the securities and fair values listed above, the Pension Fund also has \$10,763,508 invested in mutual funds, and \$1,643,223 invested in equities. At year-end, the Pension Fund does not have any investments over 5 percent of the net position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Domestic Equities	38.07%	3.43% - 4.13%
International Equities	11.66%	6.33%
Fixed Income	45.72%	(2.67%) - 3.23%
Cash and Cash Equivalents	4.55%	(1.87%)

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund – Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Concentration Risk – Continued. The long-term expected rate of return on the Pension Fund's investments was determined using an asset allocation study conducted by the Pension Fund's investment management consultant in June 2021 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of May 31, 2021 are listed in the table above.

Rate of Return

For the year ended May 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 19.20%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes are levied each calendar year on all taxable real property located in the Village. For governmental funds, property taxes which are collected within 60 days subsequent to year end of the year intended to finance are recorded as revenue.

The County Assessor is responsible for assessment of all taxable real property within Kane County (the County) except for certain railroad property which is assessed directly by the state. Some portion of the County is reassessed each year on a repeating schedule established by the County Assessor. The County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the County Collector as the basis for issuing tax bills to all taxpayers in the County.

Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the units their respective share of the collections. Taxes levied in one year become due and payable in two installments on June 1 and September 1 during the following year. The levy becomes an enforceable lien against the property as of January 1 of the levy year. The 2020 levy was adopted on December 7, 2020 and is recorded as a receivable and offset by deferred/unavailable revenue since it is intended to finance the subsequent fiscal year. No allowance for uncollectible taxes has been established since historically the Village has collected approximately 100% of the levy.

The 2021 tax levy, which attached as an enforceable lien on property as of January 1, 2021, has not been recorded as a receivable as of May 31, 2021 as the tax has not yet been levied by the Village and will not be levied until December 2021 and, therefore, the levy is not measurable at May 31, 2021.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 5,331,760	-	-	5,331,760
Land Right of Way	22,699,090	-	-	22,699,090
Construction in Progress	10,835	-	10,835	-
	<u>28,041,685</u>	<u>-</u>	<u>10,835</u>	<u>28,030,850</u>
Depreciable Capital Assets				
Buildings	18,031,790	490,600	5,685,953	12,836,437
Vehicles and Equipment	4,193,830	313,702	61,664	4,445,868
Infrastructure	66,537,190	1,013,893	391,704	67,159,379
Infrastructure - Sewer Lines	26,214,719	101,494	-	26,316,213
	<u>114,977,529</u>	<u>1,919,689</u>	<u>6,139,321</u>	<u>110,757,897</u>
Less Accumulated Depreciation				
Buildings	5,890,037	444,812	2,558,679	3,776,170
Vehicles and Equipment	2,560,024	286,721	61,664	2,785,081
Infrastructure	28,658,060	2,418,547	391,704	30,684,903
Infrastructure - Sewer Lines	10,745,455	594,757	-	11,340,212
	<u>47,853,576</u>	<u>3,744,837</u>	<u>3,012,047</u>	<u>48,586,366</u>
Total Net Depreciable Capital Assets	<u>67,123,953</u>	<u>(1,825,148)</u>	<u>3,127,274</u>	<u>62,171,531</u>
Total Net Capital Assets	<u>95,165,638</u>	<u>(1,825,148)</u>	<u>3,138,109</u>	<u>90,202,381</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 241,061
Public Safety	551,068
Public Works	2,599,576
Sanitation	<u>353,132</u>
	<u>3,744,837</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 476,703	-	-	476,703
Construction in Progress	230,855	-	230,855	-
	<u>707,558</u>	<u>-</u>	<u>230,855</u>	<u>476,703</u>
Depreciable Capital Assets				
Equipment	38,100	-	-	38,100
Vehicles	19,100	-	-	19,100
Water System - Treatment and Facilities	6,745,464	-	-	6,745,464
Water System - Towers and Wells	8,102,047	360,155	75,887	8,386,315
Water System - Lines	25,322,098	439,318	31,574	25,729,842
	<u>40,226,809</u>	<u>799,473</u>	<u>107,461</u>	<u>40,918,821</u>
Less Accumulated Depreciation				
Equipment	38,100	-	-	38,100
Vehicles	19,100	-	-	19,100
Water System - Treatment and Facilities	1,773,143	190,455	-	1,963,598
Water System - Towers and Wells	2,567,716	203,512	33,993	2,737,235
Water System - Lines	10,979,254	579,959	31,574	11,527,639
	<u>15,377,313</u>	<u>973,926</u>	<u>65,567</u>	<u>16,285,672</u>
Total Net Depreciable Capital Assets	<u>24,849,496</u>	<u>(174,453)</u>	<u>41,894</u>	<u>24,633,149</u>
Total Net Capital Assets	<u>25,557,054</u>	<u>(174,453)</u>	<u>272,749</u>	<u>25,109,852</u>

Depreciation expense was charged to the water business-type activities as follows:

Waterworks	<u>\$ 973,926</u>
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VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Nonmajor Governmental	\$ 5,155
Capital Projects	General	3,200,000
Nonmajor Governmental	General	<u>631,767</u>
		<u><u>3,836,922</u></u>

The Village made a transfer of remaining fund balance from the Library Debt Service Fund, a nonmajor governmental fund, to the General Fund to close the fund at year end, a transfer from the General Fund to the nonmajor governmental funds for future debt service payments, and a transfer from the General Fund to the Capital Projects Fund to help fund capital projects of the Village. These amounts will not be repaid.

LONG-TERM DEBT

Loans Payable

The Village enters into loans payable for the acquisition of capital equipment. Loans payable are direct obligations and pledge the full faith and credit of the Village. Loans payable currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
Kane County Loan Payable of 2010, due in annual installments of \$93,512 to \$120,551, plus interest at 2.018% to 3.071% through December 15, 2020.	Waterworks	<u>\$ 120,551</u>	<u>-</u>	<u>120,551</u>	<u>-</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation (Alternate Revenue Source) Bonds

The Village has issued general obligation bonds for the purpose of acquiring property. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2009 due in annual installments of \$325,000 to \$505,000, plus interest at 2.00% to 3.75% through January 1, 2021.	Library	\$ 395,000	-	395,000	-
General Obligation Alternate Revenue Source Refunding Bonds of 2014 due in annual installments of \$55,000 to \$625,000, plus interest at 2.00% to 3.00% through January 1, 2029.	Police Station	4,985,000	-	490,000	4,495,000
General Obligation Alternate Revenue Source Bonds of 2017 due in annual installments of \$320,000 to \$475,000, plus interest at 3.00% to 4.00% through January 1, 2032.	Waterworks	4,800,000	-	335,000	4,465,000
		10,180,000	-	1,220,000	8,960,000

ASSET RETIREMENT OBLIGATION

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells and for the retirement of certain components of the Village's treatment plant at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells and components of the treatment plant ranges between 40 and 50 years.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Due within One Year
Governmental Activities					
Compensated Absences	\$ 512,784	19,942	9,971	522,755	130,689
Net Pension Liability					
IMRF	1,266,388	-	428,185	838,203	-
Police Pension	13,477,457	-	2,757,914	10,719,543	-
Total OPEB Liability - RBP	1,231,857	151,336	-	1,383,193	-
General Obligation Bonds Payable	5,380,000	-	885,000	4,495,000	505,000
Plus: Premium on Bonds Payable	159,628	-	22,785	136,843	-
	<u>22,028,114</u>	<u>171,278</u>	<u>4,103,855</u>	<u>18,095,537</u>	<u>635,689</u>
Business-Type Activities					
Compensated Absences	29,563	1,642	821	30,384	7,596
Net Pension Liability - IMRF	257,260	-	95,206	162,054	-
Total OPEB Liability - RBP	95,073	11,317	-	106,390	-
Asset Retirement Obligation	-	740,000	-	740,000	-
General Obligation Bonds Payable	4,800,000	-	335,000	4,465,000	345,000
Plus: Premium on Bonds Payable	152,691	-	12,724	139,967	-
Kane County Loan Payable	120,551	-	120,551	-	-
	<u>5,455,138</u>	<u>752,959</u>	<u>564,302</u>	<u>5,643,795</u>	<u>352,596</u>

For the governmental activities, the compensated absences, the net pension liabilities, and the total OPEB liability are liquidated by the General Fund. The Library Fund and Police Station Fund make payments on the general obligation bonds. At year end, the compensated absences above are reported in the internal service funds.

For business-type activities, the Waterworks Fund makes payments on the compensated absences, on the net pension liability, on the total OPEB liability, on the asset retirement obligation, on the general obligation bonds, and on the Kane County loan payable.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities		Business-Type Activities	
	General		General	
	Obligation		Obligation	
	Bonds Payable		Bonds Payable	
	Principal	Interest	Principal	Interest
2022	\$ 505,000	129,800	345,000	146,425
2023	515,000	119,700	360,000	136,075
2024	535,000	104,250	370,000	125,275
2025	550,000	88,200	380,000	114,175
2026	570,000	71,700	390,000	102,775
2027	585,000	54,600	405,000	91,075
2028	610,000	37,050	415,000	78,925
2029	625,000	18,750	430,000	65,438
2030	-	-	440,000	51,464
2031	-	-	455,000	36,062
2032	-	-	475,000	18,999
Totals	4,495,000	624,050	4,465,000	966,688

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979".

Assessed Valuation - 2020	\$ 589,911,090
Bonded Debt Limit - 8.625% of Assessed Value	50,879,832
Amount of Debt Applicable to Limit	
General Obligation Bonds	-
Legal Debt Margin	50,879,832

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

PLEDGED REVENUES

The Village has issued Alternate Revenue Source Bonds for which they have pledged future revenue streams. The General Obligation Alternate Revenue Source Bonds of 2017, issued for various water system improvements, are payable from a pledge of the Village's water operations revenue. The 2017 bonds have a remaining total pledge of \$5,431,688, with the bonds maturing January 1, 2032. During the current fiscal year, the pledge of \$491,475 was approximately 33.03% of net operations (excluding depreciation) of \$1,482,878.

The General Obligation Refunding Alternate Revenue Source Bonds of 2014, issued for the construction of the police department, are payable from a pledge of sales tax and use tax, with a remaining total pledge of \$5,119,050 and the bonds maturing January 1, 2029. During the current fiscal year, the pledge of sales tax and use tax of \$629,600 was approximately 8.70% of total sales and use tax of \$7,235,797.

SALES TAX REBATES

The Village has entered into economic incentives with a developer with a rebate period beginning November 2006. This agreement requires the Village to rebate 50% of the sales tax revenue generated by the development in quarterly payments. The maximum amount to be paid to the developer is \$15,000,000 over 15 years. \$3,852,237 has been paid or accrued as accounts payable as of May 31, 2021.

During fiscal year 2019, the Village entered into an agreement with a shopping center to rebate 100% of the sales taxes generated by an in-line center for a fifteen-year period up to a maximum of \$120,000 per year. As of May 31, 2021, \$95,667 has been paid or accrued as accounts payable.

During fiscal year 2021, the Village entered into a sales tax agreement with an auto dealership to rebate 85% of the sales taxes over the base amount of \$219,500 generated on an annual basis. As of May 31, 2021, no amounts have been paid or accrued as accounts payable.

COMMITMENTS

The Village has entered into contracts for the construction or renovation of various facilities as follows:

Purpose	Expended To Date	Remaining Commitment
2021 Street Improvements	\$ -	1,550,784

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

TAX ABATEMENTS

As authorized under provisions of the Tax Increment Allocation Redevelopment Act, the Village has created three tax increment financing districts (TIFs) to encourage redevelopment within the TIFs. A component of the redevelopment plans, approved by the Village through ordinances, allows for the reimbursement to property owners of qualifying redevelopment costs from a percentage of future incremental property revenues generated by the TIFs, if any. There are no recapture provisions included in the redevelopment agreements.

During fiscal year 2008, the Village entered into a redevelopment agreement that provides for reimbursement of up to \$610,000 in eligible redevelopment costs over the life of the TIF. The reimbursement is limited to 90% of the incremental property taxes generated by the development. \$50,275 has been paid or accrued as accounts payable as of May 31, 2021.

During fiscal year 2020, the Village entered into a redevelopment agreement that provides for \$200,000 in financial assistance to a local business in five annual installments of \$40,000. As of May 31, 2021, \$80,000 has been paid or accrued as accounts payable.

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of May 31, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 90,202,381
Add: Unamortized Refunding Loss	166,370
Less Capital Related Debt:	
General Obligation Alternate Revenue Source Refunding Bonds of 2014	(4,495,000)
Premium on Bonds Payable	<u>(136,843)</u>
	<u>85,736,908</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	25,109,852
Add: Unspent Bond Proceeds	218,739
Less Capital Related Debt:	
Taxable General Obligation (Alternate Revenue Source)	
General Obligation Alternate Revenue Source Bonds of 2017	(4,465,000)
Premium on Bonds Payable	<u>(139,967)</u>
Net Investment in Capital Assets	<u>20,723,624</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Responsibility for the assignment of fund balance is delegated to the Finance Director with the approval of the Village Administrator and communicated through the annual budget or via memorandum to the Board of Trustees. The Village's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund should maintain a minimum fund balance equal to 40% to 50% of annual expenditures and transfers of resources out of the General Fund for the purpose of debt repayment.

The Village's policy manual states that the Motor Fuel Tax Fund of 25% of annual expenditures in order to provide sufficient cash flow and an adequate reserve.

In the governmental funds financial statements, the Village considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Village first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Special Revenue Route 31 TIF	Capital Projects	Nonmajor	Totals
Fund Balances					
Nonspendable					
Prepays	\$ 185,730	-	-	550	186,280
Restricted					
DUI Enforcement	43,466	-	-	-	43,466
Public Safety	1,125	-	-	-	1,125
Highways and Streets	-	-	-	2,030,691	2,030,691
Economic Development	-	1,853,425	-	47,594	1,901,019
Subdivision Improvements	-	-	-	113,152	113,152
Debt Service	-	-	-	281,885	281,885
	44,591	1,853,425	-	2,473,322	4,371,338
Committed					
Roads, Infrastructure, and Capital Projects	-	-	587,173	-	587,173
Assigned					
Roads, Infrastructure, and Capital Projects	-	-	6,730,445	-	6,730,445
Buffer Repair/Replacement	-	-	-	35,440	35,440
Tort	-	-	-	369,402	369,402
Sanitary Sewers	-	-	-	1,492,563	1,492,563
Tourism	-	-	-	54,794	54,794
	-	-	6,730,445	1,952,199	8,682,644
Unassigned	7,491,735	-	-	-	7,491,735
Total Fund Balances	7,722,056	1,853,425	7,317,618	4,426,071	21,319,170

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

Illinois Municipal League Risk Management Association

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and net income losses. To insure against the losses, the Village participates in the Illinois Municipal League Risk Management Association (IMLRMA), a public entity risk pool with transfers of risk. The Village pays an annual premium to IMLRMA for its coverage. The Village is not aware of any additional premiums owed to IMLRMA as of May 31, 2021, for the current or prior claim years.

