



VILLAGE OF CHATHAM, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Fiscal Year Ended April 30, 2021

Prepared by:

Sherry Dierking, CFO

VILLAGE OF CHATHAM, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INTRODUCTORY SECTION	
Transmittal Letter.....	i-iv
Principal Village Officials	v
Organization Chart.....	vi
Certificate of Achievement for Excellence in Financial Reporting.....	vii
 FINANCIAL SECTION	
Independent Auditor’s Report.....	1-3
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	4-5
Management’s Discussion and Analysis	MDA 1-12
Basic Financial Statements:	
Government-Wide Financial Statements	
Statement of Net Position	6-7
Statement of Activities.....	8
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet.....	9
Reconciliation of Fund Balances of Governmental Funds To the Governmental Activities in the Statement of Net Position.....	10
Statement of Revenues, Expenditures and Changes in Fund Balance	11
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	12
Proprietary Funds:	
Statement of Net Position	13-14
Statement of Revenues, Expenses and Changes In Net Position	15
Statement of Cash Flows	16-17
Fiduciary Funds:	
Statement of Fiduciary Net Position	18
Statement of Changes in Fiduciary Net Position	19
Notes to Financial Statements.....	20-64

VILLAGE OF CHATHAM, ILLINOIS
TABLE OF CONTENTS (CONTINUED)

	<u>Page(s)</u>
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Changes in Net Pension Liability:	
Illinois Municipal Retirement Fund.....	65
Police Pension Trust Fund	66
Schedule of Employer Contributions:	
Illinois Municipal Retirement Fund.....	67
Police Pension Trust Fund	68
Total OPEB Liability and Related Ratios:	
Other Post-Employment Benefit Plan.....	69
Schedule of Investment Returns: Police Pension Trust Fund.....	70
Schedule of Revenues, Expenditures and Changes in	
Fund Balance – Budget and Actual: General Fund	71-73
Notes to Required Supplementary Information	74
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:	
Nonmajor Governmental Funds:	
Combining Balance Sheet.....	75
Combining Schedule of Revenues, Expenditures and	
Changes in Fund Balance.....	76
Schedule of Revenues, Expenditures and Changes	
in Fund Balance – Budget and Actual:	
Special Revenue Funds	77-78
Capital Projects Fund.....	79
Permanent Fund	80
SUPPLEMENTARY FINANCIAL INFORMATION	
Electric Fund:	
Comparative Statement of Net Position.....	81-82
Comparative Statement of Revenues, Expenses and	
Changes in Net Position.....	83
Schedule of Outstanding Bonds	
Governmental Activities	84
Business-Type Activities	85
Schedule of Investments	86-87
Schedule of Insurance Coverage.....	88
Schedule of Electric Rates Charged.....	89

VILLAGE OF CHATHAM, ILLINOIS
TABLE OF CONTENTS (CONTINUED)

	<u>Page(s)</u>
STATISTICAL SECTION (UNAUDITED)	
Statistical Section Contents.....	90
Financial Trends	
Net Position by Component	91-92
Changes in Net Position by Component	93-96
Fund Balances – Governmental Funds	97-98
Changes in Fund Balances – Governmental Funds	99-100
Revenue Capacity	
Assessed Value and Actual Value of Taxable Property	101-102
Direct and Overlapping Tax Rate	103-104
Principal Property Tax Payers	105
Property Tax Levies and Collections	106
Taxable Sales by Category.....	107-108
Direct and Overlapping Sales Tax Rates	109
Debt Capacity	
Ratios of Outstanding Debt by Type	110-111
Direct and Overlapping Governmental Activities Debt	112
General Bonded Debt Capacity and Ratios	113
Pledged Revenue Coverage	114
Demographic and Economic Information	
Demographic and Economic Statistics	115
Principal Employers	116
Full-time Equivalent Village Employees by Functions/Programs.....	117
Operating Information	
Operating indicators by Function/Program.....	118-119
Capital Asset Statistics by Function/Program	120

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INTRODUCTORY SECTION

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Village President
Dave Kimsey

Village Clerk
Amy Dahlkamp



Village Trustees
Kristin Chiaro
Andrew Detmers
Brett Gerger
Meredith Ferguson
Matthew Mau
Paul Scherschel

November 3, 2021

To the Honorable Village President, Members of the Village Board and the Citizens of the Village of Chatham:

The comprehensive annual financial report of the Village of Chatham, Illinois (Village) for the year ended April 30, 2021 is hereby submitted as mandated by state statute. It requires that the Village, on an annual basis, report on its financial activity, as well as having an independent firm of certified public accountants audit the report. Responsibility, for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework that is designed to protect the Village's assets from loss, theft or misuse and to compile sufficient, reliable information for the preparation of the Village's financial statements in conformance with generally accepted accounting principles (GAAP). This internal control structure is designed to provide a reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits require estimates and judgments by management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's activities have been included.

A narrative introduction, overview and analysis accompany the basic financial statements in the form of the Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement and should be read in conjunction with the MD&A. The Village's MD&A can be found immediately following the report of the independent auditors and will provide further information regarding the format and content of this report.

The Village of Chatham's financial statements have been audited by Sikich, LLP, a firm of licensed certified public accountants. They have issued an unmodified (clean) opinion on the Village of Chatham's financial statements for the fiscal year ended April 30, 2021. The independent auditors report is presented in the financial section of the report.

Village of Chatham Profile

The Village of Chatham incorporated on March 23, 1874, is located in Sangamon County, approximately 3 miles south of the Illinois State Capitol, Springfield. The Village lies along the original alignment of historic U.S. Route 66 (Illinois Route 4). The Village encompasses an area of 7 square miles and serves a population of 14,377 residents and is located in Chatham, Ball, Woodside and Curran Townships. It is empowered by state statute to extend its corporate limits by annexation.

The Village operates under the Village Board-Trustee 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 Village Board sets policy for the Village, adopts ordinances and resolutions, adopts the annual appropriation and approves expenditures. Board members are elected to four-year staggered terms. The Village President and Village Clerk are also elected to four-year terms. The Village President, Village Clerk and Board members are elected on a non-partisan basis. The Village Manager is appointed by the Village President with the consent of the Village Board and is responsible for carrying out the policies and ordinances of the Village and for overseeing the day-to-day operations.

The Village of Chatham provides a full range of services, including police protection, electric, water and sewer service, yard waste collections, parks, recreational programs, cemeteries and the care of streets and sidewalks.

This report includes all funds of the Village including the activities of the Chatham Police Pension Fund for which the Village is financially accountable for. Other independent districts and government entities also provide services in Chatham. Government entities such as the Chatham Fire Protection District, Chatham Library District, Chatham Township, Ball Township, Woodside Township, Curran Township, Ball-Chatham School District, South Sangamon Water Commission, and the Sangamon County Water Reclamation District have not met the established criteria for inclusion in the reporting entity, and accordingly, are excluded from this report.

Local Economy

The Village of Chatham economy reflects typical suburban mixtures of business, limited manufacturing, service businesses, restaurants and health care. Local businesses mostly serve customers in the Village and surrounding area. The Village has seen an expansion in the health care industry sector in recent years with the addition of an express care facility to the existing Memorial Physician Services building and the opening of a new facility of the Hospital Sisters Health System.

Municipal sales tax revenue provides a good measure of the local economy. Fiscal year 2021 saw an increase in sales tax revenue of 17%. Due to the effect of the Covid-19 virus, citizens purchased more items locally. Fiscal year 2021 saw a decrease in the number of sales tax payers of approximately 8%. Due to the Covid-19 virus, some businesses that did not provide essential services likely had to close during the year. The top four sales tax categories for the Village are drug and miscellaneous retail, food, auto and gas stations, and drinking and eating places.

In fiscal year 2021, the Village experienced an increase in the number of building permits issued. The Village is carefully considering the future effect of this factor. In recent years the Village experienced an upturn in the building market with the addition of the Ironbridge and Spartan Valley residential developments and the Cardinal Ridge multi-family development. These developments are still in the building out stage and have available lots to build on.

Three senior living facilities have opened the Villas of Holly Brook and the Villas of South Park as well as the Reflections Memory Care Residence a retirement care community specializing in Alzheimer's and other memory care.

Per the Bureau of Labor Statistics, over the past 10 years the unemployment rate was between 11.8% to 3.0%. Beginning in March 2020, when the Covid-19 virus was declared a global pandemic the unemployment rate increased to 11.8%. Since then, as the economy has somewhat recovered with a new decreased rate of 8% in 2021. This rate is still below the current state average of 10%.

Major initiatives

Among the Village's more significant accomplishments during fiscal year 2021 were the following:

The Village completed the work on improving the bike trail. The total project cost was \$22,920.

The Electric and Water and Sewer Utility Departments completed the installation of a fixed meter network during fiscal year 2019. The fixed meter network will allow remote reading of meters as well as provide real time data on hourly usage. However, it will take several years for the entire Village's meters to be upgraded and be fully functional on the fixed network. The Village spent \$212,958 in Fiscal Year 2021 on adding compatible meters to the fixed network meter system.

Financial Planning

The annual appropriation ordinance is the legal document under which Village resources are expended. This document is based on the Village's annual budget. The budget process begins in February of each year. The Chief Fiscal Officer prepares estimates of revenue and personal service line items. Each department prepares expenditure requests and also provides information on any new initiatives to be undertaken by the department.

The finance staff compiles the information and the Village's management team conducts meetings to discuss and formulate each department's needs for the upcoming fiscal year. From these meetings a budget document is developed and presented to the Village Board. The budget document is the basis from which the annual appropriation ordinance is derived. However it is the budget document that serves for the foundation of the Village's financial planning and control.

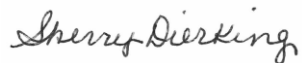
Awards and Acknowledgements

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 Chatham for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2020. This was the fourth year that the Village received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe this report conforms to the Certificate of Achievement Program's requirements and are submitting it to the GFOA for its determination.

In addition, the Village also received the GFOA's Award for Distinguished Budget Presentation for its annual budget for the fiscal year beginning May 1, 2020. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communication device.

The preparation of this report could not be accomplished without the efficient and dedicated services of the Administration and Finance Department staff. Their contributions are truly appreciated. A special thank you to Kayla Dierkes, Accountant for the vital role played in the coordination and completion of this project. I would also like to acknowledge our auditors, Sikich LLP for their help in formulating this report. My sincere gratitude is extended to the Village President, the Board of Trustees and the Village Manager for their interest and support in planning and conducting the financial operations of the Village in a responsible and progressive manner.

Respectively submitted,



Sherry Dierking
Chief Fiscal Officer

VILLAGE OF CHATHAM, ILLINOIS

PRINCIPAL VILLAGE OFFICIALS

VILLAGE PRESIDENT

Dave Kimsey

BOARD OF TRUSTEES

Kristen Chiaro
Andrew Detmers
Meredith Ferguson
Brett Gerger
Matt Mau
Paul Scherschel

VILLAGE CLERK

Dan Holden

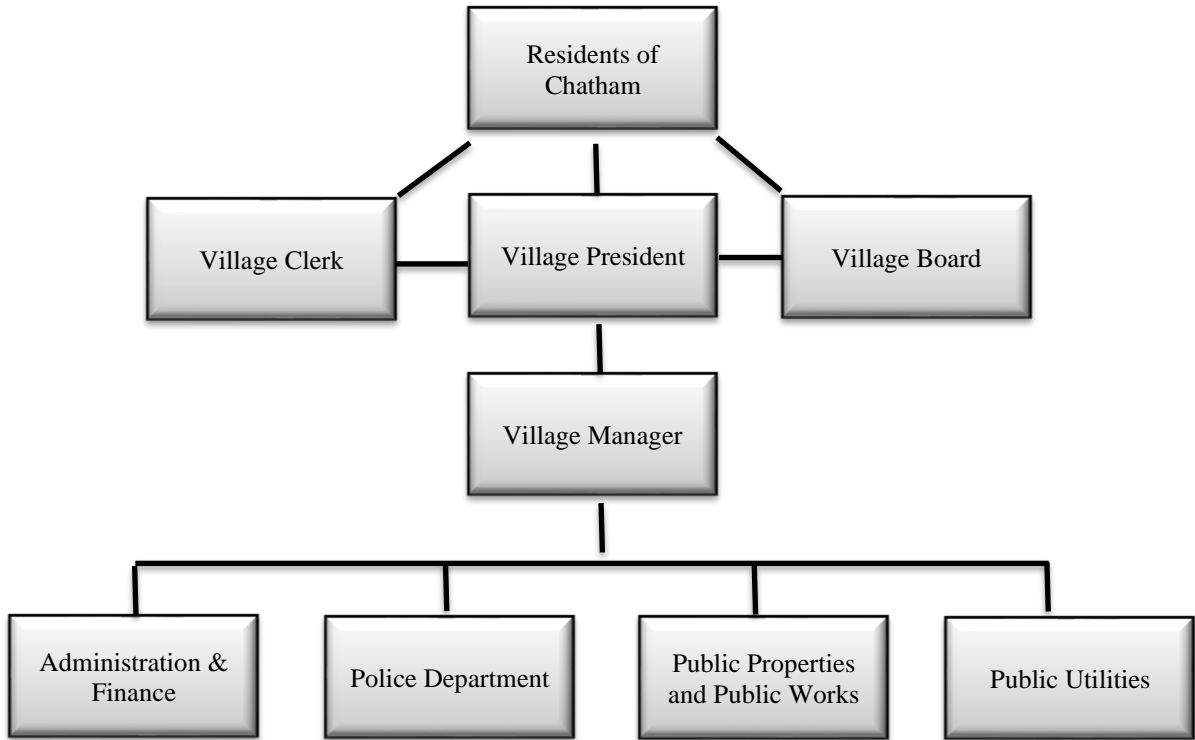
VILLAGE MANAGER

Patrick McCarthy

DEPARTMENT DIRECTORS:

Sherry Dierking, Chief Fiscal Officer
Vern Foli, Chief of Police
Shane Hill, Public Utilities Manager and General Foreman Electric and Streets Departments
Dustin, Patterson, General Foreman Water and Parks Departments
Jill Butler, Administrative Assistant
Ryan Crawford, Code Enforcement Manager

VILLAGE OF CHATHAM
2021 ORGANIZATIONAL CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Chatham
Illinois**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

April 30, 2020

Christopher P. Morill

Executive Director/CEO

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FINANCIAL SECTION

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3201 W. White Oaks Dr., Suite 102
Springfield, IL 62704
217.793.3363

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

To the President
and Board of Trustees
Village of Chatham, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Chatham, Illinois (the Village), as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Chatham, Illinois, as of April 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

The combining and individual fund financial statements and schedules and supplementary financial information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the Village of Chatham, Illinois' basic financial statements for the year then ended April 30, 2020, which are not presented with the accompanying financial statements. In our report dated October 15, 2020, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Chatham, Illinois' financial statements as a whole. The Electric Fund Comparative Statement of Net Position and Comparative Statement of Revenues, Expenses, and Changes in Net Position for the year ended April 30, 2020, 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 2020 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 Electric Fund Comparative Statement of Net Position and Comparative Statement of Revenues, Expenses, and Changes in Net Position are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by Government Auditing Standards

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

Sikich LLP

Springfield, Illinois
November 3, 2021

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

Board of Trustees
Village of Chatham, Illinois
Chatham, Illinois

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

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Sikich LLP

Springfield, Illinois
November 3, 2021

MANAGEMENT DISCUSSION AND ANALYSIS

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VILLAGE OF CHATHAM, ILLINOIS

MANAGEMENT'S DISCUSSIONS AND ANALYSIS

As the management of the Village of Chatham (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 April 30, 2021.

Financial Highlights

- The assets and deferred outflows of resources of the Village exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$35,794,441 (net position).
- At the close fiscal year 2021, the Village's governmental funds reported combined ending fund balances of \$5,581,023 of which \$1,947,501 was unassigned and is available for spending at the Village's discretion.
- General governmental revenues were \$4,648,026 and represent 67% of all governmental revenues. Charges for services of \$1,221,933 represent 17% and operating grants and contributions in the form of Rebuild IL Funds, motor fuel tax distribution and public safety grants accounted for \$1,103,438 represent 16% of all governmental revenues. Capital grants and contributions in the form of developer contributions of streets and storm sewer infrastructure accounted for \$12,600 represent 0.1% of total governmental revenues of \$6,985,997.
- The Village had \$6,414,663 in expenses related to government activities. However, only \$2,325,371 of these expenses was offset by program specific charges and operating grants and contributions.
- The Village's long-term debt (excluding compensated absences and other post-employment benefits) decreased \$71,528 during fiscal year 2021.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

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

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village of Chatham'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, with the difference between the two 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.

VILLAGE OF CHATHAM, ILLINOIS MANAGEMENT DISCUSSION AND ANALYSIS (continued)

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 (e.g., uncollected taxes and earned but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the Village of Chatham 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 activities). The governmental activities of the Village include general government, cemetery, culture and recreation, public safety and public works and transportation. The business-type activities of the Village include electric, water and sewer systems.

The government-wide financial statements can be found on pages 6 through 8 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that are 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, proprietary 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 on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the 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 had 7 individual government funds during fiscal year 2021. Information is presented separately in the governmental fund balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balance for the General Fund which is considered to be a "major" fund. Data from the other 6 governmental funds is provided in the form of combining statements elsewhere in this report.

VILLAGE OF CHATHAM, ILLINOIS MANAGEMENT DISCUSSION AND ANALYSIS (continued)

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

The governmental fund financial statements can be found on pages 9 through 12 of this report.

Proprietary Funds. The Village maintains only the enterprise type of proprietary fund. Enterprise funds are used to report the same functions presented as business type activities in the government-wide financial statements. The Village uses enterprise funds to account for its electric and water and sewer system.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the electric distribution operation and the water and sewer operations, both of which are considered to be major funds of the Village of Chatham.

The proprietary fund financial statements can be found on pages 13 through 17 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside 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 Police Pension Fund.

The fiduciary fund financial statements can be found on pages 18 and 19 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 20 through 64 of the report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning historical pension and retiree's health plan information and budgetary comparison schedules for the general fund. Required supplementary information can be found on pages 65 through 74 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 75 through 80 of this report.

**VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (continued)**

Government-Wide Financial Analysis

**Table 1
Statement of Net Position**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Current and Other Assets	\$ 7,394,346	\$ 5,234,996	\$ 6,883,803	\$ 6,738,807	\$ 14,278,149	\$ 11,973,803
Capital Assets	20,573,391	21,308,075	21,661,211	22,084,732	42,234,602	43,392,807
Total Assets	<u>27,967,737</u>	<u>26,543,071</u>	<u>28,545,014</u>	<u>28,823,539</u>	<u>56,512,751</u>	<u>55,366,610</u>
Deferred Outflows of Resources	959,659	1,591,106	421,475	379,351	1,381,134	1,970,457
Total Assets and Deferred Outflows of Resources	<u>28,927,396</u>	<u>28,134,177</u>	<u>28,966,489</u>	<u>29,202,890</u>	<u>57,893,885</u>	<u>57,337,067</u>
Current Liabilities	599,665	499,888	1,751,895	1,651,484	2,351,560	2,151,372
Non-current Liabilities	10,549,845	11,576,047	4,964,678	6,054,064	15,514,523	17,630,111
Total Liabilities	<u>11,149,510</u>	<u>12,075,935</u>	<u>6,716,573</u>	<u>7,705,548</u>	<u>17,866,083</u>	<u>19,781,483</u>
Deferred Inflows of Resources	3,136,025	1,987,715	1,097,336	886,431	4,233,361	2,874,146
Total Liabilities and Deferred Inflows of Resources	<u>14,285,535</u>	<u>14,063,650</u>	<u>7,813,909</u>	<u>8,591,979</u>	<u>22,099,444</u>	<u>22,655,629</u>
Net Position:						
Net Investment in Capital Assets	19,511,603	20,532,271	18,335,086	18,472,646	37,846,689	39,004,917
Restricted	1,842,930	822,934	226,034	256,258	2,068,964	1,079,192
Unrestricted	<u>(6,712,672)</u>	<u>(7,284,678)</u>	<u>2,591,460</u>	<u>1,882,007</u>	<u>(4,121,212)</u>	<u>(5,402,671)</u>
Total Net Position	<u>\$ 14,641,861</u>	<u>\$ 14,070,527</u>	<u>\$ 21,152,580</u>	<u>\$ 20,610,911</u>	<u>\$ 35,794,441</u>	<u>\$ 34,681,438</u>

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The Village's combined net position increased by \$1,113,003 from \$34,681,438 to \$35,794,441. This change is the result of an increase of \$541,669 from business activities and an increase of \$571,334 in the net position of governmental activities. The change in net position has been significantly impacted by the implementation of Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, of the Governmental Accounting Standards Board. For the fiscal year ended April 30, 2021, the liabilities and deferred inflows related to postemployment benefits increased \$707,705 in governmental activities and decreased \$146,648 in business-activities related to postemployment benefits other than pension. These items pertain to the Village's liability for providing postemployment health care and life insurance (OPEB) benefits for retired employees. Prior to fiscal year 2019, the Village was only required to report its obligations for OPEB benefits as required supplementary information (i.e., the obligations did not affect the statement of net position).

**VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (continued)**

By far the largest portion of the Village’s net position (105.7%) reflects its investment in capital assets (e.g., land, buildings and improvements, equipment, vehicles and infrastructure); less any related debt used to acquire those assets that is still outstanding.

The Village uses these assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village’s investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets cannot be used to liquidate these liabilities.

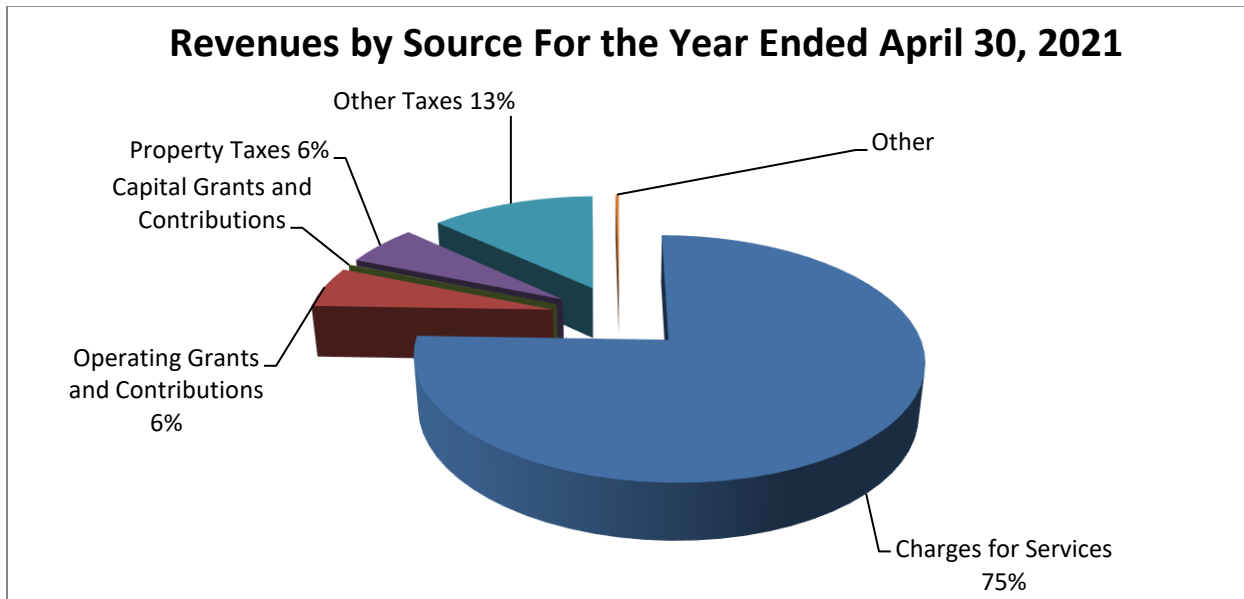
A portion of the Village’s net position (4.8%) represents resources that are subject to external restrictions on how it may be used. The governmental activities unrestricted net position had a deficit of \$6,348,273 in fiscal year 2021 and a deficit of \$7,284,678 in fiscal year 2020. This is a result of the recording of the net postemployment benefit liability which was required for the implementation of Statement No. 75 that was previously mentioned, combined with the recording of the net pension liabilities for the Illinois Municipal Retirement Fund and the Chatham Police Pension Fund from the implementation of Statement No. 68 Accounting and Financial Reporting for Pension of the Governmental Accounting Standards Board .

For more detailed information, see the Statement of Net Position on pages 6 and 7.

