



Village of North Aurora, Illinois



Annual Comprehensive Financial Report

For Fiscal Year Ended May 31, 2022

VILLAGE OF NORTH AURORA, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
MAY 31, 2022

Prepared by:

Jason Paprocki
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

Jason Paprocki Finance Director

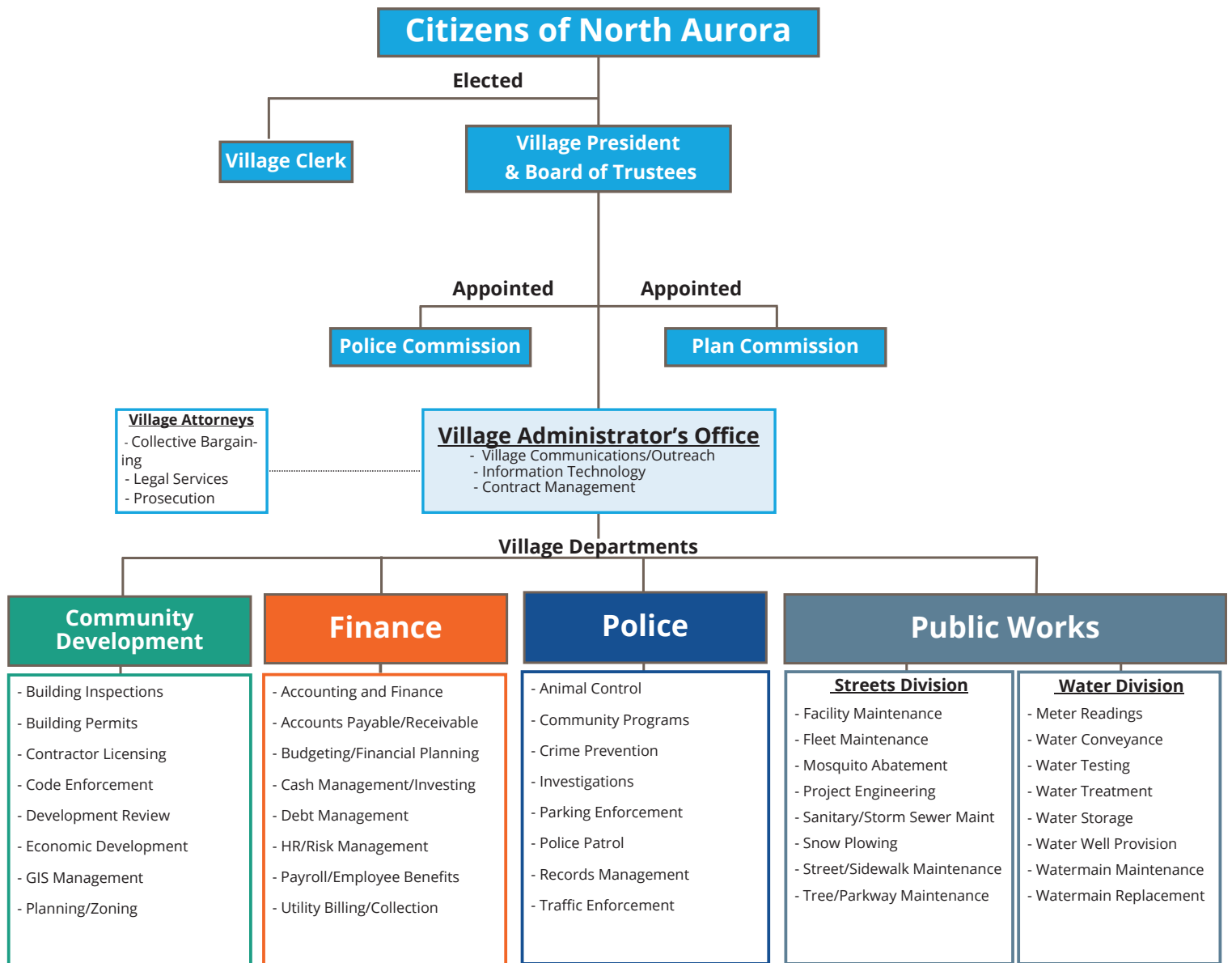
John Laskowski Public Works Director

Joseph DeLeo 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





November 1, 2022

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

The Annual Comprehensive Financial Report of the Village of North Aurora for the fiscal year ended May 31, 2022 is hereby submitted. This report provides a comprehensive view of the Village's financial activities for the year and financial position at May 31, 2022. 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, 2022 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.

25 EAST STATE STREET, NORTH AURORA, IL 60542
PHONE 630-897-8228 - FAX 630-897-8258 - WWW.NORTHAURORA.ORG

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, 2022 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 67.3 full-time equivalents for fiscal 2021-22. 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 103 and 104 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. 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. Construction of the remaining vacant lots (approximately 70 in total) in the Moose Lakes Estates subdivision is also

expected to begin this year. 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 2021, the eighth consecutive year of increases going back to 2014. The Village's 2021 taxable EAV increased 3.3% to \$609,148,495. The increase was due to the addition of \$7,441,495 in new construction EAV and an increase in current EAV of 2.0%. Preliminary information for the 2022 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 (76.2%), commercial (16.2%) and industrial (7.5%) uses.

Overall economic and retail activity within the Village continued to remain strong. General Fund sales tax revenue increased by 11.1% during the year, due to an increase in sales of food and titled vehicles. State-shared income tax revenue also significantly increased during the year, and it is anticipated that the Village will see a relatively flat amount in the future due to an increase in per capita from Village's new population number of 18,261 but offset by any downward movement in the economy. 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.

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:

- Worked to secure federal grant funding through the American Rescue Plan Act (ARPA)
- Continued progress on implementing objectives in the Village's strategic plan and began planning for an update to the strategic plan

- Continued implementation of geographic information systems (GIS) within the Village utilizing in-house staff to develop infrastructure maps and increase the data available to users
- Awarded and oversaw several TIF-funded façade rehabilitation projects or new projects
- Worked with interested developers on possible future development of sites and continued working with consultants on redevelopment options and possibilities along the Rt. 31 corridor
- Hired a newly created Village Planner position to provide additional resources to the Community Development department
- Amended the Route 31 TIF District, dissolved the North Lincolnway TIF District and Sperry TIF District, and created the United TIF District
- Completed the Village's Popular Annual Financial Report (PAFR) for the May 31, 2021 year and received recognition from the Government Finance Officers Association (GFOA) for its PAFR reporting award for four years in a row
- Received the Distinguished Budget Presentation Award (16 consecutive years) and the Certificate of Achievement for Excellence in Financial Reporting award (20 consecutive years) from the Government Finance Officers Association
- Maintained one in-house social worker one day per week to assist with mental health/quality of life issues for residents at the Police Department
- Utilized Professional Standards Tracker software to track use-of-force reports, complaints, and accomplishments
- Hired three new police officers through the newly implemented lateral transfer program
- Continued to promote the new on-line citizen reporting, vacation watch and business entry database functions
- Worked on implementing Executive Orders in order facilitate outdoor dining opportunities for restaurants during the pandemic
- A pavement condition index (PCI) study of the Village's road network was completed and will be used as an instrument to program future infrastructure projects
- Began Phase 1 engineering for the Orchard Gateway reconstruction project, partially funded in the future with federal STP funds
- Completed the 2021 Street Improvement Program (2.61 miles):

- Andrew Court from Andrew Lane to end of cul-de-sac
 - Andrew Lane from Pinecreek Drive to Hickory Street
 - Bede Circle from Pinecreek Drive to Lloyd Lane
 - Bede Court from Bede Circle to end of cul-de-sac
 - Bellar Court from Hammer Lane to end of cul-de-sac
 - Carrie Court from Bede Circle to end of cul-de-sac
 - Hammer Lane from Pinecreek Drive to end of cul-de-sac
 - Hammer Lane from Doral Lane to Doral Lane
 - Hickory Street from Andrew Lane to Sharon Lane
 - Hickory Court from Andrew Lane to end of cul-de-sac
 - Holly Court from Pinecreek Drive to end of cul-de-sac
 - Jessica Court from Pinecreek Drive to end of cul-de-sac
 - Lindsay Circle from Terry Lane to Pinecreek Drive
 - Lloyd Lane from Pinecreek Drive to Carrie Court
 - Oberweis Avenue from Banbury Road to Hammer Lane
 - Pinehurst Court from Pinehurst Drive to end of cul-de-sac
 - Pinehurst Drive from Wingfoot Drive to Pinecreek Drive
 - Sharon Court from Sharon Lane to end of cul-de-sac
 - Sharon Lane from Pinecreek Drive to Banbury Road
 - Terry Lane from Pinecreek Drive to Lindsay Circle
- Began working with a consultant to administer our Lead Service Line Inventory and replacement program as required by the Illinois Environmental Protection Agency (IEPA)
 - Hired and trained one (1) new Water Laborer/Operator to provide adequate staff for proper system maintenance
 - 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 Annual Comprehensive Financial Report for the fiscal year ended May 31, 2021. This was the 21st 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 Annual Comprehensive 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 Annual Comprehensive 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 a Popular Annual Financial Report (PAFR) for fiscal year ended May 31, 2021. The Village 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 5th consecutive year that the Village has received this award.

In addition, the Village of North Aurora received for the 17th year in a row the GFOA's Distinguished Budget Presentation Award for the fiscal year 2022-23 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 dark ink, appearing to be 'JP' or similar initials, written in a cursive style.

Jason Paprocki
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of North Aurora
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

May 31, 2021

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITOR'S REPORT

November 1, 2022

The Honorable Village President
Members of the Board of Trustees
Village of North Aurora, Illinois

Opinions

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, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

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, 2022, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and GASB-required pension and other post-employment benefit (OPEB) reporting, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary 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 other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF NORTH AURORA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2022

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, 2022. 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 35.

Financial Highlights

- The Village's total net position increased by \$8.0 million, or 6.5%, to \$131.3 million during the fiscal year ending May 31, 2022.
- The governmental net position increased by \$6.8 million, or 7.1%, to \$102.8 million.
- The business-type activities net position increased by \$1.2 million, or 4.4%, to \$28.5 million.
- The Village's combined Governmental Funds ending fund balances increased \$3.3 million, or 15.4%, to \$24.6 million as of May 31, 2022.
- As of May 31, 2022, the unassigned fund balance for the General Fund was \$8.2 million, which is 69.5% 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 (fund financials). Both perspectives (government-wide and fund financials) allow the user to address the Village's financial health, 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 35 through 38 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 39) and in the governmental fund statement of revenues, expenditures, and changes in fund balances (beginning page 41) for the General Fund, Capital Projects Fund, and Route 31 TIF Fund which are considered to be major funds. Data from the other eight (8) 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 43 through 46 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 47 and 48 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 49 through 92 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 94 to 105.

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 108 through 143 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, 2022.

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

Table 1
Statement of Net Position

	Governmental-Activities		Business-Type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
Current and Other Assets	\$ 36,017,001	\$ 30,410,820	\$ 8,350,398	\$ 7,318,868	\$ 44,367,399	\$ 37,729,688
Capital Assets	93,421,838	90,202,381	24,899,051	25,109,852	118,320,889	115,312,233
Total Assets	\$ 129,438,839	\$ 120,613,201	\$ 33,249,449	\$ 32,428,720	\$ 162,688,288	\$ 153,041,921
Pension Items	\$ 4,091,974	\$ 2,832,650	\$ 96,855	\$ 143,656	\$ 4,188,829	\$ 2,976,306
Unamortized Loss on Refunding	145,574	166,370	-	-	145,574	166,370
Asset Retirement Obligations	-	-	705,000	722,500	705,000	722,500
Deferred Outflows	\$ 4,237,548	\$ 2,999,020	\$ 801,855	\$ 866,156	\$ 5,039,403	\$ 3,865,176
Non-Current Liabilities	\$ 19,871,056	\$ 17,459,848	\$ 4,733,726	\$ 5,291,199	\$ 24,604,782	\$ 22,751,047
Current Liabilities	4,855,089	3,638,186	596,759	569,636	5,451,848	4,207,822
Total Liabilities	\$ 24,726,145	\$ 21,098,034	\$ 5,330,485	\$ 5,860,835	\$ 30,056,630	\$ 26,958,869
Pension Items	\$ 1,456,303	\$ 3,041,940	\$ 232,714	\$ 149,832	\$ 1,689,017	\$ 3,191,772
Deferred Revenues	4,635,619	3,444,457	-	-	4,635,619	3,444,457
Deferred Inflows	\$ 6,091,922	\$ 6,486,397	\$ 232,714	\$ 149,832	\$ 6,324,636	\$ 6,636,229
Net Position:						
Net Investment in Capital Assets	\$ 89,457,674	\$ 85,736,908	\$ 20,861,210	\$ 20,723,624	\$ 110,318,884	\$ 106,460,532
Restricted	3,579,902	4,317,255	-	-	3,579,902	4,317,255
Unrestricted	9,820,744	5,973,627	7,626,895	6,560,585	17,447,639	12,534,212
Total Net Position	\$ 102,858,320	\$ 96,027,790	\$ 28,488,105	\$ 27,284,209	\$ 131,346,425	\$ 123,311,999

Current Year Impacts on Net Position. The Village's total net position increased \$8,034,426, or 6.5%, to \$131,346,425. Net position increased for governmental activities by \$6,830,530, or 7.1%, to \$102,858,320. Net position for business-type activities increased by \$1,203,896, or 4.4%, to \$28,488,105.

The governmental activities total assets increased \$8,825,638, or 7.3%, to \$129,438,839. This was due to an increase in cash and investments of \$5,257,594 as a result of General Fund intergovernmental revenues coming in significantly over budget and receipt of the first installment of the American Rescue Plan Act (ARPA) funds. The ARPA funds were not spent during fiscal year 2021-22.

Deferred outflows of resources for governmental activities increased \$1,238,528, or 41.3% to \$4,237,548. This was due to a significant increase in outflows related to police pension which increased \$1,524,252, or 72.9%, to \$3,613,863. This increase was primarily due to the net difference between projected and actual earnings on pension plan investments.

Governmental activities liabilities increased \$3,628,111, or 17.2%, to \$24,726,145. This was due to:

- An increase in the net pension liability for police pension of \$4,109,906, or 38.3% to \$14,829,449 due to unfavorable plan experience from the disablement of two active employees and investment returns falling short of assumptions.
- An increase in accounts payable of \$1,110,661, or 199.9%, to \$1,666,376 due to the ongoing annual road program.
- A decrease in the net pension liability for IMRF by \$838,203. As of May 31, 2022, the Village no longer records a liability related to this plan, rather a net pension asset.
- A decrease in net general obligation bonds payable of \$532,105, or 14.8%, to \$3,594,738 related to the annual principal payment and amortization of bond premium.

Deferred inflows of resources for governmental activities decreased \$394,475, or 6.1%, to \$6,091,922. The deferred inflow related to the police pension plan decreased \$1,959,402 compared to last year, however, this is offset by the \$1,228,640 deferred inflow related to ARPA grant revenue.

Total assets of business-type activities increased \$820,729, or 2.5%, to \$33,249,449. This was due to an increase of \$1,085,067, or 15.8%, to \$7,966,167 in cash and investments held at the end of the year due to the delay of budgeted capital projects. Net capital assets also decreased during the year, decreasing by \$210,801, or 0.8%, to \$24,899,051, due to normal depreciation charges exceeding additions of capital assets and other adjustments during the year. During the year, the Village accepted the contribution of water mains from a developer related to a new subdivision.

Deferred outflows of resources of business-type activities decreased \$64,301, or 7.4%, to \$801,855. This was due to the amortization of outflows related to asset retirement obligations for to the Village's deep water wells and certain treatment plant items. In addition, the deferred outflow related to the IMRF pension decreased due to favorable plan experience.

Total liabilities of business-type activities decreased \$530,350, or 9.0%, to \$5,330,485. This was due to a decrease in the net pension liability for IMRF by \$162,054. As of May 31, 2022, the Village no longer records a liability related to this plan. In addition, net general obligation bonds payable decreased \$372,724, or 9.6%, related to the annual principal payment and amortization of bond premium.

Deferred inflows of resources for business-type activities increased \$82,882, or 55.3%, to \$232,714 as a result of increases in IMRF pension related items for the Waterworks Fund.

Of the Village's \$131,346,425 total net position at May 31, 2022, \$110,318,884, or 84.0%, are net investments in capital assets (capital assets less related outstanding debt). The Village's total unrestricted net position as of May 31, 2022 increased by \$4,913,427, or 39.2%, to \$17,447,639 for the year. Unrestricted net position for governmental activities increased \$3,847,117, or 64.4%, to \$9,820,744 due to an increase in certain tax revenues during the year and a significant decrease in the net pension liability for IMRF. Restricted net position for governmental activities decreased \$737,353, or 17.1%, to \$3,579,902. This was due primarily to a decrease in restricted net position for highways and streets as a result of the use of accumulated motor fuel tax allotments for eligible capital improvements. Unrestricted net position for business-type activities increased \$1,066,310, or 16.3%, to \$7,626,895 due to positive operating performance during the year for the Water Fund and a delay in certain capital projects. The Village retains a positive net position in all categories for both governmental and business-type activities. For more detailed information, see the Statement of Net Position on pages 35 and 36.