Intergovernmental Personnel Benefit Cooperative (IPBC)

As of January 1, 2018, the Village joined Intergovernmental Personnel Benefit Cooperative (IPBC). Risks for medical and death benefits for employees and retirees are provided for through the Village's participation in the IPBC. IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years' experience factor for premiums. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

CONTINGENT LIABILITIES

Grants

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

Litigation

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

Financial Impact from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the full extent of the impact of COVID-19 on the Village's operations and financial positions cannot be determined beyond what has been articulated in the MD&A and Village's Letter of Transmittal.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, and the Police Pension Plans which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and may be obtained by writing to the Village at 25 East State Street, North Aurora, Illinois 60542. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained on-line at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amount of pension expense recognized for the pension plans is:

	Net Pension Liability	Deferred Outflows	Deferred Inflows	Pension Expense/ (Revenue)
IMRF	\$ 1,000,257	886,695	924,815	(207,094)
Police Pension	10,719,543	2,089,611	2,266,957	1,278,372
	11,719,800	2,976,306	3,191,772	1,071,278

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

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).

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership. As of December 31, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	43
Inactive Plan Members Entitled to but not yet Receiving Benefits	41
Active Plan Members	<u>51</u>
Total	<u><u>135</u></u>

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% 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. For the year-ended May 31, 2021, the Village and Library's contribution was 12.00% of covered payroll.

Net Pension Liability. The Village'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.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2020, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.25%
Inflation	2.25%

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

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:

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	2.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

Discount Rate

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

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate as well as what the Village's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 2,562,336	1,000,257	(235,705)

VILLAGE OF NORTH AURORA, ILLINOIS

**Notes to the Financial Statements
May 31, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2019	\$ 9,389,493	7,865,845	1,523,648
Changes for the Year:			
Service Cost	242,167	-	242,167
Interest on the Total Pension Liability	746,162	-	746,162
Difference Between Expected and Actual Experience of the Total Pension	707,805	-	707,805
Changes of Assumptions	(166,597)	-	(166,597)
Contributions - Employer	-	303,479	(303,479)
Contributions - Employees	-	114,376	(114,376)
Net Investment Income	-	1,153,812	(1,153,812)
Benefit Payments, including Refunds of Employee Contributions	(455,444)	(455,444)	-
Administrative Expense	-	481,261	(481,261)
Net Changes	1,074,093	1,597,484	(523,391)
Balances at December 31, 2020	10,463,586	9,463,329	1,000,257

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

For the year ended May 31, 2021, the Village recognized pension revenue of \$207,094. At May 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions – Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 663,720	(92,221)	571,499
Change in Assumptions	101,363	(162,069)	(60,706)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	<u>-</u>	<u>(670,525)</u>	<u>(670,525)</u>
Pension Contributions Made Subsequent to the Measurement Date	765,083	(924,815)	(159,732)
	<u>121,612</u>	<u>-</u>	<u>121,612</u>
Total Deferred Amounts Related to IMRF	<u><u>886,695</u></u>	<u><u>(924,815)</u></u>	<u><u>(38,120)</u></u>

\$121,612 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended May 31, 2022.

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ 5,872
2023	53,615
2024	(182,583)
2025	(36,636)
2026	-
Thereafter	<u>-</u>
Totals	<u><u>(159,732)</u></u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At May 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	13
Inactive Plan Members Entitled to but not yet Receiving Benefits	3
Active Plan Members	<u>31</u>
Total	<u><u>47</u></u>

Benefits Provided. The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended May 31, 2021, the Village's contribution was 45.29% of covered payroll.

Concentrations. At year-end, the Pension Plan does not have any investments over 5 percent of the net position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of May 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Smoothed over a 5-Year Period
Actuarial Assumptions	
Interest Rate	6.50%
Salary Increases	Service based
Cost of Living Adjustments	1.25% - 3.00%
Inflation	2.50%

Mortality rates were based on the PubS-2010 mortality tables, projected 5 years past the valuation date with scale MP-2020.

Discount Rate

The discount rate used to measure the total pension liability was 6.50%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity

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

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net Pension Liability	\$ 16,435,403	10,719,543	6,104,400

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (A) - (B)
Balances at May 31, 2020	\$ 32,954,021	19,476,564	13,477,457
Changes for the Year:			
Service Cost	735,774	-	735,774
Interest on the Total Pension Liability	2,160,123	-	2,160,123
Difference Between Expected and Actual Experience of the Total Pension	(135,398)	-	(135,398)
Changes in Benefit Terms	-	-	-
Contributions - Employer	-	1,385,904	(1,385,904)
Contributions - Employees	-	290,382	(290,382)
Net Investment Income	-	3,858,145	(3,858,145)
Benefit Payments, including Refunds of Employee Contributions	(914,258)	(914,258)	-
Administrative Expense	-	(16,018)	16,018
Net Changes	1,846,241	4,604,155	(2,757,914)
Balances at May 31, 2021	34,800,262	24,080,719	10,719,543

VILLAGE OF NORTH AURORA, ILLINOIS

**Notes to the Financial Statements
May 31, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

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

For the year ended May 31, 2021, the Village recognized pension expense of \$1,278,372. At May 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 551,735	(309,308)	242,427
Change in Assumptions	1,537,876	(202,132)	1,335,744
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(1,755,517)	(1,755,517)
Total Deferred Amounts Related to Police Pension	2,089,611	(2,266,957)	(177,346)

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ 20,200
2023	(6,384)
2024	(98,199)
2025	(107,534)
2026	33,914
Thereafter	(19,343)
Total	(177,346)

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Village's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Village. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. A retired employee and his or her spouse are eligible to continue health insurance identical to active employees if they meet the eligibility for retirements under the applicable Plan. The retiree is responsible for paying the entire monthly premium for health coverage and that of any covered spouse or eligible dependents. Medicare becomes primary at age 65.

Plan Membership. As of May 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	4
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>60</u>
Total	<u><u>64</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of May 31, 2021 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the May 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Inflation	2.50%
Salary Increases	2.50%
Discount Rate	1.59%
Healthcare Cost Trend Rates	7.50% decreasing to an ultimate rate of 4.00% for 2075 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond Index with a maturity of 20 years.

Mortality rates were based on the PubG-2010 tables projected to the valuation date using Projection Scale MP-2019.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balances at May 31, 2020	<u>\$ 1,326,930</u>
Changes for the Year:	
Service Cost	35,044
Interest on the Total Pension Liability	35,325
Difference Between Expected and Actual Experience	74,045
Changes of Assumptions or Other Inputs	56,141
Benefit Payments	<u>(37,902)</u>
Net Changes	<u>162,653</u>
Balances at May 31, 2021	<u><u>1,489,583</u></u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The discount rate used to measure the total OPEB liability was 1.59%, while the prior valuation used 2.63%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (0.59%)	Current Discount Rate (1.59%)	1% Increase (2.59%)
Total OPEB Liability	\$ 1,728,528	1,489,583	1,292,405

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using varied Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using Healthcare Trend Rates that are one percentage point lower or one percentage point higher:

	1% Decrease (6.50% Decreasing to 3.00%)	Healthcare Cost Trend Rates (7.50% Decreasing to 4.00%)	1% Increase (8.50% Decreasing to 5.00%)
Total OPEB Liability	\$ 1,288,698	1,489,583	1,730,887

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended May 31, 2021, the Village recognized OPEB expense of \$203,645. Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB.

SUBSEQUENT EVENT

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The Village has been allocated \$2,454,745 to be received in two installments. On August 27, 2021, the Village received their first installment of \$1,227,372.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions
 Illinois Municipal Retirement Fund
 Police Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability
 Illinois Municipal Retirement Fund
 Police Pension Fund
- Schedule of Investment Returns
 Police Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
 Retiree Benefits Plan
- Budgetary Comparison Schedule
 General Fund
 Route 31 TIF – Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF NORTH AURORA, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Employer Contributions
May 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 216,905	\$ 216,905	\$ -	\$ 1,785,256	12.15%
2017	236,764	236,764	-	1,962,890	12.06%
2018	244,336	244,336	-	2,138,728	11.42%
2019	237,655	237,655	-	2,190,360	10.85%
2020	259,003	259,003	-	2,314,187	11.19%
2021	303,515	303,515	-	2,528,379	12.00%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015)

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF NORTH AURORA, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
May 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 579,311	\$ 830,000	\$ 250,689	\$ 2,353,959	35.26%
2016	596,578	747,000	150,422	2,545,665	29.34%
2017	799,095	925,000	125,905	2,454,099	37.69%
2018	955,822	956,000	178	2,582,783	37.01%
2019	1,046,968	1,167,000	120,032	2,708,303	43.09%
2020	1,166,171	1,184,459	18,288	2,828,440	41.88%
2021	1,348,024	1,385,904	37,880	3,060,402	45.29%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	Fair Value
Inflation	2.50%
Salary Increases	Service based
Investment Rate of Return	6.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	PubS-2010 employee mortality, projected 5 years past the valuation date with Scale MP-2018.

Notes:

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

The investment rate of return assumption changed from 7.00% in years 2015-2018 to 6.50% in 2019-2021.

VILLAGE OF NORTH AURORA, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
May 31, 2021**

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 187,482
Interest	505,227
Differences Between Expected and Actual Experience	74,465
Change of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	<u>(227,205)</u>
Net Change in Total Pension Liability	539,969
Total Pension Liability - Beginning	<u>6,774,229</u>
Total Pension Liability - Ending	<u>7,314,198</u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 198,163
Contributions - Members	80,337
Net Investment Income	28,479
Benefit Payments, Including Refunds of Member Contributions	(227,205)
Other (Net Transfer)	<u>62,146</u>
Net Change in Plan Fiduciary Net Position	141,920
Plan Net Position - Beginning	<u>5,744,261</u>
Plan Net Position - Ending	<u>5,886,181</u>
Employer's Net Pension Liability	<u>\$ 1,428,017</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	80.48%
Covered Payroll	\$ 2,330,622
Employer's Net Pension Liability as a Percentage of Covered Payroll	61.27%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020
194,618	208,534	195,612	225,253	242,167
479,593	564,129	565,456	673,032	746,162
(189,556)	366,808	188,140	(153,130)	707,805
(20,837)	(271,193)	288,341	-	(166,597)
(215,977)	(289,181)	(320,099)	(414,248)	(455,444)
247,841	579,097	917,450	330,907	1,074,093
7,314,198	7,562,039	8,141,136	9,058,586	9,389,493
7,562,039	8,141,136	9,058,586	9,389,493	10,463,586
238,510	240,535	234,350	243,705	303,479
87,260	92,277	95,783	103,071	114,376
280,050	1,017,569	(359,776)	1,271,255	1,153,812
(215,977)	(289,181)	(320,099)	(414,248)	(455,444)
(82,113)	(63,244)	147,521	(327,584)	481,261
307,730	997,956	(202,221)	876,199	1,597,484
5,886,181	6,193,911	7,191,867	6,989,646	7,865,845
6,193,911	7,191,867	6,989,646	7,865,845	9,463,329
1,368,128	949,269	2,068,940	1,523,648	1,000,257
81.91%	88.34%	77.16%	83.77%	90.44%
2,553,148	2,050,598	2,128,523	2,290,462	2,541,692
53.59%	46.29%	97.20%	66.52%	39.35%

VILLAGE OF NORTH AURORA, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
May 31, 2021**

	<u>5/31/2015</u>
Total Pension Liability	
Service Cost	\$ 513,686
Interest	1,280,827
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	(112,998)
Change of Assumptions	2,538,709
Benefit Payments, Including Refunds of Member Contributions	<u>(568,087)</u>
Net Change in Total Pension Liability	3,652,137
Total Pension Liability - Beginning	<u>18,581,570</u>
Total Pension Liability - Ending	<u><u>22,233,707</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 830,000
Contributions - Members	232,046
Net Investment Income	773,810
Benefit Payments, Including Refunds of Member Contributions	(568,087)
Administrative Expense	<u>(11,292)</u>
Net Change in Plan Fiduciary Net Position	1,256,477
Plan Net Position - Beginning	<u>12,497,842</u>
Plan Net Position - Ending	<u><u>13,754,319</u></u>
Employer's Net Pension Liability	<u><u>\$ 8,479,388</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.86%
Covered Payroll	\$ 2,353,959
Employer's Net Pension Liability as a Percentage of Covered Payroll	360.22%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

5/31/2016	5/31/2017	5/31/2018	5/31/2019	5/31/2020	5/31/2021
593,355	649,659	619,311	667,091	724,282	735,774
1,575,395	1,706,540	1,780,157	1,846,640	2,028,438	2,160,123
-	-	-	-	81,708	-
(562,619)	209,323	(105,189)	394,877	372,800	(135,398)
889,503	(707,460)	1,488,739	999,483	-	-
(642,831)	(714,048)	(838,041)	(865,484)	(1,471,315)	(914,258)
1,852,803	1,144,014	2,944,977	3,042,607	1,735,913	1,846,241
22,233,707	24,086,510	25,230,524	28,175,501	31,218,108	32,954,021
24,086,510	25,230,524	28,175,501	31,218,108	32,954,021	34,800,262
747,000	925,000	956,000	1,167,000	1,184,459	1,385,904
242,060	253,704	252,169	265,961	277,516	290,382
(7,923)	1,367,627	993,321	529,592	1,145,435	3,858,145
(642,831)	(714,048)	(838,041)	(865,484)	(1,471,315)	(914,258)
(7,925)	(8,094)	(9,559)	(10,737)	(8,642)	(16,018)
330,381	1,824,189	1,353,890	1,086,332	1,127,453	4,604,155
13,754,319	14,084,700	15,908,889	17,262,779	18,349,111	19,476,564
14,084,700	15,908,889	17,262,779	18,349,111	19,476,564	24,080,719
10,001,810	9,321,635	10,912,722	12,868,997	13,477,457	10,719,543
58.48%	63.05%	61.27%	58.78%	59.10%	69.20%
2,545,665	2,454,099	2,582,783	2,708,303	2,828,440	3,060,402
392.90%	379.84%	422.52%	475.17%	476.50%	350.27%

VILLAGE OF NORTH AURORA, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
May 31, 2021**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	6.10%
2016	(0.05%)
2017	9.46%
2018	6.10%
2019	2.99%
2020	6.24%
2021	19.20%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF NORTH AURORA, ILLINOIS

Retiree Benefits Plan

Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
May 31, 2021

	5/31/2019	5/31/2020	5/31/2021
Total OPEB Liability			
Service Cost	\$ 29,369	31,452	35,044
Interest	37,979	37,623	35,325
Differences Between Expected and Actual Experience	-	-	74,045
Change of Assumptions or Other Inputs	36,467	73,435	56,141
Benefit Payments	(32,494)	(35,094)	(37,902)
Net Change in Total OPEB Liability	71,321	107,416	162,653
Total OPEB Liability - Beginning	1,148,193	1,219,514	1,326,930
Total OPEB Liability - Ending	1,219,514	1,326,930	1,489,583
Covered-Employee Payroll	\$ 4,738,002	4,856,452	5,427,789
Total OPEB Liability as a Percentage of Covered-Employee Payroll	25.74%	27.32%	27.44%

Notes:

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

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate in 2019, 2020, and 2021.