**Table 2
Changes in Net Position**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Revenues						
Program Revenues						
Charges for services	\$1,221,933	\$1,240,143	\$17,571,850	\$16,905,843	\$18,793,783	\$18,145,986
Operating Grants and Contributions	1,103,438	442,514	303,979	-	1,407,417	442,514
Capital Grants and Contributions	12,600	-	-	5,447	12,600	5,447
General Revenues						
Property Taxes	1,417,623	1,325,566	-	-	1,417,623	1,325,566
Other Taxes	3,186,289	2,860,328	-	-	3,186,289	2,860,328
Other	44,114	94,486	19,547	38,808	63,661	133,294
Total Revenues	<u>6,985,997</u>	<u>5,963,037</u>	<u>17,895,376</u>	<u>16,950,098</u>	<u>24,881,373</u>	<u>22,913,135</u>
Expenses						
General Government	738,230	705,936	-	-	738,230	705,936
Cemetery	27,359	31,561	-	-	27,359	31,561
Culture and Recreation	417,000	532,094	-	-	417,000	532,094
Public Safety	3,601,220	3,918,156	-	-	3,601,220	3,918,156
Public Works	1,596,104	1,695,556	-	-	1,596,104	1,695,556
Electric	-	-	9,947,865	10,078,219	9,947,865	10,078,219
Water and Sewer	-	-	7,405,842	7,088,810	7,405,842	7,088,810
Interest on Long- Term Debt	34,750	15,765	-	-	34,750	15,765
Total Expenses	<u>6,414,663</u>	<u>6,899,068</u>	<u>17,353,707</u>	<u>17,167,029</u>	<u>23,768,370</u>	<u>24,066,097</u>
Change in Net Position	<u>571,334</u>	<u>(936,031)</u>	<u>541,669</u>	<u>(216,931)</u>	<u>1,113,003</u>	<u>(1,152,962)</u>
Net Position beginning of year	<u>14,070,527</u>	<u>15,006,558</u>	<u>20,610,911</u>	<u>20,827,842</u>	<u>34,681,438</u>	<u>35,834,400</u>
Net Position, end of the year	<u>\$14,641,861</u>	<u>\$14,070,527</u>	<u>\$21,152,580</u>	<u>\$20,610,911</u>	<u>\$35,794,441</u>	<u>\$ 34,681,438</u>

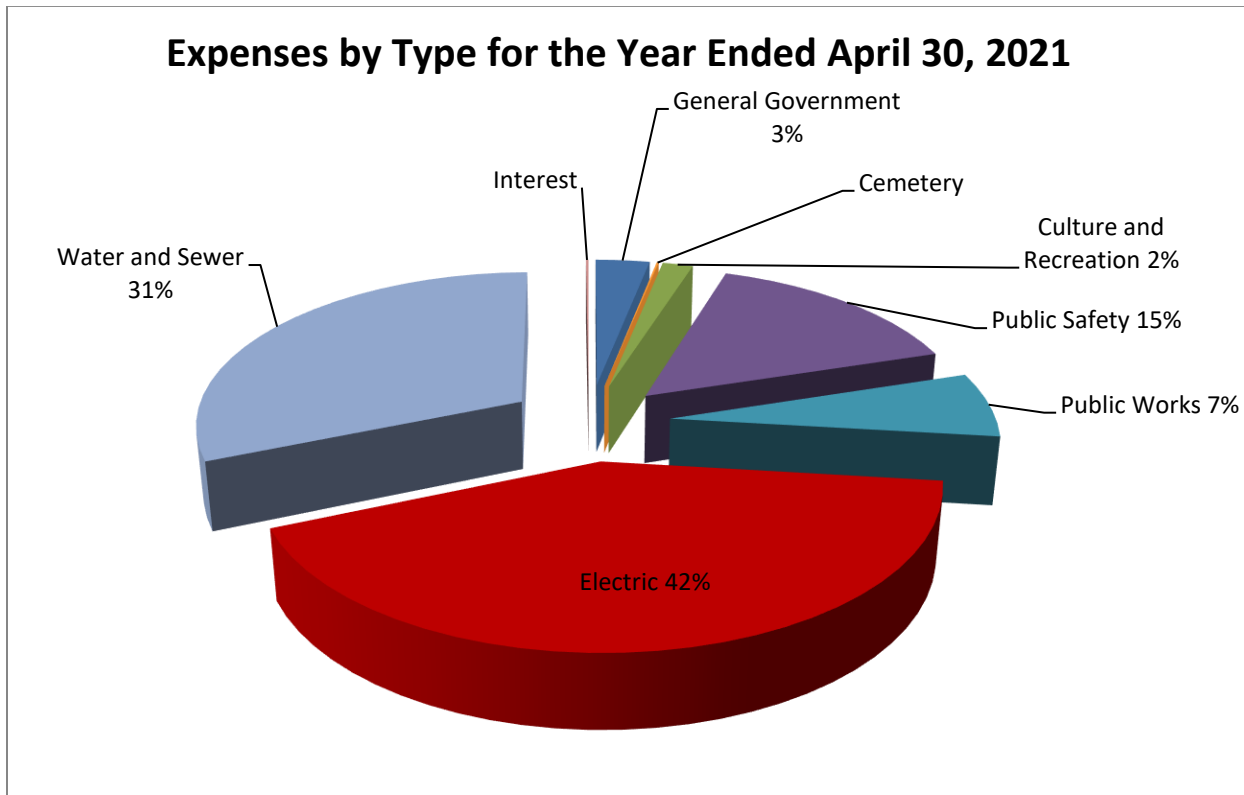
**VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (continued)**



For the fiscal year ended April 30, 2021, revenues totaled \$24,881,373. The Village’s largest revenue source is from charges for services, which consist of charges from the electric, water and sewer system as well as franchise fees, business permit fees and administrative utility fees. Other taxes include sales tax, income tax, telecommunications tax, local use tax, road and bridge taxes and video gaming taxes.

Charges for services are up 3.5% from \$18,145,986 in fiscal year 2020 to \$18,793,783 in fiscal year 2021. Service charges for the electric system and water and sewer system are up \$666,007 over fiscal year 2020, which represents a 4% increase over the previous year and service charges from governmental activities decreased \$18,210 or 1.5%. The increase in service charges for electric and water and sewer is due to an increase in electric and water and sewer consumption associated with more people staying home due to the Covid-19 virus. The slight decrease in governmental service charges is due to the decrease in overall spending with the uncertainty of how the global pandemic would affect the economy. The Village's Operating Grants and Contributions increased from \$442,514 to \$1,407,417. The increase is related to the assistance received from the State of Illinois from the CUREs Program and the Rebuild Illinois Program. The Village’s capital grants and contributions also increased from \$5,447 in fiscal year 2020 to \$12,600 in fiscal year 2021. The Village received a contribution of infrastructure from a developer for subdivision sidewalks in fiscal year 2021.

**VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (continued)**



The Village of Chatham’s expenses totaled \$23,768,370 in 2021. The largest portion of these expenses is for the electric system which represents 42% followed by expenses for the water and sewer systems at 31%. These expenses reflect the cost of providing electric, water and sewer services to the Village of Chatham’s residents. Expenses related to the electric slightly decreased by 1.3% \$130,354 due to less overall spending and projects due to Covid-19. Water and sewer services increased \$317,032 over last year due to an increase in sewer expense due to a rate increase from the Village’s sewer service provider, which represents an increase of 4.5%.

Public safety expenses relate to the operation of the Village’s Police Department and are the largest expense component of the governmental activity expenses. Public works expenses are costs associated with maintaining the Village’s streets. Culture and recreation expenses include expenses to maintain the Village’s parks. Governmental activities experienced a decrease in expenses of \$484,405 due to less overall spending and projects due to Covid-19.

FINANCIAL ANALYSIS OF THE VILLAGE’S FUNDS

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

Governmental Funds

The focus of the Village’s governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Village’s financing requirements. In particular, 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.

VILLAGE OF CHATHAM, ILLINOIS MANAGEMENT DISCUSSION AND ANALYSIS (continued)

At the end of fiscal year 2021, the Village's governmental funds reported combined ending fund balances of \$5,581,023 an increase of \$2,021,616 in comparison to the prior year. Approximately 7% of this total amount \$403,255 constitutes nonspendable fund balance, which is amounts held in the Village's Cemetery Perpetual Care Fund. Approximately 26% or \$1,439,675 constitutes restricted fund balance which is restricted for Motor Fuel Tax, public safety, capital projects or debt service. Approximately 7% or \$393,254 constitutes committed fund balance, which is earmarked by the Village Board for future use. Approximately 25% of this total amount or \$1,397,338 is assigned fund balance, which has been authorized by the Village Board to be spent during the subsequent fiscal year. Approximately \$1,947,501 constitutes unassigned fund balance, which is available for spending at the Village's discretion.

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$1,947,501 while total fund balance was \$3,678,410. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 37.3% of total General Fund expenditures, while total fund balance represents 70.4% of that same amount.

The total fund balance of the Village's General Fund increased by \$1,345,728 during the current fiscal year and the combined fund balance of the Village's remaining governmental funds increased by \$675,888. The increase in the General fund was due to an increase in the utility administration fee and intergovernmental revenues. The increase in the governmental funds was due to an excess of Motor Fuel Tax Fund revenues in comparison to program expenditures and grant funds received in fiscal year 2021.

Proprietary Funds

The Village of Chatham's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Electric Fund and the Waterworks and Sewerage Fund, both as major proprietary funds. The Electric Fund accounts for the distribution of electric services to the Village's residents. The Waterworks and Sewerage Fund accounts for the provision of potable water and wastewater treatment services to the residents of the Village. All activities necessary to provide these services are accounted for in these two funds, including, but not limited to administration, operations and maintenance, financing and related debt services, billing and collection. Business type activities had a 5.6% increase in total revenues. The increase is due to an increase in electric and water and sewer consumption associated with more people staying home due to the Covid-19 virus during fiscal year 2021. The Village also did not receive any contributed capital of water and sewer lines from developers during fiscal year 2021. Expenses for business type activities increased 1.1%. The result was an increase in net position for business activities for fiscal year 2021 of \$541,669.

**VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (continued)**

**Table 3
General Fund Budgetary Highlights for the
Fiscal Year Ended April 30, 2021
With Comparative Actual Totals for the Year Ended April 30, 2020**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual 2021</u>	<u>Actual 2020</u>
REVENUES				
Taxes	\$ 4,038,895	\$ 4,038,895	\$ 4,577,261	\$ 4,152,614
Licenses, Permits, and Fees	961,375	961,375	912,597	957,855
Other	<u>166,200</u>	<u>166,200</u>	<u>309,924</u>	<u>100,268</u>
Total Revenues	<u>5,166,470</u>	<u>5,166,470</u>	<u>5,799,782</u>	<u>5,210,737</u>
EXPENDITURES				
Expenditures	<u>(5,633,826)</u>	<u>(6,077,826)</u>	<u>(5,225,245)</u>	<u>(4,884,161)</u>
Total Expenditures	<u>(5,633,826)</u>	<u>(6,077,826)</u>	<u>(5,225,245)</u>	<u>(4,884,161)</u>
Excess (Deficiency) of Revenues Over				
Expenditures Before Other				
Financing Sources (Uses)	(467,356)	(911,356)	574,537	326,576
Transfers out	(38,809)	(38,809)	(38,809)	(101,258)
Bond proceeds	-	-	810,000	-
Change in Fund Balance	<u>\$ (506,165)</u>	<u>\$ (950,165)</u>	<u>\$ 1,345,728</u>	<u>\$ 225,318</u>

Revenues of the Village are budgeted by source prior to the adoption of the Village's annual appropriation ordinance. The Village adopts an annual appropriation ordinance outlining expenditures by operational line item. The original appropriation was amended in January 2021 and April 2021 for transfers between operational line items within the General Fund Departments. The total amended appropriation for the Village's General Fund increased by \$444,000 for an increase in debt service schedule related to the refinancing of the General Obligation bonds in Fiscal Year 2021.

The General Fund Revenues received were more than the amount estimated by \$633,312 and expenditures were \$852,579 less than the amended budget.

Capital Assets

The following schedule reflects the Village's capital asset balances as of April 30, 2021.

**VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (continued)**

**Capital Assets
Table 4**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Land, not						
Depreciated	\$ 642,200	\$ 629,600	\$ 318,734	\$ 318,734	\$ 960,934	\$ 948,334
Construction						
in Progress	520,908	520,908	26,954	-	547,862	520,908
Improvements	1,406,289	1,383,369	82,022	82,022	1,488,311	1,465,391
Buildings	957,460	953,990	1,079,548	1,076,078	2,037,008	2,030,068
Vehicles	1,146,653	1,146,653	1,771,474	1,465,953	2,918,127	2,612,606
Equipment	1,010,300	995,765	1,536,269	1,470,965	2,546,569	2,466,730
Infrastructure	23,762,715	23,754,773	-	-	23,762,715	23,754,773
Utility Plant	-	-	40,796,885	40,381,982	40,796,885	40,381,982
Less:						
Accumulated						
Depreciation	(8,873,134)	(8,076,983)	(23,950,675)	(22,711,002)	(32,823,809)	(30,787,985)
Total	<u>\$ 20,573,391</u>	<u>\$ 21,308,075</u>	<u>\$ 21,661,211</u>	<u>\$ 22,084,732</u>	<u>\$ 42,234,602</u>	<u>\$ 43,392,807</u>

At year-end the Village's investment in capital assets for governmental and business type activities amounts to \$42,234,602 (net of accumulated depreciation). The investment in capital assets includes land, buildings, improvements, vehicles, equipment, park facilities, roads, sidewalks, storm sewers, electric system, water system and wastewater system and other infrastructure.

Major capital asset events during FY 2021 included the following:

Governmental Activities

Improvement additions in parks \$ 22,920

Business-type Activities

Vehicle and equipment additions related to the electric and water operations \$ 370,825

Utility Plant additions in electric and water distribution system
sanitary sewers \$ 414,903

Additional information on the Village's capital assets can be found in Note 4 on pages 33 through 37.

**VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (continued)**

Long-Term Debt

As of April 30, 2021, the Village had a total of \$4,612,392 of bonded and similar indebtedness outstanding. Of this amount, \$810,000 comprises debt backed by the full faith and credit of the government. \$2,062,000 of the debt represents bonds that are secured by specified revenue sources (i.e., revenue and alternative source revenue bonds). The Village also had \$1,740,392 of debt consisting of notes payable and capital leases.

During Fiscal Year 2021, the Village refinanced the 2017 GO Bonds to the 2021 GO Bonds in the amount of \$810,000. The Village also entered into a new lease for a new Digger Derrick truck for the electric department in the amount of \$254,751. The Water Tower paint project loan was refinanced in the amount of \$882,012. All bonds, loans and leases are paid out of their respective departments.

**Table 5
Bonded and Similar Indebtedness**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
General Obligation Bonds	\$810,000	\$441,000	\$ -	\$ -	\$810,000	\$441,000
Electric Alternate Source Revenue Bonds	-	-	2,062,000	2,335,000	2,062,000	2,335,000
Notes Payable	85,147	108,541	1,099,266	1,335,060	1,184,413	1,443,601
Capital Leases	<u>166,641</u>	<u>226,261</u>	<u>389,339</u>	<u>238,059</u>	<u>555,980</u>	<u>464,320</u>
Total	<u>\$1,061,788</u>	<u>\$775,802</u>	<u>\$3,550,605</u>	<u>\$3,908,119</u>	<u>\$4,612,393</u>	<u>\$4,683,921</u>

Economic Factors

Property taxes provide the Village with a stable revenue source, although the source is subject to an annual tax cap. The Village still is experiencing growth in this area due to new residential developments.

The Village continues to develop a budget based on conservative estimates in revenues and maintaining a low operating budget, utilizing reserves when necessary to fund unpredictable costs and capital improvements.

**VILLAGE OF CHATHAM, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (continued)**

The Village implemented a new rate structure in fiscal year 2016 for the water and sewer operations that included a flat facility charge that did not include any consumption with a separate rate per 1000 gallons for consumption. This structure alleviated consumption risk experienced in the Water and Sewer Fund making it less reliant on high usage to balance the fund and shifted more of the cost to a fixed monthly portion to be able to fund capital improvements as well as provide rate stabilization. During Fiscal Year 2021, the Village increased the sewer consumption charge to pass along a sewer rate increase from the Village's sewer supplier.

Currently Known Issues of Future Significance

Beginning around March 2020, the Covid-19 virus has been declared a global pandemic as it continued to spread rapidly. The economic impact of the State of Illinois' Executive Order imposing "stay at home" restrictions will be widespread and last for several years. As a result, the Village began planning for the decline in revenues that would impact the Village in 2020 and beyond. The strong financial position of the Village and the grant funding received lessened the direct impact in Fiscal Year 2021. Management will continue to carefully monitor the situation and evaluate its options for the current year and following year's budgetary position as the situation continues to unfold.

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 financial status. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Sherry Dierking, Chief Fiscal Officer, Village of Chatham, 116 E. Mulberry St., Chatham, Illinois 62629.

BASIC FINANCIAL STATEMENTS

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2021

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 5,032,022	\$ 4,664,741	\$ 9,696,763
Restricted accounts - cash	365,001	226,034	591,035
Receivables, net			
Accounts	-	1,447,706	1,447,706
Taxes	1,777,758	-	1,777,758
Other	87,159	-	87,159
Inventory	-	545,322	545,322
Due from other governments	132,406	-	132,406
Total current assets	<u>7,394,346</u>	<u>6,883,803</u>	<u>14,278,149</u>
Capital Assets:			
Capital assets, not being depreciated	1,163,108	345,688	1,508,796
Property and equipment	28,283,417	45,266,198	73,549,615
Less: accumulated depreciation	<u>(8,873,134)</u>	<u>(23,950,675)</u>	<u>(32,823,809)</u>
Total capital assets	<u>20,573,391</u>	<u>21,661,211</u>	<u>42,234,602</u>
Total assets	<u>27,967,737</u>	<u>28,545,014</u>	<u>56,512,751</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>959,659</u>	<u>421,475</u>	<u>1,381,134</u>
Total deferred outflows of resources	<u>959,659</u>	<u>421,475</u>	<u>1,381,134</u>
Total assets and deferred outflows of resources	<u>\$ 28,927,396</u>	<u>\$ 28,966,489</u>	<u>\$ 57,893,885</u>

This statement is continued on the following page.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2021

	Governmental Activities	Business-Type Activities	Total
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION			
Current Liabilities:			
Accounts payable	\$ 235,680	\$ 569,856	\$ 805,536
Unearned revenue	1,355	136,520	137,875
Accrued payroll	84,843	63,354	148,197
Other payables	10,469	12,625	23,094
Accrued compensated absences payable	7,418	5,724	13,142
Customer deposits	-	217,055	217,055
Accrued interest payable	2,815	22,643	25,458
OPEB liability - current	139,797	41,367	181,164
G.O. bonds payable - current	36,955	-	36,955
G.O. bonds (Alternate Revenue Source) payable - current	-	279,000	279,000
Notes payable - current	23,796	257,470	281,266
Capital lease payable - current	56,537	146,281	202,818
Total current liabilities	599,665	1,751,895	2,351,560
Noncurrent Liabilities:			
Accrued compensated absences payable	336,582	325,599	662,181
OPEB liability	4,376,645	1,295,101	5,671,746
Net pension liability	4,892,119	476,124	5,368,243
G.O. bonds payable	773,045	-	773,045
G.O. bonds (Alternate Revenue Source) payable	-	1,783,000	1,783,000
Notes payable	61,350	841,796	903,146
Capital lease payable	110,104	243,058	353,162
Total noncurrent liabilities	10,549,845	4,964,678	15,514,523
Total liabilities	11,149,510	6,716,573	17,866,083
Deferred Inflows of Resources:			
Deferred revenue - property taxes	1,480,976	-	1,480,976
Deferred inflows related to pensions	1,655,049	1,097,336	2,752,385
Total deferred inflows of resources	3,136,025	1,097,336	4,233,361
Total liabilities and deferred inflows of resources	14,285,535	7,813,909	22,099,444
Net Position:			
Net Investment in capital assets	19,511,603	18,335,086	37,846,689
Restricted for maintenance of roadways	1,032,435	-	1,032,435
Restricted for cemetery care (nonexpendable)	403,255	-	403,255
Restricted for public safety	42,239	-	42,239
Restricted for capital projects	364,399	-	364,399
Restricted for debt service	602	226,034	226,636
Unrestricted	(6,712,672)	2,591,460	(4,121,212)
Total net position	\$ 14,641,861	\$ 21,152,580	\$ 35,794,441

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

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2021

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Changes in Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
PRIMARY GOVERNMENT							
Governmental activities							
General government	\$ 738,230	\$ 758,104	\$ -	\$ -	\$ 19,874	\$ -	\$ 19,874
Cemetery	27,359	26,430	-	-	(929)	-	(929)
Culture and recreation	417,000	550	-	-	(416,450)	-	(416,450)
Public safety	3,601,220	81,140	11,442	-	(3,508,638)	-	(3,508,638)
Public works/transportation	1,596,104	355,709	1,091,996	12,600	(135,799)	-	(135,799)
Interest on long-term debt	34,750	-	-	-	(34,750)	-	(34,750)
Total governmental activities	<u>6,414,663</u>	<u>1,221,933</u>	<u>1,103,438</u>	<u>12,600</u>	<u>(4,076,692)</u>	<u>-</u>	<u>(4,076,692)</u>
Business-type activities							
Electric	9,947,865	10,224,141	146,523	-	-	422,799	422,799
Waterworks and Sewerage	7,405,842	7,347,709	157,456	-	-	99,323	99,323
Total business-type activities	<u>17,353,707</u>	<u>17,571,850</u>	<u>303,979</u>	<u>-</u>	<u>-</u>	<u>522,122</u>	<u>522,122</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 23,768,370</u>	<u>\$ 18,793,783</u>	<u>\$ 1,407,417</u>	<u>\$ 12,600</u>	<u>(4,076,692)</u>	<u>522,122</u>	<u>(3,554,570)</u>
General revenues:							
Taxes							
Property taxes, levied for general purposes					1,417,623	-	1,417,623
Road and bridge taxes					24,673	-	24,673
Local use taxes					514,158	-	514,158
Telecommunications taxes					133,257	-	133,257
Video gaming taxes					94,122	-	94,122
Intergovernmental revenues					2,420,079	-	2,420,079
Investment income					17,198	19,547	36,745
Miscellaneous					26,916	-	26,916
Total general revenues					<u>4,648,026</u>	<u>19,547</u>	<u>4,667,573</u>
Change in net position					571,334	541,669	1,113,003
Net position beginning of year					<u>14,070,527</u>	<u>20,610,911</u>	<u>34,681,438</u>
Net position end of year					<u>\$ 14,641,861</u>	<u>\$ 21,152,580</u>	<u>\$ 35,794,441</u>

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

VILLAGE OF CHATHAM, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2021

	General	Aggregate Nonmajor	Total
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 3,113,139	\$ 1,918,883	\$ 5,032,022
Restricted accounts - cash	365,001	-	365,001
Investments	-	-	-
Taxes receivable	1,777,758	-	1,777,758
Other receivables	59,287	27,872	87,159
Due from other funds	1,246	-	1,246
Due from other governments	94,522	37,884	132,406
Total current assets	<u>5,410,953</u>	<u>1,984,639</u>	<u>7,395,592</u>
TOTAL ASSETS	<u><u>\$ 5,410,953</u></u>	<u><u>\$ 1,984,639</u></u>	<u><u>\$ 7,395,592</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 158,317	\$ 77,363	\$ 235,680
Accrued payroll	83,125	1,718	84,843
Other payables	10,125	344	10,469
Unearned revenue	-	1,355	1,355
Due to other funds	-	1,246	1,246
Total liabilities	<u>251,567</u>	<u>82,026</u>	<u>333,593</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue - property taxes	<u>1,480,976</u>	<u>-</u>	<u>1,480,976</u>
Total deferred inflows of resources	<u>1,480,976</u>	<u>-</u>	<u>1,480,976</u>
Total liabilities and deferred inflows of resources	<u>1,732,543</u>	<u>82,026</u>	<u>1,814,569</u>
FUND BALANCES			
Nonspendable			
Corpus of permanent fund	-	403,255	403,255
Restricted			
Debt service	602	-	602
Public works	-	1,032,435	1,032,435
Capital projects	364,399	-	364,399
Public safety	42,239	-	42,239
Unrestricted			
Committed			
Veteran's memorial brick	-	12,038	12,038
Yard waste	-	285,636	285,636
Public safety	-	3,486	3,486
Public works	-	9,292	9,292
Cemetery	-	82,802	82,802
Assigned			
Capital projects	1,046,401	73,669	1,120,070
Future operations	277,268	-	277,268
Unassigned	<u>1,947,501</u>	<u>-</u>	<u>1,947,501</u>
Total fund balances	<u>3,678,410</u>	<u>1,902,613</u>	<u>5,581,023</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u><u>\$ 5,410,953</u></u>	<u><u>\$ 1,984,639</u></u>	<u><u>\$ 7,395,592</u></u>

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

VILLAGE OF CHATHAM, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2021

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 5,581,023
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 governmental funds.	20,573,391
Deferred outflows related to pensions	959,659
Deferred inflows related to pensions	(1,655,049)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Compensated absences payable	(344,000)
Accrued interest payable	(2,815)
G.O. bonds payable, current	(36,955)
Notes payable, current	(23,796)
Capital lease payable, current	(56,537)
G.O. bonds payable, noncurrent	(773,045)
Notes payable, noncurrent	(61,350)
Capital lease payable, noncurrent	(110,104)
Net pension liability	(4,892,119)
Net OPEB obligation	(4,516,442)
	<u>(10,817,163)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 14,641,861</u>

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

VILLAGE OF CHATHAM, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS**

For the Year Ended April 30, 2021

	<u>General</u>	<u>Aggregate Nonmajor</u>	<u>Total</u>
REVENUES			
Property taxes	\$ 1,417,623	\$ -	\$ 1,417,623
Road and bridge taxes	24,673	-	24,673
Sales taxes			
Local use tax	514,158	-	514,158
Motor fuel taxes	-	448,063	448,063
Telecommunications tax	106,606	26,651	133,257
Video gaming tax	94,122	-	94,122
Licenses, permits, fees, fines, and service charges	912,597	309,336	1,221,933
Investment income	12,150	5,048	17,198
Other	26,916	-	26,916
Intergovernmental revenues	2,420,079	-	2,420,079
Federal grants	267,971	5,569	273,540
State grants	2,887	378,948	381,835
	<u>5,799,782</u>	<u>1,173,615</u>	<u>6,973,397</u>
EXPENDITURES			
Current operations:			
General government	763,839	-	763,839
Cemetery	29,187	-	29,187
Culture and recreation	394,678	968	395,646
Public safety	2,981,829	18,251	3,000,080
Public works/transportation	514,063	509,374	1,023,437
Capital outlay	40,924	7,943	48,867
Debt service:			
Principal	484,395	-	484,395
Interest	16,330	-	16,330
	<u>5,225,245</u>	<u>536,536</u>	<u>5,761,781</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	<u>574,537</u>	<u>637,079</u>	<u>1,211,616</u>
OTHER FINANCING SOURCES (USES)			
Transfer in	-	38,809	38,809
Transfer out	(38,809)	-	(38,809)
Bonds issued	810,000	-	810,000
	<u>771,191</u>	<u>38,809</u>	<u>810,000</u>
NET CHANGE IN FUND BALANCE	1,345,728	675,888	2,021,616
FUND BALANCE - MAY 1, 2020	<u>2,332,682</u>	<u>1,226,725</u>	<u>3,559,407</u>
FUND BALANCE - APRIL 30, 2021	<u>\$ 3,678,410</u>	<u>\$ 1,902,613</u>	<u>\$ 5,581,023</u>