Statement of 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, 2022

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
REVENUES						
Program Revenues:						
Charges for Services	\$ 1,811,462	\$ 1,341,871	\$ 3,242,430	\$ 3,072,826	\$ 5,053,892	\$ 4,414,697
Operating Grants/Contributions	787,718	2,349,712	-	-	787,718	2,349,712
Capital Grants/Contributions	3,559,164	117,194	728,271	100,138	4,287,435	217,332
General Revenues:						
Property & Repl Taxes	3,530,341	3,647,787	-	-	3,530,341	3,647,787
Sales Taxes	8,649,007	7,595,123	-	-	8,649,007	7,595,123
Other Taxes	1,806,350	1,639,037	-	-	1,806,350	1,639,037
Shared Income Taxes	2,847,016	2,117,029	-	-	2,847,016	2,117,029
Other	226,875	403,093	228,375	193,491	455,250	596,584
Total Revenues	\$ 23,217,933	\$ 19,210,846	\$ 4,199,076	\$ 3,366,455	\$ 27,417,009	\$ 22,577,301
EXPENSES						
General Government	\$ 3,058,958	\$ 5,584,788	\$ -	\$ -	\$ 3,058,958	\$ 5,584,788
Public Safety	7,159,659	6,643,427	-	-	7,159,659	6,643,427
Public Works	5,627,917	5,207,396	-	-	5,627,917	5,207,396
Sanitation	411,111	420,679	-	-	411,111	420,679
Interest	129,758	151,271	-	-	129,758	151,271
Waterworks	-	-	2,995,180	2,736,862	2,995,180	2,736,862
Total Expenses	\$ 16,387,403	\$ 18,007,561	\$ 2,995,180	\$ 2,736,862	\$ 19,382,583	\$ 20,744,423
Change in Net Position	\$ 6,830,530	\$ 1,203,285	\$ 1,203,896	\$ 629,593	\$ 8,034,426	\$ 1,832,878
Net Position, June 1	\$ 96,027,790	\$ 94,824,505	\$ 27,284,209	\$ 26,654,616	\$ 123,311,999	\$ 121,479,121
Net Position, May 31	\$ 102,858,320	\$ 96,027,790	\$ 28,488,105	\$ 27,284,209	\$ 131,346,425	\$ 123,311,999

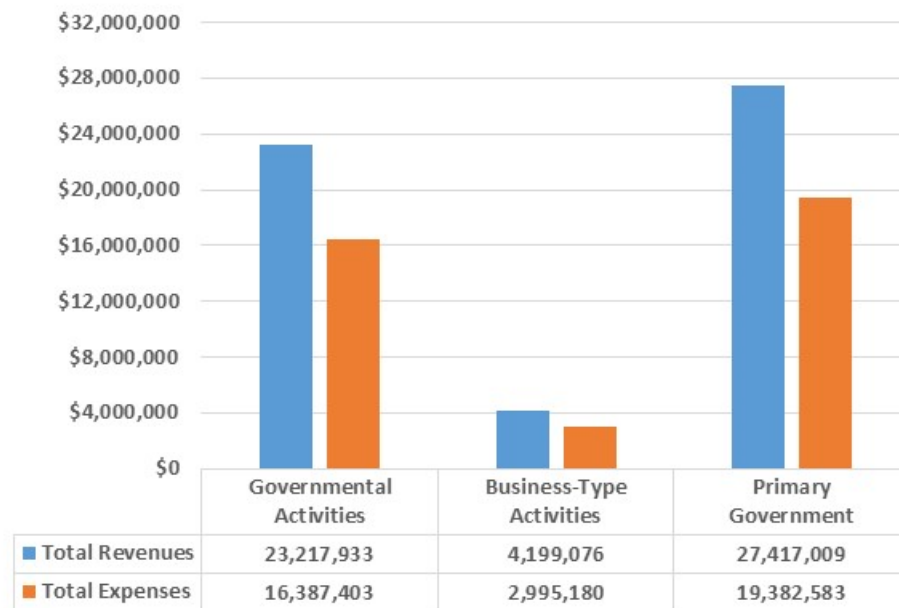
Change in Net Position

Total revenues for governmental activities increased \$4,007,087, or 20.9%, to \$23,217,933 primarily due to an increase in capital grants/contributions, which increased \$3,441,970 to \$3,559,164. The increase was due to infrastructure contributions received related to the Lincoln Valley subdivision. This was partially offset by a decrease in operating grants/contributions of \$1,561,994, or 66.5%, to \$787,718. The decrease primarily relates to the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) funding the Village received in fiscal year 2020-21. In other categories, sales taxes increased \$1,053,884, or 13.9%, over the prior year to \$8,649,007 due to an increase in vehicle sales from the auto mall and other essential household items from retailers. Shared income taxes increased \$729,987, or 34.5%, to \$2,847,016. This was due to better than anticipated individual and corporate tax returns collections by the State. Charges for services increased \$469,591, or 35.0%, to \$1,811,462. This was primarily driven by the amount of building permits issued by the Village. Other tax revenue increased by \$167,313, or 10.2%, to \$1,806,350 due to increases in utility taxes and video gaming taxes. Other revenue decreased significantly by \$176,218, or 43.7%, to \$226,875 due a significant decrease in investment income as a result of the decrease in market value in Village investments.

Expenses for governmental activities decreased \$1,620,158, or 9.0%, to \$16,387,403. General Government expenses decreased \$2,525,830, or 45.2%, to \$3,058,958 primarily due to the capital asset removal of the Messenger Public Library building and remaining net asset value that occurred last fiscal year. Expenses for Public Safety increased by \$516,232, or 7.8%, to \$7,159,659 due to adjustments in pension related items. Public Works expenses increased \$420,521, or 8.1%, to \$5,627,917, due to increased engineering costs related to ongoing capital projects, including the annual road improvement projects. Sanitation expenses decreased \$9,568, or 2.3%, to \$411,111 due to a decrease in general sanitary sewer maintenance activities.

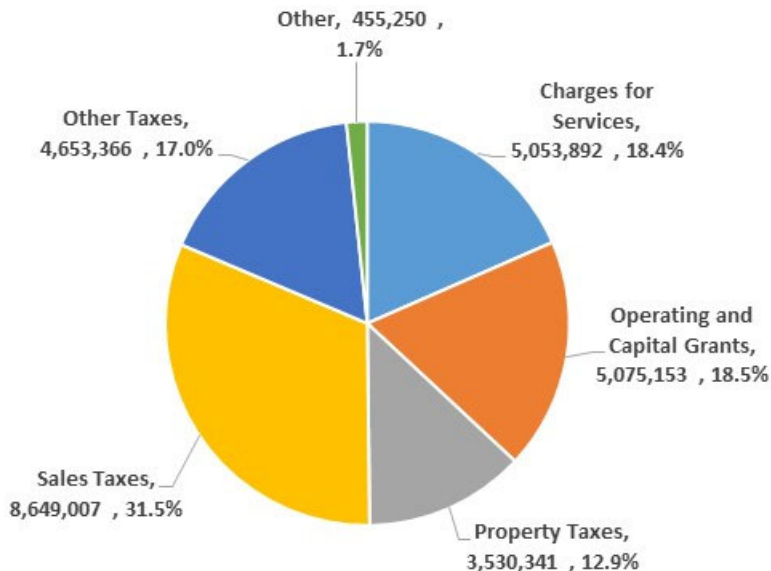
Revenues for business-type activities increased \$832,621, or 24.7%, to \$4,199,076. This was due to an increase in capital grants/contributions related to public infrastructure contributions accepted during the year. Charges for services increased by \$169,604, or 5.5%, to \$3,242,430 as total Waterworks Fund charges for water services increased due to more water permits issued as the result of new development in the Village. Expenses for business-type activities increased \$258,318, or 9.4%, to \$2,995,180 due to an increase in operating expenses during the year, partially due to the addition of an additional water laborer position.

Statement of Activities Fiscal Year Ended May 31, 2022



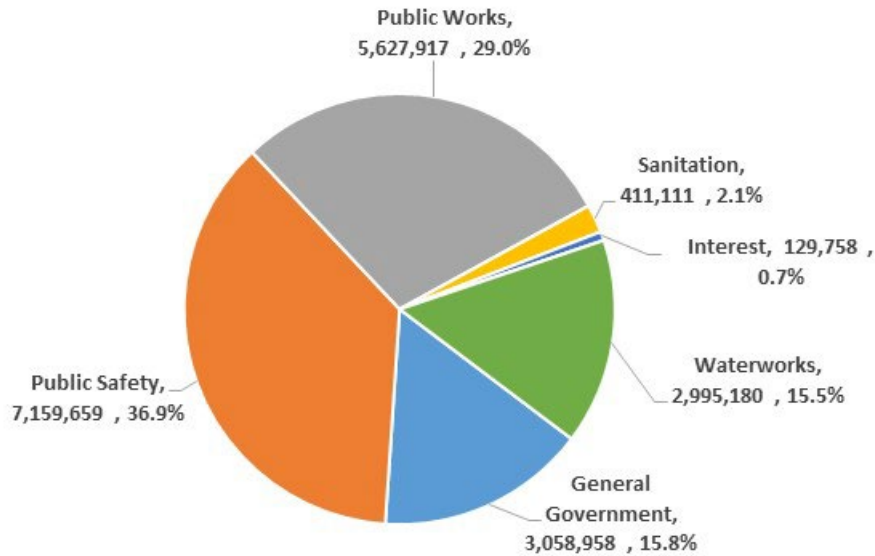
Revenues. Total primary government revenues for the fiscal year ended May 31, 2022 were \$27,417,009. As the chart below shows, 31.5% of revenues were from sales taxes including the normal state-shared 1%, non-home rule 0.50%, and the 3% recreational cannabis sales tax. In addition, 18.4% was from charges for services, 18.5% was from operating and capital grants and contributions, and 12.9% was from property taxes. Tax revenues make up the largest revenue source for the Village. Sales taxes were the largest single source of revenues received at \$8,649,007 and property taxes, levied to support various purposes, special service areas, or received as TIF revenues, were \$3,530,341. Charges for services of \$5,053,892 consist primarily of building permits at \$764,807, cable franchise fees of \$260,177, and water usage sales at \$2,722,592.

Revenues by Source
Total Primary Government
Fiscal Year Ended May 31, 2022



Expenses. Total primary government expenses for the year were \$19,382,583. Public Works expenses related to the Village's street maintenance and capital projects accounted for 29.0% of the total expenses, or \$5,627,917. Public Safety expenses related to the Village's Police Department operations accounted for 36.9% of total expenses, or \$7,159,659. The Village's waterworks operations accounted for 15.4% of total expenses, or \$2,995,180. Together, these three operational areas account for 81.4% of total expenses.

**Expenses by Function
Total Primary Government
Fiscal Year Ended May 31, 2022**



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, 2022, the governmental funds reported total combined ending fund balances of \$24,608,915. This was an increase of \$3,289,745, or 15.4%, from the last year. Of the total ending fund balances, \$8,212,584 is unassigned and can be used for any purpose. The largest portion of governmental fund balance is assigned, at \$11,542,705, and is assigned primarily for capital projects.

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 \$8,212,584 out of a total fund balance in the General Fund of \$8,536,658. 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 69.5% of total General Fund expenditures plus transfers out for debt service. This ratio is well above the Village's policy of maintaining a 40% to 50% fund balance (exclusive of nonspendable portions).

Table 3
General Fund Budget vs. Actual
For the Fiscal Year Ended May 31, 2022

	Budget			Variance
	Original	Final	Actual	Over/(Under)
REVENUES				
Taxes	\$ 2,781,000	\$ 2,781,000	\$ 2,807,836	\$ 26,836
Intergovernmental	8,866,500	8,866,500	10,887,657	2,021,157
Licenses and Permits	588,500	588,500	1,026,995	438,495
Charges for Services	329,750	329,750	341,515	11,765
Fines and Forfeitures	269,500	269,500	217,137	(52,363)
Investment Income (Loss)	35,000	35,000	(69,546)	(104,546)
Miscellaneous	15,000	15,000	80,097	65,097
Total Revenues	\$ 12,885,250	\$ 12,885,250	\$ 15,291,691	\$ 2,406,441
EXPENSES				
General Government	\$ 2,231,906	\$ 2,231,906	\$ 2,223,023	\$ (8,883)
Public Safety	6,862,893	6,862,893	6,641,508	(221,385)
Public Works	2,498,907	2,498,907	2,325,699	(173,208)
Total Expenses	\$ 11,593,706	\$ 11,593,706	\$ 11,190,230	\$ (403,476)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	\$ 1,291,544	\$ 1,291,544	\$ 4,101,461	\$ 2,809,917
OTHER FINANCING SOURCES (USES)				
Disposal of Capital Assets	\$ 2,500	\$ 2,500	\$ 567	\$ (1,933)
Insurance Claim Reimbursements	50,000	50,000	97,333	47,333
Transfers Out	(1,234,759)	(3,384,759)	(3,384,759)	-
Total Other Financing Sources (Uses)	\$ (1,182,259)	\$ (3,332,259)	\$ (3,286,859)	\$ 45,400
NET CHANGE IN FUND BALANCE	\$ 109,285	\$ (2,040,715)	\$ 814,602	\$ 2,855,317
FUND BALANCE, JUNE 1			\$ 7,722,056	
FUND BALANCE, MAY 31			\$ 8,536,658	

During the year, General Fund revenues increased \$774,836, or 5.3%, to \$15,291,691. Intergovernmental revenues came in at \$10,887,657, which was \$2,021,157 over budget for the year. One of the primary reasons for the significant increase was an increase in sales taxes of \$720,227, or 11.1%. Sales tax revenue generated from the North Aurora Auto Mall increased significantly over the prior year as demand for vehicles remained high and sales prices increased. 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 as fiscal year 2021-22 was the first full year of this change, although it was somewhat offset by a decline in use tax revenue distributed by the State. Use tax revenue decreased \$59,683, or 7.8%, to

Licenses and permits revenue came in at \$1,026,995 for the year, which was \$438,495 over budget. This is primarily due to building permit revenue increasing during the year by \$390,539, or 104.3%, to \$764,807 due to the continued development of a new residential subdivision and other major commercial developments.

Investment income came in at a loss in fiscal year 2021-22 at (\$69,546), which was \$104,546 under budget. This was due to a reduction in investment market value at year end. In addition, investment rates remained low throughout the year, reducing the amount of interest income received by the Village.

General Fund expenditures increased \$544,574, or 5.1%, to \$11,190,230. However, expenditures came in \$403,476 under the final amended budget for the year. General government expenditures increased \$198,512, or 9.8%, to \$2,223,023 and came in \$101,658 under budget. This was primarily due to Community development expenditures increasing \$178,762, or 27.8%, to \$822,011 due to the addition of a new Planner position and an increase in contracted inspection services. The increase in contracted inspection services is offset by the increase in building permit fees.

Public safety expenditures for police department operations increased by \$263,039, or 4.1%, to \$6,641,508 and came in \$128,610 under budget. This was primarily due to: normal salary and benefit increases, an increase in expenditures for police pension funding of \$44,096, or 3.2%, to \$1,430,000 and an increase of \$115,066, or 204.9%, to \$171,235 in dispatching costs charged by the City of Aurora.

Public Works expenditures increased \$83,023, or 3.7%, to \$2,325,699 and came in \$173,208 under budget. This is primarily due to an increase in personnel costs related to the hiring of a new laborer position and other normal salary and benefit increases.

Transfers out to other funds during the year totaled \$3,384,759. Of this amount, \$634,759 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, \$2,750,000 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 \$2,406,441 due to unanticipated one-time revenues and better than expected revenue collections. In addition, expenditures were under final budget by \$403,476, which helped strengthen the capital transfer.

Capital Projects Fund. Total revenues during the year were \$2,131,611, an increase of \$420,968, or 24.6%, from the prior year. For the year, \$1,455,467 was received from the Village's 0.50% non-home rule sales tax which was a \$333,657, or 29.7%, increase over the prior year. Revenues from the non-home rule sales tax are restricted for capital and infrastructure projects. During the year, \$639,894 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. This was a \$90,090, or 16.4%, increase compared to last year. Total expenditures during the year were \$1,782,228, of which \$1,663,584 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 \$2,750,000 from the General Fund to the Capital Projects Fund to support future capital projects. The total fund balance increased from \$7,317,618 to \$10,417,001.

Route 31 TIF Fund. The Route 31 TIF Fund recorded \$616,119 in revenues during the year, of which \$570,332 were TIF incremental property tax revenues. This was an increase in TIF incremental property tax revenues of \$49,064, or 9.4%, from the prior year. Expenditures for the year were \$453,274, of which \$220,000 was incurred for the purchase of a property at 19 S. Lincolnway. In addition, the Village paid out \$54,189 in TIF grants or other payments related to redevelopment agreements. During the year, the fund balance in the Rt. 31 TIF Fund increased from \$1,853,425 to \$2,107,171.

Business-Type Activities. Total Waterworks operating revenues were \$3,242,430, an increase of \$169,604, or 5.5%, from the prior year. The largest portion of revenue relates to water usage sales which increased \$23,541, or 0.9%, to \$2,722,592 as a result of general increases in water usage. The Village has not had a water rate increase in several years. Water permit connection fees were \$390,296, an increase from the prior year amount of \$105,746, or 37.2%, as the build out of the Lincoln Valley on the Fox subdivision continued. Operating expenses were \$2,865,320, an increase of \$270,498, or 10.4%, from prior year due to an additional water laborer position and increased repair and maintenance on facilities. Total net position at the end of the year was \$28,488,105, which includes the Waterworks Fund net investment in capital assets of \$20,861,210, leaving a remaining unrestricted net position of \$7,626,895.

Budget Amendments. For the year, two budget amendments were approved by the Village Board which impacted the General Fund, TIF Funds, Capital Projects Fund, and Police Pension Fund. The amendments:

- Increased the transfer from the Sperry TIF Fund to the Route 31 TIF Fund by \$8,800 to close the fund. Also, increased the transfer from the North Lincolnway TIF Fund to the Route 31 TIF Fund by \$86,000 to close the fund.
- Increased the transfer from the General Fund to the Capital Projects Fund \$2,150,000, for a total transfer of \$2,750,000.
- Transferred budget amounts between departments within the General Fund, not increasing the total budget.
- Increased the Police Pension Fund budget by \$255 due to additional surviving spouse pensions.

Capital Assets. The Village's investment in capital assets for both its governmental and business-type activities as of May 31, 2022 is \$118,320,889 (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 increase in the Village's investment in capital assets net of accumulated depreciation for the current fiscal year was \$3,008,656, or 2.6%, primarily due to a developer contribution of infrastructure related to a new residential subdivision.

The below schedule reflects the Village's capital asset balances as of May 31, 2022.