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended May 31, 2021

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 2,755,392	2,755,392	2,666,054	(89,338)
Intergovernmental	7,571,500	7,571,500	10,487,978	2,916,478
Licenses and Permits	530,300	530,300	560,766	30,466
Charges for Services	322,750	322,750	348,437	25,687
Fines and Forfeitures	264,500	264,500	237,357	(27,143)
Interest	70,000	70,000	28,503	(41,497)
Miscellaneous	15,000	15,000	187,760	172,760
Total Revenues	11,529,442	11,529,442	14,516,855	2,987,413
Expenditures				
General Government	2,047,362	2,094,531	2,024,511	(70,020)
Public Safety	6,449,374	6,835,863	6,378,469	(457,394)
Public Works	2,229,434	2,411,397	2,242,676	(168,721)
Total Expenditures	10,726,170	11,341,791	10,645,656	(696,135)
Excess (Deficiency) of Revenues Over (Under) Expenditures	803,272	187,651	3,871,199	3,683,548
Other Financing Sources (Uses)				
Disposal of Capital Assets	2,500	2,500	1,299	(1,201)
Insurance Claim Reimbursement	50,000	50,000	109,273	59,273
Transfers In	-	5,400	5,155	(245)
Transfers Out	(831,767)	(3,881,767)	(3,831,767)	50,000
	(779,267)	(3,823,867)	(3,716,040)	107,827
Net Change in Fund Balance	24,005	(3,636,216)	155,159	3,791,375
Fund Balance - Beginning			7,566,897	
Fund Balance - Ending			7,722,056	

VILLAGE OF NORTH AURORA, ILLINOIS

Route 31 TIF - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 521,840	521,840	521,268	(572)
Interest Income	10,000	10,000	5,593	(4,407)
Total Revenues	531,840	531,840	526,861	(4,979)
Expenditures				
General Government				
Engineering	70,000	70,000	11,998	(58,002)
Legal	3,500	3,450	-	(3,450)
Audit Services	1,950	2,000	2,000	-
Consulting Fees	55,000	55,000	20,008	(34,992)
TIF Reimbursements/Grants	165,000	165,000	66,422	(98,578)
Capital Outlay	1,000,000	1,000,000	481,131	(518,869)
Total Expenditures	1,295,450	1,295,450	581,559	(713,891)
Net Change in Fund Balance	(763,610)	(763,610)	(54,698)	708,912
Fund Balance - Beginning			1,908,123	
Fund Balance - Ending			1,853,425	

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Required Supplementary Information

Required Supplementary Information

Budgetary Information

May 31, 2021

Annual budgets were adopted for all governmental and proprietary funds (except for the Employee Compensated Absences Fund). Budgets are adopted on a basis consistent with generally accepted accounting principles except that the proprietary funds are budgeted using a current financial resources measurement focus. All annual budgets lapse at fiscal year end.

All departments of the Village submit requests for appropriations to the Village Administrator and Finance Director so that a budget may be prepared. The budget is prepared by fund, department, division and object level and includes information on the past year, current year estimates and requested budgets for the next fiscal

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 the budgets, but may not change the form of the budget. The budget may be amended by the governing body pursuant to the Illinois Budget Act.

The Board of Trustees approves all budget amendments which increase or decrease the total budget of a fund or which increase or decrease the total budget of a department in the General Fund. The Finance Director, who serves as Budget Officer, may transfer budget within a department in the General Fund or within other funds as long as the total budget is not changed.

During the year, two budget amendments were adopted and are reflected in the financial statements.

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedule – Enterprise Fund
- Combining Statements – Internal Service Funds
- Budgetary Comparison Schedule – Internal Service Fund
- Budgetary Comparison Schedule – Pension Trust Fund
- Consolidated Year-End Financial Report

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual For the Fiscal Year Ended May 31, 2021

	Budget		Actual	Variance
	Original	Final		Over (Under)
Taxes				
Property Taxes	\$ 2,249,237	2,249,237	2,249,057	(180)
Property Tax - Road & Bridge	166,155	166,155	167,356	1,201
Auto Rental Taxes	10,000	10,000	7,968	(2,032)
Telecommunication Taxes	180,000	180,000	151,436	(28,564)
Video Gaming Taxes	65,000	65,000	76,226	11,226
OTB Handle	35,000	35,000	-	(35,000)
Amusement Taxes	50,000	50,000	14,011	(35,989)
Total Taxes	2,755,392	2,755,392	2,666,054	(89,338)
Intergovernmental				
Sales Taxes	5,250,000	5,250,000	6,473,313	1,223,313
Use Taxes	670,000	670,000	762,484	92,484
Cannabis Excise Taxes	14,000	14,000	18,307	4,307
Illinois Income Taxes	1,600,000	1,600,000	2,117,029	517,029
Replacement Taxes	35,000	35,000	54,080	19,080
Grants	2,500	2,500	1,062,765	1,060,265
Total Intergovernmental	7,571,500	7,571,500	10,487,978	2,916,478
Licenses and Permits				
Business Licenses	28,000	28,000	25,048	(2,952)
Liquor Licenses	65,000	65,000	39,150	(25,850)
Antenna/Tower License Fee	4,000	4,000	-	(4,000)
Business Registration	16,500	16,500	1,275	(15,225)
Building Permits	300,000	300,000	374,268	74,268
Plumbing Permits	25,000	25,000	24,230	(770)
Contractor Licenses	52,000	52,000	42,600	(9,400)
Temporary Occupancy Fee	10,000	10,000	21,000	11,000
Storm Drain Fees	10,000	10,000	21,350	11,350
Zoning/Annex/Sp. Use Fees	3,500	3,500	4,370	870
Solicitor's Permit	1,000	1,000	2,000	1,000
Overweight Truck Permits	15,000	15,000	4,725	(10,275)
Towing Licenses	300	300	750	450
Total Licenses and Permits	530,300	530,300	560,766	30,466

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2021**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Charges for Services				
Cable Franchise Fee	\$ 250,000	250,000	256,136	6,136
Accident Reports	1,400	1,400	1,475	75
Services Fees	5,000	5,000	27,237	22,237
Fingerprinting	1,800	1,800	910	(890)
Printed Materials	50	50	154	104
BRC/Variance Review Fees	500	500	200	(300)
Administration Fees	18,000	18,000	21,630	3,630
Rents	35,000	35,000	35,000	-
School Reimbursement	11,000	11,000	5,695	(5,305)
Total Charges for Services	322,750	322,750	348,437	25,687
Fines and Forfeitures				
Ordinance Violations	45,000	45,000	26,993	(18,007)
Police Towing Admin Fees	60,000	60,000	36,525	(23,475)
Circuit Court Fines	85,000	85,000	108,713	23,713
Circuit Court Dui Fines	70,000	70,000	64,151	(5,849)
Drug Fund Revenue	1,000	1,000	875	(125)
Alarm System Fines and Fees	3,500	3,500	100	(3,400)
Total Fines and Forfeitures	264,500	264,500	237,357	(27,143)
Interest Income	70,000	70,000	28,503	(41,497)
Miscellaneous				
Miscellaneous	15,000	15,000	187,760	172,760
Total Revenues	11,529,442	11,529,442	14,516,855	2,987,413

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended May 31, 2021

	Budget			Variance Over (Under)
	Original	Final	Actual	
General Government				
Village Officers and Trustee				
Personnel Services				
Stipend - Village President	\$ 10,800	10,800	10,800	-
Stipend - Trustees	43,200	43,200	43,200	-
Salary - Clerk	7,200	7,200	3,600	(3,600)
Stipend- Liquor Commissioner	1,200	1,200	1,200	-
Pension Board - Meetings Per Diem	1,200	1,200	1,050	(150)
Per Diem - Plan Commission	3,500	3,500	2,150	(1,350)
Employers FICA Social Security and Medicare	4,774	4,774	4,498	(276)
Contractual Services				
Legal	5,000	5,000	2,021	(2,979)
Conferences and Travel	1,100	1,100	-	(1,100)
Dues and Meetings	11,510	11,510	9,554	(1,956)
Commodities				
Office Supplies	1,250	1,250	716	(534)
Miscellaneous	4,300	4,000	2,541	(1,459)
Capital Outlay				
Equipment	1,000	1,300	1,258	(42)
	96,034	96,034	82,588	(13,446)
Administration/Finance				
Personnel Services				
Salaries - Regular	621,715	641,944	641,944	-
Salaries - Part Time	75,821	68,321	68,188	(133)
Overtime	500	600	552	(48)
Employers FICA Social Security and Medicare	53,402	49,502	49,419	(83)
IMRF	81,325	85,425	85,348	(77)
Health Insurance	94,726	92,126	92,111	(15)
Life Insurance	224	224	225	1
Dental Insurance	3,344	3,354	3,354	-
Contractual Services				
Legal	35,000	44,000	43,907	(93)
Audit Services	21,850	21,850	21,270	(580)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended May 31, 2021

	Budget		Actual	Variance
	Original	Final		Over (Under)
General Government - Continued				
Administration/Finance - Continued				
Contractual Services - Continued				
Finance Services	\$ 29,080	29,080	23,238	(5,842)
Conferences and Travel	10,700	1,700	459	(1,241)
Training and Testing	11,150	4,921	2,510	(2,411)
Dues and Meetings	4,230	4,220	2,067	(2,153)
Postage	1,500	1,400	959	(441)
Publishing/Advertising	4,180	4,180	1,252	(2,928)
Printing	13,500	9,400	8,728	(672)
Equipment/IT Maintenance	73,150	62,850	61,431	(1,419)
Website Maintenance	16,000	16,200	16,184	(16)
Banking Services/Fees	10,700	11,700	11,572	(128)
Communications	11,100	13,200	13,191	(9)
Commodities		-		
Office Supplies	4,800	3,800	3,734	(66)
IT Supplies	5,000	6,000	5,983	(17)
Miscellaneous	15,220	13,220	10,453	(2,767)
Capital Outlay				
Vehicle Equipment Fund Charges	6,173	12,340	12,340	-
Equipment	2,000	11,000	10,924	(76)
	1,206,390	1,212,557	1,191,343	(21,214)
Community Development				
Personnel Services				
Salaries - Regular	357,201	366,201	366,175	(26)
Salaries - Part Time	20,451	18,451	13,451	(5,000)
Salaries - Overtime	2,500	2,500	109	(2,391)
Employers FICA Social Security and Medicare	29,082	29,082	28,084	(998)
IMRF	42,297	44,297	43,685	(612)
Health Insurance	38,665	38,665	38,034	(631)
Life Insurance	149	149	137	(12)
Dental Insurance	1,480	1,480	1,243	(237)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended May 31, 2021

	Budget			Variance
	Original	Final	Actual	Over (Under)
General Government - Continued				
Community Development - Continued				
Contractual Services				
Engineering	\$ 40,000	31,000	28,744	(2,256)
Legal	21,000	18,000	14,195	(3,805)
Planning	5,000	8,000	7,748	(252)
Inspection Services	125,000	125,000	69,907	(55,093)
Consulting Fees	21,000	16,500	-	(16,500)
Conferences and Travel	4,300	4,300	-	(4,300)
Training	2,800	2,800	195	(2,605)
Dues and Meetings	5,340	5,340	5,270	(70)
Postage	1,800	1,800	1,096	(704)
Publishing	3,000	3,000	976	(2,024)
Printing	1,000	1,000	50	(950)
Equipment/IT Maintenance	500	500	-	(500)
Vehicle Repair and Maintenance	1,000	1,000	668	(332)
Grass Cutting	3,000	3,000	379	(2,621)
Communications	4,100	8,600	8,434	(166)
Commodities		-		
Office Supplies	4,000	4,000	1,164	(2,836)
Gas and Oil	2,000	2,000	1,170	(830)
Uniform Allowance	500	500	-	(500)
Miscellaneous	1,500	1,500	-	(1,500)
Capital Outlay				
Vehicle Equipment Fund Charges	6,003	12,005	12,005	-
Equipment	500	500	330	(170)
	745,168	751,170	643,249	(107,921)
Other Departments				
Contractual Services				
Beautification Committee	20,000	20,000	12,756	(7,244)
Sales Tax Rebates	150,000	150,000	260,105	110,105
Fireworks	30,000	30,000	-	(30,000)
Miscellaneous	-	35,000	34,700	(300)
	200,000	235,000	307,561	72,561

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended May 31, 2021

	Budget		Actual	Variance Over (Under)
	Original	Final		
General Government - Continued				
Less Reimbursements from Other Funds	\$ (200,230)	(200,230)	(200,230)	-
Total General Government	2,047,362	2,094,531	2,024,511	(70,020)
Public Safety				
Police Commission				
Personnel Services				
Police Meetings - per Diem	1,500	1,500	1,300	(200)
Contractual Services				
Legal	800	800	-	(800)
Recruit Testing	5,000	5,000	1,380	(3,620)
Dues and Meetings	375	375	375	-
	7,675	7,675	3,055	(4,620)
Police Department				
Personnel Services				
Salaries - Regular	3,292,954	3,292,954	3,230,584	(62,370)
Salaries - Part Time	78,710	78,710	49,801	(28,909)
Salaries - Overtime	127,000	127,000	124,608	(2,392)
Salaries - Court Time	16,900	16,300	7,764	(8,536)
Service Pay	2,500	1,600	248	(1,352)
On-Call Pay	24,000	24,900	24,812	(88)
Specialty Pay	3,120	3,720	3,640	(80)
Employers FICA Social Security and Medicare	274,810	274,810	240,760	(34,050)
IMRF	13,095	13,095	12,363	(732)
Health Insurance	423,541	423,541	400,901	(22,640)
Life Insurance	1,269	1,269	1,188	(81)
Dental Insurance	13,416	13,416	10,487	(2,929)
Police Pension	1,385,904	1,385,904	1,385,904	-
Contractual Services				
Legal	55,000	49,800	32,975	(16,825)
Conferences and Travel	19,110	19,110	6,743	(12,367)
Training	30,721	30,721	26,941	(3,780)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended May 31, 2021