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

VILLAGE OF CHATHAM, ILLINOIS

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES**

For the Year Ended April 30, 2021

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS **\$ 2,021,616**

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. The following is the amount of capital outlays in the current year:

Capital outlays	48,867
Depreciation	(796,151)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations, and disposals) is to increase/decrease net position:

Donations of capital assets	12,600
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Accrued compensated absences	3,992
Pension expense	272,519
Other post-employment benefits	(707,704)

The issuance of long-term debt (e.g. bonds, loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds an interest expenditure is reported when due. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items:

Repayment of G.O. bonds payable	441,000
Repayment of capital lease payable	59,620
Repayment of notes payable	23,395
Bond proceeds	(810,000)
Accrued interest payable	1,580
	1,580

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 571,334**

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

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VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS

April 30, 2021

	<u>Electric</u>	<u>Waterworks and Sewerage</u>	<u>Total</u>
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 3,264,647	\$ 1,400,094	\$ 4,664,741
Restricted accounts - cash	178,425	47,609	226,034
Accounts receivable	845,478	602,228	1,447,706
Inventory	379,790	165,532	545,322
Interfund advance receivable	89,707	-	89,707
	<u>4,758,047</u>	<u>2,215,463</u>	<u>6,973,510</u>
Capital Assets:			
Capital assets, not being depreciated	306,688	39,000	345,688
Property and equipment	21,371,269	23,894,929	45,266,198
Less: accumulated depreciation	<u>(10,920,988)</u>	<u>(13,029,687)</u>	<u>(23,950,675)</u>
Capital assets, net	<u>10,756,969</u>	<u>10,904,242</u>	<u>21,661,211</u>
Total assets	<u>15,515,016</u>	<u>13,119,705</u>	<u>28,634,721</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>242,271</u>	<u>179,204</u>	<u>421,475</u>
Total deferred outflows	<u>242,271</u>	<u>179,204</u>	<u>421,475</u>
Total assets and deferred outflows of resources	<u>\$ 15,757,287</u>	<u>\$ 13,298,909</u>	<u>\$ 29,056,196</u>

This statement is continued on the following page.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION (Continued)
PROPRIETARY FUNDS

April 30, 2021

	<u>Electric</u>	<u>Waterworks and Sewerage</u>	<u>Total</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 79,085	\$ 490,771	\$ 569,856
Interfund advance payable	-	89,707	89,707
Accrued payroll	34,926	28,428	63,354
Accrued compensated absences payable	4,280	1,444	5,724
Unearned revenue	79,599	56,921	136,520
Customer deposits	146,200	70,855	217,055
Accrued interest payable	21,380	1,263	22,643
Other payables	6,965	5,660	12,625
Current maturities of long term debt:			
OPEB liability	23,239	18,128	41,367
G.O. bonds (Alternate Revenue Source) payable	279,000	-	279,000
Loan payable	-	257,470	257,470
Capital lease payable	77,149	69,132	146,281
 Total current liabilities	 <u>751,823</u>	 <u>1,089,779</u>	 <u>1,841,602</u>
Long-Term Liabilities:			
Accrued compensated absences payable	222,848	102,751	325,599
OPEB liability	727,563	567,538	1,295,101
Net pension liability	273,684	202,440	476,124
G.O. bonds (Alternate Revenue Source) payable	1,783,000	-	1,783,000
Loan payable	-	841,796	841,796
Capital lease payable	232,668	10,390	243,058
 Total long-term liabilities	 <u>3,239,763</u>	 <u>1,724,915</u>	 <u>4,964,678</u>
 Total liabilities	 <u>3,991,586</u>	 <u>2,814,694</u>	 <u>6,806,280</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	<u>630,767</u>	<u>466,569</u>	<u>1,097,336</u>
 Total liabilities and deferred inflows of resources	 <u>4,622,353</u>	 <u>3,281,263</u>	 <u>7,903,616</u>
NET POSITION			
Net Investment in capital assets	8,385,152	9,949,934	18,335,086
Restricted for debt service	178,425	47,609	226,034
Unrestricted	2,571,357	20,103	2,591,460
 Total net position	 <u>\$ 11,134,934</u>	 <u>\$ 10,017,646</u>	 <u>\$ 21,152,580</u>

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

VILLAGE OF CHATHAM, ILLINOIS

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS**

For the Year Ended April 30, 2021

	<u>Electric</u>	<u>Waterworks and Sewerage</u>	<u>Total</u>
OPERATING REVENUES			
User charges	\$ 10,144,077	\$ 7,253,187	\$ 17,397,264
Other income	80,064	94,522	174,586
Total operating revenues	<u>10,224,141</u>	<u>7,347,709</u>	<u>17,571,850</u>
OPERATING EXPENSES			
Electricity purchases	7,253,053	-	7,253,053
Water purchases/sewer expenses	-	5,239,227	5,239,227
Distribution and customer service	2,029,049	1,524,220	3,553,269
Depreciation	620,682	618,990	1,239,672
Total operating expenses	<u>9,902,784</u>	<u>7,382,437</u>	<u>17,285,221</u>
OPERATING INCOME (LOSS)	<u>321,357</u>	<u>(34,728)</u>	<u>286,629</u>
NONOPERATING INCOME (EXPENSE)			
Investment income	14,169	5,378	19,547
Grant income	146,523	157,456	303,979
Interest expense	(45,081)	(23,405)	(68,486)
Total nonoperating income (expense)	<u>115,611</u>	<u>139,429</u>	<u>255,040</u>
CHANGE IN NET POSITION	436,968	104,701	541,669
NET POSITION - MAY 1, 2020	<u>10,697,966</u>	<u>9,912,945</u>	<u>20,610,911</u>
NET POSITION - APRIL 30, 2021	<u>\$ 11,134,934</u>	<u>\$ 10,017,646</u>	<u>\$ 21,152,580</u>

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

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VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2021

	Electric	Waterworks and Sewerage	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 10,186,326	\$ 7,334,068	\$ 17,520,394
Payments to suppliers	(8,330,894)	(5,832,948)	(14,163,842)
Payments to employees	(1,376,369)	(1,033,656)	(2,410,025)
Net cash from operating activities	<u>479,063</u>	<u>467,464</u>	<u>946,527</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Proceeds from other grants	101,969	157,456	259,425
Proceeds from interfund advance	89,707	-	89,707
Principal paid on interfund advance	-	(89,707)	(89,707)
Net cash from non-capital financing activities	<u>191,676</u>	<u>67,749</u>	<u>259,425</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from capital debt	-	882,011	882,011
Purchases of capital assets	(329,348)	(187,498)	(516,846)
Principal paid on capital debt	(309,237)	(1,185,039)	(1,494,276)
Interest paid on capital debt	(50,208)	(23,807)	(74,015)
Net cash from capital and related financing activities	<u>(688,793)</u>	<u>(514,333)</u>	<u>(1,203,126)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received	14,169	5,378	19,547
Net cash from investing activities	<u>14,169</u>	<u>5,378</u>	<u>19,547</u>
Net increase (decrease) in cash	(3,885)	26,258	22,373
Cash and cash equivalents, beginning	<u>3,446,957</u>	<u>1,421,445</u>	<u>4,868,402</u>
Cash and cash equivalents, ending	<u>\$ 3,443,072</u>	<u>\$ 1,447,703</u>	<u>\$ 4,890,775</u>
Cash and cash equivalents consists of the following:			
Cash and cash equivalents	\$ 3,264,647	\$ 1,400,094	\$ 4,664,741
Restricted accounts - cash	178,425	47,609	226,034
	<u>\$ 3,443,072</u>	<u>\$ 1,447,703</u>	<u>\$ 4,890,775</u>

This statement is continued on the following page.

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (Continued)

For the Year Ended April 30, 2021

	Electric	Waterworks and Sewerage	Total
Reconciliation of operating (loss) to net cash			
from operating activities:			
Operating income (loss)	\$ 321,357	\$ (34,728)	\$ 286,629
Adjustments to reconcile income (loss) to net cash			
from operating activities:			
Depreciation	620,682	618,990	1,239,672
(Increase) decrease in assets:			
Accounts receivable	(37,815)	(13,641)	(51,456)
Inventories	(46,496)	(24,671)	(71,167)
Deferred outflows of resources	(17,371)	(24,753)	(42,124)
(Decrease) increase in liabilities:			
Accounts payable	(11,927)	65,522	53,595
Unearned revenue	(10,225)	1,272	(8,953)
Accrued payroll	3,351	3,906	7,257
Compensated absences	11,388	4,238	15,626
Net OPEB obligation	(127,064)	(19,584)	(146,648)
Net pension liability	(340,463)	(219,327)	(559,790)
Deferred inflows of resources	105,242	105,663	210,905
Deposits payable	7,950	3,955	11,905
Other payables	454	622	1,076
Net cash from operating activities	\$ 479,063	\$ 467,464	\$ 946,527
Non-cash capital and related financing activities:			
Capital lease issuance	\$ 254,751	\$ -	\$ 254,751
Total non-cash capital and related financing activities	\$ 254,751	\$ -	\$ 254,751

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

VILLAGE OF CHATHAM, ILLINOIS

**STATEMENT OF FIDUCIARY NET POSITION
POLICE PENSION TRUST FUND**

April 30, 2021

ASSETS

Cash	\$ 292,883
Investments	
Mutual funds	5,987,922
Non-negotiable certificates of deposit	1,044,170
Corporate bonds	1,629,649
Government mortgage pool	287,376
Agency securities	465,404
U.S. Treasuries	814,334
CMO & asset backed securities	1,685
Accrued interest receivable	<u>25,111</u>
 Total Assets	 <u>10,548,534</u>

LIABILITIES

Accounts payable	<u>1,745</u>
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NET POSITION, RESTRICTED FOR PENSIONS

\$ 10,546,789

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

VILLAGE OF CHATHAM, ILLINOIS

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
POLICE PENSION TRUST FUND**

For the Year Ended April 30, 2021

ADDITIONS

Contributions

Employer (property taxes)	\$ 665,113
Employee	<u>121,507</u>

Total contributions	<u>786,620</u>
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Investment income

Net depreciation in fair value of investments	1,856,029
Interest	238,376
Investment fees	<u>(19,195)</u>

Total net investment income	<u>2,075,210</u>
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Total additions	<u>2,861,830</u>
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DEDUCTIONS

Benefits and refunds

Retiree benefits	456,533
Administration	<u>12,438</u>

Total deductions	<u>468,971</u>
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NET INCREASE	2,392,859
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NET POSITION, RESTRICTED FOR PENSIONS

MAY 1, 2020	<u>8,153,930</u>
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APRIL 30, 2021	<u><u>\$ 10,546,789</u></u>
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The accompanying notes are an integral part of these financial statements.

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VILLAGE OF CHATHAM, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Village of Chatham (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

- (a) Reporting Entity – The Village is a body corporate and politic established under Illinois Compiled Statutes (ILCS). The Village is considered to be a primary government as defined by GASB Statement No. 14, since it is legally separate and fiscally independent.

In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a component unit in the reporting entity is based upon the significance of its operational or financial relationship with the primary government.. The data is included in the Village's fiduciary fund financial statements because the fund is fiscally dependent on the Village and provides services entirely to the Village's current and former employees. Police Pension Fund have been included as fiduciary component units due to the fiduciary responsibility exercised over the Pension Fund.

Other than the Police Pension Plan, the Village has determined that no other outside entity meets the above criteria and, therefore, no other entity has been included as a component unit in the Village's financial statements.

In 2009, the Village, along with the Village of New Berlin, Illinois, established the South Sangamon Water Commission. A jointly operated Commission established to provide water service primarily to the Village of Chatham and Village of New Berlin. The Board of Trustees of the Commission are appointed, one each, by Sangamon County, the Village of New Berlin and the Village of Chatham and has the authority to make decisions, hire employees, and significantly influence operations. The Commission also has the primary accountability for fiscal matters.

- (b) Fund Accounting – The accounts of the Village are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflow of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

- (c) Government-wide and Fund Financial Statements – The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are supported by taxes and intergovernmental revenues and are reported separate from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds. Major individual funds are reported as separate columns in the fund financial statements.

- (d) Measurement Focus, Basis of Accounting and Financial Statement Presentation – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are intended to finance. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. In determining when to recognize intergovernmental revenue (grants and shared revenue), the legal and contractual requirements of the individual programs are used as guidance. There are, however, essentially two bases for this revenue recognition. In one, monies are virtually unrestricted as to the purpose of expenditure and are nearly irrevocable; therefore, these amounts are recognized as revenue at the time of their receipt or earlier if they meet the criteria of availability. In the other, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenue is recognized based upon the expenditures recorded.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period, or soon enough thereafter to pay current liabilities.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales and telecommunication taxes collected within 90 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures relating to compensated absences, are recorded only when payment is due.

Property taxes, sales taxes, telecommunications taxes, licenses and permits, charges for services, fines and forfeits, miscellaneous revenues and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Personal property replacement taxes are considered to be measurable when they have been collected and allocated by the state and are recognized as revenue at that time. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village reports the following major governmental funds:

The General Fund is used to account for all activities of the general government not accounted for in some other fund.

The Village reports the following proprietary funds, which are major funds:

The Electric Fund is used to account for the revenues and expenses related to operating and maintaining the Village's Electric operations.

The Waterworks and Sewerage Fund is used to account for the revenues and expenses related to operating and maintaining the Village's Water and Sewer operations.

Additionally, the Village reports the following fund types:

Special Revenue Funds are used to account for specific revenues from which the expenditures are externally imposed by outside entities or committed by ordinance.

The Capital Projects Fund accounts for the resources used for the acquisition or construction of capital facilities other than those financed by the enterprise fund activities.

The Permanent Fund is used to account for assets received and held for the perpetual care of the Village Cemetery.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Fiduciary Fund of the Village is used to account for assets held by the Village in a trustee capacity. The Police Pension Trust Fund is used to account for assets received and held for the payment of benefits to participants.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are administrative charges between the Village's General Fund and the Electric and Waterworks and Sewerage Funds. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for electric, water and sewer sales and service. Operating expenses for the 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 non-operating revenues and expenses.

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

- (e) Capital Assets – Capital assets are not capitalized in the governmental funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds. Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their acquisition value on the date received. The Village records all capital items, which are individually greater than \$5,000, with a useful life of greater than one year, as capital assets. Except for certain infrastructure acquired or constructed, which were partially financed with Tax Increment Financing and General Obligation Bonds, infrastructure assets acquired prior to May 1, 2004, are not reported in the basic financial statements.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Capital Assets (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Depreciation is computed using the straight-line method over the following estimated useful lives:

Improvements	10 to 40 years
Buildings and grounds	20 to 40 years
Vehicles	5 years
Equipment	5 years
Infrastructure	40 years
Utility plant	10 to 40 years

(f) Cash and Cash Equivalents – For the purposes of the statement of cash flows, the Village considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

(g) Fund Balance/Net Position – In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance reported for amounts constrained by legal restrictions from outside parties for use for specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village’s Board, which is considered the Village’s highest level of decision-making authority. Formal actions include ordinances approved by the Board. Assigned fund balance represents amounts constrained by the Village’s intent to use them for a specific purpose, but that are neither restricted nor committed. The Chief Financial Officer has the ability to designate if a portion of fund balance should be assigned. Any residual fund balance is reported as unassigned.

The Village’s flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted and unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned and then unassigned funds. It is the Village’s policy to maintain an unassigned fund balance of a minimum of 17% to 25% of the total budgeted annual expenditures of the most recently approved budget.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Fund Balance/Net Position (Continued)

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net position has not been restricted by enabling legislation adopted by the Village. Net investment in capital assets consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets.

- (h) Concentration of Suppliers – The Village of Chatham has an agreement with the Illinois Municipal Electric Agency to purchase electric power through transmission lines owned by the City of Springfield. The agreement to purchase electric power expires September 30, 2035.

The Village of Chatham has an agreement with the Sangamon County Water Commission, whereby the Sangamon County Water Commission will supply water to the Village of Chatham until December 31, 2040, or 5 years after the expiration of the original issue of Commission's bonds, which ever is later. The Village pays for actual water usage and is not required to purchase a minimum amount of water.

- (i) Investments – Investments are stated at fair value, except for nonnegotiable certificates of deposits which are recorded at cost, using quoted market prices. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Gains and losses on marketable securities are computed using the specific identification method.
- (j) Inventories All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of proprietary funds are recorded as expenditures/expenses when consumed rather than purchased.
- (k) Compensated Absences – Vested or accumulated vacation leave and vested sick leave are accrued when incurred by the Village in the government-wide and proprietary fund financial statements. Vested or accumulated vacation leave of the proprietary fund is recorded as an expense and liability of that fund as the benefits accrued to employees. A liability in the governmental funds is reported only if the benefit has matured.
- (l) Long-Term Obligations – In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Long-Term Obligations (Continued)

Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the year of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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.

- (m) Interfund Transactions – Interfund services transactions are accounted for as revenues, expenditures or expenses. All other interfund transactions are reported as transfers. Activity between funds that are representative of lending/borrowing arrangements outstanding at the fiscal year are referred to as “due to/from” and “interfund advance receivable/payable”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”
- (n) Interest Costs on Construction – Interest costs incurred before the end of a construction period are recognized as an expenditure or expense in the period in which the costs are incurred.
- (o) Deferred Outflows/Inflows of Resources – In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.
- (p) Use of Estimates – The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

2. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the Village.

- The property tax lien date is January 1, 2019.
- The annual tax levy ordinance for 2019 taxes received during fiscal year 2021 was passed December 2019.
- The first installment of property taxes is due to the County Collector on June 1 and the second installment is due to the County Collector on September 1.
- Significant amounts of property taxes for 2019 were distributed to the Village in June and September of 2020.

The annual tax levy ordinance for 2020 taxes to be received during fiscal year 2022 was passed December 2020. The 2020 taxes are intended to finance the 2022 fiscal year and are not considered available for current operations and are, therefore, shown as unavailable revenue. The 2021 tax levy has not been recorded as a receivable at April 30, 2021. Although the tax attached as a lien on property as of January 1, 2021, the tax will not be levied until December 2021, and, accordingly, is not measurable at April 30, 2021.

3. CASH, CASH EQUIVALENTS AND INVESTMENTS

The Village's Board of Trustees has adopted an investment policy to invest in instruments allowed by Illinois Compiled Statutes (ILCS). The policy further identifies allowable securities to include securities guaranteed by the full faith and credit of the United States of America, interest-bearing savings accounts, certificates of deposit, or time deposits constituting direct obligations of any bank as defined by the Illinois Banking Act and only those insured by FDIC, short-term discount obligations of the Federal National Mortgage Association or in shares or other forms of security legally issuable by savings and loan associations incorporated under the laws of State of Illinois, and Illinois Funds.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy, in order of priority are: safety of principal, diversity of investments, liquidity, return on investment, and maintaining public trust.

A. Deposits with Financial Institutions.

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to them. To guard against credit risk for deposits with financial institutions, the Village's investment policy requires all deposits with financial institutions in excess of federal depository insurance be collateralized at 110% of the uninsured bank balance, with collateral held by the Village or third party or escrow agent of the pledging institution, evidenced by a written safekeeping agreement.

3. DEPOSITS AND INVESTMENTS (Continued)

B. Investments

Interest rate risk is the risk that the fair value of securities in the portfolio will fall due to changes in the market interest rates. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. In accordance with the Village's investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio so that investments will have maturities to have available sufficient cash for all operating purposes.

The policy limits investments of the General Fund and Special Revenue Funds to maturities of fifteen months from the date of purchase. For all other investments, any investment purchased with a maturity of longer than two years must be specifically pre-authorized by the Chair of the Administration Committee and the Village President.

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Village's investment policy does not specifically address credit risk.

Concentration of credit risk is the risk of loss resulting from the concentration of assets in a specific maturity, a specific issuer, or a specific class of securities. To reduce exposure to concentration of credit risk, the Village limits the amount a financial institution may hold of the Village's investment portfolio to \$100,000, excluding investments in U.S. Treasury securities held in safekeeping, investments in the Illinois Funds and investments at a financial institution in which the deposits in excess of \$100,000 are secured by collateral.

Fair value hierarchy – The Village categorizes its fair value measurements within the fair value established by generally accepted accounting principles. The hierarchy of inputs are used to measure the fair value of the asset. Level inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 are significant unobservable inputs. The Village had no general investments outside of the Police Pension Fund as of April 30, 2021.

Police Pension Funds

The Pension Board has adopted an investment policy to invest in instruments allowed by Illinois Compiled Statutes (ILCS). The statutes allow pension funds to invest in the same securities as the Village. The policy further identifies allowable securities to include securities guaranteed by the full faith and credit of the United States of America, separate accounts of a life insurance company authorized to do business in Illinois, savings accounts or certificates of deposit of a national or state bank, insured capital accounts and investments of state and federal chartered savings and loan associations and credit unions, and interest bearing bonds or tax anticipation warrants of the United States, State of Illinois, or of any county, township, or municipal corporation of the State of Illinois.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

Police Pension Funds (Continued)

The policy further allows for investment in corporate bonds managed through an investment advisor. In addition, the policy allows for investment in common and preferred stocks authorized for investments of trust funds under the laws of the State of IL if the fund's net assets exceed \$5,000,000. Such investments must meet specific criteria outlined in the policy. During the year, no changes to the investment policy were approved by the Board of Trustees.

A. Deposits with Financial Institutions.

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Pension Fund's deposits may not be returned to them. To guard against credit risk for deposits with financial institutions the Pension Fund's investment policy requires all deposits with financial institutions in excess of federal depository insurance be collateralized at 110% of the uninsured bank balance, with collateral held by an independent third party institution in the name of the Police Pension Fund and evidenced by a written collateral agreement.

B. Investments

Interest rate risk is the risk that the fair value of securities in the portfolio will fall due to changes in the market interest rates. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. In accordance with the Pension Fund's investment policy, the Pension Fund limits its exposure to interest rate risk by structuring the portfolio so that investments will have maturities to have available sufficient cash for all operating purposes.

At April 30, 2021, the pension fund's investment balances were as follows:

Investment Type	Fair Value	Maturity			
		< 1 Year	1 - 5 Years	6 - 10 Years	> 10 Years
U.S. Treasuries	\$ 814,334	\$ -	\$ 440,436	\$ 373,898	\$ -
Agency Securities	\$ 465,404	-	-	465,404	-
Corporate Bonds	\$ 1,629,649	50,008	1,426,785	152,856	-
Mortgage Pools	\$ 287,376	-	-	-	287,376
Subject to interest rate risk	3,196,763	\$ 50,008	\$ 1,867,221	\$ 992,158	\$ 287,376
CMO & Asset					
Backed Securities	1,685				
Equity Mutual Funds	5,987,922				
Certificates of Deposits	1,044,170				
Total	<u>\$ 10,230,540</u>				

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

Police Pension Funds (Continued)

B. Investments (Continued)

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Pension Fund's investment policy limits its exposure to credit risk by requiring corporate bonds to be rated as investment grade by one of the two largest rating services at the time of purchase. If subsequently downgraded below investment grade, the bonds must be liquidated from the portfolio within 90 days after being downgraded.

At April 30, 2021, the pension fund's investment balances were rated as follows:

Investment Type	Fair Value	Standard & Poor's/Moody's			
		AAA/Aaa	AA/Aa	A/A	Not Rated
Agency Securities	\$ 465,404	\$ 465,404	\$ -	\$ -	\$ -
Corporate Bonds	1,629,649	319,676	1,145,814	164,159	-
Mortgage Pools	287,376	-	-	-	287,376
CMO & Asset Backed Securities	1,685	-	-	-	1,685
Subject to credit risk	2,384,114	<u>\$ 785,080</u>	<u>\$ 1,145,814</u>	<u>\$ 164,159</u>	<u>\$ 289,061</u>
U.S. Treasuries	814,334				
Equity Mutual Funds	5,987,922				
Certificates of Deposits	1,044,170				
Total	<u>\$ 10,230,540</u>				

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. The Pension Fund's investment policy does not specifically address custodial credit risk for investments. To limit its exposure, the Pension Fund's have a third party custodian acting as an agent to safe-keep the assets of the funds.

3. DEPOSITS AND INVESTMENTS (Continued)

Police Pension Funds (Continued)

B. Investments (Continued)

Concentration of credit risk is the risk of loss resulting from the concertation of assets in a specific maturity, a specific issuer, or a specific class of securities. While the Pension Fund places no limit on the amount the pension fund may invest in one issuer, the investment policy does states that allocation of assets shall be achieved through the prudent diversification of asset classes. The goal shall be to maintain liquidity while providing reasonable diversification consistent with the objectives and guidelines for the Fund. The Pension Fund invests in certificates of deposit, mutual funds, corporate and municipal bonds, and U.S. treasury and federal agency securities.