Table 4

As of May 31, 2022

	Governmental-Activities		Business-Type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
Land and Land Right of Way	\$ 28,250,850	\$ 28,030,850	\$ 476,703	\$ 476,703	\$ 28,727,553	\$ 28,507,553
Construction in Progress	1,321,488	-	57,879	-	1,379,367	-
Buildings	12,836,437	12,836,437	-	-	12,836,437	12,836,437
Vehicles and Equipment	4,682,887	4,445,868	57,200	57,200	4,740,087	4,503,068
Infrastructure	69,268,505	67,159,379	-	-	69,268,505	67,159,379
Sewer Lines	28,569,358	26,316,213	-	-	28,569,358	26,316,213
Water Towers and Wells	-	-	8,386,315	8,386,315	8,386,315	8,386,315
Water Treatment Facilities	-	-	6,745,464	6,745,464	6,745,464	6,745,464
Water Lines	-	-	26,458,113	25,729,842	26,458,113	25,729,842
Less:						-
Accumulated Depreciation	(51,507,687)	(48,586,366)	(17,282,623)	(16,285,672)	(68,790,310)	(64,872,038)
Total Assets	\$ 93,421,838	\$ 90,202,381	\$ 24,899,051	\$ 25,109,852	\$ 118,320,889	\$ 115,312,233

Major capital asset additions during the fiscal year included:

- Completion of the 2021 road program, which included a total of 2.61 miles of Village roads, for a total cost of \$1,460,095.
- Starting of the 2022 road program. To date, \$1,321,488 has been incurred and is classified as construction in progress as of May 31, 2022.
- Developer contributions of streets, sidewalks, sanitary sewer, storm sewer, bike paths, and water mains for a total of \$4,087,213.
- The purchase of land at 19 S. Lincolnway for \$220,000.
- The purchase of various public works vehicles and equipment for \$264,088, a community development vehicle for \$24,590, a water department truck for \$58,055, and IT equipment for \$14,079.

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

Debt Outstanding

As of May 31, 2022, the Village had total debt outstanding of \$8,110,000 (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:

- \$4,120,000 is to be retired with water service charges revenue
- \$3,990,000 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, 2022, the taxable EAV of the Village was \$609,148,495 which resulted in a total legal debt limit of \$52,539,058. 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

Economic Factors and Next Year's Budget

Table 5
Bonded and Similar Indebtedness
As of May 31, 2022

	Governmental-Activities		Business-Type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
General Obligation Bonds (Alternative Revenue Source)	\$ 3,990,000	\$ 4,495,000	\$ 4,120,000	\$ 4,465,000	\$ 8,110,000	\$ 8,960,000
Total	\$ 3,990,000	\$ 4,495,000	\$ 4,120,000	\$ 4,465,000	\$ 8,110,000	\$ 8,960,000

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 continues 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 2022-23 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. Over the past four years, the General Fund has transferred over \$7.0 million to the Capital Projects Fund for future uses. The FY 2022-23 Budget includes a transfer of \$600,000 from the General Fund to the Capital Projects Fund for future capital funding. 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 state are uncertain, we continue to budget conservatively in order to adjust to any negative impacts.

The Village is subject to the property tax extension law limit (PTELL), which limits the increase in the Village property tax extension to the increase in the consumer price index or 5% (whichever is lesser). For the 2020 levy, collected in calendar 2021, the increase was 1.4%. For the 2022 levy collected in 2023, the applicable CPI factor is 7.0%, therefore, the increase will be capped at 5.0%. 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's total EAV has increased from \$462,072,213 in levy year 2012 to \$609,148,495 in levy year 2021. We anticipate another increase for levy year 2022 when the final EAV numbers are available.

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 remains committed to its annual road program in the Capital Projects Fund. The 2022 road program was one of the largest projects to date, covering over five miles of roads. 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 water main in conjunction with the road program, or separately if necessary. In addition, planning continues for the expansion or construction of a Public Works facility, with planning and design work ongoing. A portion of the funding for the project may come from Capital Project Fund reserve balance, depending on the overall scope of the project.

The Village has completed several water system improvements over the last few of years, including the putting two new deep wells into operation, bringing the total number of deep wells serving the Village to six (6). The Village continues to evaluate the construction of a new 750,000 gallon water tower in the future, which would increase the water storage capacity for the Village to 2,250,000 gallons. Long-term planning also continues for water main replacements, 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 \$2,457,281, received the amount in two installments in September 2021 and September 2022. To date, these funds have not been spent and are classified as deferred grant revenue.

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 Jason Paprocki, 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, 2022

See Following Page

VILLAGE OF NORTH AURORA, ILLINOIS

Statement of Net Position

May 31, 2022

	Primary Government		
	Governmental	Business-Type	
	Activities	Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 29,567,368	7,966,167	37,533,535
Receivables - Net of Allowances			
Property Taxes	3,282,635	-	3,282,635
Other Taxes	2,788,899	-	2,788,899
Accounts	25,778	376,825	402,603
Accrued Interest	9,438	261	9,699
Prepays/Inventories	307,610	-	307,610
Total Current Assets	35,981,728	8,343,253	44,324,981
Capital Assets			
Nondepreciable	29,572,338	534,582	30,106,920
Depreciable	115,357,187	41,647,092	157,004,279
Accumulated Depreciation	(51,507,687)	(17,282,623)	(68,790,310)
	93,421,838	24,899,051	118,320,889
Other Assets			
Net Pension Asset - IMRF	35,273	7,145	42,418
Total Assets	129,438,839	33,249,449	162,688,288
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized Refunding Loss	145,574	-	145,574
Deferred Items - IMRF	478,111	96,855	574,966
Deferred Items - Police Pension	3,613,863	-	3,613,863
Deferred Items - ARO	-	705,000	705,000
Total Deferred Outflows of Resources	4,237,548	801,855	5,039,403
Total Assets and Deferred Outflows of Resources	133,676,387	34,051,304	167,727,691

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	\$ 1,666,376	122,521	1,788,897
Retainage Payable	159,137	-	159,137
Accrued Payroll	291,609	25,009	316,618
Deposits Payable	2,046,560	-	2,046,560
Accrued Interest Payable	49,875	56,761	106,636
Other Payables	-	24,013	24,013
Current Portion of Long-Term Debt	641,532	368,455	1,009,987
Total Current Liabilities	4,855,089	596,759	5,451,848
Noncurrent Liabilities			
Compensated Absences Payable	379,594	25,364	404,958
Net Pension Liability - Police Pension	14,829,449	-	14,829,449
Total OPEB Liability - RBP	1,067,275	81,119	1,148,394
Asset Retirement Obligation	-	740,000	740,000
General Obligation Bonds Payable - Net	3,594,738	3,887,243	7,481,981
Total Noncurrent Liabilities	19,871,056	4,733,726	24,604,782
Total Liabilities	24,726,145	5,330,485	30,056,630
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	3,406,979	-	3,406,979
Grants	1,228,640	-	1,228,640
Deferred Items - IMRF	1,148,748	232,714	1,381,462
Deferred Items - Police Pension	307,555	-	307,555
Total Deferred Inflows of Resources	6,091,922	232,714	6,324,636
Total Liabilities and Deferred Inflows of Resources	30,818,067	5,563,199	36,381,266
NET POSITION			
Net Investment in Capital Assets	89,457,674	20,861,210	110,318,884
Restricted			
DUI Enforcement	61,996	-	61,996
Highways and Streets	1,054,805	-	1,054,805
Economic Development	2,107,171	-	2,107,171
Subdivision Improvements	124,027	-	124,027
Debt Service	231,903	-	231,903
Unrestricted	9,820,744	7,626,895	17,447,639
Total Net Position	102,858,320	28,488,105	131,346,425

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, 2022

		Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
	Expenses			
Governmental Activities				
General Government	\$ 3,058,958	1,405,474	41,120	-
Public Safety	7,159,659	220,173	-	-
Public Works	5,627,917	-	746,598	3,559,164
Sanitation	411,111	185,815	-	-
Interest on Long-Term Debt	129,758	-	-	-
Total Governmental Activities	16,387,403	1,811,462	787,718	3,559,164
Business-Type Activities				
Waterworks	2,995,180	3,242,430	-	728,271
Total Primary Government	19,382,583	5,053,892	787,718	4,287,435

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

	Net (Expenses)/Revenues		
	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
	(1,612,364)	-	(1,612,364)
	(6,939,486)	-	(6,939,486)
	(1,322,155)	-	(1,322,155)
	(225,296)	-	(225,296)
	(129,758)	-	(129,758)
	(10,229,059)	-	(10,229,059)
	-	975,521	975,521
	(10,229,059)	975,521	(9,253,538)
General Revenues			
Taxes			
Property Taxes	3,414,761	-	3,414,761
Non Home-Rule Sales Taxes	1,455,467	-	1,455,467
Utility Taxes	771,417	-	771,417
Other Taxes	303,412	-	303,412
Intergovernmental - Unrestricted			
Sales Taxes	7,193,540	-	7,193,540
Income Taxes	2,847,016	-	2,847,016
Use Taxes	731,521	-	731,521
Replacement Taxes	115,580	-	115,580
Investment Income (Loss)	(126,580)	4,663	(121,917)
Miscellaneous	353,455	223,712	577,167
	17,059,589	228,375	17,287,964
Change in Net Position	6,830,530	1,203,896	8,034,426
Net Position - Beginning	96,027,790	27,284,209	123,311,999
Net Position - Ending	102,858,320	28,488,105	131,346,425

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

VILLAGE OF NORTH AURORA, ILLINOIS

**Balance Sheet - Governmental Funds
May 31, 2022**

	Special Revenue		Capital Projects	Nonmajor	Totals
	General	31 TIF			
ASSETS					
Cash and Investments	\$ 8,572,234	2,165,626	12,520,389	3,721,614	26,979,863
Receivables - Net of Allowances					
Property Taxes	2,465,959	381,194	-	435,482	3,282,635
Other Taxes	2,257,354	-	462,906	68,639	2,788,899
Accounts	14,994	-	-	10,784	25,778
Accrued Interest	7,852	-	636	-	8,488
Prepays	262,078	-	-	6,320	268,398
Total Assets	13,580,471	2,546,820	12,983,931	4,242,839	33,354,061
LIABILITIES					
Accounts Payable	379,515	58,455	972,175	202,076	1,612,221
Retainage Payable	2,500	-	120,135	36,502	159,137
Accrued Payroll	291,609	-	-	-	291,609
Other Payables	1,800,580	-	245,980	-	2,046,560
Total Liabilities	2,474,204	58,455	1,338,290	238,578	4,109,527
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	2,569,609	381,194	-	456,176	3,406,979
Grants	-	-	1,228,640	-	1,228,640
Total Deferred Inflows of Resources	2,569,609	381,194	1,228,640	456,176	4,635,619
Total Liabilities and Deferred Inflows of Resources	5,043,813	439,649	2,566,930	694,754	8,745,146
FUND BALANCES					
Nonspendable	262,078	-	-	6,320	268,398
Restricted	61,996	2,107,171	-	1,460,610	3,629,777
Committed	-	-	955,451	-	955,451
Assigned	-	-	9,461,550	2,081,155	11,542,705
Unassigned	8,212,584	-	-	-	8,212,584
Total Fund Balances	8,536,658	2,107,171	10,417,001	3,548,085	24,608,915
Total Liabilities, Deferred Inflows of Resources and Fund Balances	13,580,471	2,546,820	12,983,931	4,242,839	33,354,061

VILLAGE OF NORTH AURORA, ILLINOIS

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

May 31, 2022

Total Governmental Fund Balances	\$ 24,608,915
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.	93,421,838
Less: Internal Service Funds	(1,538,479)
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.	3,605,865
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(670,637)
Deferred Items - Police Pension	3,306,308
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension (Asset) - IMRF	35,273
Net Pension Liability - Police Pension	(14,829,449)
Total OPEB Liability - RBP	(1,067,275)
General Obligation Bonds - Net	(4,109,738)
Unamortized Refunding Loss	145,574
Accrued Interest Payable	(49,875)
Net Position of Governmental Activities	102,858,320

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, 2022

	General	Special Revenue	Capital Projects	Nonmajor	Totals
		Route 31 TIF			
Revenues					
Taxes	\$ 2,807,836	570,332	2,095,361	471,528	5,945,057
Intergovernmental	10,887,657	41,120	8,650	938,170	11,875,597
Licenses and Permits	1,026,995	-	-	100,666	1,127,661
Charges for Services	341,515	-	-	125,149	466,664
Fines and Forfeitures	217,137	-	-	-	217,137
Investment Income (Loss)	(69,546)	4,667	(24,481)	5,070	(84,290)
Miscellaneous	80,097	-	52,081	36,520	168,698
Total Revenues	15,291,691	616,119	2,131,611	1,677,103	19,716,524
Expenditures					
General Government	2,223,023	175,416	-	224,635	2,623,074
Public Safety	6,641,508	-	-	217,268	6,858,776
Public Works	2,325,699	-	-	529,181	2,854,880
Sanitation	-	-	-	88,917	88,917
Capital Outlay	-	277,858	1,782,228	1,460,095	3,520,181
Debt Service	-	-	-	505,000	505,000
Principal Retirement	-	-	-	130,275	130,275
Interest and Fiscal Charges	-	-	-	-	-
Total Expenditures	11,190,230	453,274	1,782,228	3,155,371	16,581,103
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,101,461	162,845	349,383	(1,478,268)	3,135,421
Other Financing Sources (Uses)					
Disposal of Capital Asset	567	-	-	-	567
Insurance Claim Reimbursement	97,333	-	-	56,424	153,757
Transfers In	-	90,901	2,750,000	634,759	3,475,660
Transfers Out	(3,384,759)	-	-	(90,901)	(3,475,660)
	(3,286,859)	90,901	2,750,000	600,282	154,324
Net Change in Fund Balances	814,602	253,746	3,099,383	(877,986)	3,289,745
Fund Balances - Beginning	7,722,056	1,853,425	7,317,618	4,426,071	21,319,170
Fund Balances - Ending	8,536,658	2,107,171	10,417,001	3,548,085	24,608,915

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, 2022

Net Change in Fund Balances - Total Governmental Funds	\$ 3,289,745
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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	3,045,483
Capital Contributions	3,358,942
Depreciation Expense	(3,256,707)
Disposals - Cost	(500,666)
Disposals - Accumulated Depreciation	500,666

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. (36,899)

The net effect of deferred outflows (inflows) of resources related
to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(638,693)
Change in Deferred Items - Police Pension	3,483,654

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 Asset - IMRF	873,476
Change in Net Pension Liability - Police Pension	(4,109,906)
Change in Total OPEB Liability - RBP	315,918
Retirement of Debt	505,000
Amortization of Bond Premium	17,105
Amortization of Refunding Loss	(20,796)

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. 4,208

Changes in Net Position of Governmental Activities	<u>6,830,530</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, 2022**

	Business-Type Activities Waterworks	Governmental Activities Internal Service
ASSETS		
Current Assets		
Cash and Investments	\$ 7,966,167	2,587,505
Receivables - Net of Allowances		
Accounts	376,825	-
Accrued Interest	261	950
Inventories	-	39,212
Total Current Assets	8,343,253	2,627,667
Noncurrent Assets		
Capital Assets		
Nondepreciable	534,582	15,800
Depreciable	41,647,092	3,737,051
Accumulated Depreciation	(17,282,623)	(2,214,372)
	24,899,051	1,538,479
Other Assets		
Net Pension Asset - IMRF	7,145	-
Total Noncurrent Assets	24,906,196	1,538,479
Total Assets	33,249,449	4,166,146
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Items - IMRF	96,855	-
Deferred Items - ARO	705,000	-
Total Deferred Outflows of Resources	801,855	-
Total Assets and Deferred Outflows of Resources	34,051,304	4,166,146

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	\$ 122,521	54,155
Accrued Payroll	25,009	-
Accrued Interest Payable	56,761	-
Other Payables	24,013	-
Current Portion of Long-Term Debt	368,455	126,532
Total Current Liabilities	596,759	180,687
Noncurrent Liabilities		
Compensated Absences Payable	25,364	379,594
Total OPEB Liability - RBP	81,119	-
Asset Retirement Obligation	740,000	-
General Obligation Bonds Payable - Net	3,887,243	-
Total Noncurrent Liabilities	4,733,726	379,594
Total Liabilities	5,330,485	560,281
DEFERRED INFLOWS OF RESOURCES		
Deferred Items - IMRF	232,714	-
Total Liabilities and Deferred Inflows of Resources	5,563,199	560,281
NET POSITION		
Net Investment in Capital Assets	20,861,210	1,538,479
Unrestricted	7,626,895	2,067,386
Total Net Position	28,488,105	3,605,865

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, 2022**

	Business-Type Activities Waterworks	Governmental Activities Internal Service
Operating Revenues		
Charges for Services		
Water Sales	\$ 2,722,592	-
Water Meters	95,722	-
Water Permits	390,296	-
Meter Reads	18,946	-
Building Permits	8,174	-
Internal Service - Charges for Services	-	412,554
Reimburse Turn On/Turn Off Fees	6,700	-
Total Operating Revenues	3,242,430	412,554
Operating Expenses		
Operations and Capital	1,850,869	152,415
Depreciation and Amortization	1,014,451	285,748
Total Operating Expenses	2,865,320	438,163
Operating Income (Loss)	377,110	(25,609)
Nonoperating Revenue (Expenses)		
Investment Income (Loss)	4,663	(42,290)
Other Income	222,445	-
Disposal of Capital Asset	1,267	31,000
Interest Expense	(129,860)	-
	98,515	(11,290)
Income (Loss) Before Contributions	475,625	(36,899)
Contributions	728,271	-
Change in Net Position	1,203,896	(36,899)
Net Position - Beginning	27,284,209	3,642,764
Net Position - Ending	28,488,105	3,605,865

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, 2022

	Business-Type Activities Waterworks	Governmental Activities Internal Service
Cash Flows from Operating Activities		
Receipts from Customers and Users	\$ 3,572,358	-
Interfund Services Provided	-	405,108
Payments to Employees	(418,495)	-
Payments to Suppliers	(1,541,987)	(123,094)
	<u>1,611,876</u>	<u>282,014</u>
Cash Flows from Capital and Related Financing Activities		
Disposal of Capital Assets	1,267	34,325
Purchase of Capital Assets	(57,879)	(360,812)
Payment of Principal	(345,000)	-
Interest Expense	(129,860)	-
	<u>(531,472)</u>	<u>(326,487)</u>
Cash Flows from Investing Activities		
Interest Received	4,663	(42,290)
	<u>4,663</u>	<u>(42,290)</u>
Net Change in Cash and Cash Equivalents	1,085,067	(86,763)
Cash and Cash Equivalents		
Beginning	6,881,100	2,674,268
Ending	<u>7,966,167</u>	<u>2,587,505</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities		
Operating Income	377,110	(25,609)
Adjustments to Reconcile Operating Income to Net Income to Net Cash Provided by (Used in) Operating Activities:		
Depreciation and Amortization	1,014,451	285,748
Other Income	222,445	-
(Increase) Decrease in Current Assets	107,483	(7,446)
Increase (Decrease) in Current Liabilities	(109,613)	29,321
	<u>1,611,876</u>	<u>282,014</u>
Net Cash Provided by Operating Activities	<u>1,611,876</u>	<u>282,014</u>
Noncash Capital and Related Financing Activities		
Contributions	<u>728,271</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, 2022**

	Pension Trust Police Pension
ASSETS	
Cash and Cash Equivalents	\$ 252,049
Investments	
U.S. Government Obligations	3,838,097
U.S. Agency Obligations	1,856,319
Municipal Bonds	251,185
Corporate Bonds	5,391,983
Mutual Funds	11,346,190
Receivables - Net of Allowances	
Accrued Interest	84,250
Total Assets	23,020,073
LIABILITIES	
Accounts Payable	2,200
NET POSITION	
Net Position Restricted for Pensions	23,017,873

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, 2022**

	Pension Trust Police Pension
Additions	
Contributions - Employer	\$ 1,430,000
Contributions - Plan Members	312,668
Total Contributions	<u>1,742,668</u>
Investment Income	
Interest Earned	855,692
Net Change in Fair Value	<u>(2,549,059)</u>
	(1,693,367)
Less Investment Expenses	<u>(32,285)</u>
Net Investment Income	<u>(1,725,652)</u>
Total Additions	<u>17,016</u>
Deductions	
Administration	55,121
Benefits and Refunds	<u>1,024,741</u>
Total Deductions	<u>1,079,862</u>
Change in Fiduciary Net Position	(1,062,846)
Net Position Restricted for Pensions	
Beginning	<u>24,080,719</u>
Ending	<u><u>23,017,873</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, 2022

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, 2022

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, 2022

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, 2022

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 nine 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 one nonmajor debt service fund.