	Budget		Actual	Variance
	Original	Final		Over (Under)
Public Safety - Continued				
Police Department - Continued				
Contractual Services - Continued				
Firearm Training	\$ 24,425	24,425	12,595	(11,830)
Dues and Meetings	14,806	14,806	13,781	(1,025)
Postage	5,000	5,000	1,112	(3,888)
Equipment/IT Maintenance	44,087	54,087	53,418	(669)
Vehicle Repair and Maintenance	46,500	36,500	31,774	(4,726)
Animal Control	1,500	1,500	280	(1,220)
Investigations	10,650	10,650	10,352	(298)
Evidence Processing	3,000	3,000	2,382	(618)
Emergency Management	17,100	17,100	13,981	(3,119)
Communications	53,860	53,860	36,286	(17,574)
Dispatching Services	240,000	236,800	56,169	(180,631)
Commodities				
Office Supplies	15,000	15,000	8,038	(6,962)
Gas and Oil	60,000	60,000	45,988	(14,012)
Prisoner Maintenance and Supplies	1,200	1,200	233	(967)
Drug Fund - Other Expenditures	2,000	2,000	-	(2,000)
Community Service	12,500	12,500	7,583	(4,917)
Uniform Allowance	26,375	31,575	31,443	(132)
Miscellaneous	10,650	13,850	13,728	(122)
Capital Outlay				
Vehicle Equipment Fund Charges	86,492	472,981	472,981	-
Equipment	4,504	4,504	3,571	(933)
	6,441,699	6,828,188	6,375,414	(452,774)
Total Public Safety	6,449,374	6,835,863	6,378,469	(457,394)
Public Works				
Personnel Services				
Salaries - Regular	899,706	910,706	910,599	(107)
Salaries - Part Time	8,000	9,000	8,969	(31)
Salaries - Overtime	50,000	49,000	45,888	(3,112)
On-Call Pay	20,000	20,000	16,931	(3,069)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2021**

	Budget		Actual	Variance
	Original	Final		Over (Under)
Public Works - Continued				
Personnel Services - Continued				
Employers FICA Social				
Security and Medicare	\$ 77,438	77,438	71,314	(6,124)
IMRF	116,707	116,707	114,984	(1,723)
Health Insurance	154,754	143,754	143,068	(686)
Life Insurance	448	448	449	1
Dental Insurance	5,636	5,636	4,580	(1,056)
Contractual Services				
Engineering	10,500	14,500	14,383	(117)
Legal	3,500	8,000	7,743	(257)
Conferences and Travel	7,400	3,400	-	(3,400)
Training	5,000	3,500	1,902	(1,598)
Dues and Meetings	1,800	1,600	1,156	(444)
Postage	1,250	1,250	1,081	(169)
Publishing	1,500	1,500	781	(719)
Printing	400	400	-	(400)
Equipment/IT Maintenance	8,000	11,800	11,637	(163)
Vehicle Repair and Maintenance	82,500	80,300	60,550	(19,750)
Public Buildings Repair				
and Maintenance	83,200	133,200	131,484	(1,716)
Mosquito Control	58,000	59,300	59,259	(41)
Public Grounds/Parks Maintenance	38,000	34,200	19,002	(15,198)
Tree Service	116,000	116,000	80,681	(35,319)
Snow Removal	150,000	200,000	180,639	(19,361)
Streets and Alleys Repair				
and Maintenance	35,000	35,000	31,756	(3,244)
Sidewalks Repair and Maintenance	35,000	34,500	12,806	(21,694)
Storm Drain Maintenance	15,000	15,500	15,376	(124)
Sewer Repairs and Maintenance	-	100	80	(20)
Traffic Signs and Signals	30,000	29,900	25,880	(4,020)
Grass Cutting	45,000	43,700	27,280	(16,420)
Communications	13,600	13,600	13,230	(370)
Street Lighting	-	700	559	(141)
Utility	2,500	1,800	993	(807)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2021

	Budget		Actual	Variance Over (Under)
	Original	Final		
Public Works - Continued				
Commodities				
Office Supplies	\$ 3,320	3,520	3,493	(27)
Gas and Oil	27,000	29,200	29,029	(171)
Custodial Supplies	13,800	15,300	15,236	(64)
Salt	11,100	6,600	385	(6,215)
Uniform Allowance	4,400	4,400	4,029	(371)
Miscellaneous	5,000	3,800	3,339	(461)
Capital Outlay		-		
Vehicle Equipment Fund Charges	81,975	163,938	163,938	-
Equipment	7,000	8,200	8,187	(13)
Total Public Works	2,229,434	2,411,397	2,242,676	(168,721)
Total Expenditures	10,726,170	11,341,791	10,645,656	(696,135)

MAJOR CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for all resources used for the acquisition of capital assets by the Village, except those financed by Proprietary and Trust Funds, including general and infrastructure capital assets.

VILLAGE OF NORTH AURORA, ILLINOIS

Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Revenues				
Taxes				
Non-Home Rule Sales Tax	\$ 900,000	900,000	1,121,810	221,810
Utility Tax - Electric	375,000	375,000	394,785	19,785
Utility Tax - Gas	100,000	100,000	155,019	55,019
Interest Income	30,000	30,000	7,577	(22,423)
Miscellaneous				
Impact Fees	10,000	10,000	29,355	19,355
Capital Fees	5,000	5,000	2,097	(2,903)
Total Revenues	<u>1,420,000</u>	<u>1,420,000</u>	<u>1,710,643</u>	<u>290,643</u>
Expenditures				
Capital Outlay				
Annual Road Program	1,429,000	1,429,000	1,251,039	(177,961)
Village Facilities	100,000	100,000	935	(99,065)
Capital Improvements	400,000	400,000	7,269	(392,731)
Total Expenditures	<u>1,929,000</u>	<u>1,929,000</u>	<u>1,259,243</u>	<u>(669,757)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(509,000)	(509,000)	451,400	960,400
Other Financing Sources				
Transfers In	<u>200,000</u>	<u>3,250,000</u>	<u>3,200,000</u>	<u>(50,000)</u>
Net Change in Fund Balance	<u>(309,000)</u>	<u>2,741,000</u>	3,651,400	<u>910,400</u>
Fund Balance - Beginning			<u>3,666,218</u>	
Fund Balance - Ending			<u><u>7,317,618</u></u>	

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the Village's share of gasoline taxes restricted by the Illinois Department of Transportation for the operation of street maintenance programs and capital projects as authorized by the Illinois Department of Transportation.

Sperry TIF Fund

The Sperry TIF Fund is used to account for the operations of the Village's Tax Increment Financing District #2 funded by restricted incremental taxes.

North Lincolnway TIF Fund

The North Lincolnway TIF Fund is used to account for the operations of the Village's North Lincolnway Tax Increment Financing District funded by restricted incremental taxes.

Special Service Areas Fund

The Special Services Areas Fund is used to account for the operations of several special property tax levies for new housing subdivisions restricted to fund any necessary maintenance that is not being done by the subdivision's homeowner's association.

Insurance Fund

The Insurance Fund is used to account for that portion of the property tax levy restricted for insurance costs and those expenditures on insurance they fund.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

Sanitary Sewer Fund

The Sanitary Sewer Fund is used to account for the collection of user charges per 1,000 gallons of water usage committed or assigned to fund the maintenance and improvement of the sanitary sewer pipes. The commitment was effective May 1, 2011.

Tourism Fund

The Tourism Fund is used to account for the collection of all hotel taxes and revenues from local festivals restricted by the state for tourism. Ninety percent of hotel taxes paid to the Aurora Area Convention and Tourism Council, and remaining funds are used for local festival expenditures and other tourism related

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt.

Library Fund

The Library Debt Service Fund is used to account for the debt service activity related to the 2009 General Obligation Refunding Bonds used to construct the Messenger Public Library building.

Police Station Fund

The Police Station Debt Service Fund is used to account for the debt service activity related to the 2008 Alternate Revenue Source bonds used to construct the new police station and the 2014 alternate Revenue Source Bonds used to advance refund \$6,705,000 of the 2008 Alternate Revenue Source Bonds.

VILLAGE OF NORTH AURORA, ILLINOIS

Nonmajor Governmental Funds

**Combining Balance Sheet
May 31, 2021**

	Special Revenue							Debt Service		
	Motor Fuel Tax	Sperry TIF	North Lincolnway TIF	Special Service Areas	Insurance	Sanitary Sewer	Tourism	Library	Police Station	Totals
ASSETS										
Cash and Investments	\$ 2,218,581	397	47,764	151,676	377,687	1,477,956	56,812	-	281,885	4,612,758
Receivables - Net of Allowances										
Property Taxes	-	8,007	36,878	55,534	253,960	-	-	-	-	354,379
Other Taxes	56,989	-	-	-	-	-	10,350	-	-	67,339
Accounts	-	-	-	-	-	12,709	-	-	-	12,709
Accrued Interest	-	-	-	-	-	2,525	-	-	-	2,525
Prepays	-	-	-	-	-	-	550	-	-	550
Total Assets	2,275,570	8,404	84,642	207,210	631,647	1,493,190	67,712	-	281,885	5,050,260
LIABILITIES										
Accounts Payable	244,879	-	-	2,152	-	627	12,368	-	-	260,026
DEFERRED INFLOWS OF RESOURCES										
Property Taxes	-	8,007	37,445	56,466	262,245	-	-	-	-	364,163
Total Liabilities and Deferred Inflows of Resources	244,879	8,007	37,445	58,618	262,245	627	12,368	-	-	624,189
FUND BALANCES										
Nonspendable	-	-	-	-	-	-	550	-	-	550
Restricted	2,030,691	397	47,197	113,152	-	-	-	-	281,885	2,473,322
Assigned	-	-	-	35,440	369,402	1,492,563	54,794	-	-	1,952,199
Total Fund Balances	2,030,691	397	47,197	148,592	369,402	1,492,563	55,344	-	281,885	4,426,071
Total Liabilities, Deferred Inflows of Resources and Fund Balances	2,275,570	8,404	84,642	207,210	631,647	1,493,190	67,712	-	281,885	5,050,260

VILLAGE OF NORTH AURORA, ILLINOIS

Nonmajor Governmental Funds

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended May 31, 2021**

	Special Revenue							Debt Service		
	Motor Fuel Tax	Sperry TIF	North Lincolnway TIF	Special Service Areas	Insurance	Sanitary Sewer	Tourism	Library	Police Station	Totals
Revenues										
Taxes	\$ -	7,405	33,951	58,290	258,642	-	58,801	297,738	-	714,827
Intergovernmental	1,286,947	-	-	-	-	-	-	-	-	1,286,947
Licenses and Permits	-	-	-	-	-	70,836	-	-	-	70,836
Charges for Services	-	-	-	-	40,000	84,475	-	-	-	124,475
Interest Income	2,786	-	93	284	945	2,224	139	208	588	7,267
Total Revenues	1,289,733	7,405	34,044	58,574	299,587	157,535	58,940	297,946	588	2,204,352
Expenditures										
General Government	-	-	2,000	39,347	34,505	-	53,670	30	30	129,582
Public Safety	-	-	-	-	200,757	-	-	-	-	200,757
Public Works	439,582	-	-	-	62,737	-	-	-	-	502,319
Sanitation	-	-	-	-	15,684	77,038	-	-	-	92,722
Capital Outlay	-	27,500	-	-	-	-	-	-	-	27,500
Debt Service										
Principal Retirement	-	-	-	-	-	-	-	395,000	490,000	885,000
Interest and Fiscal Charges	-	-	-	-	-	-	-	14,892	140,075	154,967
Total Expenditures	439,582	27,500	2,000	39,347	313,683	77,038	53,670	409,922	630,105	1,992,847
Excess (Deficiency) of Revenues Over (Under) Expenditures	850,151	(20,095)	32,044	19,227	(14,096)	80,497	5,270	(111,976)	(629,517)	211,505
Other Financing Sources (Uses)										
Insurance Claim Reimbursement	-	-	-	-	17,067	-	-	-	-	17,067
Transfers In	-	-	-	-	-	-	-	-	631,767	631,767
Transfers Out	-	-	-	-	-	-	-	(5,155)	-	(5,155)
	-	-	-	-	17,067	-	-	(5,155)	631,767	643,679
Net Change in Fund Balances	850,151	(20,095)	32,044	19,227	2,971	80,497	5,270	(117,131)	2,250	855,184
Fund Balances - Beginning	1,180,540	20,492	15,153	129,365	366,431	1,412,066	50,074	117,131	279,635	3,570,887
Fund Balances - Ending	2,030,691	397	47,197	148,592	369,402	1,492,563	55,344	-	281,885	4,426,071

VILLAGE OF NORTH AURORA, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Intergovernmental				
Motor Fuel Tax Allotments	\$ 555,000	555,000	1,286,947	731,947
Interest Income	9,000	9,000	2,786	(6,214)
Total Revenues	<u>564,000</u>	<u>564,000</u>	<u>1,289,733</u>	<u>725,733</u>
Expenditures				
Public Works				
Engineering	5,000	7,000	6,069	(931)
Salt	275,288	275,288	241,919	(33,369)
Streets and Alleys Repair and Maintenance	115,000	113,000	98,560	(14,440)
Bank Services/Fees	600	600	-	(600)
Street Lighting and Poles	75,000	77,000	76,499	(501)
Street Light Repair/Maintenance	496,010	494,010	16,535	(477,475)
Total Expenditures	<u>966,898</u>	<u>966,898</u>	<u>439,582</u>	<u>(527,316)</u>
Net Change in Fund Balance	<u>(402,898)</u>	<u>(402,898)</u>	850,151	<u>1,253,049</u>
Fund Balance - Beginning			<u>1,180,540</u>	
Fund Balance - Ending			<u>2,030,691</u>	

VILLAGE OF NORTH AURORA, ILLINOIS

Sperry TIF - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	Budget		Actual	Variance
	Original	Final		Over (Under)
Revenues				
Taxes				
Property Taxes	\$ 7,414	7,414	7,405	(9)
Expenditures				
General Government				
Contractual Services	2,000	2,000	-	(2,000)
Capital Outlay	26,000	26,000	27,500	1,500
Total Expenditures	28,000	28,000	27,500	(500)
Net Change in Fund Balance	<u>(20,586)</u>	<u>(20,586)</u>	(20,095)	<u>491</u>
Fund Balance - Beginning			<u>20,492</u>	
Fund Balance - Ending			<u>397</u>	

VILLAGE OF NORTH AURORA, ILLINOIS

North Lincolnway TIF - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 33,988	33,988	33,951	(37)
Interest Income	50	50	93	43
Total Revenues	34,038	34,038	34,044	6
Expenditures				
General Government				
Contractual Services	-	2,000	2,000	-
Capital Outlay	65,000	63,000	-	(63,000)
Total Expenditures	65,000	65,000	2,000	(63,000)
Net Change in Fund Balance	(30,962)	(30,962)	32,044	63,006
Fund Balance - Beginning			15,153	
Fund Balance - Ending			47,197	

VILLAGE OF NORTH AURORA, ILLINOIS

Special Service Areas - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 58,300	58,300	58,290	(10)
Interest Income	1,400	1,400	284	(1,116)
Total Revenues	59,700	59,700	58,574	(1,126)
Expenditures				
General Government				
Maintenance	52,200	52,200	34,115	(18,085)
Administrative Fee	5,230	5,230	5,232	2
Total Expenditures	57,430	57,430	39,347	(18,083)
Net Change in Fund Balance	2,270	2,270	19,227	16,957
Fund Balance - Beginning			129,365	
Fund Balance - Ending			148,592	