The book value of total equities may not exceed 35% for mutual funds, separate account of an insurance company, or separate accounts of a money manager. This is in addition to the 10% equity investment allowed in Section 1-113.2 and 1-113.3 of 40 ILCS 5 through equity mutual funds and equity separate accounts. In addition, the Pension Fund must comply with State statutes which dictate that individual holding must meet certain criteria, and no individual investment held (with the exception of mutual funds) may exceed 5% of the invested assets in total. At April 30, 2021, the total equities held by the Pension Fund made up 57% of the total assets.

Fair value hierarchy – The Village categorizes its fair value measurements within the fair value established by generally accepted accounting principles. The hierarchy of inputs are used to measure the fair value of the asset. Level inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 are significant unobservable inputs.

Following is a description of the valuation techniques used for assets measured at fair value on a recurring basis. There have been no changes to the techniques used during the year ended April 30, 2021.

- U.S. Treasuries and equity mutual funds: Valued at the closing quoted price in an active market
- Corporate bonds: The investment grade corporate bonds and municipal obligations generally do not trade in active markets on the measurement date. Therefore, these securities are valued using inputs including yields currently available on comparable securities of issuers with similar credit ratings, recent market price quotations (where observable), bond spreads, and fundamental data relating to the issuer.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

Police Pension Funds (Continued)

B. Investments (Continued)

- Agency securities, mortgage pools and asset backed securities: Valued by a pricing service using models that incorporate market observable data such as reported sales of similar securities, broker quotes, yields, bids, offers and reference data.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
U.S. Treasuries	\$ 814,334	\$ 814,334	\$ -	\$ -
Agency Securities	465,404	-	465,404	-
Corporate Bonds	1,629,649	-	1,629,649	-
Mortgage Pools	287,376	-	287,376	-
CMO & Asset Backed Securities	1,685	-	-	1,685
Equity Mutual Funds	5,987,922	5,987,922	-	-
	9,186,370	6,802,256	2,382,429	1,685
Certificates of Deposits*	1,044,170			
Total	<u>\$ 10,230,540</u>			

*Nonnegotiable certificates of deposit are recorded at cost and are not based on Level 1, 2, or 3 inputs.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

A. Governmental Activities

Capital asset activity for the year ending April 30, 2021 consists of the following:

	Balances May 1	Additions	Retirements	Balances April 30
Land, not depreciated	\$ 629,600	\$ 12,600	\$ -	\$ 642,200
Construction in progress, not depreciated	<u>520,908</u>	<u>-</u>	<u>-</u>	<u>520,908</u>
Total capital assets, not depreciated	<u>1,150,508</u>	<u>12,600</u>	<u>-</u>	<u>1,163,108</u>
Improvements	1,383,369	22,920	-	1,406,289
Buildings and grounds	953,990	3,470	-	957,460
Vehicles	1,146,653	-	-	1,146,653
Equipment	995,765	14,535	-	1,010,300
Infrastructure	<u>23,754,773</u>	<u>7,942</u>	<u>-</u>	<u>23,762,715</u>
Total capital assets being depreciated	<u>28,234,550</u>	<u>48,867</u>	<u>-</u>	<u>28,283,417</u>
Total capital assets	<u>29,385,058</u>	<u>61,467</u>	<u>-</u>	<u>29,446,525</u>
Less accumulated depreciation for:				
Improvements	289,652	34,663	-	324,315
Buildings and grounds	468,863	26,381	-	495,244
Vehicles	949,898	68,994	-	1,018,892
Equipment	784,463	59,610	-	844,073
Infrastructure	<u>5,584,107</u>	<u>606,503</u>	<u>-</u>	<u>6,190,610</u>
Total accumulated depreciation	<u>8,076,983</u>	<u>796,151</u>	<u>-</u>	<u>8,873,134</u>
Total capital assets being depreciated, net	<u>20,157,567</u>	<u>(747,284)</u>	<u>-</u>	<u>19,410,283</u>
Total capital assets, net of accumulated depreciation	<u>\$ 21,308,075</u>	<u>\$ (734,684)</u>	<u>\$ -</u>	<u>\$ 20,573,391</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

B. Business-type activities

Capital asset activity for the year ended April 30, 2021 consists of the following:

<u>ELECTRIC</u>	<u>Balances</u> <u>May 1</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances</u> <u>April 30</u>
Land, not depreciated	\$ 279,734	\$ -	\$ -	\$ 279,734
Construction in progress, not depreciated	-	26,954	-	26,954
Total capital assets, not being depreciated	<u>279,734</u>	<u>26,954</u>	<u>-</u>	<u>306,688</u>
Improvements	68,691	-	-	68,691
Buildings and grounds	701,109	1,735	-	702,844
Vehicles	933,562	305,521	-	1,239,083
Equipment	871,531	61,035	-	932,566
Utility plant	<u>18,194,676</u>	<u>233,409</u>	<u>-</u>	<u>18,428,085</u>
Total capital assets being depreciated	<u>20,769,569</u>	<u>601,700</u>	<u>-</u>	<u>21,371,269</u>
Total capital assets	<u>21,049,303</u>	<u>628,654</u>	<u>-</u>	<u>21,677,957</u>
Less accumulated depreciation for:				
Improvements	37,904	1,428	-	39,332
Buildings and grounds	433,485	12,609	-	446,094
Vehicles	847,866	45,561	-	893,427
Equipment	746,946	65,765	-	812,711
Utility plant	<u>8,234,104</u>	<u>495,320</u>	<u>-</u>	<u>8,729,424</u>
Total accumulated depreciation	<u>10,300,305</u>	<u>620,683</u>	<u>-</u>	<u>10,920,988</u>
Total capital assets being depreciated, net	<u>10,469,264</u>	<u>(18,981)</u>	<u>-</u>	<u>10,450,281</u>
Total capital assets, net of accumulated depreciation	<u>\$ 10,748,998</u>	<u>\$ 7,971</u>	<u>\$ -</u>	<u>\$ 10,756,969</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

B. Business-type activities (Continued)

<u>WATERWORKS & SEWERAGE</u>	<u>Balances May 1</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances April 30</u>
Land, not depreciated	\$ 39,000	\$ -	\$ -	\$ 39,000
Construction in progress, not depreciated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets, not being depreciated	<u>39,000</u>	<u>-</u>	<u>-</u>	<u>39,000</u>
Improvements	13,331	-	-	13,331
Buildings and grounds	374,969	1,735	-	376,704
Vehicles	532,391	-	-	532,391
Equipment	599,434	4,269	-	603,703
Utility plant	<u>22,187,306</u>	<u>181,494</u>	<u>-</u>	<u>22,368,800</u>
Total capital assets being depreciated	<u>23,707,431</u>	<u>187,498</u>	<u>-</u>	<u>23,894,929</u>
Total capital assets	<u>23,746,431</u>	<u>187,498</u>	<u>-</u>	<u>23,933,929</u>
Less accumulated depreciation for:				
Improvements	2,018	413	-	2,431
Buildings and grounds	83,989	9,580	-	93,569
Vehicles	365,230	77,826	-	443,056
Equipment	468,809	46,495	-	515,304
Utility plant	<u>11,490,651</u>	<u>484,675</u>	<u>-</u>	<u>11,975,326</u>
Total accumulated depreciation	<u>12,410,697</u>	<u>618,990</u>	<u>-</u>	<u>13,029,687</u>
Total capital assets being depreciated, net	<u>11,296,734</u>	<u>(431,492)</u>	<u>-</u>	<u>10,865,242</u>
Total capital assets, net of accumulated depreciation	<u>\$ 11,335,734</u>	<u>\$ (431,492)</u>	<u>\$ -</u>	<u>\$ 10,904,242</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

B. Business-type activities (Continued)

<u>BUSINESS-TYPE ACTIVITIES</u>	<u>Balances May 1</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances April 30</u>
Land, not depreciated	\$ 318,734	\$ -	\$ -	\$ 318,734
Construction in progress, not depreciated	<u>-</u>	<u>26,954</u>	<u>-</u>	<u>26,954</u>
Total capital assets, not being depreciated	<u>318,734</u>	<u>26,954</u>	<u>-</u>	<u>345,688</u>
Improvements	82,022	-	-	82,022
Buildings and grounds	1,076,078	3,470	-	1,079,548
Vehicles	1,465,953	305,521	-	1,771,474
Equipment	1,470,965	65,304	-	1,536,269
Utility plant	<u>40,381,982</u>	<u>414,903</u>	<u>-</u>	<u>40,796,885</u>
Total capital assets being depreciated	<u>44,477,000</u>	<u>789,198</u>	<u>-</u>	<u>45,266,198</u>
Total capital assets	<u>44,795,734</u>	<u>816,152</u>	<u>-</u>	<u>45,611,886</u>
Less accumulated depreciation for:				
Improvements	39,922	1,841	-	41,763
Buildings and grounds	517,474	22,189	-	539,663
Vehicles	1,213,096	123,386	-	1,336,482
Equipment	1,215,755	112,259	-	1,328,014
Utility plant	<u>19,724,755</u>	<u>979,998</u>	<u>-</u>	<u>20,704,753</u>
Total accumulated depreciation	<u>22,711,002</u>	<u>1,239,673</u>	<u>-</u>	<u>23,950,675</u>
Total capital assets being depreciated, net	<u>21,765,998</u>	<u>(450,475)</u>	<u>-</u>	<u>21,315,523</u>
Total capital assets, net of accumulated depreciation	<u>\$ 22,084,732</u>	<u>\$ (423,521)</u>	<u>\$ -</u>	<u>\$ 21,661,211</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

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

Governmental activities:	
General government	\$ 7,652
Culture and recreation	69,414
Public safety	52,691
Public works/transportation	666,394
Total depreciation expense – governmental activities	<u>\$ 796,151</u>
Business-type activities:	
Electric	\$ 620,682
Waterworks and Sewerage	618,990
Total depreciation expense – business-type activities	<u>\$ 1,239,672</u>

5. RESTRICTED ASSETS

The Village reports restricted cash in the Electric Fund due to the issuance of the 2014 General Obligation Bonds (Alternative Revenue Source), restricted cash in the Waterworks and Sewerage Funds due to the issuance of the Water Promissory Note, Series 2014, and restricted cash in the General Fund due to the issuance of the 2021 General Obligation Bonds.

Electric Fund

The Electric General Obligation Bonds (Alternate Revenue Source), Series 2014 require the funding by the utility of certain reserve accounts. These reserve account balances are required to be invested as the ordinances call for and segregated from the other funds. The following accounts were so segregated at April 30, 2021.

Electric Fund:

Cash:

 Electric GO Bond and Interest \$ 178,425

5. RESTRICTED ASSETS (Continued)

Electric Fund (Continued)

As of April 30, 2021, all accounts were funded as required by the bond ordinances. The funding requirements of these accounts are established by the general obligation bond ordinances and are outlined as follows for the 2014 general obligation bonds (alternate revenue source).

Operation and Maintenance Account, established to establish a balance sufficient to pay operation and maintenance expenses for the current month.

Junior Bond and Interest Account, established to accumulate an amount sufficient to pay principal or interest or both. There shall be deposited to the Junior Bond and Interest Account, a fractional amount of interest becoming due on the next succeeding interest payment date and a fractional amount of principal becoming due on the next succeeding principal maturity date of all of the Outstanding Junior Bonds.

Junior Bond Reserve Account, established to accumulate funds to be used to pay principal or interest on outstanding bonds at any time when there are insufficient funds available in the Junior Bond and Interest Account to pay the same.

Depreciation, Improvement, and Extension Account, established to accumulate funds established per bond ordinances for the payment of the cost of extraordinary maintenance, necessary repairs and replacements, or contingencies for which no other funds are available.

Surplus Account, established to accumulate funds remaining in the System Fund, after crediting the required amounts to the respective accounts noted above and after making up any deficiency in the above accounts. Then, at the discretion of the Corporate Authorities, the funds shall be used, if at all, for one or more of the following purposes:

- (1) For the purpose of constructing or acquiring repairs, replacements, or improvements to the System or
- (2) For the purpose of purchasing Outstanding Bonds or
- (3) For any other lawful corporate purpose (including but not limited to payments in lieu of taxes and general supervision and administrative charges by the Issuer.)

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RESTRICTED ASSETS (Continued)

Waterworks and Sewerage Fund

The Water Promissory Note, Series 2015 require the funding by the utility of certain reserve accounts. These reserve account balances are required to be invested as the ordinances call for and segregated from the other funds. The following accounts were so segregated at April 30, 2021.

Waterworks and Sewerage Fund:

Cash:

Water Note Fund	\$ <u>47,609</u>
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As of April 30, 2021, all accounts were funded as required by the Promissory Note. The funding requirements of these accounts are established by the promissory note ordinance and are outlined as follows.

Water Note Fund, established to fund for the payment of the principal and interest on the Note. Interest income or investment profit earned in the Water Note Fund shall be retained in the Fund for payment of the principal of or interest on the Promissory Note on the interest payment date next after such interest or profit is received or, to the extent lawful and as determined by the Village, transferred to such other fund as may be determined.

General Fund

The General Obligation Bonds, Series 2021 require the funding of a Debt Service account with taxes levied to be used for the sole purpose of paying principal of and interest on the Bonds. The General Obligation Bonds, Series 2021 also requires the proceeds of the sale of the bonds be deposited into a Bond Proceeds account. As of April 30, 2021, the account was funded as required by the ordinance.

General Fund

Cash:

Unspent Bond Proceeds	\$ 364,699
2021 Debt Service	<u>602</u>
Total	<u>\$ 365,301</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT

Governmental activities

General Obligation Bonds

The Village issues general obligation bonds to provide for the acquisition, construction and installation of various improvements and facilities. General obligation bonds outstanding at the end of the fiscal year are as follows:

\$810,000 General Obligation Bonds, Series 2021 payable through December 30, 2040 in \$46,400 payments; interest rate of 1.35% \$ 810,000

Future principal and interest payments on the general obligation bonds are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 36,955	\$ 9,690	\$ 46,645
2023	35,964	10,436	46,400
2024	36,450	9,951	46,401
2025	36,941	9,459	46,400
2026	37,440	8,960	46,400
2027-2031	194,921	37,079	232,000
2032-2036	208,437	23,562	231,999
2037-2041	<u>222,892</u>	<u>9,108</u>	<u>232,000</u>
Total	<u>\$ 810,000</u>	<u>\$ 118,245</u>	<u>\$ 928,245</u>

Street Shop Building Note (Direct Borrowing)

On October 15, 2014, the Village entered into an agreement with a financial institution to finance costs associated with the construction of a shop building for the street and water departments. The Village borrowed \$460,000 at an interest rate of 1.74% to be paid in monthly installments of \$4,185 beginning November 15, 2014, with a final payment due October 15, 2024. The assets and related obligation have been allocated half to the General Fund and half to the Waterworks and Sewerage Fund. The principal balance for the governmental activities as of April 30, 2021 is \$85,147 and the principal balance for the business-type activities as of April 30, 2021 is \$85,147 for a combined total of \$170,294.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Governmental activities (Continued)

Street Shop Building Note (Direct Borrowing) (Continued)

Future principal and interest payments on the notes payable are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 23,796	\$ 1,311	\$ 25,107
2023	24,219	888	25,107
2024	24,649	458	25,107
2025	<u>12,483</u>	<u>63</u>	<u>12,546</u>
Total	<u>\$ 85,147</u>	<u>\$ 2,720</u>	<u>\$ 87,867</u>

Capital Lease

The Village is obligated under a vehicle lease accounted for as a capital lease. The leased assets (police vehicle) and related obligation are accounted for as governmental activities. The asset under the capital lease net of depreciation totaled \$29,307 at April 30, 2021. The following is a schedule of future minimum lease payments under the capital lease, together with the net present value of the minimum lease payments at April 30, 2021:

<u>Years ending April 30,</u>	
2022	\$ 9,785
2023	9,785
2024	<u>9,785</u>
Future minimum lease payments	29,355
Less: Amount representing interest	<u>954</u>
Present value of minimum lease payments	<u>\$ 28,401</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Governmental activities (Continued)

The Village is obligated under a vehicle lease accounted for as a capital lease. The leased assets (police vehicle) and related obligation are accounted for as governmental activities. The asset under the capital lease net of depreciation totaled \$23,739 at April 30, 2021. The following is a schedule of future minimum lease payments under the capital lease, together with the net present value of the minimum lease payments at April 30, 2021:

<u>Years ending April 30,</u>	
2022	\$ 12,874
2023	<u>3,193</u>
Future minimum lease payments	16,067
Less: Amount representing interest	<u>332</u>
Present value of minimum lease payments	<u>\$ 15,735</u>

The Village is obligated under a vehicle lease accounted for as a capital lease. The leased assets (street sweeper) and related obligation are accounted for as governmental activities. The asset under the capital lease net of depreciation totaled \$118,071 at April 30, 2021. The following is a schedule of future minimum lease payments under the capital lease, together with the net present value of the minimum lease payments at April 30, 2021:

<u>Years ending April 30,</u>	
2022	\$ 37,645
2023	37,645
2024	37,645
2025	<u>15,504</u>
Future minimum lease payments	128,439
Less: Amount representing interest	<u>5,934</u>
Present value of minimum lease payments	<u>\$ 122,505</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Governmental activities (Continued)

Following is a summary of the changes that occurred to the liabilities reported in the governmental activities of the Village for the year ended April 30, 2021.

	Balance <u>May 1, 2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>April 30, 2021</u>
G.O. bonds	\$ 441,000	\$ 810,000	\$ 441,000	\$ 810,000
Notes payable	108,541	-	23,394	85,147
Capital lease	226,261	-	59,620	166,641
Net pension liability	6,884,054	-	1,991,935	4,892,119
OPEB liability	3,808,738	707,704	-	4,516,442
Compensated absences	<u>347,992</u>	<u>344,000</u>	<u>347,992</u>	<u>344,000</u>
	<u>\$ 11,816,586</u>	<u>\$ 1,861,704</u>	<u>\$ 2,863,941</u>	<u>\$ 10,814,349</u>

The General Fund and Yard Waste Recycling and Refuse Fund generally liquidate the pension, OPEB, and compensated absences liabilities.

Following are governmental activities obligations due within one year:

G.O. bonds	\$ 36,955
Notes payable	23,796
Capital lease	56,537
OPEB liability	139,797
Compensated absences	<u>7,418</u>
Total	<u>\$ 264,503</u>

The amount available for retirement of future general obligation bond debt is made up of the following:

Debt Service (General Fund)	<u>\$ 602</u>
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VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Business-type activities

General Obligation Bonds (Alternate Revenue Source)

The Village issues general obligation bonds (alternate revenue source) where the Village pledges revenue derived from the acquired or constructed assets to pay debt service. Amounts outstanding at the end of the fiscal year are as follows:

\$3,805,000 Electric General Obligation Refunding Bond (Alternate Revenue Source, Series 2014, for the purpose of refunding certain prior bonds of the Village, payable through November 1, 2028 in various amounts ranging from \$105,000 to \$336,000; interest rates ranging from 1.70 % to 2.40% \$ 2,062,000

Future principal and interest payments on the general obligation (alternate revenue source) bonds are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 279,000	\$ 42,760	\$ 321,760
2023	295,000	37,738	332,738
2024	306,000	32,134	338,134
2025	314,000	26,014	340,014
2026	321,000	19,420	340,420
2027-2029	<u>547,000</u>	<u>19,996</u>	<u>566,996</u>
Total	<u>\$ 2,062,000</u>	<u>\$ 178,062</u>	<u>\$ 2,240,062</u>

Water Shop Building Note (Direct Borrowing)

On October 15, 2014, the Village entered into an agreement with a financial institution to finance costs associated with the construction of a shop building for the street and water departments. The Village borrowed \$460,000 at an interest rate of 1.74% to be paid in monthly installments of \$4,185 beginning November 15, 2014, with a final payment due October 15, 2024. The assets and related obligation have been allocated half to the General Fund and half to the Waterworks and Sewerage Fund. The principal balance for the governmental activities as of April 30, 2021 is \$85,147 and the principal balance for the business-type activities as of April 30, 2021 is \$85,147 for a combined total of \$170,294.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Business-type activities (Continued)

Water Shop Building Note (Direct Borrowing) (Continued)

Future principal and interest payments on the notes payable are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 23,796	\$ 1,311	\$ 25,107
2023	24,219	888	25,107
2024	24,649	458	25,107
2025	<u>12,483</u>	<u>63</u>	<u>12,546</u>
Total	<u>\$ 85,147</u>	<u>\$ 2,720</u>	<u>\$ 87,867</u>

Ground Storage Tank and Tower Painting Note (Direct Borrowing)

On September 11, 2020, the Village entered into an agreement with a financial institution to finance costs associated with improvements to the above ground storage tank and tower. The Village borrowed \$882,012 at an interest rate of 1.05% to be paid in monthly installments of \$13,970 beginning May 11, 2021, with a final payment due February 11, 2026. The assets and related obligation have been allocated to the Waterworks and Sewerage Fund. The principal balance for the business-type activities as of April 30, 2021 was \$789,639. Future principal and interest payments on the notes payable are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 160,506	\$ 7,139	\$ 167,645
2023	161,676	5,969	167,645
2024	163,413	4,231	167,644
2025	165,187	2,458	167,645
2026	<u>138,857</u>	<u>843</u>	<u>139,700</u>
Total	<u>\$ 789,639</u>	<u>\$ 20,640</u>	<u>\$ 810,279</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Business-type activities (Continued)

Water Promissory Note, Series 2014 (Direct Borrowing)

On March 7, 2014, the Village entered into an agreement with a financial institution to finance the costs of a settlement agreement with the City of Springfield, Illinois. The Village borrowed \$710,000 at an interest rate of 1.25 percent to be paid in semi-annual interest payments payable on August 1 and February 1 of each year beginning August 1, 2014. Principal will be paid in installments on February 1 of each of the years until maturity February 1, 2024. The interest rate remains fixed until January 31, 2019 and thereafter, the rate will change to a floating rate equal to the Prime Rate minus 2% not to exceed 2.25%. The principal balance for the business-type activities as of April 30, 2021 was \$224,476. The related obligation has been allocated to the Waterworks and Sewerage Fund. Future principal and interest payments on the notes payable are as follows:

<u>Years ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	73,168	5,050	78,218
2023	74,814	3,404	78,218
2024	76,498	1,720	78,218
Total	<u>\$ 224,480</u>	<u>\$ 10,174</u>	<u>\$ 234,654</u>

Capital Leases

The Village is obligated under an equipment lease accounted for as a capital lease. The leased asset (mini-excavator) and related obligation are accounted for as business-type activities. The asset under the capital lease net of depreciation totaled \$16,390 at April 30, 2021. The following is a schedule of future minimum lease payments under the capital lease, together with the net present value of the minimum lease payments at April 30, 2021:

Years ended April 30,

2022	\$ 5,410
2023	5,410
2024	<u>5,410</u>
Future minimum lease payments	16,230
Less: Amount representing interest	<u>854</u>
Present value of minimum lease payments	<u>\$ 15,376</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Business-type activities (Continued)

Capital Leases (Continued)

The Village is obligated under a vehicle lease accounted for as a capital lease. The leased asset (sewer vac truck) and related obligation are accounted for as business-type activities. The asset under the capital lease net of depreciation totaled \$78,249 at April 30, 2021. The following is a schedule of future minimum lease payments under the capital lease, together with the net present value of the minimum lease payments at April 30, 2021:

Year ending April 30,

2022	\$ 65,960
Future minimum lease payments	65,960
Less: Amount representing interest	<u>1,815</u>
Present value of minimum lease payments	<u>\$ 64,145</u>

The Village is obligated under an equipment lease accounted for as a capital lease. The leased asset (aerial truck) and related obligation are accounted for as business-type activities. The asset under the capital lease net of depreciation totaled \$57,633 at April 30, 2021. The following is a schedule of future minimum lease payments under the capital lease, together with the net present value of the minimum lease payments at April 30, 2021:

Years ended April 30,

2022	\$ 30,326
2023	30,326
2024	<u>4,992</u>
Future minimum lease payments	65,644
Less: Amount representing interest	<u>2,282</u>
Present value of minimum lease payments	<u>\$ 63,362</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Business-type activities (Continued)

Capital Leases (Continued)

The Village is obligated under an equipment lease accounted for as a capital lease. The leased asset (Digger Derrick) and related obligation are accounted for as business-type activities. The asset under the capital lease net of depreciation totaled \$245,349 at April 30, 2021. The following is a schedule of future minimum lease payments under the capital lease, together with the net present value of the minimum lease payments at April 30, 2021:

<u>Years ended April 30,</u>	
2022	\$ 54,229
2023	54,229
2024	54,229
2025	54,229
2026	<u>45,186</u>
Future minimum lease payments	262,102
Less: Amount representing interest	<u>15,646</u>
Present value of minimum lease payments	<u>\$ 246,456</u>

Following is a summary of the changes that occurred to the liabilities reported in the business-type activities of the Village for the year ended April 30, 2021.

	<u>Balance</u>			<u>Balance</u>
	<u>May 1, 2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>April 30, 2021</u>
G.O. bonds (Alternate Revenue Source)	\$ 2,335,000	\$ -	\$ 273,000	\$ 2,062,000
Notes payable	1,335,060	882,011	1,117,805	1,099,266
Capital leases	238,059	254,751	103,471	389,339
Net pension liability	1,035,914	-	559,790	476,124
OPEB liability	1,483,116	-	146,648	1,336,468
Compensated absences	<u>315,697</u>	<u>331,323</u>	<u>315,697</u>	<u>331,323</u>
	<u>\$ 6,742,846</u>	<u>\$ 1,468,085</u>	<u>\$ 2,516,411</u>	<u>\$ 5,694,520</u>

Following are business-type activities obligations due within one year:

G.O. bonds (Alternate Revenue Source)	\$ 279,000
Notes payable	203,950
Capital leases	146,281
OPEB liability	41,367
Compensated absences	<u>5,723</u>
Total	<u>\$ 676,321</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. PLEDGED REVENUES

The Village has pledged all revenue from the Village’s Electric operations to repay the \$3,805,000 Electric General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014 through fiscal year 2029. The total principal and interest remaining to be paid on the bonds is \$2,240,062. Principal and interest paid and total revenues for fiscal year 2021 were \$323,207 and \$10,224,141 respectively.