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, 2022

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, 2022

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, 2022

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, 2022

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, 2022

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 acquisition 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 consumption/acquisition of net assets 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, 2022

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, 2022

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 are 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, 2022

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, 2022

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 \$9,332,631 and the bank balances totaled \$9,610,566.

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	\$ 4,745,534	1,389,115	3,356,419	-	-
Illinois Trust	4,141,630	4,141,630	-	-	-
Illinois Funds	15,456,916	15,456,916	-	-	-
IMET	3,856,824	3,856,824	-	-	-
Totals	28,200,904	24,844,485	3,356,419	-	-

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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, 2022:

		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	\$ 4,745,534	-	4,745,534	-
Investments Measured at the Net Asset Value (NAV)				
Illinois Trust	4,141,630			
Illinois Funds	15,456,916			
IMET	3,856,824			
	28,200,904			

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, 2022

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, 2022, the Illinois Funds are rated AAAm, the investment in the IMET 1-3 Year Fund is rated AAAf, and the investment in the Illinois Trust is rated AAAm 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, 2022

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 \$252,049 and the bank balances totaled \$252,049.

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	\$ 3,838,097	633,145	1,317,111	1,887,841	-
U. S. Agency Obligations	1,856,319	254,540	1,067,716	534,063	-
Municipal Bonds	251,185	251,185	-	-	-
Corporate Bonds	5,391,983	601,323	4,637,289	153,371	-
Totals	11,337,584	1,740,193	7,022,116	2,575,275	-

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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	\$ 3,838,097	3,838,097	-	-
U. S. Agency Obligations	1,856,319	-	1,856,319	-
Municipal Bonds	251,185	-	251,185	-
Corporate Bonds	5,391,983	-	5,391,983	-
Equity Securities				
Mutual Funds	11,346,190	11,346,190	-	-
Total Investments by Fair Value Level	22,683,774	15,184,287	7,499,487	-

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, 2022, 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, 2022

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 \$11,346,190 invested in mutual funds. 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	5.21% - 39.55%	(0.70%) - 6.10%
International Equities	10.18% - 10.41%	(2.32%) - 1.34%
Emerging Market Stocks	4.41%	4.47%
REITS	2.04%	3.15%
Cash and Cash Equivalents	0.52%	(0.90%)

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, 2022

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 2022 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, 2022 are listed in the table above.

Rate of Return

For the year ended May 31, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (4.39%). 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 2021 levy was adopted on December 6, 2021 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 2022 tax levy, which attached as an enforceable lien on property as of January 1, 2022, has not been recorded as a receivable as of May 31, 2022 as the tax has not yet been levied by the Village and will not be levied until December 2022 and, therefore, the levy is not measurable at May 31, 2022.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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	220,000	-	5,551,760
Land Right of Way	22,699,090	-	-	22,699,090
Construction in Progress	-	1,321,488	-	1,321,488
	<u>28,030,850</u>	<u>1,541,488</u>	<u>-</u>	<u>29,572,338</u>
Depreciable Capital Assets				
Buildings	12,836,437	-	-	12,836,437
Vehicles and Equipment	4,445,868	360,812	123,793	4,682,887
Infrastructure	67,159,379	2,609,792	500,666	69,268,505
Infrastructure - Sewer Lines	26,316,213	2,253,145	-	28,569,358
	<u>110,757,897</u>	<u>5,223,749</u>	<u>624,459</u>	<u>115,357,187</u>
Less Accumulated Depreciation				
Buildings	3,776,170	327,193	-	4,103,363
Vehicles and Equipment	2,785,081	304,042	120,468	2,968,655
Infrastructure	30,684,903	2,313,926	500,666	32,498,163
Infrastructure - Sewer Lines	11,340,212	597,294	-	11,937,506
	<u>48,586,366</u>	<u>3,542,455</u>	<u>621,134</u>	<u>51,507,687</u>
Total Net Depreciable Capital Assets	<u>62,171,531</u>	<u>1,681,294</u>	<u>3,325</u>	<u>63,849,500</u>
Total Net Capital Assets	<u>90,202,381</u>	<u>3,222,782</u>	<u>3,325</u>	<u>93,421,838</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 134,610
Public Safety	515,709
Public Works	2,541,415
Sanitation	<u>350,721</u>
	<u>3,542,455</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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	-	57,879	-	57,879
	<u>476,703</u>	<u>57,879</u>	<u>-</u>	<u>534,582</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	8,386,315	-	-	8,386,315
Water System - Lines	25,729,842	728,271	-	26,458,113
	<u>40,918,821</u>	<u>728,271</u>	<u>-</u>	<u>41,647,092</u>
Less Accumulated Depreciation				
Equipment	38,100	-	-	38,100
Vehicles	19,100	-	-	19,100
Water System - Treatment and Facilities	1,963,598	190,454	-	2,154,052
Water System - Towers and Wells	2,737,235	215,555	-	2,952,790
Water System - Lines	11,527,639	590,942	-	12,118,581
	<u>16,285,672</u>	<u>996,951</u>	<u>-</u>	<u>17,282,623</u>
Total Net Depreciable Capital Assets	<u>24,633,149</u>	<u>(268,680)</u>	<u>-</u>	<u>24,364,469</u>
Total Net Capital Assets	<u>25,109,852</u>	<u>(210,801)</u>	<u>-</u>	<u>24,899,051</u>

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

Waterworks	<u>\$ 996,951</u>
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VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Capital Projects	General	\$ 2,750,000 (1)
Nonmajor Governmental	General	634,759 (2)
Route 31 TIF	Nonmajor Governmental	90,901 (3)
		<u>3,475,660</u>

The Village made a transfer (1) from the General Fund to the Capital Projects Fund to help fund capital projects of the Village, (2) a transfer into the Police Station Debt Service Fund, a nonmajor governmental fund, to the General Fund for future debt service payments, and (3) a transfer of the remaining fund balances from the North Lincolnway TIF Fund (a nonmajor governmental fund) and Sperry TIF Fund (a nonmajor governmental fund) to the Route 31 TIF Fund to close the funds at year-end. These amounts will not be repaid.

LONG-TERM DEBT

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 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	\$ 4,495,000	-	505,000	3,990,000
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	4,465,000	-	345,000	4,120,000
		<u>8,960,000</u>	<u>-</u>	<u>850,000</u>	<u>8,110,000</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

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 39 and 49 years.

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	\$ 522,755	16,630	33,259	506,126	126,532
Net Pension Liability/(Asset)					
IMRF	838,203	-	873,476	(35,273)	-
Police Pension	10,719,543	4,109,906	-	14,829,449	-
Total OPEB Liability - RBP	1,383,193	-	315,918	1,067,275	-
General Obligation Bonds Payable	4,495,000	-	505,000	3,990,000	515,000
Plus: Premium on Bonds Payable	136,843	-	17,105	119,738	-
	<u>18,095,537</u>	<u>4,126,536</u>	<u>1,744,758</u>	<u>20,477,315</u>	<u>641,532</u>
Business-Type Activities					
Compensated Absences	30,384	6,870	3,435	33,819	8,455
Net Pension Liability/(Asset) - IMRF	162,054	-	169,199	(7,145)	-
Total OPEB Liability - RBP	106,390	-	25,271	81,119	-
Asset Retirement Obligation	740,000	-	-	740,000	-
General Obligation Bonds Payable	4,465,000	-	345,000	4,120,000	360,000
Plus: Premium on Bonds Payable	139,967	-	12,724	127,243	-
	<u>5,643,795</u>	<u>6,870</u>	<u>555,629</u>	<u>5,095,036</u>	<u>368,455</u>

For the governmental activities, the net pension liability/(asset), 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/(asset), on the total OPEB liability, on the asset retirement obligation, and on the general obligation bonds.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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
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	3,990,000	494,250	4,120,000	820,263

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 - 2021	<u>\$ 609,148,495</u>
Bonded Debt Limit - 8.625% of Assessed Value	52,539,058
Amount of Debt Applicable to Limit	
General Obligation Bonds	<u>-</u>
Legal Debt Margin	<u>52,539,058</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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 \$4,940,263, with the bonds maturing January 1, 2032. During the current fiscal year, the pledge of \$491,426 was approximately 35.20% of net operations (excluding depreciation) of \$1,396,226.

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 \$4,484,250 and the bonds maturing January 1, 2029. During the current fiscal year, the pledge of sales tax and use tax of \$634,800 was approximately 8.04% of total sales and use tax of \$7,896,341.

SALES TAX REBATES

The Village entered into an economic incentive agreement 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 was \$15,000,000. The term of the initial agreement expired in 2022. As of May 31, 2022, the Village had paid \$3,945,011.

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, 2022, \$166,292 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, 2022, \$145,709 has 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
2022 Street Improvements	\$ 1,321,488	1,701,688

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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. \$64,444 has been paid or accrued as accounts payable as of May 31, 2022.

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, 2022, \$120,000 has been paid or accrued as accounts payable.

During fiscal year 2022, the Village entered into a redevelopment agreement that provides for up to \$3,798,473 in eligible redevelopment costs over the life of the TIF. The reimbursement is limited to 75% of the incremental property taxes generated by the development. As of May 31, 2022, no amount has been paid or accrued on this agreement.

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of May 31, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 93,421,838
Add: Unamortized Refunding Loss	145,574
Less Capital Related Debt:	
General Obligation Alternate Revenue Source Refunding Bonds of 2014	(3,990,000)
Premium on Bonds Payable	<u>(119,738)</u>
Net Investment in Capital Assets	<u>89,457,674</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	24,899,051
Add: Unspent Bond Proceeds	209,402
Less Capital Related Debt:	
Taxable General Obligation (Alternate Revenue Source)	
General Obligation Alternate Revenue Source Bonds of 2017	(4,120,000)
Premium on Bonds Payable	<u>(127,243)</u>
Net Investment in Capital Assets	<u>20,861,210</u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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, 2022

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	\$ 262,078	-	-	6,320	268,398
Restricted					
DUI Enforcement	61,996	-	-	-	61,996
Highways and Streets	-	-	-	1,054,805	1,054,805
Economic Development	-	2,107,171	-	-	2,107,171
Subdivision Improvements	-	-	-	124,027	124,027
Debt Service	-	-	-	281,778	281,778
	61,996	2,107,171	-	1,460,610	3,629,777
Committed					
Roads, Infrastructure, and Capital Projects	-	-	955,451	-	955,451
Assigned					
Roads, Infrastructure, and Capital Projects	-	-	9,461,550	-	9,461,550
Buffer Repair/Replacement	-	-	-	35,440	35,440
Tort	-	-	-	387,153	387,153
Sanitary Sewers	-	-	-	1,608,143	1,608,143
Tourism	-	-	-	50,419	50,419
	-	-	9,461,550	2,081,155	11,542,705
Unassigned	8,212,584	-	-	-	8,212,584
Total Fund Balances	8,536,658	2,107,171	10,417,001	3,548,085	24,608,915

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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, 2022, 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.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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/(Asset)	Deferred Outflows	Deferred Inflows	Pension Expense/ (Revenue)
IMRF	\$ (42,418)	574,966	1,381,462	44,380
Police Pension	14,829,449	3,613,863	307,555	2,056,252
	14,787,031	4,188,829	1,689,017	2,100,632

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, 2022

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, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	46
Inactive Plan Members Entitled to but not yet Receiving Benefits	45
Active Plan Members	<u>57</u>
Total	<u><u>148</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, 2022, the Village and Library's contribution was 11.55% of covered payroll.

Net Pension (Asset). The Village's net pension (asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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, 2021, 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, 2022

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	25.00%	(0.60%)
Domestic Equities	39.00%	1.90%
International Equities	15.00%	3.15%
Real Estate	10.00%	3.30%
Blended	10.00%	1.70% - 5.50%
Cash and Cash Equivalents	1.00%	(0.90%)

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/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the Village calculated using the discount rate as well as what the Village's net pension liability/(asset) 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)	\$ 1,559,983	(42,418)	(1,300,737)

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2020	\$ 10,463,586	9,463,329	1,000,257
Changes for the Year:			
Service Cost	237,212	-	237,212
Interest on the Total Pension Liability	747,162	-	747,162
Difference Between Expected and Actual Experience of the Total Pension Liability	(21,847)	-	(21,847)
Changes of Assumptions	-	-	-
Contributions - Employer	-	318,652	(318,652)
Contributions - Employees	-	118,507	(118,507)
Net Investment Income	-	1,621,914	(1,621,914)
Benefit Payments, including Refunds of Employee Contributions	(483,001)	(483,001)	-
Administrative Expense	-	(53,871)	53,871
Net Changes	479,526	1,522,201	(1,042,675)
Balances at December 31, 2021	10,943,112	10,985,530	(42,418)

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

For the year ended May 31, 2022, the Village recognized pension expense of \$44,380. At May 31, 2022, 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, 2022

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	\$ 420,803	(75,391)	345,412
Change in Assumptions	33,879	(93,842)	(59,963)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(1,212,229)	(1,212,229)
Pension Contributions Made Subsequent to the Measurement Date	454,682	(1,381,462)	(926,780)
	120,284	-	120,284
Total Deferred Amounts Related to IMRF	574,966	(1,381,462)	(806,496)

\$120,284 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, 2023.

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 (Inflows) of Resources
2023	\$ (138,207)
2024	(372,246)
2025	(227,634)
2026	(188,693)
2027	-
Thereafter	-
Totals	(926,780)

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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, 2022, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	16
Inactive Plan Members Entitled to but not yet Receiving Benefits	3
Active Plan Members	<u>30</u>
Total	<u><u>49</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, 2022

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 45.32% 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, 2022

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, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.50%
Salary Increases	Salary Based
Cost of Living Adjustments	1.25% - 3.0%
Inflation	2.50%

Mortality rates were based on the PubS-2010 mortality tables, projected 5 years past the valuation date with scale MP-2021.

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, 2022

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 net 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	\$ 21,024,863	14,829,449	9,850,780

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at May 31, 2021	\$ 34,800,262	24,080,719	10,719,543
Changes for the Year:			
Service Cost	780,249	-	780,249
Interest on the Total Pension Liability	2,295,333	-	2,295,333
Difference Between Expected and Actual			
Experience of the Total Pension Liability	854,284	-	854,284
Changes of Assumptions	141,935	-	141,935
Contributions - Employer	-	1,430,000	(1,430,000)
Contributions - Employees	-	312,668	(312,668)
Net Investment Income	-	(1,725,652)	1,725,652
Benefit Payments, including Refunds			
of Employee Contributions	(1,024,741)	(1,024,741)	-
Administrative Expense	-	(55,121)	55,121
Net Changes	3,047,060	(1,062,846)	4,109,906
Balances at May 31, 2022	37,847,322	23,017,873	14,829,449

VILLAGE OF NORTH AURORA, ILLINOIS

**Notes to the Financial Statements
May 31, 2022**

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, 2022, the Village recognized pension expense of \$2,056,252. At May 31, 2022, 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	\$ 1,144,410	(206,489)	937,921
Change in Assumptions	1,219,469	(101,066)	1,118,403
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,249,984	-	1,249,984
Total Deferred Amounts Related to Police Pension	3,613,863	(307,555)	3,306,308

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 of Resources
2023	\$ 798,421
2024	706,606
2025	697,271
2026	838,719
2027	122,974
Thereafter	142,317
Total	3,306,308

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	6
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>60</u>
Total	<u><u>66</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of May 31, 2022 and was determined by an actuarial valuation as of May 31, 2021.

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, 2022

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Inflation	2.50%
Salary Increases	2.50%
Discount Rate	3.70%
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 May 31, 2022 S&P Municipal Bond 20 Year High Grade Rate Index as published by S&P Dow Jones Indices.