VILLAGE OF NORTH AURORA, ILLINOIS

Insurance - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Revenues				
Taxes				
Property Taxes	\$ 259,000	259,000	258,642	(358)
Charges for Services	40,000	40,000	40,000	-
Interest Income	2,000	2,000	945	(1,055)
Total Revenues	301,000	301,000	299,587	(1,413)
Expenditures				
General Government	38,445	38,445	34,505	(3,940)
Public Safety	223,680	223,680	200,757	(22,923)
Public Works	69,900	69,900	62,737	(7,163)
Sanitation	17,475	17,475	15,684	(1,791)
Total Expenditures	349,500	349,500	313,683	(35,817)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(48,500)	(48,500)	(14,096)	34,404
Other Financing Sources				
Insurance Claim Reimbursement	40,000	40,000	17,067	(22,933)
Net Change in Fund Balance	<u>(8,500)</u>	<u>(8,500)</u>	2,971	<u>11,471</u>
Fund Balance - Beginning			<u>366,431</u>	
Fund Balance - Ending			<u><u>369,402</u></u>	

VILLAGE OF NORTH AURORA, ILLINOIS

Sanitary Sewer - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	<u>Budget</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
Revenues				
Licenses and Permits				
Sanitary Sewer Permits	\$ 45,000	45,000	70,836	25,836
Charges for Services				
Sewer Sales	80,000	80,000	84,475	4,475
Interest Income	12,000	12,000	2,224	(9,776)
Total Revenues	<u>137,000</u>	<u>137,000</u>	<u>157,535</u>	<u>20,535</u>
Expenditures				
Sanitation				
Engineering	8,000	8,000	-	(8,000)
Equipment/IT Maintenance	6,000	6,000	-	(6,000)
Sewer Repair and Maintenance	61,000	60,000	9,536	(50,464)
Administrative Fee	45,000	45,000	45,000	-
Vehicle Equipment Fund Charges	8,438	16,875	16,875	-
Liability Insurance	5,000	5,000	5,000	-
Miscellaneous	-	1,000	627	(373)
Total Expenditures	<u>133,438</u>	<u>141,875</u>	<u>77,038</u>	<u>(64,837)</u>
Net Change in Fund Balance	<u>3,562</u>	<u>(4,875)</u>	80,497	<u>85,372</u>
Fund Balance - Beginning			<u>1,412,066</u>	
Fund Balance - Ending			<u>1,492,563</u>	

VILLAGE OF NORTH AURORA, ILLINOIS

Tourism - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Hotel Taxes	\$ 60,000	60,000	58,801	(1,199)
Interest Income	400	400	139	(261)
Miscellaneous				
North Aurora Days	115,000	115,000	-	(115,000)
Total Revenues	175,400	175,400	58,940	(116,460)
Expenditures				
General Government				
North Aurora Days	115,000	115,000	2,734	(112,266)
Tourism	54,000	54,000	50,936	(3,064)
Fireworks	11,000	11,000	-	(11,000)
Total Expenditures	180,000	180,000	53,670	(126,330)
Net Change in Fund Balance	(4,600)	(4,600)	5,270	9,870
Fund Balance - Beginning			50,074	
Fund Balance - Ending			55,344	

VILLAGE OF NORTH AURORA, ILLINOIS

Library - Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	<u>Budget</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
Revenues				
Taxes				
Property Taxes	\$ 297,761	297,761	297,738	(23)
Interest Income	2,250	2,250	208	(2,042)
Total Revenues	<u>300,011</u>	<u>300,011</u>	<u>297,946</u>	<u>(2,065)</u>
Expenditures				
General Government				
Miscellaneous	100	100	30	(70)
Debt Service				
Principal Retirement	395,000	395,000	395,000	-
Interest and Fiscal Charges	15,364	15,364	14,892	(472)
Total Expenditures	<u>410,464</u>	<u>410,464</u>	<u>409,922</u>	<u>(542)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(110,453)	(110,453)	(111,976)	(1,523)
Other Financing (Uses)				
Transfers Out	<u>-</u>	<u>(5,400)</u>	<u>(5,155)</u>	<u>245</u>
Net Change in Fund Balance	<u>(110,453)</u>	<u>(115,853)</u>	(117,131)	<u>(1,278)</u>
Fund Balance - Beginning			<u>117,131</u>	
Fund Balance - Ending			<u>-</u>	

VILLAGE OF NORTH AURORA, ILLINOIS

Police Station - Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended May 31, 2021**

	<u>Budget</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
Revenues				
Interest Income	\$ 6,000	6,000	588	(5,412)
Expenditures				
General Government				
Miscellaneous	100	100	30	(70)
Debt Service				
Principal Retirement	490,000	490,000	490,000	-
Interest and Fiscal Charges	140,200	140,200	140,075	(125)
Total Expenditures	<u>630,300</u>	<u>630,300</u>	<u>630,105</u>	<u>(195)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(624,300)	(624,300)	(629,517)	(5,217)
Other Financing Sources				
Transfers In	<u>631,767</u>	<u>631,767</u>	<u>631,767</u>	<u>-</u>
Net Change in Fund Balance	<u><u>7,467</u></u>	<u><u>7,467</u></u>	2,250	<u><u>(5,217)</u></u>
Fund Balance - Beginning			<u>279,635</u>	
Fund Balance - Ending			<u><u>281,885</u></u>	

ENTERPRISE FUND

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Waterworks Fund

The Waterworks Fund is used to account for all the operating and non-operating revenue and expenses related to the provision of water service to the residents of the Village.

VILLAGE OF NORTH AURORA, ILLINOIS

Waterworks - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended May 31, 2021**

	Budget			Variance Over (Under)
	Original	Final	Actual	
Operating Revenues				
Charges for Services				
Water Sales	\$ 2,480,000	2,480,000	2,699,051	219,051
Water Meters	45,000	45,000	63,974	18,974
Water Permits	250,000	250,000	284,550	34,550
Meter Reads	19,000	19,000	18,720	(280)
Impact Fees	500	500	-	(500)
Building Permits	4,000	4,000	6,231	2,231
Hydrant Meter Rental	500	500	300	(200)
Reimburse Turn On/Turn Off Fees	10,000	10,000	-	(10,000)
Total Operating Revenues	2,809,000	2,809,000	3,072,826	263,826
Operating Expenses				
Operations	4,689,505	4,693,655	1,603,396	(3,090,259)
Depreciation and Amortization	-	-	991,426	991,426
Total Operating Expenses	4,689,505	4,693,655	2,594,822	(2,098,833)
Operating Income (Loss)	(1,880,505)	(1,884,655)	478,004	2,362,659
Nonoperating Revenue (Expenses)				
Interest Income	80,000	80,000	13,448	(66,552)
Tower Rent	229,000	229,000	215,596	(13,404)
Miscellaneous	5,000	5,000	1,181	(3,819)
Insurance Claim Reimbursement	-	-	5,017	5,017
Disposal of Capital Asset	-	-	(41,751)	(41,751)
Interest Expense	(160,777)	(160,777)	(142,040)	18,737
	153,223	153,223	51,451	(101,772)
Income (Loss) before Contributions	(1,727,282)	(1,731,432)	529,455	2,260,887
Capital Contributions	-	-	100,138	100,138
Change in Net Position	(1,727,282)	(1,731,432)	629,593	2,361,025
Net Position - Beginning			26,654,616	
Net Position - Ending			27,284,209	

VILLAGE OF NORTH AURORA, ILLINOIS

Waterworks - Enterprise Fund

Schedule of Expenses - Budget and Actual For the Fiscal Year Ended May 31, 2021

	Budget		Actual	Variance
	Original	Final		Over (Under)
Operations				
Personal Services				
Salaries - Regular	\$ 381,166	385,166	385,034	(132)
Salaries - Overtime	20,000	26,000	25,806	(194)
On-Call Pay	10,000	9,000	7,655	(1,345)
Employer's FICA Social Security and Medicare	31,454	31,454	30,507	(947)
IMRF	48,547	49,547	49,185	(362)
Health Insurance	94,204	90,204	89,862	(342)
Life Insurance	187	187	187	-
Dental Insurance	572	572	526	(46)
	586,130	592,130	588,762	(3,368)
Contractual Services				
Engineering	127,000	127,000	28,123	(98,877)
Legal	7,000	1,000	761	(239)
Conferences and Travel	3,550	3,550	725	(2,825)
Training	5,300	5,300	124	(5,176)
Dues and Meetings	2,305	2,305	400	(1,905)
Chlorine	34,000	34,000	24,521	(9,479)
Salt - Treatment	20,000	20,000	13,818	(6,182)
New Meters, Repairs and Replacements	131,900	91,900	49,360	(42,540)
Postage	19,300	19,300	18,340	(960)
Publishing	1,600	1,600	156	(1,444)
Printing	21,050	21,050	18,622	(2,428)
Equipment/IT Maintenance	32,850	32,850	25,715	(7,135)
Vehicle Repair and Maintenance	8,000	8,000	6,130	(1,870)
Water Studies	39,000	39,000	14,909	(24,091)
Testing (Water)	30,650	30,650	9,291	(21,359)
Fire Hydrant Repair/Maintenance	23,500	23,500	2,769	(20,731)
Water Well Repair and Maintenance	19,000	23,000	22,648	(352)
Treatment Plant Repair/Maintenance	72,600	72,600	70,866	(1,734)
Watermain Repairs and Replacements	111,000	111,000	48,231	(62,769)
Water Tower Repair and Maintenance	8,500	4,500	105	(4,395)

VILLAGE OF NORTH AURORA, ILLINOIS

Waterworks - Enterprise Fund

**Schedule of Expenses - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2021**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Operations - Continued				
Contractual Services - Continued				
Banking Services/Fees	\$ 22,000	27,000	26,918	(82)
Communications	26,350	21,350	20,567	(783)
Utility	340,000	380,000	377,024	(2,976)
Office Rental	35,000	35,000	35,000	-
Administrative Fee	150,000	150,000	150,000	-
Liability Insurance	35,000	35,000	35,000	-
Water Pension	-	-	(93,308)	(93,308)
OPEB Retirement	-	-	11,317	11,317
	<u>1,326,455</u>	<u>1,320,455</u>	<u>918,132</u>	<u>(402,323)</u>
Commodities				
Office Supplies	3,500	3,500	1,597	(1,903)
Gas and Oil	13,500	13,500	8,340	(5,160)
Equipment	27,600	27,600	2,937	(24,663)
Vehicle and Equipment Charges	4,150	8,300	8,300	-
Uniform Allowance	1,650	1,650	1,650	-
Miscellaneous	9,500	9,500	8,861	(639)
	<u>59,900</u>	<u>64,050</u>	<u>31,685</u>	<u>(32,365)</u>
Capital Outlay				
Annual Watermain Replacement	510,000	376,000	144,421	(231,579)
Plant Improvements	2,675,500	2,809,500	388,876	(2,420,624)
	<u>3,185,500</u>	<u>3,185,500</u>	<u>533,297</u>	<u>(2,652,203)</u>
Less Capital Assets Capitalized	(468,480)	(468,480)	(468,480)	-
	<u>2,717,020</u>	<u>2,717,020</u>	<u>64,817</u>	<u>(2,652,203)</u>
Total Operations	<u>4,689,505</u>	<u>4,693,655</u>	<u>1,603,396</u>	<u>(3,090,259)</u>
Depreciation and Amortization	-	-	991,426	991,426
Total Operating Expenses	<u>4,689,505</u>	<u>4,693,655</u>	<u>2,594,822</u>	<u>(2,098,833)</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Waterworks - Enterprise Fund

Schedule of Expenses - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2021

	Budget		Actual	Variance
	Original	Final		Over (Under)
Debt Service				
Principal Retirement	\$ 455,551	455,551	455,551	-
Interest and Fiscal Charges	160,777	160,777	142,040	(18,737)
	616,328	616,328	597,591	(18,737)
Less Principal Retirement	(455,551)	(455,551)	(455,551)	-
	160,777	160,777	142,040	(18,737)
Total Debt Service	160,777	160,777	142,040	(18,737)

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies other governmental unit, or to other governmental units, on a cost-reimbursement basis.

Vehicle and Equipment Fund

The Vehicle and Equipment Fund is used to account for the accumulation of department service charges to replace or purchase new Village vehicles and equipment and the related expenses.

Employee Compensated Absences Fund

The Employee Compensated Absences Fund is used to account for the portion of compensated absences related to governmental funds owed to employees.

VILLAGE OF NORTH AURORA, ILLINOIS

**Combining Statement of Net Position - Internal Service Funds
May 31, 2021**

	Vehicle and Equipment	Employee Compensated Absences	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 2,151,513	522,755	2,674,268
Receivables - Net of Allowances			
Accrued Interest	377	-	377
Inventories	32,339	-	32,339
Total Current Assets	2,184,229	522,755	2,706,984
Noncurrent Assets			
Capital Assets			
Nondepreciable	15,800	-	15,800
Depreciable	3,500,032	-	3,500,032
Accumulated Depreciation	(2,049,092)	-	(2,049,092)
Total Noncurrent Assets	1,466,740	-	1,466,740
Total Assets	3,650,969	522,755	4,173,724
LIABILITIES			
Current Liabilities			
Accounts Payable	8,205	-	8,205
Compensated Absences Payable	-	130,689	130,689
Total Current Liabilities	8,205	130,689	138,894
Long-Term Liabilities			
Compensated Absences Payable	-	392,066	392,066
Total Liabilities	8,205	522,755	530,960
NET POSITION			
Investment in Capital Assets	1,466,740	-	1,466,740
Unrestricted	2,176,024	-	2,176,024
Total Net Position	3,642,764	-	3,642,764

VILLAGE OF NORTH AURORA, ILLINOIS

Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds For the Fiscal Year Ended May 31, 2021

	Vehicle and Equipment	Employee Compensated Absences	Totals
Operating Revenues			
Charges for Services	\$ 686,439	9,971	696,410
Operating Expenses			
Operations and Capital	84,032	9,971	94,003
Depreciation	259,857	-	259,857
Total Operating Expenses	343,889	9,971	353,860
Operating Income	342,550	-	342,550
Nonoperating Revenues			
Interest Income	8,601	-	8,601
Change in Net Position	351,151	-	351,151
Net Position - Beginning	3,291,613	-	3,291,613
Net Position - Ending	3,642,764	-	3,642,764