8. INTERFUND BALANCES AND TRANSFERS

Interfund receivable and payable balances at April 30, 2021 consist of:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund:		
Aggregate Nonmajor Governmental Fund	\$ 1,246	\$ -
Aggregate Nonmajor Governmental Fund:		
General Fund	-	1,246
 Total	 <u>\$ 1,246</u>	 <u>\$ 1,246</u>

The purposes of the interfund receivable and payable balances are as follows:

- The balance is due from the Police and Public Works fund to the General fund as the result of an excess amount being transferred between the funds during FY 2021. The Village expects these interfund receivables/payables to be liquidated within one year.

	<u>Interfund Advance Receivables</u>	<u>Interfund Advance Payables</u>
Electric Fund:		
Waterworks and Sewerage Fund	\$ 89,707	\$ -
Waterworks and Sewerage Fund:		
Electric Fund	-	89,707
 Total	 <u>\$ 89,707</u>	 <u>\$ 89,707</u>

- \$89,707 due from the Waterworks and Sewerage fund to the Electric fund for paying operations costs of the Waterworks and Sewerage fund. The Village does expect the interfund advance receivable/payable will be liquidated within one year.

During fiscal year 2021, the General Fund made a \$38,809 budgeted transfer of developer settlement to the capital project fund to complete unfinished infrastructure within the development. For the statement of activities, interfund transfers within the governmental or business-types activities are netted and eliminated.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system, and the Police Pension Plan, which is a single-employer pension plan. The table below is a summary for all pension plans as of and for the year ended April 30, 2021:

	IMRF	Police Pension	Total
Net Pension Liability	\$ 757,918	\$ 4,610,325	\$5,368,243
Deferred Outflows of Resources	670,925	710,209	1,381,134
Deferred Inflows of Resources	1,746,794	1,005,591	2,752,385
Pension Expense	569,030	570,615	1,139,645

Illinois Municipal Retirement Fund

Plan Description. The Village of Chatham’s defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Village’s plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not for individual employers. The report may be obtained on-line at www.imrf.org.

Plan Administration. All Village 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, and benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership. At December 31, 2020, the date of the most recent actuarial valuation, the IMRF membership consisted of:

Retirees and beneficiaries currently receiving benefits	30
Inactive employees entitled to, but not yet receiving benefits	15
Active plan members	<u>37</u>
Total	<u>82</u>

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Benefits Provided. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Contributions. As set by statute, the Village's 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. The employer contribution for the fiscal year ended April 30, 2021 was 12.24% of covered payroll. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, with supplemental retirement benefits rate being set by statute.

Net Pension Liability. The Village's net pension liability was measured as of December 31, 2020. The total pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The following are the methods and assumptions used to determine the total pension liability as of December 31, 2020.

Actuarial valuation date	December 31, 2020
Asset valuation method	Market Value of Assets
Actuarial cost method	Entry Age Normal
Price inflation	2.25% (2.50% in PY)
Salary increases	2.85% to 13.75% (3.35% to 14.25% in PY)
Cost of living adjustment	3.50%
Investment rate of return	7.25%

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Retirement Age – Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.

Mortality – For non-disabled 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.

Single Discount Rate. A single discount rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determine contribution rates and the member rate. The single discount rate reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 2.00%; and the resulting single discount rate is the expected rate of return on pension plan investments of 7.25%.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability.

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
Balances at January 1, 2020	\$ 13,264,417	\$ 11,651,247	\$ 1,613,170
Changes for the period:			
Service cost	268,419	-	268,419
Interest	952,162	-	952,162
Difference between expected and actual experience	336,664	-	336,664
Changes in assumptions	(203,217)	-	(203,217)
Employer contributions	-	390,571	(390,571)
Employee contributions	-	202,045	(202,045)
Net investment income	-	1,632,715	(1,632,715)
Benefit payments and refunds	(530,722)	(530,722)	-
Other	-	(7,683)	7,683
Adjustment	-	(8,368)	8,368
Net changes	823,306	1,678,558	(855,252)
Balances at December 31, 2020	\$ 14,087,723	\$ 13,329,805	\$ 757,918

Discount Rate Sensitivity. The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 7.25% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate.

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 2,805,716	\$ 757,918	\$ (852,272)

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended April 30, 2021, the Village reported recognized total pension expense of \$1,139,616, of which \$569,030 related to IMRF. At April 30, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 353,878	\$ 504,549
Changes in assumption	219,612	348,470
Net difference between projected and actual earnings on pension plan investments	-	893,775
Contributions made after measurement date	97,435	-
TOTAL	<u>\$ 670,925</u>	<u>\$ 1,746,794</u>

\$97,435 reported as deferred outflows of resources related to pensions resulting from Village contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended April 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Year ended April 30,	
2021	(403,275)
2022	(262,319)
2023	(406,298)
2024	(124,878)
2025	22,691
Thereafter	775
TOTAL	<u>\$ (1,173,304)</u>

VILLAGE OF CHATHAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS (Continued)

Police Pension Fund

Plan Description. Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single employer pension plan. The plan issues an annual report to the Illinois Department of Insurance; however, they do not issue their own stand-alone financial statements. The Village accounts for the plan as a pension trust fund and the plan is governed by a five-member Board. Two members are elected from active officers, two are appointed by the Village President, and one is elected from retired members. Although this is a single employer pension plan, the defined benefits, as well as the employee and employer contribution levels, are mandated by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. Plan members' contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions.

Plan Membership. At May 1, 2020, the date of the most recent actuarial valuation, the Police Pension membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	6
Inactive plan members, but not yet receiving benefits	2
Active plan members	<u>16</u>
Total	<u><u>24</u></u>

Benefits Provided. The Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half 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 3.0% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% 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 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% of the original pension and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) 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 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS (Continued)

Police Pension Fund (Continued)

Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e. ½% 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. Non-compounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ 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 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’s annual contribution to the plan is provided by property tax levy. These taxes are required to be of an amount necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, The Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. There is no formal funding policy that exists between the Pension Board and the Village. The informal funding policy that has been determined for future contributions is 99.90% of the actuarially determined contribution which is based on 100% amortization of the unfunded actuarially accrued liability. For the year ended April 30, 2021, the Village’s contribution was 54.25% of covered payroll.

Net Pension Liability. The Village’s net pension liability was measured as of April 30, 2021. The total pension liability was determined by an actuarial valuation as of May 1, 2020 and rolled forward to the measurement date of April 30, 2021.

Actuarial Assumptions. The following are the methods and assumptions used to determine the total pension liability as of April 30, 2021.

Actuarial valuation date	May 1, 2020
Actuarial cost method	Entry Age Normal
Asset valuation	Market Value
Long-term expected rate of return	6.25%
Salary increases	4% to 21.25% (3.75% to 21.01% in PY)
Increase in total payroll	3.25%
Price inflation	2.50% (2.25% in PY)
Percent married	80.0%

Mortality rates were based on Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described. Retirement rates were based on L&A 2020 Illinois Police Retirement Rates Capped at age 65.

All economic assumption rates are assumed to be annual rates, compounded on an annual basis.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS (Continued)

Police Pension Fund (Continued)

The long-term expected rate of return on assets is intended to represent the best estimate of future real rates of return and is shown for each of the major asset classes in the investment policy. Long-term Real Rates of Return are shown as the Expected Rate of Return, net of the assumed inflation rate. There are multiple approaches seen to providing these rates. Typically, the information is either based on capital market projections, or historical rates seen for the asset classes.

Assumptions were changed from the prior year. The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 2.56% to 2.27% for the current year. The underlying index used is The Bond Buyer 20-Bond GO Index which is unchanged from the prior year.

The rates provided in the table below are based on an arithmetic average.

<u>Asset Class</u>	<u>Long-Term Expected Rate of Return</u>	<u>Long-Term Inflation Expectations</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>
Equities	10.00%	2.90%	6.90%	45.00%
Fixed Income	5.10%	2.90%	2.10%	52.50%
Cash	3.30%	2.90%	0.40%	2.50%

Discount Rate. The discount rate used to measure the total pension liability was 6.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS (Continued)

Police Pension Fund (Continued)

Changes in the Net Pension Liability.

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
Balances at May 1, 2020	\$ 14,460,728	\$ 8,153,930	\$ 6,306,798
Changes for the period:			
Service cost	374,564	-	374,564
Interest	882,049	-	882,049
Changes in benefit terms	-	-	-
Actuarial experience	(149,490)	-	(149,490)
Employer contributions	-	665,113	(665,113)
Employee contributions	-	121,507	(121,507)
Net investment income	-	2,075,210	(2,075,210)
Changes in assumptions	45,796	-	45,796
Benefit payments and refunds	(456,533)	(456,533)	-
Administrative expense	-	(12,438)	12,438
Net changes	696,386	2,392,859	(1,696,473)
Balances at April 30, 2021	\$ 15,157,114	\$ 10,546,789	\$ 4,610,325

The Plan's fiduciary net position as a percentage of total pension liability for the year ended April 30, 2021 was 69.58%.

Discount Rate Sensitivity. The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.25% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.25%) or 1 percentage point higher (7.25%) than the current rate.

	1% Decrease (5.25%)	Current Discount Rate (6.25%)	1% Increase (7.25%)
Net pension liability (asset)	\$ 7,305,900	\$ 4,610,325	\$ 2,476,413

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT PLANS (Continued)

Police Pension Fund (Continued)

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended April 30, 2021, the Village reported recognized total pension expense of \$1,139,616, of which \$570,586 was related to the Police pension. At April 30, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to the Police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 246,240	\$ 132,087
Changes in assumption	463,969	64,386
Net difference between projected and actual earnings on pension plan investments	-	809,118
	<hr/>	<hr/>
TOTAL	\$ 710,209	\$1,005,591

Amounts reported as deferred outflows of resources and deferred inflows of resources related to Police Pension will be recognized in pension expense as follows:

<u>Year ended April 30,</u>	
2021	\$ (36,544)
2022	(48,887)
2023	(70,184)
2024	(197,007)
2025	57,854
Thereafter	<hr/> (614)
TOTAL	<hr/> \$ (295,382) <hr/>

10. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. No contributions are made by the Village or its employees to fund a reserve for payment of benefits. Accordingly, there are no assets accumulated in a GASB-compliant trust. Since no reserve is maintained for benefit payments, the plan does not issue a separate stand-alone financial report. The OPEB obligation is generally liquidated through the funds in which the related employees' wages are paid.

Benefits Provided

The Village provides post retirement health benefits, as per the requirements of local ordinances and labor agreements. Retirees are eligible to continue their health care coverage with the Village's carrier. The Village will pay the retirees single medical insurance coverage provided the employee is not eligible from other sources as per the following schedule upon retirement until said employee is eligible for Medicare benefits. If the employee is eligible for coverage from other sources, the Village will pay that amount provided it does not exceed the amount the Village regularly pays for single member premium coverage. If the premium contribution exceeds the costs of the Village contribution, the retiree will be eligible to remain on the Village plan. To be eligible for this benefit, the retiree shall be at least fifty-five years of age and has been an employee of the Village for a minimum of 10 years, with the exception of retirees under the International Fraternal Order of Police, Local Unit 821. Such retirees shall be at least fifty years of age. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the Village is required to pay 100% of the cost of basic health insurance for the employee and their dependents for their lifetime.

10 years of employment with the Village = 25% of single medical coverage premium

15 years of employment with the Village = 50% of single medical coverage premium

20 years of employment with the Village = 100% of single medical coverage premium

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Plan Membership

At April 30, 2021 (census date), membership consisted of:

Inactive employees currently receiving benefit payments	8
Inactive employees entitled to but not but not yet receiving benefit payments	-
Active employees	<u>52</u>
Total	<u><u>60</u></u>

Total OPEB Liability

The Village's total OPEB liability of \$5,852,910 was measured as of April 30, 2021 and was determined by an actuarial valuation as of May 1, 2021 using the alternative measurement method and the measurement date of April 30, 2021.

Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2021 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was rolled forward by the actuary using updating procedures to April 30, 2021 including updating the discount rate at April 30, 2021 as noted below.

Actuarial cost method	Entry-age normal
Assumptions	
Payroll increases	2.75%
Discount rate	2.27% (2.56% in 2020)
Inflation	2.25%
Healthcare cost trend rates	6.87% to 6.87%
	5.00% ultimate
Asset valuation method	Market value

The payroll increase assumption is based on a review of the IMRF December 31, 2020 actuarial valuation and the L&A assumption study for Police 2021.

The discount rate was based on the municipal bond rate for the Bond Buyer 20-Bond G.O. Index. The 2.27% rate shown is the April 30, 2021. The 20-Bond G.O. Index is based on an average of certain general obligation bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions and Other Inputs (Continued)

The initial healthcare trend rate is based on the 2021 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates selected fall within a generally accepted range.

Mortality rates were based on the RP-2014 Study, with blue collar adjustments for IMRF employees. These rates are improved generationally using MP-2016 improvement rates. Mortality rates for active police officers were based on the sex distinct raw rates as developed in the PubS-2010(A) study improved to 2017 using MP-2019 improvement rates.

Coverage election at retirement is assumed to be 100% for IMRF employees and 33% for IMRF employees currently waiving health insurance coverage. Of the employees assumed to elect coverage at retirement, 50% are assumed to elect spouse coverage and female spouses are assumed to be 3 years younger than male spouses. The assumptions are based on the current population.

Changes in the Total OPEB Liability

Balances beginning May 1, 2020	\$ 5,291,854
Changes for the year:	
Service cost	135,267
Interest	133,152
Difference between expected and actual experience	36,918
Assumption changes	436,883
Benefit payments	<u>(181,164)</u>
Net changes	<u>561,056</u>
Balances ending April 30, 2021	<u>\$ 5,852,910</u>

Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Village calculated using the discount rate of 2.27% as well as what the Village total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.27%) or 1 percentage point higher (3.27%) than the current rate:

	1% Decrease <u>(1.27%)</u>	Current Discount Rate <u>(2.27%)</u>	1% Increase <u>(3.27%)</u>
Total OPEB Liability	\$ 6,662,477	\$ 5,852,910	\$ 5,182,560

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the Village calculated using the healthcare rate of 5.00% to 7.70% as well as what the Village total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.00% to 6.70%) or 1 percentage point higher (6.00% to 8.70%) than the current rate:

	<u>1% Decrease (Varies)</u>	<u>Current Discount Rate (Varies)</u>	<u>1% Increase (Varies)</u>
Total OPEB Liability	\$ 5,132,428	\$ 5,852,910	\$ 6,716,874

OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2021, the Village reported recognized total OPEB expense of \$561,056.

11. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. To insure against the losses, the Village participates in the Illinois Counties Risk Management Trust (ICRMT), a public entity risk pool with transfers of risk. The Village pays an annual premium to ICRMT for its coverage. Employee health risks are insured through the purchase of a commercial insurance plan. In addition, the Village has workers compensation coverage through the Illinois Public Risk Fund. Settled claims have not exceeded this coverage in any of the past three fiscal years.

12. JOINT VENTURE

During fiscal year 2009, the Village, along with the Village of New Berlin, Illinois, established the South Sangamon Water Commission. The Commission is a municipal corporation established pursuant to the provisions of the Water Commission Act of the State of Illinois (65 ILCS 5/11-135-1 et. seq.) for the purpose of constructing and operating a water supply distribution system serving its customers.

During fiscal year 2010, the Village entered into a wholesale water agreement with the South Sangamon Water Commission whereby the Water Commission will supply water to the Village until December 31, 2040, or 5 years after the expiration of the original issue of the Commission's bonds, whichever is later. The agreement became effective when the treatment plant commenced operations in May 2012. Under this agreement, the Village paid \$3,495,432 to the Commission during fiscal year 2021 for the purchase of water.

VILLAGE OF CHATHAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. JOINT VENTURE (Continued)

The Commission's fiscal year end is April 30. Separate financial statements are available for the Commission by contacting the South Sangamon Water Commission at PO Box 83 New Berlin, Illinois 62670-0083.

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REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Six Calendar Years

MEASUREMENT DATE DECEMBER 31	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY						
Service cost	\$ 268,419	\$ 263,876	\$ 230,684	\$ 244,533	\$ 249,095	\$ 248,975
Interest	952,162	902,963	879,549	898,328	882,777	782,200
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	336,664	10,587	(353,775)	(516,855)	(469,473)	681,972
Changes of assumptions	(203,217)	-	423,617	(410,496)	(68,605)	33,697
Benefit payments, including refunds of member contributions	(530,722)	(471,468)	(467,190)	(450,749)	(443,799)	(297,513)
	823,306	705,958	712,885	(235,239)	149,995	1,449,331
Total pension liability - beginning	13,264,417	12,558,459	11,845,574	12,080,813	11,930,818	10,481,487
TOTAL PENSION LIABILITY - ENDING	<u>\$ 14,087,723</u>	<u>\$ 13,264,417</u>	<u>\$ 12,558,459</u>	<u>\$ 11,845,574</u>	<u>\$ 12,080,813</u>	<u>\$ 11,930,818</u>
PLAN FIDUCIARY NET POSITION						
Contributions - employer	\$ 390,571	\$ 315,961	\$ 343,850	\$ 355,417	\$ 339,165	\$ 425,528
Contributions - member	202,045	182,229	146,776	136,795	108,548	114,457
Net investment income	1,632,715	1,791,167	(862,097)	1,306,357	594,756	43,111
Benefit payments, including refunds of member contributions	(530,722)	(471,468)	(467,190)	(450,749)	(443,799)	(297,513)
Other income (expense)	(16,051)	(9,079)	(16,315)	45,042	61,553	(142,279)
	1,678,558	1,808,810	(854,976)	1,392,862	660,223	143,304
Plan fiduciary net position - beginning	11,651,247	9,842,437	10,697,413	9,304,551	8,644,328	8,501,024
PLAN FIDUCIARY NET POSITION - ENDING	<u>\$ 13,329,805</u>	<u>\$ 11,651,247</u>	<u>\$ 9,842,437</u>	<u>\$ 10,697,413</u>	<u>\$ 9,304,551</u>	<u>\$ 8,644,328</u>
EMPLOYER'S NET PENSION LIABILITY (ASSET)	<u>\$ 757,918</u>	<u>\$ 1,613,170</u>	<u>\$ 2,716,022</u>	<u>\$ 1,148,161</u>	<u>\$ 2,776,262</u>	<u>\$ 3,286,490</u>
Plan fiduciary net position as a percentage of the total pension liability	94.62%	87.84%	78.37%	90.31%	77.02%	72.45%
Covered payroll	\$ 2,817,953	\$ 2,735,596	\$ 2,440,390	\$ 2,313,911	\$ 2,263,499	\$ 2,443,509
Employer's net pension liability (asset) as a percentage of covered-employee payroll	26.90%	58.97%	111.29%	49.62%	122.65%	134.50%

Year Ended December 31, 2020 - Changes in assumptions related to price inflation, salary increases, retirement age and mortality were made since the prior measurement date. Price inflation and salary increases decreased from 2.50% to 2.25% and 3.35% - 14.25% to 2.85% - 13.75%, respectively. Retirement age assumptions were updated from the 2017 valuation pursuant to an experience study of the period 2014-2016 to the 2020 valuation pursuant to an experience study of the period 2017-2019. Mortality assumptions were updated to include mortality improvements as stated in the most recently released MP-2020 table.

Year Ended December 31, 2019- Changes in assumptions related to salary increases decreased from 3.39% -14.25% to 3.35% - 14.25%

Year Ended December 31, 2018 - Changes in assumptions related to investment rate of return were made since the prior measurement date. Investment rate of return decreased from 7.50% to 7.25%.

Year Ended December 31, 2017 - Changes in assumptions related to price inflation, salary increases, retirement age and mortality were made since the prior measurement date. Price inflation and salary increases decreased from 2.75% and 3.75% - 14.50% to 2.50% and 3.39% - 14.25%, respectively. Retirement age assumptions were updated from the 2014 valuation pursuant to an experience study of the period 2011-2013 to the 2017 valuation pursuant to an experience study of the period 2014-2016. Mortality assumptions were updated to include mortality improvements as stated in the most recently released MP-2017 table.

Year Ended December 31, 2016 - Changes in assumptions related to investment rate of return and mortality were made since the prior measurement date.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
POLICE PENSION TRUST FUND

Last Seven Fiscal Years

MEASUREMENT DATE MAY 1	2021	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY							
Service cost	\$ 374,564	\$ 359,618	\$ 374,057	\$ 365,889	\$ 344,366	\$ 306,768	\$ 330,691
Interest	882,049	830,363	783,679	737,681	670,000	582,946	491,643
Changes of benefit terms	-	110,840	-	-	-	-	-
Differences between expected and actual experience	(149,490)	156,600	5,608	14,574	98,527	143,983	675,793
Changes of assumptions	45,796	(81,860)	-	-	291,257	659,242	525,246
Benefit payments, including refunds of member contributions	(456,533)	(401,279)	(431,512)	(332,855)	(309,649)	(290,496)	(211,806)
	696,386	974,282	731,832	785,289	1,094,501	1,402,443	1,811,567
Total pension liability - beginning	14,460,728	13,486,446	12,754,614	11,969,325	10,874,824	9,472,381	7,660,814
TOTAL PENSION LIABILITY - ENDING	\$ 15,157,114	\$ 14,460,728	\$ 13,486,446	\$ 12,754,614	\$ 11,969,325	\$ 10,874,824	\$ 9,472,381
PLAN FIDUCIARY NET POSITION							
Contributions - employer	\$ 665,113	\$ 633,707	\$ 604,324	\$ 530,523	\$ 510,127	\$ 326,628	\$ 341,113
Contributions - member	121,507	122,579	109,075	118,016	111,324	108,237	107,716
Net investment income	2,075,210	(127,230)	359,011	363,359	480,550	(52,244)	295,773
Benefit payments, including refunds of member contributions	(456,533)	(401,279)	(431,512)	(332,855)	(309,649)	(290,496)	(211,806)
Administrative expense	(12,438)	(13,835)	(15,416)	(15,672)	(13,463)	(13,674)	(4,221)
	2,392,859	213,942	625,482	663,371	778,889	78,451	528,575
Plan fiduciary net position - beginning	8,153,930	7,939,988	7,314,506	6,651,135	5,872,246	5,793,795	5,265,220
PLAN FIDUCIARY NET POSITION - ENDING	\$ 10,546,789	\$ 8,153,930	\$ 7,939,988	\$ 7,314,506	\$ 6,651,135	\$ 5,872,246	\$ 5,793,795
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 4,610,325	\$ 6,306,798	\$ 5,546,458	\$ 5,440,108	\$ 5,318,190	\$ 5,002,578	\$ 3,678,586
Plan fiduciary net position as a percentage of the total pension liability	69.58%	56.39%	58.87%	57.35%	55.57%	54.00%	61.17%
Covered payroll	\$ 1,226,099	\$ 1,236,916	\$ 1,195,048	\$ 1,251,466	\$ 1,212,074	\$ 1,185,936	\$ 1,136,776
Employer's net pension liability (asset) as a percentage of covered-employee payroll	376.02%	509.88%	464.12%	434.70%	438.77%	421.83%	323.60%

Year ended April 30, 2021 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 2.56% to 2.27%, Projected Individual Pay Increases was changed from 3.75%-21.01% to 4.00%-21.25%, and the Inflation Rate was changed from 2.25% to 2.50%

Year ended April 30, 2020 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.79% to 2.56%, Projected Individual Pay Increases was changed from 4.00%-21.25% to 3.75%-21.01%, Consumer Price Index was changed from 2.50% to 2.25% and the Inflation Rate was changed from 2.50% to 2.25%. Also, changes to demographic assumptions were made based on a study of Police officers and Police Pension Funds in Illinois.

Year ended April 30, 2019 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.97% to 3.79%

Year ended April 30, 2018 - The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.82% to 3.97%

Year ended April 30, 2017 - Changes in assumptions related to the bond rate and mortality were made since the prior measurement date. The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.32% to 3.82%. Also, mortality assumptions were updated to include mortality improvements as stated in the most recently released MP-2016 table. In addition, the rates are being applied on a fully-generational basis.