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

	Total OPEB Liability
Balances at May 31, 2021	<u>\$ 1,489,583</u>
Changes for the Year:	
Service Cost	43,706
Interest on the Total Pension Liability	24,110
Difference Between Expected and Actual Experience	(375,085)
Changes of Assumptions or Other Inputs	-
Benefit Payments	<u>(33,920)</u>
Net Changes	<u>(341,189)</u>
Balances at May 31, 2022	<u><u>1,148,394</u></u>

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

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 3.70%, while the prior valuation used 1.59%. 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:

		Current	
	1% Decrease	Discount Rate	1% Increase
	(2.70%)	(3.70%)	(4.70%)
Total OPEB Liability	\$ 1,308,912	1,148,394	1,012,796

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:

		Healthcare Cost	
	1% Decrease	Trend Rates	1% Increase
	(6.50%	(7.50%	(8.50%
	Decreasing to	Decreasing to	Decreasing to
	3.00%)	4.00%)	5.00%)
Total OPEB Liability	\$ 999,861	1,148,394	1,325,123

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

For the year ended May 31, 2022, the Village recognized OPEB revenue of \$307,269. 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.

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Financial Statements May 31, 2022

NOTE 4 – OTHER INFORMATION – Continued

SUBSEQUENT EVENTS

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 \$2,456,012 to be received in two installments. On August 27, 2021 the Village received their first installment of \$1,227,372. The Village received their second installment on September 21, 2022 in the amount of \$1,228,640.

On July 19, 2021, the Village approved a tax increment financing redevelopment agreement with a developer, authorizing the Village to reimburse the developer from 75% of available incremental taxes on an annual basis, up to a maximum reimbursement of \$3,798,473. In addition, the Village shall issue a Developer Note at 3.5% interest to assist with project expenditures. As of the opinion date, the Developer had not submitted the Certificate of Expenditures for the project, and thus, the principal amount of the Developer Note is not yet determinable. The Village has made no payments to the Developer as of the opinion date.

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/(Asset)
 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 Schedules
 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, 2022

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%
2022	318,681	318,681	-	2,758,450	11.55%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 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, 2022

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%
2022	1,429,357	1,430,000	643	3,155,076	45.32%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	19 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-2019.

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/(Asset)

May 31, 2022

See Following Page

VILLAGE OF NORTH AURORA, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability/(Asset)
May 31, 2022**

	<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><u>7,314,198</u></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><u>5,886,181</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 1,428,017</u></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/(Asset) 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	12/31/2021
194,618	208,534	195,612	225,253	242,167	237,212
479,593	564,129	565,456	673,032	746,162	747,162
(189,556)	366,808	188,140	(153,130)	707,805	(21,847)
(20,837)	(271,193)	288,341	-	(166,597)	-
(215,977)	(289,181)	(320,099)	(414,248)	(455,444)	(483,001)
247,841	579,097	917,450	330,907	1,074,093	479,526
7,314,198	7,562,039	8,141,136	9,058,586	9,389,493	10,463,586
7,562,039	8,141,136	9,058,586	9,389,493	10,463,586	10,943,112
238,510	240,535	234,350	243,705	303,479	318,652
87,260	92,277	95,783	103,071	114,376	118,507
280,050	1,017,569	(359,776)	1,271,255	1,153,812	1,621,914
(215,977)	(289,181)	(320,099)	(414,248)	(455,444)	(483,001)
(82,113)	(63,244)	147,521	(327,584)	481,261	(53,871)
307,730	997,956	(202,221)	876,199	1,597,484	1,522,201
5,886,181	6,193,911	7,191,867	6,989,646	7,865,845	9,463,329
6,193,911	7,191,867	6,989,646	7,865,845	9,463,329	10,985,530
1,368,128	949,269	2,068,940	1,523,648	1,000,257	(42,418)
81.91%	88.34%	77.16%	83.77%	90.44%	100.39%
2,553,148	2,050,598	2,128,523	2,290,462	2,541,692	2,518,470
53.59%	46.29%	97.20%	66.52%	39.35%	(1.68%)

VILLAGE OF NORTH AURORA, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
May 31, 2022**

	<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	5/31/2022
593,355	649,659	619,311	667,091	724,282	735,774	780,249
1,575,395	1,706,540	1,780,157	1,846,640	2,028,438	2,160,123	2,295,333
-	-	-	-	81,708	-	-
(562,619)	209,323	(105,189)	394,877	372,800	(135,398)	854,284
889,503	(707,460)	1,488,739	999,483	-	-	141,935
(642,831)	(714,048)	(838,041)	(865,484)	(1,471,315)	(914,258)	(1,024,741)
1,852,803	1,144,014	2,944,977	3,042,607	1,735,913	1,846,241	3,047,060
22,233,707	24,086,510	25,230,524	28,175,501	31,218,108	32,954,021	34,800,262
24,086,510	25,230,524	28,175,501	31,218,108	32,954,021	34,800,262	37,847,322
747,000	925,000	956,000	1,167,000	1,184,459	1,385,904	1,430,000
242,060	253,704	252,169	265,961	277,516	290,382	312,668
(7,923)	1,367,627	993,321	529,592	1,145,435	3,858,145	(1,725,652)
(642,831)	(714,048)	(838,041)	(865,484)	(1,471,315)	(914,258)	(1,024,741)
(7,925)	(8,094)	(9,559)	(10,737)	(8,642)	(16,018)	(55,121)
330,381	1,824,189	1,353,890	1,086,332	1,127,453	4,604,155	(1,062,846)
13,754,319	14,084,700	15,908,889	17,262,779	18,349,111	19,476,564	24,080,719
14,084,700	15,908,889	17,262,779	18,349,111	19,476,564	24,080,719	23,017,873
10,001,810	9,321,635	10,912,722	12,868,997	13,477,457	10,719,543	14,829,449
58.48%	63.05%	61.27%	58.78%	59.10%	69.20%	60.82%
2,545,665	2,454,099	2,582,783	2,708,303	2,828,440	3,060,402	3,155,076
392.90%	379.84%	422.52%	475.17%	476.50%	350.27%	470.02%

VILLAGE OF NORTH AURORA, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Investment Returns

May 31, 2022

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%
2022	(4.39%)

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, 2022**

	5/31/2019	5/31/2020	5/31/2021	5/31/2022
Total OPEB Liability				
Service Cost	\$ 29,369	31,452	35,044	43,706
Interest	37,979	37,623	35,325	24,110
Differences Between Expected and Actual Experience	-	-	74,045	-
Change of Assumptions or Other Inputs	36,467	73,435	56,141	(375,085)
Benefit Payments	(32,494)	(35,094)	(37,902)	(33,920)
Net Change in Total OPEB Liability	71,321	107,416	162,653	(341,189)
Total OPEB Liability - Beginning	1,148,193	1,219,514	1,326,930	1,489,583
Total OPEB Liability - Ending	1,219,514	1,326,930	1,489,583	1,148,394
Covered-Employee Payroll	\$ 4,738,002	4,856,452	5,427,789	5,563,484
Total OPEB Liability as a Percentage of Covered-Employee Payroll	25.74%	27.32%	27.44%	20.64%

Notes:

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

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate in 2019 through 2022.

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, 2022

	Budget		Actual	Variance
	Original	Final		Over (Under)
Revenues				
Taxes	\$ 2,781,000	2,781,000	2,807,836	26,836
Intergovernmental	8,866,500	8,866,500	10,887,657	2,021,157
Licenses and Permits	588,500	588,500	1,026,995	438,495
Charges for Services	329,750	329,750	341,515	11,765
Fines and Forfeitures	269,500	269,500	217,137	(52,363)
Investment Income (Loss)	35,000	35,000	(69,546)	(104,546)
Miscellaneous	15,000	15,000	80,097	65,097
Total Revenues	12,885,250	12,885,250	15,291,691	2,406,441
Expenditures				
General Government	2,231,906	2,324,681	2,223,023	(101,658)
Public Safety	6,862,893	6,770,118	6,641,508	(128,610)
Public Works	2,498,907	2,498,907	2,325,699	(173,208)
Total Expenditures	11,593,706	11,593,706	11,190,230	(403,476)
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,291,544	1,291,544	4,101,461	2,809,917
Other Financing Sources (Uses)				
Disposal of Capital Assets	2,500	2,500	567	(1,933)
Insurance Claim Reimbursement	50,000	50,000	97,333	47,333
Transfers Out	(1,234,759)	(3,384,759)	(3,384,759)	-
	(1,182,259)	(3,332,259)	(3,286,859)	45,400
Net Change in Fund Balance	109,285	(2,040,715)	814,602	2,855,317
Fund Balance - Beginning			7,722,056	
Fund Balance - Ending			8,536,658	

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, 2022**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Revenues				
Taxes				
Property Taxes	\$ 579,000	579,000	570,332	(8,668)
Intergovernmental				
Grants	-	-	41,120	41,120
Investment Income	3,000	3,000	4,667	1,667
Total Revenues	582,000	582,000	616,119	34,119
Expenditures				
General Government				
Engineering	120,000	106,965	85,686	(21,279)
Legal	5,000	5,000	1,880	(3,120)
Audit Services	2,050	2,050	2,050	-
Consulting Fees	40,000	40,000	18,579	(21,421)
TIF Reimbursements/Grants	155,000	155,000	54,189	(100,811)
Miscellaneous	-	13,035	13,032	(3)
Capital Outlay	650,000	650,000	277,858	(372,142)
Total Expenditures	972,050	972,050	453,274	(518,776)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(390,050)	(390,050)	162,845	552,895
Other Financing Sources				
Transfers In	-	94,800	90,901	(3,899)
Net Change in Fund Balance	(390,050)	(295,250)	253,746	548,996
Fund Balance - Beginning			1,853,425	
Fund Balance - Ending			2,107,171	

VILLAGE OF NORTH AURORA, ILLINOIS

Notes to the Required Supplementary Information

Required Supplementary Information

Budgetary Information

May 31, 2022

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 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, 2022**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Taxes				
Property Taxes	\$ 2,324,000	2,324,000	2,310,962	(13,038)
Property Tax - Road & Bridge	167,000	167,000	171,741	4,741
Auto Rental Taxes	10,000	10,000	4,352	(5,648)
Telecommunication Taxes	150,000	150,000	131,523	(18,477)
Video Gaming Taxes	85,000	85,000	137,750	52,750
OTB Handle	-	-	7,257	7,257
Amusement Taxes	45,000	45,000	44,251	(749)
Total Taxes	2,781,000	2,781,000	2,807,836	26,836
Intergovernmental				
Sales Taxes	5,940,000	5,940,000	7,193,540	1,253,540
Use Taxes	930,000	930,000	702,801	(227,199)
Cannabis Excise Taxes	14,000	14,000	28,720	14,720
Illinois Income Taxes	1,945,000	1,945,000	2,847,016	902,016
Replacement Taxes	35,000	35,000	115,580	80,580
Grants	2,500	2,500	-	(2,500)
Total Intergovernmental	8,866,500	8,866,500	10,887,657	2,021,157
Licenses and Permits				
Business Licenses	25,000	25,000	33,583	8,583
Liquor Licenses	65,000	65,000	67,600	2,600
Antenna/Tower License Fee	4,000	4,000	5,000	1,000
Business Registration	16,500	16,500	16,100	(400)
Building Permits	350,000	350,000	764,807	414,807
Plumbing Permits	25,000	25,000	31,775	6,775
Contractor Licenses	52,000	52,000	32,400	(19,600)
Temporary Occupancy Fee	18,000	18,000	30,500	12,500
Storm Drain Fees	15,000	15,000	20,825	5,825
Zoning/Annex/Sp. Use Fees	3,500	3,500	1,780	(1,720)
Solicitor's Permit	1,200	1,200	975	(225)
Overweight Truck Permits	13,000	13,000	21,650	8,650
Towing Licenses	300	300	-	(300)
Total Licenses and Permits	588,500	588,500	1,026,995	438,495

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2022

	Budget			Variance
	Original	Final	Actual	Over (Under)
Charges for Services				
Cable Franchise Fee	\$ 250,000	250,000	260,177	10,177
Accident Reports	1,400	1,400	1,241	(159)
Services Fees	5,000	5,000	-	(5,000)
Fingerprinting	1,800	1,800	1,795	(5)
Printed Materials	50	50	-	(50)
BRC/Variance Review Fees	500	500	-	(500)
Administration Fees	25,000	25,000	29,225	4,225
Rents	35,000	35,000	35,000	-
School Reimbursement	11,000	11,000	11,517	517
Police Communication Testing Fee	-	-	2,560	2,560
Total Charges for Services	329,750	329,750	341,515	11,765
Fines and Forfeitures				
Ordinance Violations	45,000	45,000	18,679	(26,321)
Police Towing Admin Fees	45,000	45,000	35,500	(9,500)
Circuit Court Fines	100,000	100,000	101,421	1,421
Circuit Court Dui Fines	75,000	75,000	61,243	(13,757)
Drug Fund Revenue	1,000	1,000	294	(706)
Alarm System Fines and Fees	3,500	3,500	-	(3,500)
Total Fines and Forfeitures	269,500	269,500	217,137	(52,363)
Investment Income (Loss)	35,000	35,000	(69,546)	(104,546)
Miscellaneous				
Miscellaneous	15,000	15,000	80,097	65,097
Total Revenues	12,885,250	12,885,250	15,291,691	2,406,441

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended May 31, 2022**

	Budget			Variance
	Original	Final	Actual	Over (Under)
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	7,200	-
Stipend- Liquor Commissioner	1,200	1,200	1,200	-
Pension Board - Meetings Per Diem	1,200	1,300	1,300	-
Per Diem - Plan Commission	3,500	3,400	2,550	(850)
Employers FICA Social				
Security and Medicare	4,774	4,774	4,774	-
Contractual Services				
Legal	5,000	5,000	3,540	(1,460)
Professional Consulting	10,000	10,000	-	(10,000)
Conferences and Travel	1,100	1,100	-	(1,100)
Dues and Meetings	11,720	11,720	10,439	(1,281)
Commodities				
Office Supplies	1,250	1,250	166	(1,084)
Miscellaneous	4,300	4,300	2,727	(1,573)
Capital Outlay				
Equipment	1,000	1,000	454	(546)
	106,244	106,244	88,350	(17,894)
Administration/Finance				
Personnel Services				
Salaries - Regular	645,172	645,172	622,261	(22,911)
Salaries - Part Time	74,073	74,073	71,571	(2,502)
Overtime	1,000	1,000	226	(774)
Employers FICA Social				
Security and Medicare	55,099	55,099	50,176	(4,923)
IMRF	87,026	87,026	81,619	(5,407)
Health Insurance	91,762	89,507	88,949	(558)
Life Insurance	232	232	222	(10)
Dental Insurance	3,577	3,577	3,006	(571)
Contractual Services				
Legal	40,000	40,000	35,448	(4,552)
Audit Services	22,400	25,630	25,630	-

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended May 31, 2022

	Budget			Variance Over (Under)
	Original	Final	Actual	
General Government - Continued				
Administration/Finance - Continued				
Contractual Services - Continued				
Finance Services	\$ 29,800	29,800	24,325	(5,475)
Professional/Consulting Fees	5,000	-	-	-
Conferences and Travel	6,100	6,100	2,245	(3,855)
Training and Testing	13,650	13,650	4,662	(8,988)
Dues and Meetings	4,600	4,600	4,356	(244)
Postage	1,500	1,530	1,525	(5)
Publishing/Advertising	4,100	4,100	3,080	(1,020)
Printing	14,000	14,000	9,121	(4,879)
Equipment/IT Maintenance	75,650	75,650	70,578	(5,072)
Website Maintenance	5,100	5,100	3,341	(1,759)
Banking Services/Fees	12,000	14,130	14,128	(2)
Communications	14,600	14,600	12,342	(2,258)
Commodities				
Office Supplies	4,800	4,800	3,078	(1,722)
IT Supplies	6,000	6,000	3,096	(2,904)
Miscellaneous	15,265	15,265	11,960	(3,305)
Capital Outlay				
Vehicle Equipment Fund Charges	8,958	8,958	8,958	-
Equipment	2,000	3,865	3,864	(1)
	1,243,464	1,243,464	1,159,767	(83,697)
Community Development				
Personnel Services				
Salaries - Regular	423,818	425,383	425,379	(4)
Salaries - Overtime	6,500	3,590	3,586	(4)
Employers FICA Social Security and Medicare	32,920	31,790	31,788	(2)
IMRF	52,800	48,960	48,957	(3)
Health Insurance	49,429	36,539	36,538	(1)
Life Insurance	149	179	178	(1)
Dental Insurance	1,714	1,309	1,308	(1)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended May 31, 2022

	Budget			Variance Over (Under)
	Original	Final	Actual	
General Government - Continued				
Community Development - Continued				
Contractual Services				
Engineering	\$ 35,000	40,795	40,794	(1)
Legal	21,000	16,760	16,759	(1)
Planning	5,000	-	-	-
Inspection Services	115,000	175,690	175,687	(3)
Consulting Fees	15,000	-	-	-
Conferences and Travel	4,300	1,280	1,276	(4)
Training	2,800	1,550	1,549	(1)
Dues and Meetings	5,891	5,721	5,719	(2)
Postage	1,800	1,385	1,380	(5)
Publishing	3,000	1,415	1,413	(2)
Printing	500	-	-	-
Equipment/IT Maintenance	500	-	-	-
Vehicle Repair and Maintenance	1,000	75	71	(4)
Grass Cutting	3,000	660	658	(2)
Communications	7,800	8,925	8,923	(2)
Commodities		-		
Office Supplies	4,000	2,770	2,767	(3)
Gas and Oil	2,000	2,365	2,362	(3)
Uniform Allowance	500	350	348	(2)
Miscellaneous	1,500	445	441	(4)
Capital Outlay				
Vehicle Equipment Fund Charges	10,007	10,007	10,007	-
Equipment	500	4,125	4,123	(2)
	807,428	822,068	822,011	(57)
Other Departments				
Contractual Services				
Beautification Committee	20,000	22,220	22,219	(1)
Sales Tax Rebates	210,000	309,110	309,108	(2)
Fireworks	30,000	20,090	20,087	(3)
Miscellaneous	15,000	1,715	1,711	(4)
	275,000	353,135	353,125	(10)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended May 31, 2022