VILLAGE OF NORTH AURORA, ILLINOIS

**Combining Statement of Cash Flows - Internal Service Funds
For the Fiscal Year Ended May 31, 2021**

	Vehicle and Equipment	Employee Compensated Absences	Totals
Cash Flows from Operating Activities			
Interfund Services Provided	\$ 679,883	9,971	689,854
Payment to Suppliers	(80,009)	-	(80,009)
	<u>599,874</u>	<u>9,971</u>	<u>609,845</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(313,702)	-	(313,702)
Cash Flows from Investing Activities			
Interest Received	<u>8,601</u>	<u>-</u>	<u>8,601</u>
Net Change in Cash and Cash Equivalents	294,773	9,971	304,744
Cash and Cash Equivalents - Beginning	<u>1,856,740</u>	<u>512,784</u>	<u>2,369,524</u>
Cash and Cash Equivalents - Ending	<u><u>2,151,513</u></u>	<u><u>522,755</u></u>	<u><u>2,674,268</u></u>
Reconciliation of Operating Income to Net Cash			
Provided (Used) by Operating Activities			
Operating Income	342,550	-	342,550
Adjustments to Reconcile Operating Income			
to Net Cash Provided by (Used in)			
Operating Activities			
Depreciation	259,857	-	259,857
(Increase) Decrease in Current Assets	(6,556)	-	(6,556)
Increase (Decrease) in Current Liabilities	<u>4,023</u>	<u>9,971</u>	<u>13,994</u>
Net Cash Provided by Operating Activities	<u><u>599,874</u></u>	<u><u>9,971</u></u>	<u><u>609,845</u></u>

VILLAGE OF NORTH AURORA, ILLINOIS

Vehicle and Equipment - Internal Service Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended May 31, 2021**

	<u>Budget</u>			Variance
	Original	Final	Actual	Over (Under)
Operating Revenues				
Charges for Services	\$ 193,231	686,439	686,439	-
Operating Expenses				
Operations and Capital	651,630	651,630	397,734	(253,896)
Operating Income (Loss)	(458,399)	34,809	288,705	253,896
Nonoperating Revenues				
Interest Income	12,000	12,000	8,601	(3,399)
Disposal of Capital Assets	15,000	15,000	-	(15,000)
	27,000	27,000	8,601	(18,399)
Non-GAAP Basis Change in Net Position	(431,399)	61,809	297,306	235,497
Adjustments to GAAP Basis				
Capital Assets Capitalized			313,702	
Depreciation			(259,857)	
Change in Net Position			351,151	
Net Position - Beginning			3,291,613	
Net Position - Ending			3,642,764	

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

VILLAGE OF NORTH AURORA, ILLINOIS

Police Pension Fund

**Schedule of Changes in Fiduciary Net Position
For the Fiscal Year Ended May 31, 2021**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Additions				
Contributions - Employer	\$ 1,385,904	1,385,904	1,385,904	-
Contributions - Plan Members	286,000	286,000	290,382	4,382
Total Contributions	1,671,904	1,671,904	1,676,286	4,382
Investment Income				
Interest Earned	825,070	825,070	682,518	(142,552)
Net Change in Fair Value	350,000	350,000	3,204,574	2,854,574
	1,175,070	1,175,070	3,887,092	2,712,022
Less Investment Expenses	(30,300)	(30,300)	(28,947)	1,353
Net Investment Income	1,144,770	1,144,770	3,858,145	2,713,375
Total Additions	2,816,674	2,816,674	5,534,431	2,717,757
Deductions				
Administration	11,900	11,900	16,018	4,118
Benefits and Refunds	965,150	965,150	914,258	(50,892)
Total Deductions	977,050	977,050	930,276	(46,774)
Change in Fiduciary Net Position	1,839,624	1,839,624	4,604,155	2,764,531
Net Position Restricted for Pensions				
Beginning			19,476,564	
Ending			24,080,719	

CONSOLIDATED YEAR-END FINANCIAL REPORT

VILLAGE OF NORTH AURORA, ILLINOIS

**Consolidated Year-End Financial Report
May 31, 2021**

CSFA #	Program Name	State	Federal	Other	Totals
494-00-0967	High-Growth Cities Program	\$ 71,741	-	-	71,741
494-00-1488	Motor Fuel Tax Program	367,841	-	-	367,841
	Other Grant Programs and Activities	-	1,062,765	-	1,062,765
	All Other Costs Not Allocated	-	-	19,242,076	19,242,076
	Totals	439,582	1,062,765	19,242,076	20,744,423

SUPPLEMENTAL SCHEDULES

VILLAGE OF NORTH AURORA, ILLINOIS

**Schedule of General Long-Term Debt Payable from Governmental Activities
May 31, 2021**

Amount Available and to be Provided for the Retirement of General Long-Term Debt	
Amount Available for Debt Service	\$ 227,802
Amount to be Provided for Retirement of General Long-Term Debt	<u>17,730,892</u>
Total Amount Available and to be Provided for the Retirement of General Long-Term Debt	<u>17,958,694</u>
 General Long-Term Debt Payable	
Compensated Absences	522,755
Net Pension Liabilities	11,557,746
Total OPEB Liability - RBP	1,383,193
General Obligation Bonds Payable	<u>4,495,000</u>
 Total General Long-Term Debt Payable	<u>17,958,694</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Schedule of Long-Term Debt Requirements

**General Obligation Alternate Revenue Source Refunding Bonds of 2014
May 31, 2021**

Date of Issue	February 20, 2014
Date of Maturity	January 1, 2029
Authorized Issue	\$6,885,000
Denomination of Bonds	\$5,000
Interest Rate	2.00% - 3.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank of Chicago, IL
Debt Retired by	Police Station Debt Service Fund

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Requirements			Interest Due on			
		Principal	Interest	Totals	Jul. 1	Amount	Jan. 1	Amount
2020	479-579	\$ 505,000	129,800	634,800	2021	64,900	2022	64,900
2021	580-682	515,000	119,700	634,700	2022	59,850	2023	59,850
2022	683-789	535,000	104,250	639,250	2023	52,125	2024	52,125
2023	790-899	550,000	88,200	638,200	2024	44,100	2025	44,100
2024	900-1013	570,000	71,700	641,700	2025	35,850	2026	35,850
2025	1014-1130	585,000	54,600	639,600	2026	27,300	2027	27,300
2026	1131-1252	610,000	37,050	647,050	2027	18,525	2028	18,525
2027	1253-1377	625,000	18,750	643,750	2028	9,375	2029	9,375
		<u>4,495,000</u>	<u>624,050</u>	<u>5,119,050</u>			<u>312,025</u>	<u>312,025</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Schedule of Long-Term Debt Requirements

**General Obligation Alternate Revenue Source Bonds of 2017
May 31, 2021**

Date of Issue	April 4, 2017
Date of Maturity	January 1, 2032
Authorized Issue	\$5,800,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% - 4.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank of Chicago, IL
Debt Retired by	Waterworks Fund

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Requirements			Interest Due on			
		Principal	Interest	Totals	Jul. 1	Amount	Jan. 1	Amount
2020	268-336	\$ 345,000	146,425	491,425	2021	73,213	2022	73,212
2021	337-408	360,000	136,075	496,075	2022	68,038	2023	68,037
2022	409-482	370,000	125,275	495,275	2023	62,638	2024	62,637
2023	483-558	380,000	114,175	494,175	2024	57,088	2025	57,087
2024	559-636	390,000	102,775	492,775	2025	51,388	2026	51,387
2025	637-717	405,000	91,075	496,075	2026	45,538	2027	45,537
2026	718-800	415,000	78,925	493,925	2027	39,463	2028	39,462
2027	801-886	430,000	65,438	495,438	2028	32,719	2029	32,719
2028	887-974	440,000	51,464	491,464	2029	25,732	2030	25,732
2029	975-1065	455,000	36,062	491,062	2030	18,031	2031	18,031
2030	1066-1160	475,000	18,999	493,999	2031	9,500	2032	9,499
		<u>4,465,000</u>	<u>966,688</u>	<u>5,431,688</u>			<u>483,348</u>	<u>483,340</u>

STATISTICAL SECTION

(Unaudited)

This part of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

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

VILLAGE OF NORTH AURORA, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
May 31, 2021 (Unaudited)

	2012	2013	2014	2015	2016 **	2017	2018	2019	2020	2021
Governmental Activities										
Net Investment in Capital Assets	\$ 81,798,254	83,248,697	85,083,399	86,384,283	87,966,627	88,313,085	88,427,188	88,935,559	89,821,725	85,736,908
Restricted	3,572,015	3,906,679	3,748,762	4,049,089	3,293,677	2,940,679	3,002,428	3,068,317	3,576,423	4,317,255
Unrestricted	7,482,489	8,883,752	10,404,995	10,519,121	1,979,304	2,078,106	2,769,907	2,045,151	1,426,357	5,973,627
Total Governmental Activities Net Position	92,852,758	96,039,128	99,237,156	100,952,493	93,239,608	93,331,870	94,199,523	94,049,027	94,824,505	96,027,790
Business-Type Activities										
Net Investment in Capital Assets	20,760,990	20,995,758	20,966,641	22,099,689	22,191,726	21,830,789	20,927,587	20,894,884	20,923,411	20,723,624
Unrestricted	1,493,850	2,306,779	2,893,770	2,406,255	2,744,852	2,900,145	4,081,482	4,761,041	5,731,205	6,560,585
Total Business-Type Activities Net Position	22,254,840	23,302,537	23,860,411	24,505,944	24,936,578	24,730,934	25,009,069	25,655,925	26,654,616	27,284,209
Primary Government										
Net Investment in Capital Assets	102,559,244	104,244,455	106,050,040	108,483,972	110,158,353	110,143,874	109,354,775	109,830,443	110,745,136	106,460,532
Restricted	3,572,015	3,906,679	3,748,762	4,049,089	3,293,677	2,940,679	3,002,428	3,068,317	3,576,423	4,317,255
Unrestricted	8,976,339	11,190,531	13,298,765	12,925,376	4,724,156	4,978,251	6,851,389	6,806,192	7,157,562	12,534,212
Total Primary Government Net Position	115,107,598	119,341,665	123,097,567	125,458,437	118,176,186	118,062,804	119,208,592	119,704,952	121,479,121	123,311,999

* Accrual Basis of Accounting

** The Village implemented GASB Statement No. 68 in fiscal year 2016.

Data Source: Audited Financial Statements

VILLAGE OF NORTH AURORA, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
May 31, 2021 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental Activities										
General Government	\$ 2,781,256	2,438,161	2,509,574	2,739,039	2,751,762	2,658,299	3,167,235	3,291,405	3,835,537	5,584,788
Public Safety	4,864,872	5,046,200	5,193,500	5,413,092	6,035,035	6,211,779	6,054,957	6,895,823	7,274,327	6,643,427
Public Works	3,736,393	3,949,037	4,765,606	6,086,057	5,380,250	4,795,769	4,668,722	5,086,291	5,073,506	5,207,396
Sanitation	510,422	370,834	558,586	577,795	487,802	704,175	418,347	600,875	558,407	420,679
Health and Welfare	65,094	-	-	-	-	-	-	-	-	-
Interest	512,987	487,719	465,671	459,862	287,892	259,260	233,328	206,395	178,511	151,271
Total Governmental Activities Expenses	12,471,024	12,291,951	13,492,937	15,275,845	14,942,741	14,629,282	14,542,589	16,080,789	16,920,288	18,007,561
Business-Type Activities										
Waterworks	2,207,371	2,252,015	2,399,782	2,332,989	2,265,473	2,800,134	2,621,550	2,827,934	2,857,810	2,736,862
Total Primary Government Expenses	14,678,395	14,543,966	15,892,719	17,608,834	17,208,214	17,429,416	17,164,139	18,908,723	19,778,098	20,744,423
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	631,909	797,812	1,104,559	1,295,616	1,210,730	869,123	894,698	1,166,275	887,670	946,818
Public Works	50,790	29,758	-	-	-	-	-	-	284,613	239,742
Other	614,929	610,725	630,640	436,583	533,199	353,591	423,942	347,930	115,189	155,311
Operating Grants/Contributions	526,517	513,589	609,785	547,447	477,516	466,331	473,490	478,186	848,314	2,349,712
Capital Grants/Contributions	7,053,967	2,582,819	2,810,769	3,117,646	1,410,172	839,023	840,642	903,665	1,609,289	117,194
Total Governmental Activities Program Revenues	8,878,112	4,534,703	5,155,753	5,397,292	3,631,617	2,528,068	2,632,772	2,896,056	3,745,075	3,808,777
Business-Type Activities										
Charges for Services										
Waterworks	2,547,310	3,119,005	2,772,684	2,544,588	2,841,797	2,558,809	2,606,783	2,709,384	2,731,406	3,072,826
Capital Gains and Contributions	754,260	207,500	174,062	418,913	10,597	-	-	401,473	636,242	100,138
Total Business-Type Activities Program Revenues	3,301,570	3,326,505	2,946,746	2,963,501	2,852,394	2,558,809	2,606,783	3,110,857	3,367,648	3,172,964
Total Primary Government Program Revenues	12,179,682	7,861,208	8,102,499	8,360,793	6,484,011	5,086,877	5,239,555	6,006,913	7,112,723	6,981,741

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (Expense) Revenue										
Governmental Activities	\$ (3,592,912)	(7,757,248)	(8,337,184)	(9,878,553)	(11,311,124)	(12,101,214)	(11,909,817)	(13,184,733)	(13,175,213)	(14,198,784)
Business-Type Activities	1,094,199	1,074,490	546,964	630,512	586,921	(241,325)	(14,767)	282,923	509,838	436,102
Total Primary Government Net (Expense) Revenue	<u>(2,498,713)</u>	<u>(6,682,758)</u>	<u>(7,790,220)</u>	<u>(9,248,041)</u>	<u>(10,724,203)</u>	<u>(12,342,539)</u>	<u>(11,924,584)</u>	<u>(12,901,810)</u>	<u>(12,665,375)</u>	<u>(13,762,682)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	3,212,355	3,117,516	3,328,978	3,346,397	3,390,542	3,405,492	3,421,482	3,625,303	3,736,780	3,593,707
Non Home-Rule Sales Taxes	4,747,193	4,902,035	5,063,094	5,255,029	5,354,915	5,585,044	1,050,266	1,013,423	1,015,401	1,121,810
Utility Taxes	860,980	879,330	897,503	831,999	766,165	789,748	760,264	766,543	699,366	701,240
Other	405,241	430,924	485,784	564,203	623,985	632,819	223,643	313,289	272,040	157,006
Intergovernmental - Unrestricted										
Sales Taxes	-	-	-	-	-	-	4,711,465	4,712,911	4,909,851	6,473,313
Income Taxes	1,420,009	1,585,789	1,600,554	1,688,499	1,714,327	1,612,400	1,587,027	1,804,364	1,715,932	2,117,029
Use Taxes	-	-	-	-	-	-	466,689	545,827	642,783	780,791
Replacement Taxes	-	-	-	-	-	-	35,301	38,190	40,748	54,080
Interest Income	54,747	48,281	95,274	(180,909)	92,804	102,993	179,922	464,334	609,192	57,541
Miscellaneous	63,382	24,979	64,025	88,672	28,252	64,980	341,411	456,447	308,598	345,552
Gain on Disposal of Capital Assets	-	34,654	-	-	-	-	-	-	-	-
Total Governmental Activities General Revenues	<u>10,763,907</u>	<u>11,023,508</u>	<u>11,535,212</u>	<u>11,593,890</u>	<u>11,970,990</u>	<u>12,193,476</u>	<u>12,777,470</u>	<u>13,740,631</u>	<u>13,950,691</u>	<u>15,402,069</u>
Business-Type Activities										
Interest Income	1,189	3,770	6,777	7,087	6,626	21,607	82,620	202,567	200,130	13,448
Miscellaneous	12,353	9,356	4,133	7,934	24,019	14,074	210,282	217,754	288,723	180,043
Total Business-Type Activities General Revenues	<u>13,542</u>	<u>13,126</u>	<u>10,910</u>	<u>15,021</u>	<u>30,645</u>	<u>35,681</u>	<u>292,902</u>	<u>420,321</u>	<u>488,853</u>	<u>193,491</u>
Total Primary Government General Revenues	<u>10,777,449</u>	<u>11,036,634</u>	<u>11,546,122</u>	<u>11,608,911</u>	<u>12,001,635</u>	<u>12,229,157</u>	<u>13,070,372</u>	<u>14,160,952</u>	<u>14,439,544</u>	<u>15,595,560</u>
Changes in Net Position										
Governmental Activities	7,170,995	3,266,260	3,198,028	1,715,337	659,866	92,262	867,653	555,898	775,478	1,203,285
Business-Type Activities	1,107,741	1,087,616	557,874	645,533	617,566	(205,644)	278,135	703,244	998,691	629,593
Total Primary Government Changes in Net Position	<u>8,278,736</u>	<u>4,353,876</u>	<u>3,755,902</u>	<u>2,360,870</u>	<u>1,277,432</u>	<u>(113,382)</u>	<u>1,145,788</u>	<u>1,259,142</u>	<u>1,774,169</u>	<u>1,832,878</u>