Year ended April 30, 2016 - Changes in assumptions related to the bond rate, discount rate and demographics were made since the prior measurement date. The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.62% to 3.32%. The single discount rate used was changed from 6.50% to 6.25%. Also, changes to demographic assumptions were made based on a study of Police officers and Police Pension Funds in Illinois. The change in demographic assumptions impacted mortality rates, mortality improvement rates, retirements rates, disability rates, and termination rates.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Six Fiscal Years

FISCAL YEAR ENDING APRIL 30,	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Actuarially determined contribution	\$ 346,142	\$ 331,521	\$ 335,774	\$ 351,115	\$ 330,816	\$ 332,775
Contributions in relation to the actuarially determined contribution	<u>346,142</u>	<u>331,521</u>	<u>335,774</u>	<u>351,115</u>	<u>330,774</u>	<u>332,775</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42</u>	<u>\$ -</u>
Covered-employee payroll	\$ 2,817,953	\$ 2,749,884	\$ 2,545,451	\$ 2,351,697	\$ 2,273,112	\$ 2,446,564
Contributions as a percentage of covered payroll	12.28%	12.06%	13.19%	14.93%	14.55%	13.60%

Notes to schedule:

Information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 23 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 13.75% compounded annually and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION TRUST FUND

Last Seven Fiscal Years

FISCAL YEAR ENDING APRIL 30,	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 666,450	\$ 634,385	\$ 604,307	\$ 531,274	\$ 510,280	\$ 327,052	\$ 306,391
Contributions in relation to the actuarially determined contribution	<u>665,113</u>	<u>633,707</u>	<u>604,324</u>	<u>530,523</u>	<u>510,127</u>	<u>326,628</u>	<u>341,113</u>
Contribution deficiency (excess)	<u>\$ 1,337</u>	<u>\$ 678</u>	<u>\$ (17)</u>	<u>\$ 751</u>	<u>\$ 153</u>	<u>\$ 424</u>	<u>\$ (34,722)</u>
Covered payroll	\$ 1,226,099	\$ 1,236,916	\$ 1,195,048	\$ 1,251,466	\$ 1,212,074	\$ 1,185,936	\$ 1,136,776
Contributions as a percentage of covered payroll	54.25%	51.23%	50.57%	42.39%	42.09%	27.54%	30.01%

Notes to schedule:

Information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 17 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 6.25% annually, and projected salary increases assumption of 4.00% to 21.25% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POST-EMPLOYMENT BENEFIT PLAN

Last Three Fiscal Years

MEASUREMENT DATE MAY 1,	2021	2020	2019
TOTAL OPEB LIABILITY			
Service cost	\$ 135,267	\$ 105,826	\$ 99,197
Interest	133,152	166,632	166,628
Changes of benefit terms	-	-	-
Differences between expected and actual experience	36,918	-	-
Changes of assumptions	436,883	696,532	82,446
Benefit payments, including refunds of member contributions	<u>(181,164)</u>	<u>(148,381)</u>	<u>(148,503)</u>
	561,056	820,609	199,768
Total OPEB liability - beginning	<u>5,291,854</u>	<u>4,471,245</u>	<u>4,271,477</u>
TOTAL OPEB LIABILITY - ENDING	<u>\$ 5,852,910</u>	<u>\$ 5,291,854</u>	<u>\$ 4,471,245</u>
OPEB PLAN NET POSITION	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EMPLOYER'S NET OPEB LIABILITY	<u>\$ 5,852,910</u>	<u>\$ 5,291,854</u>	<u>\$ 4,471,245</u>
Covered-employee payroll	\$ 3,921,666	\$ 3,978,097	\$ 3,655,376
Employer's net pension liability (asset) as a percentage of covered payroll	149.25%	133.02%	122.32%

Year ended April 30, 2021 the changes in assumptions included changes in the the discount rate was changed from 2.56% to 2.27%.

Year ended April 30, 2020 the changes in assumptions included changes in the inflate rate, mortality rates, mortality improvement rates, termination rates, disability rates, and the discount rate was changed from 3.79% to 2.56%.

Year ended April 30, 2019 - Because this is implementation year, the beginning total OPEB liability is based on the same data and plan provisions as the ending total OPEB liability. For the purpose of developing changes in OPEB liability, the only change in assumptions was the discount rate from 3.97% to 3.79%.

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

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

VILLAGE OF CHATHAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION TRUST FUND

Last Seven Fiscal Years

<u>FISCAL YEAR ENDING APRIL 30,</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return	24.48%	-1.54%	4.74%	5.23%	7.85%	-0.80%	5.21%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2021

	Original Budget	Final Budget	Actual	Over/(Under)
REVENUES				
Property taxes	\$ 1,420,635	\$ 1,420,635	\$ 1,417,623	\$ (3,012)
Road and bridge taxes	24,500	24,500	24,673	173
Local use tax	408,250	408,250	514,158	105,908
Telecommunications tax	145,000	145,000	106,606	(38,394)
Gaming tax	102,500	102,500	94,122	(8,378)
Franchise fees	263,100	263,100	246,604	(16,496)
Business licenses	29,325	29,325	20,275	(9,050)
Building and zoning fees	93,250	93,250	60,423	(32,827)
Fines	68,200	68,200	81,140	12,940
Recreation program fees and contributions	750	750	-	(750)
Cemetery fees	16,025	16,025	13,430	(2,595)
Administration fee	490,725	490,725	490,725	-
Investment income	21,850	21,850	12,150	(9,700)
Other	41,800	41,800	26,916	(14,884)
Intergovernmental revenues	1,938,010	1,938,010	2,420,079	482,069
Federal grants	94,000	94,000	267,971	173,971
State grants	8,550	8,550	2,887	(5,663)
Total revenues	5,166,470	5,166,470	5,799,782	633,312
EXPENDITURES				
General government:				
Salaries and overtime	279,500	279,500	248,134	(31,366)
Village officials	53,000	53,000	51,600	(1,400)
Other payroll expenditures	100,950	100,950	86,281	(14,669)
Travel and training	9,000	9,000	4,403	(4,597)
Legal fees	128,000	128,000	111,524	(16,476)
Professional services	141,861	139,861	72,525	(67,336)
Accounting and auditing fees	3,600	3,600	3,443	(157)
Building and grounds maintenance	11,596	14,096	12,231	(1,865)
Vehicle and equipment maintenance	2,258	2,258	320	(1,938)
Office expenditures	29,950	29,950	22,642	(7,308)
IT & GIS	50,757	50,257	30,974	(19,283)
Code enforcement	65,350	65,350	38,432	(26,918)
General insurance	32,650	32,650	30,777	(1,873)
Emergency services	18,250	18,250	-	(18,250)
Refunds	4,000	4,000	553	(3,447)
Grant expense	75,000	75,000	50,000	(25,000)
Total general government	1,005,722	1,005,722	763,839	(241,883)

(continued)

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2021

	Original Budget	Final Budget	Actual	Over/(Under)
Cemetery:				
Salaries and overtime	\$ 16,300	\$ 16,300	\$ 12,993	\$ (3,307)
Other payroll expenditures	6,760	6,760	4,984	(1,776)
Building and grounds maintenance	18,445	18,445	11,210	(7,235)
Total cemetery	41,505	41,505	29,187	(12,318)
Culture and recreation:				
Salaries and overtime	299,500	297,000	229,974	(67,026)
Other payroll expenditures	102,240	102,240	79,579	(22,661)
Travel and training	500	200	-	(200)
Professional services	30,000	-	-	-
Building and grounds maintenance	26,494	61,794	47,732	(14,062)
Program expenditures	2,000	2,000	-	(2,000)
4th of July	7,400	7,400	7,400	-
Vehicle and equipment maintenance	26,800	28,800	21,441	(7,359)
Office expenditures	2,573	3,073	2,714	(359)
Equipment purchase	9,497	4,497	2,917	(1,580)
Uniforms and supplies	5,388	5,388	2,921	(2,467)
Total culture and recreation	512,392	512,392	394,678	(117,714)
Public safety:				
Salaries and overtime	1,752,000	1,726,400	1,545,421	(180,979)
Other payroll expenditures	578,600	578,600	524,275	(54,325)
Travel and training	14,000	14,000	11,324	(2,676)
Professional services	5,246	5,246	4,934	(312)
Building and grounds maintenance	6,522	13,322	11,961	(1,361)
Vehicle and equipment maintenance	49,400	54,400	52,177	(2,223)
Office expenditures	50,684	55,984	51,085	(4,899)
IT	14,908	17,908	14,404	(3,504)
General insurance	46,700	46,700	44,033	(2,667)
Equipment purchase	17,755	23,255	22,525	(730)
Pension contribution	666,450	666,450	665,113	(1,337)
Uniforms and supplies	32,700	32,700	31,822	(878)
Crime prevention	32,300	32,300	2,755	(29,545)
Total public safety	3,267,265	3,267,265	2,981,829	(285,436)

(continued)

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2021

	Original Budget	Final Budget	Actual	Over/(Under)
Public works/transportation:				
Employee salaries and overtime	\$ 376,200	\$ 376,200	\$ 274,119	\$ (102,081)
Other payroll expenditures	192,150	192,150	140,931	(51,219)
Travel and training	500	500	-	(500)
Building and ground maintenance	14,000	14,000	7,915	(6,085)
Vehicle and equipment maintenance	75,000	75,000	57,740	(17,260)
General insurance	23,950	23,950	22,665	(1,285)
Equipment purchase	10,122	10,122	1,456	(8,666)
Uniforms and supplies	13,985	13,985	8,496	(5,489)
Office expenditures	1,011	1,011	741	(270)
Total public works/transportation	<u>706,918</u>	<u>706,918</u>	<u>514,063</u>	<u>(192,855)</u>
Debt service				
Principal	43,900	486,700	484,395	(2,305)
Interest	15,200	16,400	16,330	(70)
Total debt service	<u>59,100</u>	<u>503,100</u>	<u>500,725</u>	<u>(2,375)</u>
Capital outlays:				
Buildings	3,470	3,470	3,470	-
Land	22,920	22,920	22,920	-
Equipment purchase	14,534	14,534	14,534	-
Total capital outlay	<u>40,924</u>	<u>40,924</u>	<u>40,924</u>	<u>-</u>
Total expenditures	<u>5,633,826</u>	<u>6,077,826</u>	<u>5,225,245</u>	<u>(852,581)</u>
EXCESS OR DEFICIENCIES OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	<u>(467,356)</u>	<u>(911,356)</u>	<u>574,537</u>	<u>1,485,893</u>
OTHER FINANCING SOURCES (USES)				
Transfer out	(38,809)	(38,809)	(38,809)	-
Bonds issued	-	-	810,000	810,000
Total other financing (uses)	<u>(38,809)</u>	<u>(38,809)</u>	<u>771,191</u>	<u>810,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ (506,165)</u>	<u>\$ (950,165)</u>	1,345,728	<u>\$ 2,295,893</u> (concluded)
FUND BALANCE - MAY 1, 2020			<u>2,332,682</u>	
FUND BALANCE - APRIL 30, 2021			<u>\$ 3,678,410</u>	

VILLAGE OF CHATHAM, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2021

1. BUDGETARY CONTROLS

The President and Board of Trustees legally enact the budget through passage of an ordinance which is developed on the modified accrual basis of accounting for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Fund, and Permanent Fund and the accrual basis of accounting for the Proprietary Funds and the Fiduciary Funds. Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by operational line item which constitutes the legal level of control. Expenditures may not exceed appropriations. All budget revisions must be approved by the Board of Trustees. The budget lapses at year end. The Village has adopted an annual budget for all funds.

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**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

VILLAGE OF CHATHAM, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2021

	Special Revenue				Capital Projects	Permanent	Total
	Motor Fuel Tax	Veteran's Memorial Brick	Yard Waste, Recycling and Refuse	Police and Public Works Utility Tax	Capital Projects	Cemetery Trust	
ASSETS							
Cash and cash equivalents	\$1,026,458	\$ 12,038	\$ 307,800	\$ 14,024	\$73,669	\$484,894	\$1,918,883
Other receivables	-	-	26,709	-	-	1,163	27,872
Due from other governments	37,884	-	-	-	-	-	37,884
Total current assets	1,064,342	12,038	334,509	14,024	73,669	486,057	1,984,639
TOTAL ASSETS	\$1,064,342	\$ 12,038	\$ 334,509	\$ 14,024	\$73,669	\$486,057	\$1,984,639
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ 31,907	\$ -	\$ 45,456	\$ -	\$ -	\$ -	\$ 77,363
Accrued payroll	-	-	1,718	-	-	-	1,718
Payroll tax liabilities	-	-	344	-	-	-	344
Unearned revenue	-	-	1,355	-	-	-	1,355
Due to other funds	-	-	-	1,246	-	-	1,246
TOTAL LIABILITIES	31,907	-	48,873	1,246	-	-	82,026
FUND BALANCE							
Nonspendable							
Corpus of permanent fund	-	-	-	-	-	403,255	403,255
Restricted							
Public works	1,032,435	-	-	-	-	-	1,032,435
Unrestricted							
Committed							
Veteran's memorial brick	-	12,038	-	-	-	-	12,038
Yard waste	-	-	285,636	-	-	-	285,636
Public safety	-	-	-	3,486	-	-	3,486
Public works	-	-	-	9,292	-	-	9,292
Cemetery	-	-	-	-	-	82,802	82,802
Assigned							
Capital projects	-	-	-	-	73,669	-	73,669
Total fund balance	1,032,435	12,038	285,636	12,778	73,669	486,057	1,902,613
TOTAL LIABILITIES AND FUND BALANCE	\$1,064,342	\$ 12,038	\$ 334,509	\$ 14,024	\$73,669	\$486,057	\$1,984,639

VILLAGE OF CHATHAM, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2021

	Special Revenue				Capital Projects	Permanent	Total
	Motor Fuel Tax	Veteran's Memorial Brick	Yard Waste, Recycling and Refuse	Police and Public Works Utility Tax	Capital Projects	Cemetery Trust	
REVENUES							
Motor fuel taxes	\$ 448,063	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 448,063
Telecommunications tax	-	-	-	26,651	-	-	26,651
Fees and service charges	-	550	295,786	-	-	13,000	309,336
State grants	378,948	-	-	-	-	-	378,948
Federal grants	-	-	5,569	-	-	-	5,569
Investment income	1,351	12	1,344	9	126	2,206	5,048
Total revenues	828,362	562	302,699	26,660	126	15,206	1,173,615
EXPENDITURES							
Current							
Cemetery	-	-	-	-	-	-	-
Culture and recreation	-	168	-	-	-	800	968
Public safety	-	-	-	18,251	-	-	18,251
Public works/transportation	176,954	-	327,755	4,665	-	-	509,374
Capital outlay	-	-	-	-	7,943	-	7,943
Total expenditures	176,954	168	327,755	22,916	7,943	800	536,536
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	651,408	394	(25,056)	3,744	(7,817)	14,406	637,079
OTHER FINANCING SOURCES (USES)							
Transfer in	-	-	-	-	38,809	-	38,809
Capital leases issued	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	38,809	-	38,809
NET CHANGE IN FUND BALANCE	651,408	394	(25,056)	3,744	30,992	14,406	675,888
FUND BALANCE - MAY 1, 2020	381,027	11,644	310,692	9,034	42,677	471,651	1,226,725
FUND BALANCE - APRIL 30, 2021	\$ 1,032,435	\$ 12,038	\$ 285,636	\$ 12,778	\$ 73,669	\$ 486,057	\$ 1,902,613

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	<u>Motor Fuel Tax</u>		<u>Veteran's Memorial Brick</u>	
	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
REVENUES				
Motor fuel tax	\$ 402,500	\$ 448,063	\$ -	\$ -
Telecommunications tax	-	-	-	-
Fees and service charges	-	-	1,150	550
State Grants	126,316	378,948	-	-
Investment income	1,625	1,351	50	12
Total revenues	<u>530,441</u>	<u>828,362</u>	<u>1,200</u>	<u>562</u>
EXPENDITURES				
Salaries and overtime	-	-	-	-
Other payroll expenditures	-	-	-	-
Street maintenance and improvements	408,641	151,021	-	-
Clean-up and beautification	-	-	-	-
Yard waste supplies and services	-	-	-	-
Professional services	26,867	25,933	-	-
Building and grounds maintenance	-	-	1,200	168
Equipment	-	-	-	-
Total expenditures	<u>435,508</u>	<u>176,954</u>	<u>1,200</u>	<u>168</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)				
	<u>94,933</u>	<u>651,408</u>	<u>-</u>	<u>394</u>
OTHER FINANCING SOURCES (USES)				
Capital leases issued	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 94,933</u>	651,408	<u>\$ -</u>	394
FUND BALANCE - MAY 1, 2020		<u>381,027</u>		<u>11,644</u>
FUND BALANCE - APRIL 30, 2021		<u>\$ 1,032,435</u>		<u>\$ 12,038</u>

VILLAGE OF CHATHAM, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS**

For the Year Ended April 30, 2021

	<u>Yard Waste, Recycling and Refuse</u>		<u>Police and Public Works Utility Tax</u>	
	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
REVENUES				
Motor fuel tax	\$ -	\$ -	\$ -	\$ -
Telecommunications tax	-	-	36,500	26,651
Fees and service charges	287,130	295,786	-	-
Federal grants	-	5,569	-	-
Investment income	2,670	1,344	30	9
Total revenues	<u>289,800</u>	<u>302,699</u>	<u>36,530</u>	<u>26,660</u>
EXPENDITURES				
Salaries and overtime	48,500	45,240	-	-
Other payroll expenditures	19,450	15,879	-	-
Street maintenance and improvements	-	-	-	-
Clean-up and beautification	28,600	15,135	-	-
Yard waste supplies and services	219,046	213,856	-	-
Professional services	-	-	-	-
Building and grounds maintenance	-	-	-	-
Equipment	37,650	37,645	36,530	22,916
Total expenditures	<u>353,246</u>	<u>327,755</u>	<u>36,530</u>	<u>22,916</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)				
	<u>(63,446)</u>	<u>(25,056)</u>	<u>-</u>	<u>3,744</u>
OTHER FINANCING SOURCES (USES)				
Capital leases issued	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (63,446)</u></u>	<u>(25,056)</u>	<u><u>\$ -</u></u>	<u>3,744</u>
FUND BALANCE - MAY 1, 2020		<u>310,692</u>		<u>9,034</u>
FUND BALANCE - APRIL 30, 2021		<u><u>\$ 285,636</u></u>		<u><u>\$ 12,778</u></u>

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND

For the Year Ended April 30, 2021

	Capital Projects	
	Final Budget	Actual
REVENUES		
Investment income	\$ 225	\$ 126
Total revenues	<u>225</u>	<u>126</u>
EXPENDITURES		
Construction	<u>38,809</u>	<u>7,943</u>
Total expenditures	<u>38,809</u>	<u>7,943</u>
(DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES	<u>(38,584)</u>	<u>(7,817)</u>
OTHER FINANCING SOURCES		
Transfer in	<u>38,809</u>	<u>38,809</u>
Total other financing sources	<u>38,809</u>	<u>38,809</u>
NET CHANGE IN FUND BALANCE	<u>\$ 225</u>	30,992
FUND BALANCE - MAY 1, 2020		<u>42,677</u>
FUND BALANCE - APRIL 30, 2021		<u>\$ 73,669</u>

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PERMANENT FUND

For the Year Ended April 30, 2021

	Cemetery Trust	
	Final Budget	Actual
REVENUES		
Fees and service charges	\$ 14,200	\$ 13,000
Investment income	4,385	2,206
Total revenues	<u>18,585</u>	<u>15,206</u>
EXPENDITURES		
Building and grounds maintenance	78,489	-
Refund	5,000	800
Total expenditures	<u>83,489</u>	<u>800</u>
NET CHANGE IN FUND BALANCE	<u>\$ (64,904)</u>	14,406
FUND BALANCE - MAY 1, 2020		<u>471,651</u>
FUND BALANCE - APRIL 30, 2021		<u>\$ 486,057</u>

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SUPPLEMENTARY FINANCIAL INFORMATION

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION
ELECTRIC FUND

April 30, 2021

(With Comparative Actual Amounts for April 30, 2020)

	2021	2020
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 3,264,647	\$ 3,244,705
Restricted accounts - cash	178,425	202,252
Accounts receivable	845,478	802,216
Due from other government	-	5,447
Inventory	379,790	333,294
	4,668,340	4,587,914
Total current assets		
Other Assets:		
Interfund advance receivable	89,707	179,414
	89,707	179,414
Total other assets		
Capital Assets:		
Capital assets, not being depreciated	306,688	279,734
Property and equipment	21,371,269	20,769,569
Less: accumulated depreciation	(10,920,988)	(10,300,305)
	10,756,969	10,748,998
Capital assets, net		
Total assets	15,515,016	15,516,326
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	242,271	224,900
	242,271	224,900
Total assets and deferred outflows of resources	15,757,287	15,741,226

(Continued)

VILLAGE OF CHATHAM, ILLINOIS

STATEMENT OF NET POSITION
ELECTRIC FUND

April 30, 2021

(With Comparative Actual Amounts for April 30, 2020)

	2021	2020
LIABILITIES		
Current Liabilities:		
Accounts payable	\$ 79,085	\$ 91,012
Accrued payroll	34,926	31,575
Accrued compensated absences payable	4,280	31,890
Unearned revenue	79,599	89,824
Customer deposits	146,200	138,250
Accrued interest payable	21,380	26,507
Other payables	6,965	6,511
Current maturities of long term debt:		
OPEB liability	23,239	24,615
G.O. bonds (Alternate Revenue Source) payable	279,000	273,000
Capital lease payable	77,149	27,893
	751,823	741,077
Total current liabilities		
Long-Term Liabilities:		
Accrued compensated absences payable	222,848	183,850
Net OPEB obligation	727,563	853,251
Net pension liability	273,684	614,147
G.O. bonds (Alternate Revenue Source) payable	1,783,000	2,062,000
Capital lease payable	232,668	63,410
	3,239,763	3,776,658
Total long-term liabilities		
	3,991,586	4,517,735
Total liabilities		
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	630,767	525,525
	4,622,353	5,043,260
Total liabilities and deferred inflows of resources		
NET POSITION		
Investment in capital assets	8,385,152	8,322,695
Restricted for debt service	178,425	202,252
Unrestricted	2,571,357	2,173,019
	\$ 11,134,934	\$ 10,697,966
Total net position		

VILLAGE OF CHATHAM, ILLINOIS

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
ELECTRIC FUND**

For the Year Ended April 30, 2021
(With Comparative Actual Amounts for the Year Ended April 30, 2020)

	2021	2020
OPERATING REVENUES		
User charges	\$ 10,144,077	\$ 9,993,329
Other income	80,064	60,321
Total revenues	10,224,141	10,053,650
OPERATING EXPENSES		
Electricity purchases	7,253,053	6,908,110
Distribution and customer service	2,029,049	2,502,969
Depreciation	620,682	596,938
Total expenses	9,902,784	10,008,017
OPERATING INCOME	321,357	45,633
NONOPERATING INCOME (EXPENSE)		
Investment income	14,169	26,519
Grant income	146,523	5,447
Interest expense	(45,081)	(70,202)
Total nonoperating (expense)	115,611	(38,236)
CHANGE IN NET POSITION	436,968	7,397
NET POSITION - MAY 1, 2020	10,697,966	10,690,569
NET POSITION - APRIL 30, 2021	\$ 11,134,934	\$ 10,697,966

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF OUTSTANDING BONDS
GOVERNMENTAL ACTIVITIES

April 30, 2021

	General Obligation Bonds Series, 2021		Total Debt Service Requirements
	Principal	Interest	
2021-2022	36,955	9,690	46,645
2022-2023	35,964	10,436	46,400
2023-2024	36,450	9,951	46,401
2024-2025	36,941	9,459	46,400
2025-2026	37,440	8,960	46,400
2026-2027	37,946	8,454	46,400
2027-2028	38,458	7,942	46,400
2028-2029	38,977	7,423	46,400
2029-2030	39,503	6,897	46,400
2030-2031	40,037	6,363	46,400
2031-2032	40,577	5,823	46,400
2032-2033	41,125	5,275	46,400
2033-2034	41,680	4,720	46,400
2034-2035	42,242	4,157	46,399
2035-2036	42,813	3,587	46,400
2036-2037	43,391	3,009	46,400
2037-2038	43,977	2,423	46,400
2038-2039	44,570	1,830	46,400
2039-2040	45,172	1,228	46,400
2040-2041	45,782	618	46,400
	<u>\$ 810,000</u>	<u>\$ 118,245</u>	<u>\$ 928,245</u>

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF OUTSTANDING BONDS
BUSINESS-TYPE ACTIVITIES

April 30, 2021

	Electric General Obligation (Alternative Revenue Source) Bonds, Series 2014		Total Debt Service Requirements
	Principal	Interest	
2021-2022	279,000	42,760	321,760
2022-2023	295,000	37,738	332,738
2023-2024	306,000	32,134	338,134
2024-2025	314,000	26,014	340,014
2025-2026	321,000	19,420	340,420
2026-2027	336,000	12,518	348,518
2027-2028	106,000	4,958	110,958
2028-2029	105,000	2,520	107,520
	<u>\$ 2,062,000</u>	<u>\$ 178,062</u>	<u>\$ 2,240,062</u>

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF INVESTMENTS

April 30, 2021

	<u>Cost</u>	<u>Fair Value</u>	<u>Interest Rate</u>	<u>Maturity</u>
Police Pension Fund				
<u>Charles Schwab Account:</u>				
Mutual Funds				
Equity Funds:				
Champlain Small Company	\$ 334,294	\$ 519,403		
Ishares Core S & P 500	1,045,920	1,527,101		
Oakmark Fund	332,388	559,596		
Primecap Odyssey Growth	334,000	606,131		
Vanguard FTSE Developed	1,042,250	1,295,111		
Vanguard Russell 2000	991,633	1,480,580		
Total Equity Funds	<u>4,080,485</u>	<u>5,987,922</u>		
Fixed Income:				
US Treasuries:				
INFL Index	102,921	122,439	0.63%	1/15/2024
INFL Index	110,028	121,434	0.25%	1/15/2025
US Treasur NT	199,914	196,563	0.38%	11/30/2025
US Treasur NT	330,474	325,828	1.63%	11/30/2026
US Treasur NT	49,883	48,070	0.63%	11/30/2027
Total US Treasuries	<u>793,220</u>	<u>814,334</u>		
Agencies Securities				
Federal Farm Credit System	74,723	72,774	3.28%	11/02/2026
TVA Strip	149,114	148,704	0.00%	01/15/2027
Federal Farm Credit System B	249,650	243,926	0.90%	08/19/2027
Total Agency Securities	<u>473,487</u>	<u>465,404</u>		
Corporate Bonds:				
Apple Inc	50,034	50,008	2.85%	05/06/2021
Apple Inc	74,548	76,909	2.70%	05/13/2022
Apple Inc	151,885	164,070	3.20%	05/13/2025
Berkshire Hathaway	101,082	102,749	3.00%	05/15/2022
Chevron Corporation	51,382	52,682	3.19%	06/24/2023
Chevron Corporation	234,010	247,297	3.33%	11/17/2025
Exxon Mobil Corp	100,082	103,991	2.73%	03/01/2023
Exxon Mobil Corp	103,034	107,016	3.18%	03/15/2024