	Budget			Variance Over (Under)
	Original	Final	Actual	
General Government - Continued				
Less Reimbursements from Other Funds	\$ (200,230)	(200,230)	(200,230)	-
Total General Government	2,231,906	2,324,681	2,223,023	(101,658)
Public Safety				
Police Commission				
Personnel Services				
Police Meetings - per Diem	1,500	2,250	2,250	-
Contractual Services				
Legal	800	-	-	-
Recruit Testing	5,000	12,210	12,210	-
Dues and Meetings	375	-	-	-
	7,675	14,460	14,460	-
Police Department				
Personnel Services				
Salaries - Regular	3,457,105	3,421,255	3,421,250	(5)
Salaries - Part Time	79,695	53,560	53,557	(3)
Salaries - Overtime	127,000	142,380	142,378	(2)
Salaries - Court Time	16,900	16,900	6,659	(10,241)
Service Pay	2,500	2,500	140	(2,360)
On-Call Pay	24,000	24,000	20,545	(3,455)
Specialty Pay	3,120	3,580	3,580	-
Employers FICA Social				
Security and Medicare	285,854	262,534	262,532	(2)
IMRF	13,119	13,119	12,422	(697)
Health Insurance	442,061	410,231	392,939	(17,292)
Life Insurance	1,315	1,330	1,328	(2)
Dental Insurance	13,140	13,140	10,966	(2,174)
Police Pension	1,430,000	1,430,000	1,430,000	-
Contractual Services				
Legal	55,000	40,745	36,818	(3,927)
Professional/Consulting	25,000	5,500	5,500	-
Conferences and Travel	19,110	19,110	14,659	(4,451)
Training	30,855	30,855	25,253	(5,602)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2022

	Budget			Variance
	Original	Final	Actual	Over (Under)
Public Safety - Continued				
Police Department - Continued				
Contractual Services - Continued				
Firearm Training	\$ 34,425	34,425	26,978	(7,447)
Dues and Meetings	14,955	14,955	10,436	(4,519)
Postage	6,500	6,500	1,882	(4,618)
Equipment/IT Maintenance	59,425	77,210	77,208	(2)
Vehicle Repair and Maintenance	48,000	48,000	43,207	(4,793)
Animal Control	1,500	1,500	1,000	(500)
Investigations	14,250	14,250	12,208	(2,042)
Evidence Processing	4,000	4,000	2,643	(1,357)
Emergency Management	20,750	20,750	12,014	(8,736)
Communications	57,100	57,100	46,968	(10,132)
Dispatching Services	200,000	200,000	171,235	(28,765)
Commodities				
Office Supplies	16,000	16,000	15,963	(37)
Gas and Oil	60,000	64,965	64,961	(4)
Prisoner Maintenance and Supplies	1,200	1,200	588	(612)
Drug Fund - Other Expenditures	2,000	2,915	2,913	(2)
Community Service	22,500	22,500	18,902	(3,598)
Uniform Allowance	37,350	41,675	41,674	(1)
Miscellaneous	10,430	17,915	17,911	(4)
Capital Outlay				
Vehicle Equipment Fund Charges	214,259	214,259	214,259	-
Equipment	4,800	4,800	3,572	(1,228)
	6,855,218	6,755,658	6,627,048	(128,610)
Total Public Safety	6,862,893	6,770,118	6,641,508	(128,610)
Public Works				
Personnel Services				
Salaries - Regular	1,000,923	1,000,923	996,231	(4,692)
Salaries - Part Time	15,000	15,000	14,465	(535)
Salaries - Overtime	50,000	50,000	49,387	(613)
On-Call Pay	20,000	20,000	14,011	(5,989)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2022

	Budget			Variance
	Original	Final	Actual	Over (Under)
Public Works - Continued				
Personnel Services - Continued				
Employers FICA Social				
Security and Medicare	\$ 83,074	83,074	78,990	(4,084)
IMRF	131,943	131,943	121,953	(9,990)
Health Insurance	149,573	149,573	145,426	(4,147)
Life Insurance	464	499	499	-
Dental Insurance	4,698	4,908	4,903	(5)
Contractual Services				
Engineering	10,000	10,000	1,564	(8,436)
Legal	3,500	3,500	1,784	(1,716)
Conferences and Travel	8,400	8,400	2,613	(5,787)
Training	5,200	5,200	590	(4,610)
Dues and Meetings	2,590	2,590	1,594	(996)
Postage	1,250	1,380	1,380	-
Publishing	1,500	1,500	1,276	(224)
Printing	400	400	-	(400)
Equipment/IT Maintenance	15,000	25,700	25,700	-
Vehicle Repair and Maintenance	105,000	107,080	107,079	(1)
Public Buildings Repair				
and Maintenance	97,600	135,115	135,114	(1)
Mosquito Control	59,000	60,790	60,789	(1)
Public Grounds/Parks Maintenance	52,000	11,600	11,596	(4)
Tree Service	139,000	91,350	64,478	(26,872)
Snow Removal	150,000	150,000	132,225	(17,775)
Streets and Alleys Repair				
and Maintenance	37,000	37,000	20,789	(16,211)
Sidewalks Repair and Maintenance	33,000	33,000	13,884	(19,116)
Storm Drain Maintenance	30,000	30,000	23,064	(6,936)
Traffic Signs and Signals	30,000	30,000	20,328	(9,672)
Grass Cutting	31,000	43,070	43,066	(4)
Communications	16,800	16,800	12,167	(4,633)
Street Lighting	-	1,370	1,369	(1)
Utility	2,500	2,500	1,238	(1,262)

VILLAGE OF NORTH AURORA, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2022

	Budget		Actual	Variance
	Original	Final		Over (Under)
Public Works - Continued				
Commodities				
Office Supplies	\$ 3,220	3,220	2,691	(529)
Gas and Oil	32,000	43,630	43,629	(1)
Custodial Supplies	17,500	17,500	10,563	(6,937)
Salt	10,300	10,300	-	(10,300)
Uniform Allowance	4,400	6,355	6,353	(2)
Miscellaneous	5,000	5,000	4,275	(725)
Capital Outlay				
Vehicle Equipment Fund Charges	130,072	130,072	130,072	-
Equipment	10,000	18,565	18,564	(1)
Total Public Works	2,498,907	2,498,907	2,325,699	(173,208)
Total Expenditures	11,593,706	11,593,706	11,190,230	(403,476)

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, 2022**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Revenues				
Taxes				
Non-Home Rule Sales Tax	\$ 1,060,000	1,060,000	1,455,467	395,467
Utility Tax - Electric	395,000	395,000	399,040	4,040
Utility Tax - Gas	140,000	140,000	240,854	100,854
Intergovernmental				
Grants	-	-	8,650	8,650
Investment Income (Loss)	25,000	25,000	(24,481)	(49,481)
Miscellaneous				
Impact Fees	10,000	10,000	45,096	35,096
Capital Fees	5,000	5,000	6,985	1,985
Total Revenues	1,635,000	1,635,000	2,131,611	496,611
Expenditures				
Capital Outlay				
Annual Road Program	1,179,642	1,804,032	1,663,584	(140,448)
Village Facilities	670,000	670,000	55,146	(614,854)
Capital Improvements	1,751,000	1,126,610	63,498	(1,063,112)
Total Expenditures	3,600,642	3,600,642	1,782,228	(1,818,414)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,965,642)	(1,965,642)	349,383	2,315,025
Other Financing Sources				
Transfers In	600,000	2,750,000	2,750,000	-
Net Change in Fund Balance	(1,365,642)	784,358	3,099,383	2,315,025
Fund Balance - Beginning			7,317,618	
Fund Balance - Ending			10,417,001	

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

United TIF Fund

The United TIF Fund is used to account for the operations of the Village's Tax Increment Financing District #4 funded by restricted incremental taxes.

DEBT SERVICE FUND

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

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, 2022

	Special Revenue								Debt			
	Motor Fuel Tax	Sperry TIF	North		Special Service Areas	Insurance	Sanitary Sewer	Tourism	United TIF	Service		
			Lincolnway TIF							Police Station	Totals	
ASSETS												
Cash and Investments	\$ 1,206,335	-	-	-	165,698	398,983	1,597,868	62,775	8,177	281,778	3,721,614	
Receivables - Net of Allowances												
Property Taxes	-	-	-	-	57,234	273,510	-	-	104,738	-	435,482	
Other Taxes	58,706	-	-	-	-	-	-	9,933	-	-	68,639	
Accounts	-	-	-	-	-	-	10,784	-	-	-	10,784	
Prepays	-	-	-	-	-	-	-	6,320	-	-	6,320	
Total Assets	1,265,041	-	-	-	222,932	672,493	1,608,652	79,028	112,915	281,778	4,242,839	
LIABILITIES												
Accounts Payable	173,734	-	-	-	5,164	380	509	22,289	-	-	202,076	
Retainage Payable	36,502	-	-	-	-	-	-	-	-	-	36,502	
Total Liabilities	210,236	-	-	-	5,164	380	509	22,289	-	-	238,578	
DEFERRED INFLOWS OF RESOURCES												
Property Taxes	-	-	-	-	58,301	284,960	-	-	112,915	-	456,176	
Total Liabilities and Deferred Inflows of Resources	210,236	-	-	-	63,465	285,340	509	22,289	112,915	-	694,754	
FUND BALANCES												
Nonspendable	-	-	-	-	-	-	-	6,320	-	-	6,320	
Restricted	1,054,805	-	-	-	124,027	-	-	-	-	281,778	1,460,610	
Assigned	-	-	-	-	35,440	387,153	1,608,143	50,419	-	-	2,081,155	
Total Fund Balances	1,054,805	-	-	-	159,467	387,153	1,608,143	56,739	-	281,778	3,548,085	
Total Liabilities, Deferred Inflows of Resources and Fund Balances	1,265,041	-	-	-	222,932	672,493	1,608,652	79,028	112,915	281,778	4,242,839	

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, 2022

	Special Revenue										Debt Service	
	Motor Fuel Tax	Sperry TIF	North		Special		Sanitary Sewer	Insurance	Tourism	United TIF	Police Station	Totals
			Lincolnway TIF	Service Areas	Service Areas							
Revenues												
Taxes	\$ -	8,007	37,330	56,313	260,076	-	-	109,802	-	-	-	471,528
Intergovernmental	938,170	-	-	-	-	-	-	-	-	-	-	938,170
Licenses and Permits	-	-	-	-	-	100,666	-	-	-	-	-	100,666
Charges for Services	-	-	-	-	40,000	85,149	-	-	-	-	-	125,149
Investment Income	1,889	-	20	222	732	1,708	-	90	-	409	-	5,070
Miscellaneous	5,435	-	-	-	-	-	-	31,085	-	-	-	36,520
Total Revenues	945,494	8,007	37,350	56,535	300,808	187,523	-	140,977	-	409	-	1,677,103
Expenditures												
General Government	-	-	2,050	45,660	37,343	-	-	139,582	-	-	-	224,635
Public Safety	-	-	-	-	217,268	-	-	-	-	-	-	217,268
Public Works	461,285	-	-	-	67,896	-	-	-	-	-	-	529,181
Sanitation	-	-	-	-	16,974	71,943	-	-	-	-	-	88,917
Capital Outlay	1,460,095	-	-	-	-	-	-	-	-	-	-	1,460,095
Debt Service												
Principal Retirement	-	-	-	-	-	-	-	-	-	505,000	-	505,000
Interest and Fiscal Charges	-	-	-	-	-	-	-	-	-	130,275	-	130,275
Total Expenditures	1,921,380	-	2,050	45,660	339,481	71,943	-	139,582	-	635,275	-	3,155,371
Excess (Deficiency) of Revenues Over (Under) Expenditures	(975,886)	8,007	35,300	10,875	(38,673)	115,580	-	1,395	-	(634,866)	-	(1,478,268)
Other Financing Sources (Uses)												
Insurance Claim Reimbursement	-	-	-	-	56,424	-	-	-	-	-	-	56,424
Transfers In	-	-	-	-	-	-	-	-	-	634,759	-	634,759
Transfers Out	-	(8,404)	(82,497)	-	-	-	-	-	-	-	-	(90,901)
	-	(8,404)	(82,497)	-	56,424	-	-	-	-	634,759	-	600,282
Net Change in Fund Balances	(975,886)	(397)	(47,197)	10,875	17,751	115,580	-	1,395	-	(107)	-	(877,986)
Fund Balances - Beginning	2,030,691	397	47,197	148,592	369,402	1,492,563	-	55,344	-	281,885	-	4,426,071
Fund Balances - Ending	1,054,805	-	-	159,467	387,153	1,608,143	-	56,739	-	281,778	-	3,548,085

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, 2022**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Revenues				
Intergovernmental				
Motor Fuel Tax Allotments	\$ 1,098,144	1,098,144	938,170	(159,974)
Investment Income	1,500	1,500	1,889	389
Miscellaneous	-	-	5,435	5,435
Total Revenues	<u>1,099,644</u>	<u>1,099,644</u>	<u>945,494</u>	<u>(154,150)</u>
Expenditures				
Public Works				
Engineering	5,000	5,000	687	(4,313)
Salt	300,000	300,000	186,137	(113,863)
Streets and Alleys Repair and Maintenance	115,000	115,000	19,870	(95,130)
Bank Services/Fees	500	500	269	(231)
Street Lighting and Poles	73,000	79,915	79,910	(5)
Street Light Repair/Maintenance	533,500	266,490	174,412	(92,078)
Total Public Works	<u>1,027,000</u>	<u>766,905</u>	<u>461,285</u>	<u>(305,620)</u>
Capital Outlay	<u>1,200,000</u>	<u>1,460,095</u>	<u>1,460,095</u>	<u>-</u>
Total Expenditures	<u>2,227,000</u>	<u>2,227,000</u>	<u>1,921,380</u>	<u>(305,620)</u>
Net Change in Fund Balance	<u>(1,127,356)</u>	<u>(1,127,356)</u>	(975,886)	<u>151,470</u>
Fund Balance - Beginning			<u>2,030,691</u>	
Fund Balance - Ending			<u><u>1,054,805</u></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, 2022**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 7,414	7,414	8,007	593
Expenditures				
Capital Outlay	7,800	7,800	-	(7,800)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(386)	(386)	8,007	8,393
Other Financing (Uses)				
Transfers Out	-	(8,800)	(8,404)	396
Net Change in Fund Balance	<u>(386)</u>	<u>(9,186)</u>	(397)	<u>8,789</u>
Fund Balance - Beginning			<u>397</u>	
Fund Balance - Ending			<u>-</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, 2022**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 37,500	37,500	37,330	(170)
Investment Income	40	40	20	(20)
Total Revenues	37,540	37,540	37,350	(190)
Expenditures				
General Government				
Contractual Services	-	2,050	2,050	-
Capital Outlay	85,000	82,950	-	(82,950)
Total Expenditures	85,000	85,000	2,050	(82,950)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(47,460)	(47,460)	35,300	82,760
Other Financing (Uses)				
Transfers Out	-	(86,000)	(82,497)	3,503
Net Change in Fund Balance	(47,460)	(133,460)	(47,197)	86,263
Fund Balance - Beginning			47,197	
Fund Balance - Ending			-	

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, 2022**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 58,300	58,300	56,313	(1,987)
Investment Income	1,400	1,400	222	(1,178)
Total Revenues	59,700	59,700	56,535	(3,165)
Expenditures				
General Government				
Maintenance	52,200	52,200	40,430	(11,770)
Administrative Fee	5,230	5,230	5,230	-
Total Expenditures	57,430	57,430	45,660	(11,770)
Net Change in Fund Balance	2,270	2,270	10,875	8,605
Fund Balance - Beginning			148,592	
Fund Balance - Ending			159,467	

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, 2022

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 261,500	261,500	260,076	(1,424)
Charges for Services	40,000	40,000	40,000	-
Investment Income	600	600	732	132
Total Revenues	302,100	302,100	300,808	(1,292)
Expenditures				
General Government	38,995	38,995	37,343	(1,652)
Public Safety	226,880	226,880	217,268	(9,612)
Public Works	70,900	70,900	67,896	(3,004)
Sanitation	17,725	17,725	16,974	(751)
Total Expenditures	354,500	354,500	339,481	(15,019)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(52,400)	(52,400)	(38,673)	13,727
Other Financing Sources				
Insurance Claim Reimbursement	40,000	40,000	56,424	16,424
Net Change in Fund Balance	(12,400)	(12,400)	17,751	30,151
Fund Balance - Beginning			369,402	
Fund Balance - Ending			387,153	

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, 2022**

	Budget			Variance
	Original	Final	Actual	Over (Under)
Revenues				
Licenses and Permits				
Sanitary Sewer Permits	\$ 50,000	50,000	100,666	50,666
Charges for Services				
Sewer Sales	85,000	85,000	85,149	149
Investment Income	7,000	7,000	1,708	(5,292)
Total Revenues	142,000	142,000	187,523	45,523
Expenditures				
Sanitation				
Engineering	-	1,030	1,027	(3)
Equipment/IT Maintenance	6,000	3,970	-	(3,970)
Sewer Repair and Maintenance	126,000	126,000	3,041	(122,959)
Administrative Fee	45,000	45,000	45,000	-
Vehicle Equipment Fund Charges	16,875	16,875	16,875	-
Liability Insurance	5,000	5,000	5,000	-
Miscellaneous	-	1,000	1,000	-
Total Expenditures	198,875	198,875	71,943	(126,932)
Net Change in Fund Balance	(56,875)	(56,875)	115,580	172,455
Fund Balance - Beginning			1,492,563	
Fund Balance - Ending			1,608,143	

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, 2022

	Budget			Variance
	Original	Final	Actual	Over (Under)
Revenues				
Taxes				
Hotel Taxes	\$ 75,000	75,000	109,802	34,802
Investment Income	100	100	90	(10)
Miscellaneous				
North Aurora Days	115,000	115,000	31,085	(83,915)
Total Revenues	190,100	190,100	140,977	(49,123)
Expenditures				
General Government				
North Aurora Days	110,000	78,170	40,256	(37,914)
Tourism	67,500	99,330	99,326	(4)
Fireworks	11,000	11,000	-	(11,000)
Total Expenditures	188,500	188,500	139,582	(48,918)
Net Change in Fund Balance	1,600	1,600	1,395	(205)
Fund Balance - Beginning			55,344	
Fund Balance - Ending			56,739	