* Accrual Basis of Accounting

Data Source: Audited Financial Statements

VILLAGE OF NORTH AURORA, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
May 31, 2021 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	\$ 45,382	28,122	5,866	18,743	19,129	19,765	6,104	20,456	91,324	185,730
Restricted	20,047	19,559	19,070	16,535	23,493	31,821	52,464	26,383	25,763	44,591
Unrestricted										
Unassigned	5,358,408	5,801,289	6,152,602	6,364,785	6,605,504	6,898,400	7,066,396	7,396,141	7,449,810	7,491,735
Total General Fund	5,423,837	5,848,970	6,177,538	6,400,063	6,648,126	6,949,986	7,124,964	7,442,980	7,566,897	7,722,056
All Other Governmental Funds										
Nonspendable	2,400	-	-	972	-	5,325	11,500	1,900	800	550
Restricted	3,551,968	4,833,771	3,729,692	4,032,554	3,270,184	2,908,858	3,037,605	3,118,122	3,614,999	4,326,747
Unrestricted										
Committed	-	-	641,896	294,517	-	-	702,562	420,898	173,866	587,173
Assigned	2,314,949	2,468,350	3,849,499	3,788,586	3,924,404	3,869,046	4,161,826	4,620,851	5,355,563	8,682,644
Unassigned	(2,496)	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	5,866,821	7,302,121	8,221,087	8,116,629	7,194,588	6,783,229	7,913,493	8,161,771	9,145,228	13,597,114
Total Governmental Funds	11,290,658	13,151,091	14,398,625	14,516,692	13,842,714	13,733,215	15,038,457	15,604,751	16,712,125	21,319,170

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

VILLAGE OF NORTH AURORA, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years*
May 31, 2021 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 9,225,769	9,317,485	9,775,359	9,997,628	10,135,609	10,413,105	5,455,655	5,718,558	5,723,587	5,573,763
Intergovernmental	2,062,401	2,175,060	2,303,622	2,296,559	2,216,295	2,093,264	7,273,972	7,735,478	8,250,478	11,774,925
Licenses and Permits	426,556	555,008	828,380	987,674	980,051	479,890	547,092	783,387	568,826	631,602
Charges for Services	689,479	652,786	650,364	637,452	571,260	585,900	589,510	502,160	441,398	472,912
Fines and Forfeitures	291,247	217,966	177,756	142,274	125,525	127,720	182,038	228,658	277,248	237,357
Developer Contributions	198,563	73,753	904,416	228,474	307,130	42,490	-	-	-	-
Interest Income	54,747	48,281	95,274	(180,909)	92,804	102,993	160,145	417,510	554,472	48,940
Miscellaneous	35,060	34,856	27,626	53,471	95,343	94,185	277,915	260,552	222,388	219,212
Total Revenues	12,983,822	13,075,195	14,762,797	14,162,623	14,524,017	13,939,547	14,486,327	15,646,303	16,038,397	18,958,711
Expenditures										
Current										
General Government	2,250,381	2,258,771	2,309,967	2,567,418	2,536,799	2,489,554	2,747,687	2,862,763	2,844,546	2,254,521
Public Safety	4,611,054	4,605,621	4,804,652	5,190,232	5,202,837	5,439,089	5,436,470	5,929,542	5,944,494	6,579,226
Public Works	1,586,926	1,876,107	2,563,622	2,314,769	2,505,027	2,491,077	2,352,149	2,564,808	2,713,108	2,744,995
Sanitation	63,329	57,004	243,504	230,131	145,104	314,133	81,121	246,836	229,554	92,722
Health and Welfare	65,094	-	-	-	-	-	-	-	-	-
Capital Outlay	3,330,335	1,267,564	2,559,030	2,718,904	3,667,311	2,218,724	1,623,316	2,463,075	2,112,934	1,767,874
Debt Service										
Principal Retirement	665,000	695,000	725,000	760,000	850,000	890,000	920,000	950,000	980,000	885,000
Interest and Fiscal Charges	506,989	489,349	468,261	516,082	294,165	263,325	237,825	211,288	183,800	154,967
Total Expenditures	13,079,108	11,249,416	13,674,036	14,297,536	15,201,243	14,105,902	13,398,568	15,228,312	15,008,436	14,479,305
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	(95,286)	1,825,779	1,088,761	(134,913)	(677,226)	(166,355)	1,087,759	417,991	1,029,961	4,479,406
Other Financing Sources (Uses)										
Bonds Issued	-	-	-	6,885,000	-	-	-	-	-	-
Payment to Refunded Bonds Escrow	-	-	-	(6,952,658)	-	-	-	-	-	-
Premium on Bonds Issued	-	-	-	256,582	-	-	-	-	-	-
Disposal of Capital Assets	-	-	-	-	-	-	197,145	498	723	1,299
Insurance Claim Reimbursement	21,946	34,654	146,453	64,056	3,248	56,856	20,338	147,805	76,690	126,340
Transfers In	805,635	781,434	1,016,068	995,706	1,088,769	962,769	622,875	1,003,692	1,376,391	3,836,922
Transfers Out	(805,635)	(781,434)	(1,016,068)	(995,706)	(1,088,769)	(962,769)	(622,875)	(1,003,692)	(1,376,391)	(3,836,922)
Total Other Financing Sources (Uses)	21,946	34,654	146,453	252,980	3,248	56,856	217,483	148,303	77,413	127,639
Net Change in Fund Balances	(73,340)	1,860,433	1,235,214	118,067	(673,978)	(109,499)	1,305,242	566,294	1,107,374	4,607,045
Debt Service as a Percentage										
of Noncapital Expenditures	11.43%	11.45%	10.36%	9.60%	9.16%	9.55%	9.59%	8.92%	8.83%	8.07%

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

VILLAGE OF NORTH AURORA, ILLINOIS

Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years May 31, 2021 (Unaudited)

Tax Levy Year	Residential Property	Commercial Property	Industrial Property	Railroad Property	Farm Property	Total Taxable Assessed Value	Estimated Actual Taxable Value	Total Direct Tax Rate
2011	\$ 396,460,429	\$ 64,212,904	\$ 34,967,983	\$ 268,280	\$ 385,110	\$ 496,294,706	\$ 1,488,884,118	\$ 0.5106
2012	358,899,978	66,774,379	35,772,199	286,904	338,753	462,072,213	1,386,216,639	0.5647
2013	337,016,726	58,444,313	31,023,446	312,020	336,302	427,132,807	1,281,398,421	0.6265
2014	339,111,156	59,859,375	31,341,315	316,153	244,838	430,872,837	1,292,618,511	0.6377
2015	359,301,370	67,329,121	33,018,080	330,034	248,169	460,226,774	1,380,680,322	0.6129
2016	384,212,041	67,873,407	34,089,473	374,889	275,248	486,825,058	1,460,475,174	0.5892
2017	397,846,748	71,244,763	34,513,524	362,886	288,822	504,256,743	1,512,770,229	0.5811
2018	413,107,645	85,401,844	36,298,576	389,917	303,874	535,501,856	1,606,505,568	0.5591
2019	429,754,775	88,936,953	39,835,901	452,344	320,200	559,300,173	1,677,900,519	0.5016
2020	453,288,800	92,590,660	43,147,035	547,245	337,350	589,911,090	1,769,733,270	0.4395

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value. Tax rates are per \$100 of assessed value and are the "Rate Setting EAV".

Data Source: Office of the County Clerk

VILLAGE OF NORTH AURORA, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
May 31, 2021 (Unaudited)**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Village Direct Rates										
Village of North Aurora	0.409270	0.454490	0.505010	0.515680	0.497450	0.478350	0.473600	0.457519	0.448399	0.439470
General Obligation Library Debt Service	0.101378	0.110170	0.121440	0.122027	0.115407	0.110865	0.107546	0.101613	0.053238	0.000000
Total Direct Rates	0.510648	0.564660	0.626450	0.637707	0.612857	0.589215	0.581146	0.559132	0.501637	0.439470
Overlapping Rates										
Messenger Public Library	0.296870	0.329670	0.366550	0.374060	0.360840	0.347020	0.343292	0.333939	0.327280	0.320770
North Aurora Fire District	0.834119	0.916086	1.024067	1.046502	1.016720	0.978261	0.967609	0.954886	0.937369	0.919364
Kane County	0.398980	0.433559	0.462292	0.468360	0.447884	0.420062	0.402498	0.387659	0.373902	0.361798
Kane County Forest Preserve	0.260923	0.271015	0.303868	0.312630	0.294354	0.225322	0.165841	0.160702	0.154854	0.147744
Aurora Township (1)	0.274235	0.314060	0.362063	0.374280	0.247795	0.326488	0.312400	0.312643	0.299419	0.285944
College District 516	0.470953	0.531163	0.580694	0.595432	0.587468	0.560691	0.553304	0.541425	0.537673	0.428645
Fox Valley Park District	0.528582	0.586301	0.627967	0.630680	0.599925	0.558975	0.532249	0.490283	0.491561	0.455740
West Aurora Schools 129	5.160256	5.889589	6.666744	6.857788	6.589755	6.147832	5.988207	5.830096	5.627379	5.439309
Total Overlapping Rates	8.224918	9.271443	10.394245	10.659732	10.144741	9.564651	9.265400	9.011633	8.749437	8.359314
Total All Rates (Representative)	8.735566	9.836103	11.020695	11.297439	10.757598	10.153866	9.846546	9.570765	9.251074	8.798784

Notes:

(1) Aurora Township includes Aurora Township and Aurora Township Road and Bridge

The Village is a non-home rule community and as such is subject to the tax cap which limits the increase in the Village's annual property tax levy to 5% or the rate of inflation in the CPI, whichever is lessor. This limitation on the increase is based on last year's actual extension. The tax extension limitation formula allows the Village to "capture" the value of new construction.

Approved debt service levies are not subject to the tax cap; however, general obligation debt backed solely by property taxes cannot be issued unless approved by the voters via referendum.

The Village has also established a number of Special Service Areas within the Village. These areas are for the maintenance of lawns and detention ponds and are not a significant portion of the overall tax bill.

A very small portion of the Village's population belongs in the Kaneland School District or the Batavia School District.

Data Source: Office of the Kane County Clerk

VILLAGE OF NORTH AURORA, ILLINOIS

Principal Property Tax Payers - Current Levy Year and Nine Levy Years Ago May 31, 2021 (Unaudited)

Taxpayer	Levy Year 2020			Levy Year 2011		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Continental 343 Fund LLC	\$ 9,897,474	1	1.68%			
SVF Orchard North Aurora LLC	8,648,164	2	1.47%			
JVM Randall Highlands LLC	8,399,165	3	1.42%			
Prologis LP Liberty Property	6,831,481	4	1.16%			
MP North Aurora East LLC	6,523,921	5	1.11%			
Dart Container Corp	5,880,416	6	1.00%	\$ 7,988,997	1	1.61%
Summitt Enterprises of Illinois, Ltd.	4,556,636	7	0.77%	2,864,474	6	0.58%
Woodman's Food Market	3,937,485	8	0.67%	4,562,782	2	0.92%
Courtyards Village West Apartments	3,624,539	9	0.61%	3,216,075	5	0.65%
Gerald Realty Holdings	3,243,580	10	0.55%			
Preferred Real Estate LLC				3,905,442	3	0.79%
Target Corporation				3,248,941	4	0.65%
JC Penney Properties				2,383,334	7	0.48%
Little Miranda				1,963,727	8	0.40%
First Industrial Investment II				1,628,462	9	0.33%
Konopacki Anthony BT Apts.				1,618,098	10	0.33%
	<u>61,542,861</u>		<u>10.43%</u>	<u>33,380,332</u>		<u>6.73%</u>

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Data Source: Office of the County Clerk

VILLAGE OF NORTH AURORA, ILLINOIS

Property Tax Levies and Collections - Last Ten Levy Years May 31, 2021 (Unaudited)

Tax Levy Year	Taxes Levied for the Fiscal Year		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2011	\$	2,672,466	\$ 164,801	6.17%	\$ 2,498,760	\$ 2,663,561	99.67%
2012		2,756,055	202,084	7.33%	2,545,541	2,747,625	99.69%
2013		2,821,826	377,214	13.37%	2,436,618	2,813,832	99.72%
2014		2,899,425	229,838	7.93%	2,658,804	2,888,642	99.63%
2015		2,977,524	206,837	6.95%	2,730,626	2,937,463	98.65%
2016		3,024,971	65,570	2.17%	2,929,409	2,994,979	99.01%
2017		3,088,135	113,872	3.69%	2,970,308	3,084,180	99.87%
2018		3,158,158	35,475	1.12%	3,118,079	3,153,554	99.85%
2019		2,973,336	145,284	4.89%	2,827,578	2,972,862	99.98%
2020		2,764,393	88,289	3.19%	1,411,225	1,499,514	54.24%

(1) Levies and collections include property taxes for the Village, Library Debt Service and the distributions for road and bridges that are allocated to the Village. Does not include property taxes for the Village's special service area or TIF distributions.