(Continued)

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF INVESTMENTS

April 30, 2021

	Cost	Fair Value	Interest Rate	Maturity
Corporate Bonds (Continued):				
Johnson & Johnson	\$ 156,673	\$ 152,856	2.95%	03/03/2027
Microsoft Corp	61,980	63,976	2.65%	11/03/2022
Microsoft Corp	97,263	102,844	2.13%	11/15/2022
Target Corporation	153,930	164,159	3.50%	07/01/2024
Wal-Mart Stores	76,906	79,369	6.75%	10/15/2023
Wal-Mart Stores	161,952	161,723	3.30%	01/22/2024
Total Corporate Bonds	<u>1,574,761</u>	<u>1,629,649</u>		
Mortgage Pools:				
GNMA Pool AE4614	38,521	40,378	3.50%	05/15/2043
GNMA Pool AL2591	25,607	26,072	3.00%	03/15/2045
GNMA Pool AL5347	36,490	37,228	3.00%	03/15/2045
GNMA Pool BD5850	14,845	15,440	3.50%	10/15/2047
GNMA Pool BE7877	27,577	29,031	3.50%	12/15/2047
GNMA Pool BS5027	143,009	139,227	3.50%	02/15/2050
Total Mortgage Pools	<u>286,049</u>	<u>287,376</u>		
CMO & Asset Backed Securities:				
Government Nation	<u>1,670</u>	<u>1,685</u>	3.50%	07/20/2036
Certificate of Deposits:				
Capital One	99,515	100,308	2.35%	06/17/2021
Capital One	99,877	105,505	2.10%	08/14/2024
Citibank	149,453	169,133	3.50%	01/09/2026
Morgan Stanley B	99,790	102,621	2.55%	06/06/2022
Morgan Stanley P	49,903	51,307	1.85%	12/05/2022
Morgan Stanley B	100,010	104,816	2.55%	06/13/2023
Morgan Stanley P	99,715	103,827	1.95%	08/22/2023
Synchrony Bank	99,515	100,957	2.60%	09/13/2021
TIAA, FSB	99,765	100,535	1.55%	09/07/2021
Wells Fargo & Co	99,780	105,161	1.95%	10/18/2024
Total Certificate of Deposit	<u>997,323</u>	<u>1,044,170</u>		
Total Charles Schwab	<u><u>\$ 8,206,995</u></u>	<u><u>\$ 10,230,540</u></u>		
		(Concluded)		

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF INSURANCE

April 30, 2021

Type of Coverage and Name of Company	Policy Number	Policy Period		Details of Coverage	Liability Limits	Annual Premium
		From	To			
General Liability Illinois Counties Risk Management Trust	P2-1000510- 2021-01	12/1/2020	12/1/2021	General Liability Property Damage	Coverage Applies to: \$1,000,000 General Aggregate \$3,000,000 Products/Completed Operation Annual Aggregate \$1,000,000	\$ 135,031
Excess Liability Illinois Counties Risk Management Trust	P2-1000510- 2021-01	12/1/2020	12/1/2021	Excess Liability	\$10,000,000 limit	
Automobile Liability & Physical Damage Illinois Counties Risk Management Trust	P2-1000510- 2021-01	12/1/2020	12/1/2021	Automobile Liability Automobile Physical Damage	Each Occurrence \$1,000,000 \$2,181,058 Total Physical Damage Scheduled Value	
Property/Inland Marine/Auto Coverage Physical Damage Illinois Counties Risk Management Trust	P2-1000510- 2021-01	12/1/2020	12/1/2021	Property	\$25,445,280 Total Building and Contents Limit	
Worker's Compensation Illinois Public Risk Fund	P1387-2021	1/1/2021	1/1/2022	Workers Compensation Employers Liability	Statutory \$3,000,000 per occurrence	\$ 88,352

VILLAGE OF CHATHAM, ILLINOIS

SCHEDULE OF ELECTRIC RATES CHARGED

April 30, 2021

The Electric System served an average of 6,098 customers during fiscal year 2021. The Village provided 77,705,139 kilowatt hours to its customers during fiscal year 2021. The electric rates as of April 30, 2021 charged by the Village are as follows (effective September 1, 2018):

Standard Residential Service Rates

- (1) Rate: \$0.1135/kwh
- (2) Facility Charge: \$11.57 per month

Senior Citizen Residential and Village Park Service Rate

- (1) Rate: \$0.1022/kwh
- (2) Facility Charge: \$11.57 per month

Governmental Service

- (1) Rate: \$0.1022/kwh
- (2) Demand Charge: \$6.2738/multiplier/demand unit (demand will be the highest average kilowatt demand measured in any 15-minute period during the month)
- (3) Facility Charge: \$24.87 per month

General Service – Commercial without Demand

- (1) Rate: \$0.1339/kwh
- (2) Facility Charge – Commercial, institutional, and non-residential or for three phase, residential, non-residential, institutional, and commercial use taken through a single meter at the utility standard secondary voltage without Demand metering.
 - a) \$11.57 per month single phase
 - b) \$25.87 per month three phase

General Service – Commercial with Demand

- (1) Rate: \$0.1061/kwh
- (2) Demand Charge: \$6.2738/multiplier/demand unit (demand will be the highest average kilowatt demand measured in any 15-minute period during the month)
- (3) Facility Charge – Commercial, institutional, and non-residential or for three phase, residential, non-residential, institutional, and commercial use taken through a single meter at the utility standard secondary voltage without Demand metering.
 - a) \$11.57 per month single phase
 - b) \$24.87 per month three phase

Industrial Service

- (1) Rate: \$0.0928/kwh
- (2) Demand Charge: \$8.3543/multiplier/demand unit (demand will be the highest average kilowatt demand measured in any 15-minute period during the month, minimum of 70kw. The Village may determine the actual demand either by permanently installed instruments or by tests.)
- (3) Facility Charge
 - a) \$19.90 per month single phase
 - b) \$49.75 per month three phase
- (4) Security Lighting Rate: \$8.45/kwh

STATISTICAL SECTION

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This part of the Village of Chatham’s 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.

CONTENTS

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 contain information to help the reader assess the affordability of the Village's current level 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 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 CHATHAM, ILLINOIS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	2012	2013	2014	2015
Governmental activities				
Net invested in capital assets	\$ 11,587,892	\$ 11,580,668	\$ 12,582,113	\$ 15,360,931
Restricted	1,414,203	1,649,568	1,858,516	660,783
Unrestricted	(459,984)	(240,600)	(221,764)	(160,710)
Total governmental activities net assets	\$ 12,542,111	\$ 12,989,636	\$ 14,218,865	\$ 15,861,004
Business-type activities				
Net invested in capital assets	\$ 14,709,783	\$ 14,930,360	\$ 14,069,999	\$ 14,776,580
Restricted	173,114	210,272	162,047	370,231
Unrestricted	2,395,753	2,189,915	1,716,996	1,298,337
Total business-type activities net position	\$ 17,278,650	\$ 17,330,547	\$ 15,949,042	\$ 16,445,148
Primary government				
Net invested in capital assets	\$ 26,297,675	\$ 26,511,028	\$ 26,652,112	\$ 30,137,511
Restricted	1,587,317	1,859,840	2,020,563	1,031,014
Unrestricted	1,935,769	1,949,315	1,495,232	1,137,627
Total primary government net position	\$ 29,820,761	\$ 30,320,183	\$ 30,167,907	\$ 32,306,152

Source: Audited Financial Statements

* GASB Statement No. 68 *Accounting and Financial Reporting for Pension - an amendment of GASB Statement No. 27*, was implemented in fiscal year 2016.

* GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, was implemented in fiscal year 2019.

2016	2017	2018	2019	2020	2021
\$ 15,390,867	\$ 18,787,798	\$ 20,671,241	\$ 20,991,362	\$ 20,532,271	\$ 19,511,603
1,199,613	723,568	636,627	708,852	822,934	1,842,930
(4,086,718)	(3,665,344)	(4,098,855)	(6,693,656)	(7,284,678)	(6,712,672)
<u>\$ 12,503,762</u>	<u>\$ 15,846,022</u>	<u>\$ 17,209,013</u>	<u>\$ 15,006,558</u>	<u>\$ 14,070,527</u>	<u>\$ 14,641,861</u>
\$ 14,879,229	\$ 17,241,187	\$ 18,501,744	\$ 18,693,865	\$ 18,472,646	\$ 18,335,086
287,472	291,743	253,524	254,978	256,258	226,034
1,102,357	1,439,419	1,917,284	1,878,999	1,882,007	2,591,460
<u>\$ 16,269,058</u>	<u>\$ 18,972,349</u>	<u>\$ 20,672,552</u>	<u>\$ 20,827,842</u>	<u>\$ 20,610,911</u>	<u>\$ 21,152,580</u>
\$ 30,270,096	\$ 36,028,985	\$ 39,172,985	\$ 39,685,227	\$ 39,004,917	\$ 37,846,689
1,487,085	1,015,311	890,151	963,830	1,079,192	2,068,964
(2,984,361)	(2,225,925)	(2,181,571)	(4,814,657)	(5,402,671)	(4,121,212)
<u>\$ 28,772,820</u>	<u>\$ 34,818,371</u>	<u>\$ 37,881,565</u>	<u>\$ 35,834,400</u>	<u>\$ 34,681,438</u>	<u>\$ 35,794,441</u>

VILLAGE OF CHATHAM, ILLINOIS
 CHANGES IN NET POSITION BY COMPONENT
 LAST TEN FISCAL YEARS

	2012	2013	2014	2015
Expenses				
Governmental activities:				
General government	\$ 975,862	\$ 706,910	\$ 682,431	\$ 667,302
Cemetery	53,712	45,142	45,007	46,854
Culture and recreation	472,502	442,815	504,938	530,004
Public safety	2,208,626	2,265,947	2,394,534	2,376,929
Public works/transportation	1,019,056	1,424,984	1,380,482	1,364,512
Economic development	37,361	34,683	45,429	49,969
Interest on long-term debt	21,985	18,388	14,222	11,494
Total governmental activities expenses	<u>4,789,104</u>	<u>4,938,869</u>	<u>5,067,043</u>	<u>5,047,064</u>
Business-type activities:				
Electric Fund	7,825,942	8,454,775	9,084,473	9,096,569
Water and Sewer Fund	4,085,172	4,866,833	6,013,821	5,530,677
Total business-type activities expenses	<u>11,911,114</u>	<u>13,321,608</u>	<u>15,098,294</u>	<u>14,627,246</u>
Total primary government expenses	<u><u>\$ 16,700,218</u></u>	<u><u>\$ 18,260,477</u></u>	<u><u>\$ 20,165,337</u></u>	<u><u>\$ 19,674,310</u></u>
Program Revenues				
Governmental Activities:				
Charges for Services:				
General government	546,841	549,540	561,775	535,026
Cemetery	49,925	31,275	33,425	37,250
Culture and recreation	21,708	29,598	41,045	42,289
Public safety	80,271	119,182	126,860	93,703
Public works/transportation	131,096	134,662	149,863	215,943
Economic development	-	-	-	-
Operating grants and contributions:				
General government	250,000	-	-	-
Cemetery	-	-	-	-
Culture and recreation	-	-	-	-
Public safety	14,120	10,308	10,912	12,784
Public works/transportation	367,362	331,740	388,748	341,987
Economic development	-	-	-	-
Capital grants and contributions:				
General government	-	-	-	-
Cemetery	-	-	-	-
Culture and recreation	-	-	-	-
Public safety	12,790	-	-	-
Public works/transportation	256,158	186,642	831,171	1,171,228
Economic development	-	-	-	-
Total governmental activities program revenue	<u>1,730,271</u>	<u>1,392,947</u>	<u>2,143,799</u>	<u>2,450,210</u>

2016	2017	2018	2019	2020	2021
\$ 696,626	\$ 1,014,063	\$ 788,007	\$ 779,204	\$ 705,936	\$ 738,230
45,791	41,887	31,271	31,770	31,561	27,359
460,039	470,468	479,961	538,307	532,094	417,000
2,604,840	3,027,738	3,141,695	3,156,536	3,918,156	3,601,220
1,195,975	1,452,476	1,686,736	1,418,716	1,695,556	1,596,104
31,276	31,480	-	-	-	-
7,914	7,874	16,863	16,679	15,765	34,750
<u>5,042,461</u>	<u>6,045,986</u>	<u>6,144,533</u>	<u>5,941,212</u>	<u>6,899,068</u>	<u>6,414,663</u>
9,181,668	9,445,691	9,691,818	10,017,887	10,078,219	9,947,865
5,306,341	5,448,465	6,092,018	6,716,079	7,088,810	7,405,842
<u>14,488,009</u>	<u>14,894,156</u>	<u>15,783,836</u>	<u>16,733,966</u>	<u>17,167,029</u>	<u>17,353,707</u>
<u>\$ 19,530,470</u>	<u>\$ 20,940,142</u>	<u>\$ 21,928,369</u>	<u>\$ 22,675,178</u>	<u>\$ 24,066,097</u>	<u>\$ 23,768,370</u>
443,887	458,556	479,117	476,482	736,440	758,104
22,000	21,125	23,075	22,755	30,040	26,430
34,120	42,296	32,563	23,192	11,210	550
76,157	91,607	82,085	84,114	64,021	81,140
219,568	254,980	229,488	241,464	398,432	355,709
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
15,611	21,902	13,184	17,066	14,409	11,442
326,385	306,972	308,846	306,944	428,105	1,091,996
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
289,479	3,043,570	2,426,318	669,640	-	12,600
-	-	-	-	-	-
<u>1,427,207</u>	<u>4,241,008</u>	<u>3,594,676</u>	<u>1,841,657</u>	<u>1,682,657</u>	<u>2,337,971</u>

VILLAGE OF CHATHAM, ILLINOIS
CHANGES IN NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	2012	2013	2014	2015
Business type Activities:				
Charges for Services:				
Electric Fund	8,345,357	8,632,117	8,759,413	9,425,246
Water and Sewer Fund	4,276,008	4,666,183	4,897,554	5,105,633
Operating grants and contributions:				
Electric Fund	2,477	-	-	-
Water and Sewer Fund	-	-	-	-
Capital grants and contributions:				
Electric Fund	-	-	55,529	-
Water and Sewer Fund	102,500	65,500	-	589,496
Total business-type activities program revenue	<u>12,726,342</u>	<u>13,363,800</u>	<u>13,712,496</u>	<u>15,120,375</u>
Total primary government program revenue	<u>\$ 14,456,613</u>	<u>\$ 14,756,747</u>	<u>\$ 15,856,295</u>	<u>\$ 17,570,585</u>
Net(expense) revenue:				
Governmental activities	\$ (3,058,833)	\$ (3,545,922)	\$ (2,923,244)	\$ (2,596,854)
Business-type activities	815,228	42,192	(1,385,798)	493,129
Total primary government net expense	<u>\$ (2,243,605)</u>	<u>\$ (3,503,730)</u>	<u>\$ (4,309,042)</u>	<u>\$ (2,103,725)</u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
General revenue				
Property tax	1,410,938	1,476,571	1,556,217	1,621,673
Road and bridge taxes	58,708	59,688	49,588	26,284
Local use taxes	167,622	183,179	196,316	221,456
Telecommunications taxes	335,144	339,349	332,436	251,648
Video gaming taxes	-	-	32,163	46,430
Intergovernmental revenues	1,847,981	1,889,566	1,912,715	2,044,879
Investment income	9,854	8,124	8,425	6,048
Miscellaneous	93,455	36,970	64,613	20,575
Transfers	46,264	-	-	-
Total governmental activities	<u>3,969,966</u>	<u>3,993,447</u>	<u>4,152,473</u>	<u>4,238,993</u>
Business-type activities:				
Investment income	5,817	9,705	4,293	2,977
Transfers	(46,264)	-	-	-
Total business-type activities	<u>(40,447)</u>	<u>9,705</u>	<u>4,293</u>	<u>2,977</u>
Total primary government	<u>\$ 3,929,519</u>	<u>\$ 4,003,152</u>	<u>\$ 4,156,766</u>	<u>\$ 4,241,970</u>
Changes in Net Position post Prior Period Adjustment				
Governmental activities	\$ 911,133	\$ 447,525	\$ 1,229,229	\$ 1,642,139
Business-type activities	774,781	51,897	(1,381,505)	496,106
Total primary government	<u>\$ 1,685,914</u>	<u>\$ 499,422</u>	<u>\$ (152,276)</u>	<u>\$ 2,138,245</u>

Source: Audited Financial Statements

2016	2017	2018	2019	2020	2021
9,770,310	10,120,727	10,140,071	10,598,508	10,053,650	10,224,141
5,584,652	6,040,429	6,543,655	6,911,516	6,852,193	7,347,709
-	-	-	-	5,447	146,523
-	-	-	-	-	157,456
34,482	-	-	-	-	-
128,300	1,429,415	790,152	216,958	-	-
<u>15,517,744</u>	<u>17,590,571</u>	<u>17,473,878</u>	<u>17,726,982</u>	<u>16,911,290</u>	<u>17,875,829</u>
<u>\$ 16,944,951</u>	<u>\$ 21,831,579</u>	<u>\$ 21,068,554</u>	<u>\$ 19,568,639</u>	<u>\$ 18,593,947</u>	<u>\$ 20,213,800</u>
\$ (3,615,254)	\$ (1,804,978)	\$ (2,549,857)	\$ (4,099,555)	\$ (5,216,411)	\$ (4,076,692)
1,029,735	2,696,415	1,690,042	993,016	(255,739)	522,122
<u>\$ (2,585,519)</u>	<u>\$ 891,437</u>	<u>\$ (859,815)</u>	<u>\$ (3,106,539)</u>	<u>\$ (5,472,150)</u>	<u>\$ (3,554,570)</u>
1,696,421	1,739,128	1,217,149	1,269,035	1,325,566	1,417,623
23,867	18,814	22,130	23,141	24,433	24,673
264,653	280,974	298,323	340,021	396,816	514,158
285,038	250,346	232,323	222,548	166,400	133,257
57,601	74,128	87,064	92,477	91,263	94,122
2,161,715	1,909,534	1,973,009	2,034,747	2,181,416	2,420,079
7,099	8,916	9,486	24,907	28,460	17,198
103,382	140,308	73,364	79,527	66,026	26,916
-	-	-	-	-	-
<u>4,599,776</u>	<u>4,422,148</u>	<u>3,912,848</u>	<u>4,086,403</u>	<u>4,280,380</u>	<u>4,648,026</u>
3,961	6,876	10,161	32,078	38,808	19,547
-	-	-	-	-	-
<u>3,961</u>	<u>6,876</u>	<u>10,161</u>	<u>32,078</u>	<u>38,808</u>	<u>19,547</u>
<u>\$ 4,603,737</u>	<u>\$ 4,429,024</u>	<u>\$ 3,923,009</u>	<u>\$ 4,118,481</u>	<u>\$ 4,319,188</u>	<u>\$ 4,667,573</u>
\$ 984,522	\$ 2,617,170	\$ 1,362,991	\$ (13,152)	\$ (936,031)	\$ 571,334
1,033,696	2,703,291	1,700,203	1,025,094	(216,931)	541,669
<u>\$ 2,018,218</u>	<u>\$ 5,320,461</u>	<u>\$ 3,063,194</u>	<u>\$ 1,011,942</u>	<u>\$ (1,152,962)</u>	<u>\$ 1,113,003</u>

VILLAGE OF CHATHAM, ILLINOIS
 FUND BALANCES - GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

	2012	2013	2014	2015
General Fund				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	21,618	19,563	19,338	18,446
Committed	15,479	45,130	33,959	48,821
Assigned	-	-	-	-
Unassigned	481,246	692,236	820,101	1,076,299
Total general fund	<u>518,343</u>	<u>756,929</u>	<u>873,398</u>	<u>1,143,566</u>
All other governmental funds				
Nonspendable	\$ 282,093	\$ 301,293	\$ 321,342	\$ 342,055
Restricted	1,110,492	1,328,712	1,517,836	300,282
Committed	273,920	296,887	308,711	340,547
Assigned	149,327	214,425	255,231	295,568
Unassigned	-	-	-	-
Total all other governmental funds	<u>1,815,832</u>	<u>2,141,317</u>	<u>2,403,120</u>	<u>1,278,452</u>
Total governmental funds	<u>\$ 2,334,175</u>	<u>\$ 2,898,246</u>	<u>\$ 3,276,518</u>	<u>\$ 2,422,018</u>

Source: Audited Financial Statements

2016	2017	2018	2019	2020	2021
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
17,227	516,838	517,386	120,119	50,852	407,240
57,620	34,687	37,969	29,200	-	-
-	-	-	-	506,165	1,323,669
1,745,380	1,792,800	1,772,912	1,958,045	1,775,665	1,947,501
<u>1,820,227</u>	<u>2,344,325</u>	<u>2,328,267</u>	<u>2,107,364</u>	<u>2,332,682</u>	<u>3,678,410</u>
\$ 347,655	\$ 358,855	\$ 368,055	\$ 376,055	\$ 391,055	\$ 403,255
834,731	347,954	230,686	212,678	381,027	1,032,435
333,420	366,127	416,986	389,676	411,966	393,254
162,546	162,846	90,634	39,901	42,677	73,669
-	-	-	-	-	-
<u>1,678,352</u>	<u>1,235,782</u>	<u>1,106,361</u>	<u>1,018,310</u>	<u>1,226,725</u>	<u>1,902,613</u>
<u>\$ 3,498,579</u>	<u>\$ 3,580,107</u>	<u>\$ 3,434,628</u>	<u>\$ 3,125,674</u>	<u>\$ 3,559,407</u>	<u>\$ 5,581,023</u>

VILLAGE OF CHATHAM, ILLINOIS
 CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

	2012	2013	2014	2015
Revenue				
Property taxes	\$ 1,410,938	\$ 1,476,571	\$ 1,556,217	\$ 1,621,673
Replacement taxes	2,479	2,458	2,813	2,744
Road and bridge taxes	58,708	59,688	49,588	26,284
Local use tax	167,622	183,179	196,316	221,456
Motor fuel taxes	334,094	331,740	388,748	341,987
Telecommunications tax	335,144	339,349	332,436	251,648
Video gaming tax	-	-	32,163	46,430
Licenses, permits, fees, fines and service charges	829,841	864,257	912,968	924,212
Investment income	9,854	8,124	8,425	6,048
Other	93,455	36,970	66,345	34,123
Intergovernmental revenues	1,845,502	1,887,108	1,909,902	2,042,135
Federal grants	37,058	27,108	47,996	12,784
State grants	306,825	-	-	-
Total Revenues	<u>5,431,520</u>	<u>5,216,552</u>	<u>5,503,917</u>	<u>5,531,524</u>
Expenditures				
General government	953,412	676,494	668,651	648,907
Cemetery	53,567	44,432	44,504	46,000
Culture and recreation	423,205	398,880	458,305	471,989
Public safety	2,101,532	2,167,279	2,262,674	2,334,414
Public works/transportation	710,233	1,072,721	1,002,805	951,169
Economic Development	37,361	34,683	45,429	49,969
Capital outlay	343,747	202,592	569,268	1,937,423
Debt service:	-	-	-	-
Principal	138,000	140,000	146,000	163,575
Interest	22,763	19,273	15,209	12,578
Total expenditures	<u>4,783,820</u>	<u>4,756,354</u>	<u>5,212,845</u>	<u>6,616,024</u>
Excess of revenues over(under) expenditures	<u>647,700</u>	<u>460,198</u>	<u>291,072</u>	<u>(1,084,500)</u>
Other Financing Sources (Uses)				
Transfer in	219,113	207,022	512,847	2,043,107
Transfer out	(219,113)	(207,022)	(512,847)	(2,043,107)
Bond issued	-	-	-	-
Loan proceeds	23,435	-	-	230,000
Capital leases issued	126,474	103,873	87,200	-
Total other financing sources (uses)	<u>149,909</u>	<u>103,873</u>	<u>87,200</u>	<u>230,000</u>
Net change in fund balance	<u>\$ 797,609</u>	<u>\$ 564,071</u>	<u>\$ 378,272</u>	<u>\$ (854,500)</u>
Debt service as a percentage of noncapital expenditures	3.62%	3.50%	3.47%	3.77%