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, 2022**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 400	400	409	9
Expenditures				
General Government				
Miscellaneous	100	100	-	(100)
Debt Service				
Principal Retirement	505,000	505,000	505,000	-
Interest and Fiscal Charges	130,400	130,400	130,275	(125)
Total Expenditures	635,500	635,500	635,275	(225)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(635,100)	(635,100)	(634,866)	234
Other Financing Sources				
Transfers In	634,759	634,759	634,759	-
Net Change in Fund Balance	(341)	(341)	(107)	234
Fund Balance - Beginning			281,885	
Fund Balance - Ending			281,778	

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, 2022**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Operating Revenues				
Charges for Services				
Water Sales	\$ 2,600,000	2,600,000	2,722,592	122,592
Water Meters	45,000	45,000	95,722	50,722
Water Permits	250,000	250,000	390,296	140,296
Meter Reads	19,000	19,000	18,946	(54)
Impact Fees	500	500	-	(500)
Building Permits	4,000	4,000	8,174	4,174
Hydrant Meter Rental	500	500	-	(500)
Reimburse Turn On/Turn Off Fees	10,000	10,000	6,700	(3,300)
Total Operating Revenues	<u>2,929,000</u>	<u>2,929,000</u>	<u>3,242,430</u>	<u>313,430</u>
Operating Expenses				
Operations	5,084,760	5,084,760	1,850,869	(3,233,891)
Depreciation and Amortization	-	-	1,014,451	1,014,451
Total Operating Expenses	<u>5,084,760</u>	<u>5,084,760</u>	<u>2,865,320</u>	<u>(2,219,440)</u>
Operating Income (Loss)	<u>(2,155,760)</u>	<u>(2,155,760)</u>	377,110	2,532,870
Nonoperating Revenue (Expenses)				
Investment Income	35,000	35,000	4,663	(30,337)
Tower Rent	231,000	231,000	221,360	(9,640)
Miscellaneous	5,000	5,000	585	(4,415)
Disposal of Capital Assets	-	-	1,267	1,267
Insurance Claim Reimbursement	-	-	500	500
Interest Expense	(147,025)	(147,025)	(129,860)	17,165
	<u>123,975</u>	<u>123,975</u>	<u>98,515</u>	<u>(25,460)</u>
Income (Loss) before Contributions	(2,031,785)	(2,031,785)	475,625	2,507,410
Capital Contributions	-	-	728,271	728,271
Change in Net Position	<u>(2,031,785)</u>	<u>(2,031,785)</u>	1,203,896	<u>3,235,681</u>
Net Position - Beginning			<u>27,284,209</u>	
Net Position - Ending			<u><u>28,488,105</u></u>	

VILLAGE OF NORTH AURORA, ILLINOIS

Waterworks - Enterprise Fund

Schedule of Expenses - Budget and Actual For the Fiscal Year Ended May 31, 2022

	Budget		Actual	Variance
	Original	Final		Over (Under)
Operations				
Personal Services				
Salaries - Regular	\$ 444,066	445,021	445,017	(4)
Salaries - Overtime	25,000	25,000	21,369	(3,631)
On-Call Pay	10,000	10,000	6,267	(3,733)
Employer's FICA Social				
Security and Medicare	36,648	36,648	35,111	(1,537)
IMRF	58,984	58,984	53,971	(5,013)
Health Insurance	94,738	94,738	89,637	(5,101)
Life Insurance	187	227	224	(3)
Dental Insurance	560	1,245	1,241	(4)
	670,183	671,863	652,837	(19,026)
Contractual Services				
Engineering	180,000	60,465	14,645	(45,820)
Legal	6,500	6,500	782	(5,718)
Conferences and Travel	3,400	3,400	2,818	(582)
Training	4,800	4,800	602	(4,198)
Dues and Meetings	3,325	3,325	954	(2,371)
Chlorine	36,000	38,635	38,631	(4)
Salt - Treatment	16,000	19,110	19,110	-
New Meters, Repairs				
and Replacements	106,700	106,700	99,935	(6,765)
Postage	19,300	20,280	20,276	(4)
Publishing	950	950	643	(307)
Printing	21,100	21,100	19,119	(1,981)
Equipment/IT Maintenance	37,100	37,100	22,625	(14,475)
Vehicle Repair and Maintenance	8,500	8,500	3,946	(4,554)
Water Studies	23,500	23,500	2,380	(21,120)
Testing (Water)	23,400	23,400	10,065	(13,335)
Fire Hydrant Repair/Maintenance	19,500	19,500	7,314	(12,186)
Water Well Repair and Maintenance	19,000	84,320	84,319	(1)
Treatment Plant Repair/Maintenance	77,400	77,400	69,380	(8,020)
Watermain Repairs and Replacements	143,000	143,000	98,290	(44,710)
Water Tower Repair and Maintenance	15,850	15,850	7,899	(7,951)

VILLAGE OF NORTH AURORA, ILLINOIS

Waterworks - Enterprise Fund

Schedule of Expenses - Budget and Actual - Continued For the Fiscal Year Ended May 31, 2022

	Budget		Actual	Variance Over (Under)
	Original	Final		
Operations - Continued				
Contractual Services - Continued				
Banking Services/Fees	\$ 29,000	29,910	29,909	(1)
Communications	30,450	30,450	19,896	(10,554)
Utility	360,000	395,515	395,513	(2)
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	-	-	(39,518)	(39,518)
OPEB Retirement	-	-	(25,271)	(25,271)
	1,404,775	1,393,710	1,124,262	(269,448)
Commodities				
Office Supplies	3,500	3,500	1,748	(1,752)
Gas and Oil	13,500	13,500	11,827	(1,673)
Equipment	56,500	56,500	12,819	(43,681)
Vehicle and Equipment Charges	11,652	11,652	11,652	-
Uniform Allowance	1,650	3,085	3,083	(2)
Miscellaneous	9,500	9,500	859	(8,641)
	96,302	97,737	41,988	(55,749)
Capital Outlay				
Annual Watermain Replacement	-	-	-	-
Plant Improvements	2,913,500	2,921,450	89,661	(2,831,789)
	2,913,500	2,921,450	89,661	(2,831,789)
Less Capital Assets Capitalized	-	-	(57,879)	(57,879)
	2,913,500	2,921,450	31,782	(2,889,668)
Total Operations	5,084,760	5,084,760	1,850,869	(3,233,891)
Depreciation and Amortization	-	-	1,014,451	1,014,451
Total Operating Expenses	5,084,760	5,084,760	2,865,320	(2,219,440)

VILLAGE OF NORTH AURORA, ILLINOIS

Waterworks - Enterprise Fund

Schedule of Expenses - Budget and Actual - Continued
For the Fiscal Year Ended May 31, 2022

	Budget		Actual	Variance Over (Under)
	Original	Final		
Debt Service				
Principal Retirement	\$ 345,000	345,000	345,000	-
Interest and Fiscal Charges	147,025	147,025	129,860	(17,165)
	492,025	492,025	474,860	(17,165)
Less Principal Retirement	(345,000)	(345,000)	(345,000)	-
Total Debt Service	147,025	147,025	129,860	(17,165)

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, 2022**

	Vehicle and Equipment	Employee Compensated Absences	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 2,081,379	506,126	2,587,505
Receivables - Net of Allowances			
Accrued Interest	950	-	950
Inventories	39,212	-	39,212
Total Current Assets	2,121,541	506,126	2,627,667
Noncurrent Assets			
Capital Assets			
Nondepreciable	15,800	-	15,800
Depreciable	3,737,051	-	3,737,051
Accumulated Depreciation	(2,214,372)	-	(2,214,372)
Total Noncurrent Assets	1,538,479	-	1,538,479
Total Assets	3,660,020	506,126	4,166,146
LIABILITIES			
Current Liabilities			
Accounts Payable	54,155	-	54,155
Compensated Absences Payable	-	126,532	126,532
Total Current Liabilities	54,155	126,532	180,687
Long-Term Liabilities			
Compensated Absences Payable	-	379,594	379,594
Total Liabilities	54,155	506,126	560,281
NET POSITION			
Investment in Capital Assets	1,538,479	-	1,538,479
Unrestricted	2,067,386	-	2,067,386
Total Net Position	3,605,865	-	3,605,865

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, 2022

	Vehicle and Equipment	Employee Compensated Absences	Totals
Operating Revenues			
Charges for Services	\$ 395,924	16,630	412,554
Operating Expenses			
Operations and Capital	135,785	16,630	152,415
Depreciation	285,748	-	285,748
Total Operating Expenses	421,533	16,630	438,163
Operating Income (Loss)	(25,609)	-	(25,609)
Nonoperating Revenues			
Investment (Loss)	(42,290)	-	(42,290)
Disposal of Capital Assets	31,000	-	31,000
	(11,290)	-	(11,290)
Change in Net Position	(36,899)	-	(36,899)
Net Position - Beginning	3,642,764	-	3,642,764
Net Position - Ending	3,605,865	-	3,605,865

VILLAGE OF NORTH AURORA, ILLINOIS

Combining Statement of Cash Flows - Internal Service Funds For the Fiscal Year Ended May 31, 2022

	Vehicle and Equipment	Employee Compensated Absences	Totals
Cash Flows from Operating Activities			
Interfund Services Provided	\$ 388,478	16,630	405,108
Payment to Suppliers	(89,835)	(33,259)	(123,094)
	<u>298,643</u>	<u>(16,629)</u>	<u>282,014</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(360,812)	-	(360,812)
Disposal of Capital Assets	34,325	-	34,325
	<u>(326,487)</u>	<u>-</u>	<u>(326,487)</u>
Cash Flows from Investing Activities			
Interest Received	(42,290)	-	(42,290)
Net Change in Cash and Cash Equivalents	(70,134)	(16,629)	(86,763)
Cash and Cash Equivalents - Beginning	<u>2,151,513</u>	<u>522,755</u>	<u>2,674,268</u>
Cash and Cash Equivalents - Ending	<u><u>2,081,379</u></u>	<u><u>506,126</u></u>	<u><u>2,587,505</u></u>
Reconciliation of Operating Income to Net Cash			
Provided (Used) by Operating Activities			
Operating Income (Loss)	(25,609)	-	(25,609)
Adjustments to Reconcile Operating Income			
to Net Cash Provided by (Used in)			
Operating Activities			
Depreciation	285,748	-	285,748
(Increase) Decrease in Current Assets	(7,446)	-	(7,446)
Increase (Decrease) in Current Liabilities	45,950	(16,629)	29,321
Net Cash Provided by Operating Activities	<u><u>298,643</u></u>	<u><u>(16,629)</u></u>	<u><u>282,014</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, 2022**

	<u>Budget</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
Operating Revenues				
Charges for Services	\$ 391,823	391,823	395,924	4,101
Operating Expenses				
Operations and Capital	1,214,146	1,214,146	496,597	(717,549)
Operating Income (Loss)	(822,323)	(822,323)	(100,673)	721,650
Nonoperating Revenues				
Investment Income (Loss)	3,000	3,000	(42,290)	(45,290)
Disposal of Capital Assets	15,000	15,000	31,000	16,000
	18,000	18,000	(11,290)	(29,290)
Non-GAAP Basis Change in Net Position	<u>(804,323)</u>	<u>(804,323)</u>	(111,963)	<u>692,360</u>
Adjustments to GAAP Basis				
Capital Assets Capitalized			360,812	
Depreciation			<u>(285,748)</u>	
Change in Net Position			(36,899)	
Net Position - Beginning			<u>3,642,764</u>	
Net Position - Ending			<u>3,605,865</u>	

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, 2022**

	Budget		Actual	Variance Over (Under)
	Original	Final		
Additions				
Contributions - Employer	\$ 1,430,000	1,430,000	1,430,000	-
Contributions - Plan Members	286,000	286,000	312,668	26,668
Total Contributions	1,716,000	1,716,000	1,742,668	26,668
Investment Income				
Interest Earned	725,070	725,070	855,692	130,622
Net Change in Fair Value	600,000	600,000	(2,549,059)	(3,149,059)
	1,325,070	1,325,070	(1,693,367)	(3,018,437)
Less Investment Expenses	(34,300)	(32,290)	(32,285)	5
Net Investment Income	1,290,770	1,292,780	(1,725,652)	(3,018,432)
Total Additions	3,006,770	3,008,780	17,016	(2,991,764)
Deductions				
Administration	15,900	70,535	55,121	(15,414)
Benefits and Refunds	1,061,716	1,009,346	1,024,741	15,395
Total Deductions	1,077,616	1,079,881	1,079,862	(19)
Change in Fiduciary Net Position	1,929,154	1,928,899	(1,062,846)	(2,991,745)
Net Position Restricted for Pensions				
Beginning			24,080,719	
Ending			23,017,873	

CONSOLIDATED YEAR-END FINANCIAL REPORT

VILLAGE OF NORTH AURORA, ILLINOIS

**Consolidated Year-End Financial Report
May 31, 2022**

CSFA #	Program Name	State	Federal	Other	Totals
494-00-0967	High-Growth Cities Program	\$ 49,599	-	-	49,599
494-00-1488	Motor Fuel Tax Program	1,871,781	-	-	1,871,781
420-00-0505	Grants Management Program	41,120			41,120
	Other Grant Programs and Activities	-	-	-	-
	All Other Costs Not Allocated	-	-	17,420,083	17,420,083
	Totals	1,962,500	-	17,420,083	19,382,583

SUPPLEMENTAL SCHEDULES

VILLAGE OF NORTH AURORA, ILLINOIS

**Schedule of General Long-Term Debt Payable from Governmental Activities
May 31, 2022**

Amount Available and to be Provided for the Retirement of General Long-Term Debt	
Amount Available for Debt Service	\$ 231,903
Amount to be Provided for Retirement of General Long-Term Debt	<u>20,125,674</u>
Total Amount Available and to be Provided for the Retirement of General Long-Term Debt	<u><u>20,357,577</u></u>
 General Long-Term Debt Payable	
Compensated Absences	506,126
Net Pension Liability/(Asset)	14,794,176
Total OPEB Liability - RBP	1,067,275
General Obligation Bonds Payable	<u>3,990,000</u>
 Total General Long-Term Debt Payable	<u><u>20,357,577</u></u>

VILLAGE OF NORTH AURORA, ILLINOIS

Schedule of Long-Term Debt Requirements

**General Obligation Alternate Revenue Source Refunding Bonds of 2014
May 31, 2022**

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
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
		3,990,000	494,250	4,484,250			247,125	247,125

VILLAGE OF NORTH AURORA, ILLINOIS

Schedule of Long-Term Debt Requirements

**General Obligation Alternate Revenue Source Bonds of 2017
May 31, 2022**

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
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>4,120,000</u>	<u>820,263</u>	<u>4,940,263</u>			<u>410,135</u>	<u>410,128</u>

STATISTICAL SECTION

(Unaudited)

This part of the annual comprehensive 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, 2022 (Unaudited)

	2013	2014	2015	2016 **	2017	2018	2019	2020	2021	2022
Governmental Activities										
Net Investment in Capital Assets	\$ 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	89,457,674
Restricted	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	3,579,902
Unrestricted	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	9,820,744
Total Governmental Activities Net Position	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	102,858,320
Business-Type Activities										
Net Investment in Capital Assets	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	20,861,210
Unrestricted	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	7,626,895
Total Business-Type Activities Net Position	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	28,488,105
Primary Government										
Net Investment in Capital Assets	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	110,318,884
Restricted	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	3,579,902
Unrestricted	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	17,447,639
Total Primary Government Net Position	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	131,346,425

* 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, 2022 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities										
General Government	\$ 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	3,058,958
Public Safety	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	7,159,659
Public Works	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	5,627,917
Sanitation	370,834	558,586	577,795	487,802	704,175	418,347	600,875	558,407	420,679	411,111
Interest	487,719	465,671	459,862	287,892	259,260	233,328	206,395	178,511	151,271	129,758
Total Governmental Activities Expenses	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	16,387,403
Business-Type Activities										
Waterworks	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	2,995,180
Total Primary Government Expenses	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	19,382,583
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	797,812	1,104,559	1,295,616	1,210,730	869,123	894,698	1,166,275	887,670	946,818	1,405,474
Public Works	29,758	-	-	-	-	-	-	284,613	239,742	220,173
Other	610,725	630,640	436,583	533,199	353,591	423,942	347,930	115,189	155,311	185,815
Operating Grants/Contributions	513,589	609,785	547,447	477,516	466,331	473,490	478,186	848,314	2,349,712	787,718
Capital Grants/Contributions	2,582,819	2,810,769	3,117,646	1,410,172	839,023	840,642	903,665	1,609,289	117,194	3,559,164
Total Governmental Activities Program Revenues	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	6,158,344
Business-Type Activities										
Charges for Services										
Waterworks	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	3,242,430
Capital Gains and Contributions	207,500	174,062	418,913	10,597	-	-	401,473	636,242	100,138	728,271
Total Business-Type Activities Program Revenues	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	3,970,701
Total Primary Government Program Revenues	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	10,129,045