Data Source: Office of the County Clerk

VILLAGE OF NORTH AURORA, ILLINOIS

**Total Sales Taxes by Category - Last Ten Calendar Years
May 31, 2021 (Unaudited)**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Merchandise	505,924	527,890	494,442	457,535	463,033	500,240	500,629	442,666	406,076	382,119
Food	1,106,414	1,163,388	1,190,519	1,178,048	1,157,147	1,142,081	1,226,793	1,254,978	1,263,322	1,311,099
Drinking and Eating Places	289,233	322,069	340,590	367,727	413,909	409,591	426,812	429,548	498,142	425,731
Apparel	73,069	73,461	30,135	57,975	58,354	N/A	N/A	38,447	36,413	30,708
Furniture & H.H. & Radio	254,383	253,578	246,541	246,357	249,324	249,758	225,232	161,290	59,741	54,374
Lumber, Building Hardware	71,572	-	65,982	99,887	59,456	72,789	60,878	61,408	113,741	114,873
Automobile and Filling Stations	1,776,042	1,868,562	1,863,590	2,040,342	1,975,673	1,906,527	1,885,391	1,944,640	2,097,370	2,103,139
Drugs and Miscellaneous Retail	286,046	285,473	434,255	505,026	582,353	760,865	833,664	900,451	920,880	974,952
Agriculture and All Others	149,743	118,245	135,272	130,118	130,883	181,407	226,076	245,757	261,671	902,828
Manufacturers	166,620	196,487	192,288	188,201	198,126	288,261	305,950	258,369	274,604	397,888
Unclassified	-	7,293	-	-	-	-	-	-	-	-
Total	4,679,046	4,816,446	4,993,614	5,271,216	5,288,258	5,511,518	5,691,425	5,737,554	5,931,960	6,697,711
Village Direct Sales Tax Rate	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%

Effective January 1, 2004, the Village implemented a 0.50% non-home rule sales tax applicable to all sales except food, drugs and titled vehicles (summarized exemptions).

The above numbers are the total sales tax dollars received by the Village before applicable sales tax rebates.

The Village implemented effective July 1, 2020 a 3% recreational cannabis tax and these numbers are included in the above chart.

Data Sources: Village Records and Illinois Department of Revenue SIC Reporting

VILLAGE OF NORTH AURORA, ILLINOIS

**Direct and Overlapping Sales Tax Rates (1)
May 31, 2021 (Unaudited)**

Fiscal Year	General Merchandise Village Direct Rate	General Merchandise State and Other Rates	General Merchandise Total Rate Within Village
2012	1.50%	6.00%	7.50%
2013	1.50%	6.00%	7.50%
2014	1.50%	6.00%	7.50%
2015	1.50%	6.00%	7.50%
2016	1.50%	6.00%	7.50%
2017	1.50%	6.00%	7.50%
2018	1.50%	6.00%	7.50%
2019	1.50%	6.00%	7.50%
2020	1.50%	6.00%	7.50%
2021	1.50%	6.00%	7.50%

(1) The rates listed in this table apply to sales of general merchandise. Sales of food not prepared for immediate consumption, drugs and titled vehicles are subject to a different tax rate. This rate is 1.75% for sales of food and 7.00% for sales of titled vehicles.

Data Source: Village and State Records

VILLAGE OF NORTH AURORA, ILLINOIS

Ratios of Outstanding Debt By Type - Last Ten Fiscal Years May 31, 2021 (Unaudited)

Fiscal Year	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income *	Per Capita *
	General Obligation Bonds	General Obligation Bonds	Kane County Loan Payable				
2012	\$ 11,948,258	\$ 2,100,000	\$ 940,032		\$ 14,988,290	3.03%	\$ 894
2013	11,251,865	1,555,000	846,520		13,653,385	2.76%	815
2014	10,525,471	1,190,000	751,605		12,467,076	2.52%	744
2015	10,243,553	810,000	654,650		11,708,203	2.37%	699
2016	9,370,768	415,000	555,174		10,340,942	1.88%	617
2017	8,457,983	5,990,863	452,614		14,901,460	2.72%	854
2018	7,515,198	5,623,139	346,362		13,484,699	2.46%	773
2019	6,542,413	5,290,415	235,860		12,068,688	2.20%	692
2020	5,539,628	4,952,691	120,551		10,612,870	1.93%	609
2021	4,631,843	4,604,967	-		9,236,810	1.25%	506

* See the schedule of Demographic and Economic Information for personal income and population data.

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

Data Source: Village Records

VILLAGE OF NORTH AURORA, ILLINOIS

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years May 31, 2021 (Unaudited)

Fiscal Year	Govermental Activities General Obligation Bonds	Business-Type Activities General Obligation Bonds	Less: Amounts Restricted for Principal Repayment	Net Total	Percentage of Estimated Actual Taxable Value of Property *	Per Capita**
2012	\$ 11,948,258	\$ 2,100,000	\$ 284,726	\$ 13,763,532	2.77%	\$ 821
2013	11,251,865	1,555,000	285,942	12,520,923	2.71%	747
2014	10,525,471	1,190,000	381,115	11,334,356	2.65%	676
2015	10,243,553	810,000	386,688	10,666,865	2.48%	636
2016	9,370,768	415,000	386,689	9,399,079	2.04%	561
2017	8,457,983	5,990,863	360,521	14,088,325	2.89%	808
2018	7,515,198	5,623,139	280,510	12,857,827	2.55%	737
2019	6,542,413	5,290,415	306,925	11,525,903	2.15%	661
2020	5,539,628	4,952,691	332,427	10,159,892	1.82%	583
2021	4,631,843	4,604,967	227,802	9,009,008	1.53%	493

* See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

** See the Schedule of Demographics and Economic Statistics.

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

Data Source: Village Records

VILLAGE OF NORTH AURORA, ILLINOIS

Schedule of Direct and Overlapping Governmental Activities Debt May 31, 2021 (Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt Applicable to Village (1)	Village's Share of Debt
Village of North Aurora	\$ 4,631,843	100.00%	\$ 4,631,843
Overlapping Debt			
Kane County	16,190,000	3.77%	610,363
Kane County Forest Preserve	119,460,000	3.77%	4,503,642
Fox Valley Park District	20,869,385	9.03%	1,884,505
Batavia Park District	730,015	4.10%	29,931
Schools			
School District #101	37,450,000	0.59%	220,955
School District #129	111,993,000	29.15%	32,645,960
School District #302	63,610,516	0.31%	197,193
Community College District #516	41,430,000	5.54%	2,295,222
Total Other Governments	411,732,916		42,387,770
Total Overlapping Bonded Debt	416,364,759		47,019,613

(1) Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

Data Source: Kane County Tax Extension Department

VILLAGE OF NORTH AURORA, ILLINOIS
Schedule of Legal Debt Margin - Last Ten Fiscal Years
May 31, 2021 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2020
Legal Debt Limit	\$ 42,805,418	39,853,728	36,840,205	37,162,782	39,694,559	41,988,661	43,492,144	46,187,035	48,239,640	50,879,832
Total Net Debt Applicable to Limit	3,855,000	3,490,000	3,110,000	2,710,000	2,290,000	1,850,000	1,385,000	900,000	395,000	-
Legal Debt Margin	38,950,418	36,363,728	33,730,205	34,452,782	37,404,559	40,138,661	42,107,144	45,287,035	47,844,640	50,879,832
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	9.01%	8.76%	8.44%	7.29%	5.77%	4.41%	3.18%	1.95%	0.82%	0.00%

Data Source: Village Records

Legal Debt Margin Calculation for Fiscal Year 2021	
Assessed Value	\$ 589,911,090
Bonded Debt Limit - 8.625% of Assessed Value	50,879,832
Amount of Debt Applicable to Limit	-
Legal Debt Margin	50,879,832

VILLAGE OF NORTH AURORA, ILLINOIS
Pledged-Revenue Coverage - Last Ten Fiscal Years
May 31, 2021 (Unaudited)

Fiscal Year	General Obligation Alternate Revenue Source Waterworks Bonds of 2017						General Obligation Alternate Revenue Source Refunding Bonds of 2014								
	Water Charges and Others (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service		Coverage	Beginning Fund Balance	Sales Tax, Use Tax And Other	Total Available Funds	Less Non-Debt Expenditures	Net Available Funds	Debt Service		Coverage	
				Principal	Interest							Principal	Interest		
2012	\$ 2,546,187	\$ 1,332,923	\$ 1,213,264	\$ 530,000	\$ 119,454	\$ 1.87	\$ 285,430	\$ 685,740	\$ 971,170	\$ -	\$ 971,170	\$ 320,000	\$ 365,969	1.42	
2013	3,122,509	2,168,411	954,098	375,000	71,410	2.14	284,726	686,925	971,651	-	971,651	330,000	355,169	1.42	
2014	2,643,669	1,522,880	1,120,789	365,000	57,535	2.65	285,942	689,299	975,241	-	975,241	345,000	343,206	1.42	
2015	2,396,868	1,470,951	925,917	380,000	44,030	2.18	286,470	691,188	977,658	-	977,658	360,000	203,289	1.74	
2016	2,679,453	1,444,706	1,234,747	395,000	29,970	2.91	288,413	596,247	884,660	-	884,660	430,000	192,600	1.42	
2017	2,386,804	1,809,580	577,224	415,000	15,355	1.34	261,456	626,639	888,095	-	888,095	450,000	176,500	1.42	
2018	2,689,403	1,570,619	1,118,784	355,000	138,302	2.27	261,060	626,744	887,804	-	887,804	455,000	157,500	1.45	
2019	2,911,951	1,811,192	1,100,759	320,000	171,820	2.24	264,799	623,400	888,199	-	888,199	465,000	158,875	1.42	
2020	2,931,536	1,849,240	1,082,296	325,000	166,226	2.20	272,121	624,100	896,221	-	896,221	475,000	149,100	1.44	
2021	3,086,274	1,603,396	1,482,878	335,000	156,475	3.02	279,635	632,355	911,990	-	911,990	490,000	139,600	1.45	

(1) Water Charges and Other includes earnings but not tap fees.

(2) Operating expenses do not include interest or depreciation.

Data Source: Village Records

VILLAGE OF NORTH AURORA, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years May 31, 2021 (Unaudited)

Fiscal Year	(1) Population	Personal Income	(2) Per Capita Personal Income	(3) Unemployment Rate
2012	16,760	\$ 494,817,760	\$ 29,524	9.90%
2013	16,760	494,817,760	29,524	8.80%
2014	16,760	494,817,760	29,524	8.90%
2015	16,760	494,817,760	29,524	6.80%
2016	16,760	548,625,042	32,734	5.80%
2017	17,441	548,625,042	31,456	5.90%
2018	17,441	548,625,042	31,456	5.30%
2019	17,441	548,625,042	31,456	4.90%
2020	17,441	548,625,042	31,456	4.40%
2021	18,261	739,333,107	40,487	5.30%

(1) Population of 18,261 based on 2020 census.
Population of 17,441 based on 2016 partial, special census.
Population of 16,760 based on 2010 census.

(2) Per Capita Personal Income for 2021 based on 2015-2019 Census Estimates in 2019 dollars.

(3) Unemployment rate based on average unemployment rate for Kane County for preceding calendar year.

VILLAGE OF NORTH AURORA, ILLINOIS

Principal Employers - Current Year and Nine Years Ago May 31, 2021 (Unaudited)

Employer	2021			2012		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Aurora Packing Company, Inc.	300	1	1.64%	260	1	1.64%
West Aurora School District	260	2	1.42%	230	3	1.45%
Dart Container Corporation	250	3	1.37%	234	2	1.47%
Oberweis Dairy, Inc.	225	4	1.23%	225	4	1.42%
Pentair Aurora Pump	165	5	0.90%	215	5	1.35%
Woodman's Food Market	160	6	0.88%	195	6	1.23%
Lindsay Windows and Doors	150	7	0.82%			
Euclid Beverage Ltd.	140	8	0.77%	140	8	0.88%
Target	110	9	0.60%	135	10	0.85%
Service Pallett	65	10	0.36%			
Best Buy				150	7	0.94%
Air-Rite Heating				150	7	0.94%
Daco, Inc.				135	9	0.85%
	<u>1,825</u>		<u>9.99%</u>	<u>2,069</u>		<u>13.02%</u>

Note: Illinois Manufacturers Directory, Illinois Services Directory, Kane County Economic Commission Listing, phone survey and Village business registration records.

VILLAGE OF NORTH AURORA, ILLINOIS

Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years May 31, 2021 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government										
Admin/Finance	6.60	6.67	7.67	7.67	7.67	8.36	8.36	9.20	9.20	9.20
Community Development	4.11	4.17	4.17	4.17	4.17	4.25	4.25	4.25	4.25	4.25
Public Safety										
Police										
Sworn Officers	28.00	28.00	28.00	28.00	29.00	29.00	29.00	29.00	30.00	32.00
Civilians/Other	4.10	4.10	3.35	3.35	3.35	3.35	3.35	3.65	3.65	3.65
Public Works										
Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00
Street Maintenance	6.45	6.45	6.45	6.45	7.45	6.45	7.45	7.45	8.45	8.45
Water Operations/Billing	3.00	3.00	3.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00
Total	54.26	54.39	54.64	54.64	57.64	57.41	58.41	59.55	62.55	64.55

Data Source: Village Finance Office

VILLAGE OF NORTH AURORA, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
May 31, 2021 (Unaudited)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Community Development										
New Home Permits	22	147	27	21	332	13	30	34	63	75
New Commercial Permits	16	14	24	13	21	39	15	10	16	10
Misc Permits	542	500	1,464	2,260	535	591	535	1,080	775	675
Police										
Physical Arrests	456	289	246	235	248	216	275	354	324	240
Ordinance Violations	182	97	107	124	105	122	273	317	632	428
Traffic Violations	7,758	4,510	5,565	4,597	2,258	3,731	5,028	2,002	1,660	869
Public Works										
Street Resurfacing (Miles)	0.58	-	0.36	2.19	-	-	-	-	-	-
Street Reconstruction (Miles)	0.54	0.98	1.62	0.97	1.70	1.60	4.20	2.90	3.51	1.80
Water and Sewer										
New Connections	23	52	185	30	140	15	70	53	59	64
Water Mains Breaks	9	22	16	12	8	7	8	5	4	15
Average Daily Consumption	1,819,873	1,918,847	1,852,400	1,739,000	1,770,000	1,770,547	1,833,600	1,892,064	1,869,000	1,966,939
Peak Daily Consumption	3,240,000	3,552,000	3,266,000	3,224,000	2,882,000	3,498,000	3,200,000	2,803,000	2,767,000	2,950,000

Data Source: Various Village Departments

VILLAGE OF NORTH AURORA, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
May 31, 2021 (Unaudited)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Area Patrols	3	3	3	3	3	3	3	3	3	3
Patrol Units	17	17	17	17	18	18	18	18	19	21
Public Works										
Streets (Miles)	76	76	76	77	77	77	77	77	72	77
Streetlights	849	849	849	849	849	849	849	849	977	977
Traffic Signals	8	8	8	8	8	8	8	8	8	8
Water										
Water Mains (Miles)	76	92	92	94	94	95	95	95	111	111
Fire Hydrants	980	1,150	1,150	1,150	1,200	1,250	1,270	1,270	1,470	1,470
Storage Capacity (Gallons)	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000

Data Source: Various Village Departments