Source: Audited Financial Statements

2016	2017	2018	2019	2020	2021
\$ 1,696,421	\$ 1,739,128	\$ 1,217,149	\$ 1,269,035	\$ 1,325,566	\$ 1,417,623
2,780	2,921	2,381	2,457	-	-
23,867	18,814	22,130	23,141	24,433	24,673
264,653	280,974	298,323	340,021	396,816	514,158
309,629	306,972	308,846	306,944	428,105	448,063
285,038	250,346	232,323	222,548	166,400	133,257
57,601	74,128	87,064	92,477	91,263	94,122
795,732	868,564	846,328	848,007	1,240,143	1,221,933
7,099	8,916	9,486	24,907	28,460	17,198
103,382	140,308	73,364	79,527	66,026	26,916
2,158,935	1,906,613	1,970,628	2,032,290	2,181,416	2,420,079
32,367	21,902	13,184	8,109	10,671	273,540
-	-	-	8,957	3,738	381,835
5,737,504	5,619,586	5,081,206	5,258,420	5,963,037	6,973,397
667,035	985,698	782,639	741,428	714,740	763,839
46,778	41,717	31,084	30,102	30,250	19,187
416,985	413,138	418,366	443,333	444,552	395,646
2,280,367	2,703,473	2,778,866	2,791,356	2,983,971	3,000,080
731,286	900,048	1,051,203	768,794	1,009,788	1,023,437
31,276	31,480	-	-	-	-
449,185	932,596	106,378	733,917	537,399	48,867
-	-	-	-	-	-
181,410	57,811	42,687	41,576	42,416	484,395
9,122	5,096	15,462	16,868	15,960	16,330
4,813,444	6,071,057	5,226,685	5,567,374	5,779,076	5,751,781
924,060	(451,471)	(145,479)	(308,954)	183,961	1,221,616
94,359	763,927	-	449,348	101,258	39,809
(94,359)	(763,927)	-	(449,348)	(101,258)	(39,809)
-	500,000	-	-	-	810,000
152,500	-	-	-	-	-
-	33,000	-	-	249,772	-
152,500	533,000	-	-	249,772	810,000
\$ 1,076,560	\$ 81,529	\$ (145,479)	\$ (308,954)	\$ 433,733	\$ 2,031,616
4.37%	1.22%	1.14%	1.21%	1.11%	8.78%

VILLAGE OF CHATHAM, ILLINOIS
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Industrial Property</u>	<u>Farm Property</u>	<u>Railroad Property</u>
2012	193,610,197	13,783,851	512,663	575,013	115,774
2013	199,119,246	16,235,494	512,663	784,153	130,998
2014	206,953,615	17,705,984	512,663	871,863	161,882
2015	217,527,403	20,017,170	512,663	928,892	168,810
2016	227,713,787	20,868,182	499,427	947,532	202,736
2017	240,660,750	28,372,687	875,808	1,070,621	206,287
2018	250,996,956	29,594,472	894,288	1,192,708	210,468
2019	258,023,209	32,872,181	904,125	1,112,529	226,168
2020	270,220,511	33,825,042	850,404	1,292,658	246,932
2021	275,605,059	33,882,511	851,423	1,385,039	257,452

Source: County Clerk's Office

Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Taxable Assessed Value as a % of Estimated Actual Value
208,597,498	0.4654	632,113,630	33.00%
216,782,554	0.4757	656,916,830	33.00%
226,206,007	0.4754	685,472,748	33.00%
239,154,938	0.4698	724,711,933	33.00%
250,231,664	0.4630	758,277,770	33.00%
271,186,153	0.4495	821,776,221	33.00%
282,888,892	0.4488	857,239,067	33.00%
293,138,212	0.4530	888,297,612	33.00%
306,435,547	0.4636	928,592,567	33.00%
311,981,484	0.4747	945,398,436	33.00%

VILLAGE OF CHATHAM, ILLINOIS
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS

<u>Overlapping Rates</u>	2011	2012	2013	2014
Village	\$ 0.4654	\$ 0.4757	\$ 0.4754	\$ 0.4698
Chatham School District Unit #5	4.3502	4.4404	4.4852	4.5079
Lincoln Land Junior College District #526	0.4619	0.4650	0.4690	0.4736
Chatham Township	0.1785	0.1786	0.1758	0.1723
Chatham Township Road & Bridge	0.3975	0.3970	0.3878	0.3864
Chatham Fire Protection District	0.5366	0.5435	0.5451	0.5389
Sangamon County Water Reclamation District	0.0886	0.0915	0.0935	0.0955
Chatham Library	0.2647	0.2694	0.2708	0.2682
Chatham Library Bond	0.0440	0.0436	-	0.0680
Chatham Library Bond #2	0.0397	0.0382	0.0698	-
Sangamon County	0.7035	0.7204	0.7360	0.7507
Total	\$ 7.5306	\$ 7.6633	\$ 7.7084	\$ 7.7313
 <u>Direct Rates</u>				
General	\$ 0.2139	\$ 0.2379	\$ 0.2379	\$ 0.2270
Police Pension	0.1561	0.1336	0.1336	0.1367
IMRF	0.0479	0.0489	0.0489	0.0487
Police Protection	0.0475	0.0553	0.0553	0.0574
Total	\$ 0.4654	\$ 0.4757	\$ 0.4757	\$ 0.4698

Part of the Village of Chatham is in Chatham Township and part is in Ball Township. A small part of the Village is also in Woodside and Curran Townships. One of the township rates would apply depending on the property's location.

For illustrative purposes, the chart represents the components of the Chatham Township rate.

Source: County Clerk's Office

2015	2016	2017	2018	2019	2020
\$ 0.4630	\$ 0.4495	\$ 0.4488	\$ 0.4530	\$ 0.4636	\$ 0.4747
4.4552	4.3887	4.4098	4.4448	4.5344	4.6262
0.5021	0.5041	0.4884	0.4917	0.4954	0.4964
0.1683	0.1611	0.1409	0.1185	0.1015	0.0904
0.3737	0.3604	0.3324	0.2882	0.2713	0.2603
0.5320	0.5199	0.5199	0.5249	0.5374	0.5439
0.0956	0.0951	0.0959	0.0970	0.1001	0.1027
0.2650	0.2591	0.2590	0.2640	0.2699	0.2733
0.0668	-	-	-	-	-
-	0.0635	0.0644	0.0651	0.0642	0.0651
0.7546	0.7512	0.7583	0.7691	0.7854	0.8048
<u>\$ 7.6763</u>	<u>\$ 7.5526</u>	<u>\$ 7.5178</u>	<u>\$ 7.5163</u>	<u>\$ 7.6232</u>	<u>\$ 7.7378</u>
\$ 0.1693	\$ 0.1664	\$ 0.1619	\$ 0.1633	\$ 0.1712	\$ 0.1707
0.2039	0.1959	0.2136	0.2164	0.2175	0.2277
0.0464	0.0428	0.0300	0.0290	0.0277	0.0277
0.0434	0.0444	0.0433	0.0443	0.0472	0.0486
<u>\$ 0.4630</u>	<u>\$ 0.4495</u>	<u>\$ 0.4488</u>	<u>\$ 0.4530</u>	<u>\$ 0.4636</u>	<u>\$ 0.4747</u>

VILLAGE OF CHATHAM, ILLINOIS
 PRINCIPAL PROPERTY TAX PAYERS
 CURRENT YEAR AND NINE YEARS AGO

Fiscal Year	2021				2012			
	Taxable Assessed		Percentage of Total City Taxable		Taxable Assessed		Percentage of Total City Taxable	
	Value	Rank	Assessed Value		Value	Rank	Assessed Value	
Chatham Dev Group LLC	\$ 3,845,607	1		1.23%	\$ -			0.00%
ARHC VHCTMIL01 LLC	2,035,538	2		0.65%	-			0.00%
Lake Area Development Group	1,837,707	3		0.59%	-			0.00%
Chatham Dev Group LLC	1,521,016	4		0.50%	-			0.00%
RHC Investments Inc.	1,359,768	5		0.44%	-			0.00%
Foxx LLC	1,226,243	6		0.39%	1,226,243	1		0.59%
R&M Phillips Investments LLC	916,026	7		0.29%	-			0.00%
Chatham 125 Medical Properties	879,496	8		0.28%	-			0.00%
Envision Chatham LLC	707,525	9		0.23%	-			0.00%
Henry Technologies Inc.	664,649	10		0.21%	598,260	2		0.29%
Illinois National Bank					592,961	3		0.28%
Walgreens					505,490	4		0.24%
Bishop Hardware					425,758	5		0.20%
Memorial Physician Services					422,324	6		0.20%
Niemann Holdings					417,692	7		0.20%
United Community Bank					352,866	8		0.17%
MACS Convenience Stores					341,398	9		0.17%
Checkpoint Investments Inc.					329,486	10		0.16%
	<u>\$ 14,993,575</u>			<u>4.81%</u>	<u>\$ 5,212,478</u>			<u>2.50%</u>
	EAV			311,981,484				208,597,498

Source: County Clerks Office

VILLAGE OF CHATHAM, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended April 30	Tax Year	Taxes Levied for the Tax Year	Collected Within the Fiscal Year	
			Amount	Percentage of Levy
2012	2010	921,397	920,589	99.91%
2013	2011	970,813	977,580	100.70%
2014	2012	1,031,235	1,029,916	99.87%
2015	2013	1,075,383	1,073,195	99.80%
2016	2014	1,123,550	1,122,508	99.91%
2017	2015	1,158,573	1,158,335	99.98%
2018	2016	1,218,982	1,217,149	99.85%
2019	2017	1,269,605	1,269,035	99.96%
2020	2018	1,327,916	1,325,566	99.82%
2021	2019	1,420,635	1,417,623	99.79%

Collections within the fiscal year may include taxes collected attributable to prior years. These collections, are immaterial as 99% or greater of the current year's tax levy historically been collected during the respective fiscal year. Additionally, information to associate any non-current tax collections to a specific tax levy year is not readily available.

Source: County Clerks Office

VILLAGE OF CHATHAM, ILLINOIS
 SCHEDULE OF VILLAGE TAXABLE SALES BY CATEGORY
 LAST TEN CALENDAR YEARS

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Food	\$ 201,729	\$ 205,513	\$ 208,910	\$ 209,484
Drinking and eating places	89,853	99,931	93,832	93,192
Apparel	2,990	5,782	6,511	5,642
Furniture/Household/Radio	1,052 *	1,088 *	740	770 *
Lumber/Building/Hardware	110,937	127,402	102,367	119,060 *
Auto and gas stations	115,832	118,260	144,609	149,599
Drugs and miscellaneous retail	292,631	194,159	167,929	226,485
Agriculture and all others	81,596	90,858	85,361	67,347
Manufacturers	<u>5,324</u>	<u>3,345</u>	<u>4,532</u>	<u>4,177</u>
Total	<u>\$ 901,944</u>	<u>\$ 846,338</u>	<u>\$ 814,791</u>	<u>\$ 875,756</u>
Village sales tax rate	1.00%	1.00%	1.00%	1.00%
Number of Taxpayers	218	233	243	243

* Certain categories are estimated because they not shown in the State report, due to fewer than four taxpayers

Source: Illinois Department of Revenue Categories by Standard Industrial Codes (SIC)

2015	2016	2017	2018	2019	2020
\$ 232,308	\$ 212,832	\$ 208,432	\$ 208,548	\$ 201,078	225,127
98,916	101,029	107,521	114,635	121,150	124,716
7,555	9,050	10,186	6,339	3,586	4,137
799	1,341	1,871	1,899	1,664	589 *
118,390	119,461	118,945	115,091	98,099	118,428
170,306	138,210	151,999	166,062	176,022	158,915
265,910	246,568	232,261	267,448	283,971	317,391
35,815	37,037	43,749 *	38,788	32,870	31,936
3,137	3,672	2,370 *	1,276	1,378 *	1,226
<u>\$ 933,136</u>	<u>\$ 869,200</u>	<u>\$ 877,334</u>	<u>\$ 920,086</u>	<u>\$ 919,818</u>	<u>\$ 982,465</u>
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
249	261	272	259	268	247

VILLAGE OF CHATHAM, ILLINOIS
 Direct and Overlapping Sales Tax Rates
 Last Ten Fiscal Years
 State of Illinois Rate

Fiscal Year	Village Share	Sangamon County Share	Sangamon County School Facility Share	State of Illinois Share	Total Rate
2012	1.00%	0.25%	0.00%	5.00%	6.25%
2013	1.00%	0.25%	0.00%	5.00%	6.25%
2014	1.00%	0.25%	0.00%	5.00%	6.25%
2015	1.00%	0.25%	0.00%	5.00%	6.25%
2016	1.00%	0.25%	0.00%	5.00%	6.25%
2017	1.00%	0.25%	0.00%	5.00%	6.25%
2018	1.00%	0.25%	0.00%	5.00%	6.25%
2019	1.00%	0.25%	0.00%	5.00%	6.25%
2020	1.00%	0.25%	1.00%	5.00%	7.25%
2021	1.00%	0.25%	1.00%	5.00%	7.25%

Source: Village records and Illinois Department of Revenue

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VILLAGE OF CHATHAM, ILLINOIS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Governmental Activities					Business-Type Activities	
Fiscal Year	General Obligation Bonds	Tax Incremental Bonds	Notes Payable	Capital Leases	General Obligation Bonds (Electric (Alternative Revenue Source))	Debt Certificates
2012	165,000	245,000	23,435	107,942	4,190,000	165,000
2013	135,000	360,000	10,034	155,785	3,990,000	125,000
2014	104,000	245,000	-	160,243	3,805,000	85,000
2015	71,000	125,000	219,442	90,484	3,571,000	45,000
2016	36,000	-	198,031	168,408	3,340,000	-
2017	500,000	-	176,220	133,600	3,105,000	-
2018	479,500	-	154,033	71,140	2,858,000	-
2019	460,500	-	131,457	30,571	2,598,000	-
2020	441,000	-	108,541	226,261	2,335,000	-
2021	810,000	-	85,146	166,641	2,062,000	-

* - Information not available

(1) US Department of Commerce, Bureau of Economic Statistics

Details of the Village's outstanding debt may be found in the notes to the basic financial statements.

Business-Type Activities

Notes Payable	Capital Leases	Total Primary Government	Percentage of Estimated Actual Property Value	Chatham Personal Income	Percentage of Personal Income	Per Capita
93,740	57,794	5,047,911	0.80%	464,439,000	1.09%	439
40,135	33,052	4,849,006	0.74%	466,532,000	1.04%	422
910,191	7,632	5,317,066	0.78%	476,755,500	1.12%	462
1,015,101	142,048	5,279,075	0.73%	490,854,500	1.08%	459
877,156	97,607	4,717,202	0.62%	503,815,000	0.94%	410
737,040	52,511	4,704,371	0.57%	512,014,500	0.92%	409
594,681	274,689	4,432,043	0.52%	532,737,500	0.83%	385
1,573,838	311,115	5,105,481	0.57%	562,246,500	0.91%	444
1,335,060	238,059	4,683,921	0.50%	568,617,500	0.82%	407
1,099,266	389,339	4,612,392	0.49%	*	*	321

VILLAGE OF CHATHAM, ILLINOIS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
APRIL 30, 2021

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Direct:			
Village of Chatham	\$ 1,061,789	100.00%	\$ 1,061,789
Overlapping:			
Ball Chatham CUSD #5	\$ 64,120,000	38.65%	\$ 24,782,380
Auburn Unit #10	7,576,097	0.11%	8,334
Lincoln Land Junior College District #526	28,140,641	7.41%	2,085,221
Woodside Township	-	3.65%	-
Ball Township	-	78.51%	-
Chatham Township	-	88.54%	-
Curran Township	-	0.68%	-
Springfield Airport Authority	12,222,814	6.88%	840,930
Chatham Fire Protection District	-	78.22%	-
Springfield Metro Expo Authority	6,387,910	0.35%	22,358
Sangamon Mass Transit District	-	0.45%	-
Curran-Gardner Water Public Water District	8,760,000	0.20%	17,520
Sangamon County Water Reclamation District	224,985,333	9.74%	21,913,571
Chatham Area Library	1,825,000	75.26%	1,373,495
Sangamon County	13,448,630	7.34%	987,129
Total Overlapping Debt	<u>367,466,425</u>		<u>52,030,938</u>
Total Direct and Overlapping Debt	<u>\$ 368,528,214</u>		<u>\$ 53,092,727</u>

Source: County Clerks Office and Illinois State Comptroller's website

The Sangamon County Clerk's Office provides an annual overlap report. The report specifies each overlap district's EAV dollars and percentage. The overlapping district percentage is applied to their outstanding del The debt amount is obtained from financial reports filed and available on the Illinois State Comptroller's web

VILLAGE OF CHATHAM, ILLINOIS
GENERAL BONDED DEBT CAPACITY AND RATIOS
LAST TEN CALENDAR YEARS

Calendar Year	Equalized Assessed Value	General Bonded Debt	Less Amounts Available in Debt Service	Net Bonded Debt	General Bonded Debt to Assessed Value	Debt Limit (1)	Legal Debt Margin	Legal Debt Margin as a % of Debt Limit
2011	208,597,498	165,000	21,618	143,382	0.07%	17,991,534	17,848,152	99.20%
2012	216,782,554	135,000	19,563	115,437	0.05%	18,697,495	18,582,058	99.38%
2013	226,206,007	104,000	19,338	84,662	0.04%	19,510,268	19,425,606	99.57%
2014	239,154,938	71,000	18,446	52,554	0.02%	20,627,113	20,574,559	99.75%
2015	250,231,664	36,000	17,227	18,773	0.01%	21,582,481	21,563,708	99.91%
2016	271,186,153	500,000	16,759	483,241	0.18%	23,389,806	22,906,565	97.93%
2017	282,888,892	479,500	16,808	462,692	0.16%	24,399,167	23,936,475	98.10%
2018	293,138,212	460,500	16,963	443,537	0.15%	25,283,171	24,839,634	98.25%
2019	306,435,547	441,000	16,900	424,100	0.14%	26,430,066	26,005,966	98.40%
2020	311,981,484	810,000	602	809,398	0.26%	26,908,403	26,099,005	96.99%

Source: Additional Schedules Village Financial Statements

(1) The debt limit for non-home rule governments is 8.625% of assessed valuation (65 ILCS 5/8 5-1).

VILLAGE OF CHATHAM, ILLINOIS
 PLEDGED REVENUE
 LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Electric Alternate Revenue Source Bonds					
	Gross Revenues *	Less Operating Expenses*	Net Available Revenue	Current Maturities Debt Service		Coverage
				Principal	Interest	
2012	8,345,357	7,124,644	1,220,713	200,000	173,340	3.27
2013	8,632,117	7,761,998	870,119	205,000	166,064	2.34
2014	8,759,413	8,407,437	351,976	234,000	97,665	1.06
2015	9,425,246	8,428,392	996,854	231,000	119,547	2.84
2016	9,770,310	8,552,449	1,217,861	235,000	112,501	3.50
2017	10,120,727	8,795,027	1,325,700	247,000	105,287	3.76
2018	10,140,071	9,032,560	1,107,511	260,000	97,555	3.10
2019	10,598,508	9,314,900	1,283,608	263,000	89,391	3.64
2020	10,053,650	9,411,079	642,572	273,000	50,208	1.99
2021	10,224,141	9,282,102	942,039	279,000	42,760	2.93

* Electric Fund revenue includes electric user fees and other revenues, operating expenses do not include depreciation expense

VILLAGE OF CHATHAM, ILLINOIS
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS

Calendar Year	Population (1)	Per Capita		Median Age (3)	School Enrollment (4)	Unemployment Rate (5)
		Personal Income (2)	Personal Income (2)			
2011	11,500	40,386	464,439,000	36.1	4490	5.30%
2012	11,500	40,568	466,532,000	36.1	4544	5.40%
2013	11,500	41,457	476,755,500	36.1	4454	5.80%
2014	11,500	42,683	490,854,500	36.1	4612	4.30%
2015	11,500	43,810	503,815,000	36.1	4661	4.20%
2016	11,500	44,523	512,014,500	36.1	4730	3.70%
2017	11,500	46,325	532,737,500	36.1	4807	3.20%
2018	11,500	48,891	562,246,500	36.1	4809	3.00%
2019	11,500	49,445	568,617,500	36.1	4857	11.80%
2020	14,377	*	*	35.7	4822	8.00%

* Information not available

(1) Population data based on latest census data

(2) Information obtained from the U.S. Department of Commerce Bureau of Economic Analysis
 Figures for the most current year are unavailable.

(3) Census Data

(4) Ball-Chatham District 5 -Annual Financial Report

(5) Unemployment data from the Illinois Department of Employment Security

VILLAGE OF CHATHAM, ILLINOIS
 PRINCIPAL EMPLOYERS
 APRIL 30, 2021

<u>Employer</u>	<u>Approx. # Employees</u>	<u>Rank</u>	<u>% of Total Population</u>
Ball Chatham CUSD #5	500-999	1	4.3%-8.7%
Henry Technologies	250-499	2	2.2%-4.3%
Chatham Expresscare	100-249	3	.9%-2.2%
Memorial Physician Services	100-249	3	.9%-2.2%
McDonalds	50-99	4	.4%-.9%
TruGreen	50-99	4	.4%-.9%
United Community Bank	50-99	4	.4%-.9%
Village of Chatham	50-99	4	.4%-.9%
Reflections Memory Care	50-99	4	.4%-.9%

Source: Illinois Virtual Labor Market Data - Illinois Department of Employment Website

Information was not available for nine years ago

VILLAGE OF CHATHAM, ILLINOIS
 FULL-TIME EQUIVALENT VILLAGE EMPLOYEES BY FUNCTIONS/PROGRAMS
 LAST TEN FISCAL YEARS

Department	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
By Description										
Administration and Finance	12	12	12	11	10	9	9	10	10	10
Police	21	21	22	22	21	22	20	20	21	21
Public Utilities	10	11	12	11	11	13	13	14	13	13
Public Properties and Public Works	9	10	9	9	9	9	9	9	10	8
Total Full-Time Equivalent Employees	52	54	55	53	51	53	51	53	54	52

Source: Village records

VILLAGE OF CHATHAM, ILLINOIS
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	2012	2013	2014
Public Works			
Total Building Permits issued	184	160	194
Single Family Homes	69	69	69
Duplexes	13	14	6
Apartments	5	2	-
Commercial	6	3	5
Additions	7	8	7
Remodel, Alteration or Repair	15	10	25
Garages, Sheds, Pool Houses	9	4	10
Fences	47	38	56
Pools	10	9	13
Sprinkler Systems	3	3	3
Solar Power/Generator Install			
Other	71	50	40
Number of Cemetery Lots Sold	78	48	53
Number of grave openings	54	33	39
Police - Information presented on Calendar Year Basis			
Calls for Service	6,818	7,015	7,374
Traffic Violations			
Citations Issued	1,810	1,631	1,548
Written Warnings Issued	1,817	1,959	2,278
Index Crimes	64	128	105
Index Crime and Drug Arrests	122	155	118
Public Utilities			
Electric Customers	5,169	5,224	5,311
Water Customers	5,001	5,202	5,303
Kilowatt hours provided to customers	73,204,068	75,244,700	76,054,006
Gallons of water provided to customers	281,041,869	306,941,537	291,436,700
Administration			
Accounts Payable Checks Processed	3,464	2,714	2,171
Liquor Licenses Issued	27	29	26

* Index Crime includes: Criminal Homicide, Rape, Robbery, Aggravated Assault/Aggregated Battery, Burglary, Theft, Motor Vehicle Theft, Arson, Human Trafficking

** During fiscal year 2013 the Village began processing accounts payable out of one bank account prior to this each fund had a bank account that processed accounts payable checks, this reduced the number of accounts payable checks issued.

Source: Various Village Departments

2015	2016	2017	2018	2019	2020	2021
216	226	188	173	114	139	195
79	78	62	40	29	41	34
8	14	8	3	-	2	4
1	-	4	5	7	6	1
1	9	7	8	3	2	1
5	7	2	6	3	4	11
35	27	20	25	10	22	10
7	6	5	4	6	2	10
65	66	52	59	41	42	55
9	6	16	10	8	5	17
6	13	12	13	7	13	8
-	-	1	9	11	35	25
15	14	13	6	16	18	19
57	23	28	21	18	30	26
46	29	30	35	35	35	27
7,536	7,786	9,153	9,841	9,190	11,072	N/A
1,402	1,261	1,381	1,278	1,180	885	N/A
1,441	1,239	1,398	1,277	1,241	3,198	N/A
111	87	117	100	96	94	N/A
101	93	24	17	25	34	N/A
5,433	5,496	5,622	5,748	5,877	6,005	6,098
5,441	5,522	5,630	5,757	5,894	5,754	5,845
75,891,180	75,857,545	76,897,052	77,091,817	81,460,853	75,859,162	77,705,139
276,099,100	278,235,000	281,997,700	286,688,900	291,726,800	279,122,500	309,180,479
2,157	2,044	2,045	1,979	1,946	1,958	1,753
23	25	26	28	26	28	24

VILLAGE OF CHATHAM, ILLINOIS
 CAPITAL ASSET STATISTICS
 LAST TEN FISCAL YEARS

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Village										
Number of Vehicles	53	53	54	52	52	54	56	54	56	57
Number of Buildings	14	14	14	14	14	14	14	14	14	14
Public Works										
Miles of Streets	73.25	73.37	73.37	74.38	74.63	76.17	78.21	79.42	79.42	79.42
Miles of Storm Sewer	53.61	53.77	53.77	54.78	55.07	55.5	56.65	57.37	57.37	57.37
Public Utilities										
Miles of Primary Underground Electric Lines (1)	33.05	33.29	33.29	34.99	35.3	38.5	40.16	42.23	42.23	43.43
Miles of Secondary Underground Electric Lines(1)	28.63	28.63	28.63	30.66	31.14	33.9	35.67	37.43	37.43	38.23
Miles of Primary Overhead Electric Lines (1)	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3
Miles of Secondary Overhead Electric Lines (1)	18.8	18.8	18.8	18.8	18.8	18.8	18.8	18.8	18.8	18.8
Miles of Water Main	77.53	77.68	77.68	78.75	79.07	82.63	85.19	87.07	87.07	87.07
Miles of Sanitary Sewer	68.04	68.25	68.25	69.32	69.55	70.7	72.36	73.39	73.39	73.39

Source: Various Village Departments

(1) Miles of Primary and Secondary Underground and Primary and Secondary Overhead reflects miles subsequent to completion of GIS mapping