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expense) Revenue										
Governmental Activities	\$ (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)	(10,229,059)
Business-Type Activities	1,074,490	546,964	630,512	586,921	(241,325)	(14,767)	282,923	509,838	436,102	975,521
Total Primary Government Net (Expense) Revenue	(6,682,758)	(7,790,220)	(9,248,041)	(10,724,203)	(12,342,539)	(11,924,584)	(12,901,810)	(12,665,375)	(13,762,682)	(9,253,538)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	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	3,414,761
Non Home-Rule Sales Taxes	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	1,455,467
Utility Taxes	879,330	897,503	831,999	766,165	789,748	760,264	766,543	699,366	701,240	771,417
Other	430,924	485,784	564,203	623,985	632,819	223,643	313,289	272,040	157,006	303,412
Intergovernmental - Unrestricted										
Sales Taxes	-	-	-	-	-	4,711,465	4,712,911	4,909,851	6,473,313	7,193,540
Income Taxes	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	2,847,016
Use Taxes	-	-	-	-	-	466,689	545,827	642,783	780,791	731,521
Replacement Taxes	-	-	-	-	-	35,301	38,190	40,748	54,080	115,580
Investment Income (Loss)	48,281	95,274	(180,909)	92,804	102,993	179,922	464,334	609,192	57,541	(126,580)
Miscellaneous	24,979	64,025	88,672	28,252	64,980	341,411	456,447	308,598	345,552	353,455
Gain on Disposal of Capital Assets	34,654	-	-	-	-	-	-	-	-	-
Total Governmental Activities General Revenues	11,023,508	11,535,212	11,593,890	11,970,990	12,193,476	12,777,470	13,740,631	13,950,691	15,402,069	17,059,589
Business-Type Activities										
Investment Income (Loss)	3,770	6,777	7,087	6,626	21,607	82,620	202,567	200,130	13,448	4,663
Miscellaneous	9,356	4,133	7,934	24,019	14,074	210,282	217,754	288,723	180,043	223,712
Total Business-Type Activities General Revenues	13,126	10,910	15,021	30,645	35,681	292,902	420,321	488,853	193,491	228,375
Total Primary Government General Revenues	11,036,634	11,546,122	11,608,911	12,001,635	12,229,157	13,070,372	14,160,952	14,439,544	15,595,560	17,287,964
Changes in Net Position										
Governmental Activities	3,266,260	3,198,028	1,715,337	659,866	92,262	867,653	555,898	775,478	1,203,285	6,830,530
Business-Type Activities	1,087,616	557,874	645,533	617,566	(205,644)	278,135	703,244	998,691	629,593	1,203,896
Total Primary Government Changes in Net Position	4,353,876	3,755,902	2,360,870	1,277,432	(113,382)	1,145,788	1,259,142	1,774,169	1,832,878	8,034,426

* 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, 2022 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ 28,122	5,866	18,743	19,129	19,765	6,104	20,456	91,324	185,730	262,078
Restricted	19,559	19,070	16,535	23,493	31,821	52,464	26,383	25,763	44,591	61,996
Unassigned	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	8,212,584
Total General Fund	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	8,536,658
All Other Governmental Funds										
Nonspendable	-	-	972	-	5,325	11,500	1,900	800	550	6,320
Restricted	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	3,567,781
Committed	-	641,896	294,517	-	-	702,562	420,898	173,866	587,173	955,451
Assigned	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	11,542,705
Total All Other Governmental Funds	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	16,072,257
Total Governmental Funds	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	24,608,915

* 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, 2022 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Taxes	\$ 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	5,945,057
Intergovernmental	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	11,875,597
Licenses and Permits	555,008	828,380	987,674	980,051	479,890	547,092	783,387	568,826	631,602	1,127,661
Charges for Services	652,786	650,364	637,452	571,260	585,900	589,510	502,160	441,398	472,912	466,664
Fines and Forfeitures	217,966	177,756	142,274	125,525	127,720	182,038	228,658	277,248	237,357	217,137
Developer Contributions	73,753	904,416	228,474	307,130	42,490	-	-	-	-	-
Interest Income	48,281	95,274	(180,909)	92,804	102,993	160,145	417,510	554,472	48,940	(84,290)
Miscellaneous	34,856	27,626	53,471	95,343	94,185	277,915	260,552	222,388	219,212	168,698
Total Revenues	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	19,716,524
Expenditures										
General Government	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	2,623,074
Public Safety	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	6,858,776
Public Works	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	2,854,880
Sanitation	57,004	243,504	230,131	145,104	314,133	81,121	246,836	229,554	92,722	88,917
Capital Outlay	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	3,520,181
Debt Service	-	-	-	-	-	-	-	-	-	-
Principal Retirement	695,000	725,000	760,000	850,000	890,000	920,000	950,000	980,000	885,000	505,000
Interest and Fiscal Charges	489,349	468,261	516,082	294,165	263,325	237,825	211,288	183,800	154,967	130,275
Total Expenditures	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	16,581,103
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,825,779	1,088,761	(134,913)	(677,226)	(166,355)	1,087,759	417,991	1,029,961	4,479,406	3,135,421
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	567
Insurance Claim Reimbursement	34,654	146,453	64,056	3,248	56,856	20,338	147,805	76,690	126,340	153,757
Transfers In	781,434	1,016,068	995,706	1,088,769	962,769	622,875	1,003,692	1,376,391	3,836,922	3,475,660
Transfers Out	(781,434)	(1,016,068)	(995,706)	(1,088,769)	(962,769)	(622,875)	(1,003,692)	(1,376,391)	(3,836,922)	(3,475,660)
	34,654	146,453	252,980	3,248	56,856	217,483	148,303	77,413	127,639	154,324
Net Change in Fund Balances	1,860,433	1,235,214	118,067	(673,978)	(109,499)	1,305,242	566,294	1,107,374	4,607,045	3,289,745
Debt Service as a Percentage of Noncapital Expenditures	11.45%	10.36%	9.60%	9.16%	9.55%	9.59%	8.92%	8.83%	8.07%	6.24%

* 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, 2022 (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
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
2021	463,988,138	98,505,800	45,650,907	653,416	350,234	609,148,495	1,827,445,485	0.4405

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, 2022 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Village Direct Rates										
Village of North Aurora	0.454490	0.505010	0.515680	0.497450	0.478350	0.473600	0.457519	0.448399	0.439470	0.440453
General Obligation Library Debt Service	0.110170	0.121440	0.122027	0.115407	0.110865	0.107546	0.101613	0.053238	0.000000	0.000000
Total Direct Rates	0.564660	0.626450	0.637707	0.612857	0.589215	0.581146	0.559132	0.501637	0.439470	0.440453
Overlapping Rates										
Messenger Public Library	0.329670	0.366550	0.374060	0.360840	0.347020	0.343292	0.333939	0.327280	0.320770	0.321152
North Aurora Fire District	0.916086	1.024067	1.046502	1.016720	0.978261	0.967609	0.954886	0.937369	0.919364	0.916877
Kane County	0.433559	0.462292	0.468360	0.447884	0.420062	0.402498	0.387659	0.373902	0.361798	0.352161
Kane County Forest Preserve	0.271015	0.303868	0.312630	0.294354	0.225322	0.165841	0.160702	0.154854	0.147744	0.143516
Aurora Township (1)	0.314060	0.362063	0.374280	0.247795	0.326488	0.312400	0.312643	0.299419	0.285944	0.188424
College District 516	0.531163	0.580694	0.595432	0.587468	0.560691	0.553304	0.541425	0.537673	0.428645	0.470985
Fox Valley Park District	0.586301	0.627967	0.630680	0.599925	0.558975	0.532249	0.490283	0.491561	0.455740	0.433745
West Aurora Schools 129	5.889589	6.666744	6.857788	6.589755	6.147832	5.988207	5.830096	5.627379	5.439309	5.285709
Total Overlapping Rates	9.271443	10.394245	10.659732	10.144741	9.564651	9.265400	9.011633	8.749437	8.359314	8.112569
Total All Rates (Representative)	9.836103	11.020695	11.297439	10.757598	10.153866	9.846546	9.570765	9.251074	8.798784	8.553022

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, 2022 (Unaudited)

Taxpayer	Levy Year 2021			Levy Year 2012		
	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	\$ \$ 10,655,620	1	1.75%			
SVF Orchard North Aurora LLC	9,310,613	2	1.53%			
JVM Randall Highlands LLC	8,473,488	3	1.39%			
MP North Aurora East LLC	7,173,104	4	1.18%			
Prologis LP Liberty Property	7,036,163	5	1.16%			
Dart Container Corp	6,259,770	6	1.03%	\$ 8,590,942	1	1.71%
Summitt Enterprises of Illinois, Ltd.	4,719,070	7	0.77%			
Gerald Realty Holdings	4,294,885	8	0.71%			
Woodman's Food Market	4,239,096	9	0.70%	5,378,433	2	0.00%
Courtyards Village West Apartments	3,902,179	10	0.64%			
Preferred Real Estate LLC				4,397,528	3	0.88%
Target Corporation				3,658,307	4	0.73%
Courtyards Village West Apartments LLC				3,160,483	5	0.63%
Summitt Enterprises of Illinois, Ltd.				3,110,529	6	0.62%
JC Penney Properties				2,361,598	7	0.47%
Little Miranda				2,181,473	8	0.44%
Liberty Illinois LP				1,969,859	9	0.39%
First Industrial Investment II				1,768,224	10	0.35%
	<u>66,063,988</u>		<u>10.85%</u>	<u>36,577,376</u>		<u>6.23%</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, 2022 (Unaudited)

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
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%	2,654,494	2,742,783	99.22%
2021		2,854,823	115,099	4.03%	2,502,572	2,617,671	91.69%

(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, 2022 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Merchandise	\$ 527,890	494,442	457,535	463,033	500,240	500,629	442,666	406,076	382,119	442,653
Food	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	1,453,465
Drinking and Eating Places	322,069	340,590	367,727	413,909	409,591	426,812	429,548	498,142	425,731	551,423
Apparel	73,461	30,135	57,975	58,354	N/A	N/A	38,447	36,413	30,708	32,103
Furniture & H.H. & Radio	253,578	246,541	246,357	249,324	249,758	225,232	161,290	59,741	54,374	88,867
Lumber, Building Hardware	-	65,982	99,887	59,456	72,789	60,878	61,408	113,741	114,873	183,598
Automobile and Filling Stations	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	2,689,903
Drugs and Miscellaneous Retail	285,473	434,255	505,026	582,353	760,865	833,664	900,451	920,880	974,952	1,586,244
Agriculture and All Others	118,245	135,272	130,118	130,883	181,407	226,076	245,757	261,671	902,828	908,258
Manufacturers	196,487	192,288	188,201	198,126	288,261	305,950	258,369	274,604	397,888	388,963
Unclassified	7,293	-	-	-	-	-	-	-	-	-
Total	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	8,325,477
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, 2022 (Unaudited)

Fiscal Year	General Merchandise Village Direct Rate	General Merchandise State and Other Rates	General Merchandise Total Rate Within Village
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%
2022	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, 2022 (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				
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
2022	4,109,738	4,247,243	-		8,356,981	1.13%	458

* 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, 2022 (Unaudited)

Fiscal Year	Governmental 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**
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
2022	4,109,738	4,247,243	231,903	8,125,078	1.33%	445

* 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, 2022 (Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt Applicable to Village (1)	Village's Share of Debt
Village of North Aurora	\$ 4,109,738	100.00%	\$ 4,109,738
Overlapping Debt			
Kane County	53,951,458	3.75%	2,023,180
Kane County Forest Preserve	104,230,000	3.75%	3,908,625
Fox Valley Park District	17,807,085	18.02%	3,208,837
Batavia Park District	-	4.90%	-
Schools			
School District #101	29,720,000	0.59%	175,348
School District #129	96,358,237	30.92%	29,793,967
School District #302	58,196,179	1.24%	721,633
Community College District #516	34,555,000	8.93%	3,085,762
Total Other Governments	394,817,959		42,917,350
Total Overlapping Bonded Debt	398,927,697		47,027,088

(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, 2022 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Legal Debt Limit	\$ 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	52,539,058
Total Net Debt Applicable to Limit	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	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	52,539,058
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	8.76%	8.44%	7.29%	5.77%	4.41%	3.18%	1.95%	0.82%	0.00%	0.00%

Data Source: Village Records

Legal Debt Margin Calculation for Fiscal Year 2022	
Assessed Value	\$ 609,148,495
Bonded Debt Limit - 8.625% of Assessed Value	52,539,058
Amount of Debt Applicable to Limit	-
Legal Debt Margin	52,539,058

VILLAGE OF NORTH AURORA, ILLINOIS

**Pledged-Revenue Coverage - Last Ten Fiscal Years
May 31, 2022 (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					Sales Tax, Use Tax And Other				
	Others (1)	Operating Expenses (2)	Net Available Revenue	Principal	Interest	Coverage	Beginning Fund Balance	Total Available Funds	Less Non-Debt Expenditures	Net Available Funds	Principal	Interest	Coverage	Principal	Interest	Coverage	Principal	Interest	Coverage	Coverage
2013	\$ 3,122,509	\$ 2,168,411	\$ 954,098	\$ 375,000	\$ 71,410	\$ 2.14	\$ 284,726	\$ 971,651	\$ -	\$ 971,651	\$ 330,000	\$ 355,169	1.42	\$ 330,000	\$ 355,169	1.42	\$ 330,000	\$ 355,169	1.42	1.42
2014	2,643,669	1,522,880	1,120,789	365,000	57,535	2.65	285,942	975,241	-	975,241	345,000	343,206	1.42	345,000	343,206	1.42	345,000	343,206	1.42	1.42
2015	2,396,868	1,470,951	925,917	380,000	44,030	2.18	286,470	977,658	-	977,658	360,000	203,289	1.74	360,000	203,289	1.74	360,000	203,289	1.74	1.74
2016	2,679,453	1,444,706	1,234,747	395,000	29,970	2.91	288,413	884,660	-	884,660	430,000	192,600	1.42	430,000	192,600	1.42	430,000	192,600	1.42	1.42
2017	2,386,804	1,809,580	577,224	415,000	15,355	1.34	261,456	888,095	-	888,095	450,000	176,500	1.42	450,000	176,500	1.42	450,000	176,500	1.42	1.42
2018	2,689,403	1,570,619	1,118,784	355,000	138,302	2.27	261,060	887,804	-	887,804	455,000	157,500	1.45	455,000	157,500	1.45	455,000	157,500	1.45	1.45
2019	2,911,951	1,811,192	1,100,759	320,000	171,820	2.24	264,799	888,199	-	888,199	465,000	158,875	1.42	465,000	158,875	1.42	465,000	158,875	1.42	1.42
2020	2,931,536	1,849,240	1,082,296	325,000	166,226	2.20	272,121	896,221	-	896,221	475,000	149,100	1.44	475,000	149,100	1.44	475,000	149,100	1.44	1.44
2021	3,086,274	1,603,396	1,482,878	335,000	156,475	3.02	279,635	911,990	-	911,990	490,000	139,600	1.45	490,000	139,600	1.45	490,000	139,600	1.45	1.45
2022	3,247,093	1,850,869	1,396,224	345,000	146,425	2.84	281,885	917,053	-	917,053	505,000	129,800	1.44	505,000	129,800	1.44	505,000	129,800	1.44	1.44

(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

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago May 31, 2022 (Unaudited)

Employer	2022			2013		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
West Aurora School District	280	1	1.53%	230	3	1.45%
Aurora Packing Company, Inc.	272	2	1.49%	260	1	1.64%
Dart Container Corporation	270	3	1.48%	234	2	1.47%
Asbury Gardens	248	4	1.36%			
Oberweis Dairy, Inc.	225	5	1.23%	225	4	1.42%
Woodman's Food Market	211	6	1.16%	195	6	1.23%
Pentair Aurora Pump	187	7	1.02%	215	5	1.35%
Euclid Beverage Ltd.	155	8	0.85%	140	9	0.88%
Target	135	9	0.74%	135	10	0.85%
Dovenmuehle Mortgage Inc.	100	10	0.55%			
Best Buy				150	7	0.94%
Air-Rite Heating				150	8	0.94%
	<u>2,083</u>		<u>11.41%</u>	<u>1,934</u>		<u>12.17%</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

**Demographic and Economic Statistics - Last Ten Fiscal Years
May 31, 2022 (Unaudited)**

Fiscal Year	(1) Population	Personal Income	(2) Per Capita Personal Income	(3) Unemployment Rate
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%
2022	18,261	739,333,107	40,487	5.10%

(1) Population of 16,760 based on 2010 census.
Population of 17,441 based on 2016 partial, special census.
Population of 18,261 based on 2020 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 for 2012 through 2020. Unemployment rate for 2021 and 2022 are based on current calendar year.

VILLAGE OF NORTH AURORA, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
May 31, 2022 (Unaudited)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government										
Admin/Finance	6.67	7.67	7.67	7.67	8.36	8.36	9.20	9.20	9.20	9.20
Community Development	4.17	4.17	4.17	4.17	4.25	4.25	4.25	4.25	4.25	5.00
Public Safety										
Police										
Sworn Officers	28.00	28.00	28.00	29.00	29.00	29.00	29.00	30.00	32.00	32.00
Civilians/Other	4.10	3.35	3.35	3.35	3.35	3.35	3.65	3.65	3.65	3.65
Public Works										
Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00	3.00
Street Maintenance	6.45	6.45	6.45	7.45	6.45	7.45	7.45	8.45	8.45	9.45
Water Operations/Billing	3.00	3.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00	5.00
Total	54.39	54.64	54.64	57.64	57.41	58.41	59.55	62.55	64.55	67.30

Data Source: Village Finance Office

VILLAGE OF NORTH AURORA, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years May 31, 2022 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Community Development										
New Home Permits	147	27	21	332	13	30	34	63	75	75
New Commercial Permits	14	24	13	21	39	15	10	16	10	12
Misc Permits	500	1,464	2,260	535	591	535	1,080	775	675	775
Police										
Physical Arrests	289	246	235	248	216	275	354	324	240	323
Ordinance Violations	97	107	124	105	122	273	317	632	428	339
Traffic Violations	4,510	5,565	4,597	2,258	3,731	5,028	2,002	1,660	869	901
Public Works										
Street Resurfacing (Miles)	-	0.36	2.19	-	-	-	-	-	-	-
Street Reconstruction (Miles)	0.98	1.62	0.97	1.70	1.60	4.20	2.90	3.51	1.80	2.61
Water and Sewer										
New Connections	52	185	30	140	15	70	53	59	64	124
Water Mains Breaks	22	16	12	8	7	8	5	4	15	8
Average Daily Consumption	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	1,914,740
Peak Daily Consumption	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	2,900,000

Data Source: Various Village Departments

VILLAGE OF NORTH AURORA, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years May 31, 2022 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
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	18	18	18	18	19	21	21
Public Works										
Streets (Miles)	76	76	77	77	77	77	77	72	77	78
Streetlights	849	849	849	849	849	849	849	977	977	998
Traffic Signals	8	8	8	8	8	8	8	8	8	8
Water										
Water Mains (Miles)	92	92	94	94	95	95	95	111	111	113
Fire Hydrants	1,150	1,150	1,150	1,200	1,250	1,270	1,270	1,470	1,470	1,490
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