

VILLAGE OF WESTCHESTER, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2022

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VILLAGE OF WESTCHESTER, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT	<u>1</u>
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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 STATEMENT PERFORMED IN ACCORDANCE WITH <i>GOVERNMENTAL AUDITING STANDARDS</i>	<u>4</u>
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MANAGEMENT'S DISCUSSION AND ANALYSIS	<u>7</u>
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BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements	
Statement of Net Position	<u>19</u>
Statement of Activities	<u>21</u>
Fund Financial Statements	
Balance Sheet - Governmental Funds	<u>23</u>
Reconciliation of Total Governmental Fund Balance to the	
Statement of Net Position - Governmental Activities	<u>25</u>
Statement of Revenues, Expenditures and Changes in	
Fund Balances - Governmental Funds	<u>27</u>
Reconciliation of the Statement of Revenues, Expenditures and Changes in	
Fund Balances to the Statement of Activities - Governmental Activities	<u>29</u>
Statement of Net Position - Proprietary Funds	<u>31</u>
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	<u>33</u>
Statement of Cash Flows - Proprietary Funds	<u>34</u>
Statement of Fiduciary Net Position	<u>35</u>
Statement of Changes in Fiduciary Net Position	<u>36</u>
Notes to Financial Statements	<u>37</u>

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	<u>86</u>
Police Pension Fund	<u>87</u>
Firefighters' Pension Funds	<u>88</u>

VILLAGE OF WESTCHESTER, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION - Continued

REQUIRED SUPPLEMENTARY INFORMATION - Continued

Schedule of Changes in the Employer's Net Pension Liability/(Asset)	
Illinois Municipal Retirement Fund	<u>89</u>
Police Pension Fund	<u>91</u>
Firefighters' Pension Fund	<u>93</u>
Schedule of Investment Returns	
Police Pension Fund	<u>95</u>
Firefighters' Pension Fund	<u>96</u>
Schedule of Changes in the Employer's Total OPEB Liability	
Retiree Benefits Plan	<u>97</u>
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	<u>98</u>
Motor Fuel Tax - Special Revenue Fund	<u>99</u>
Roosevelt TIF - Special Revenue Fund	<u>100</u>
911 - Special Revenue Fund	<u>101</u>

OTHER SUPPLEMENTARY INFORMATION

Schedule of Revenues - Budget and Actual - General Fund	<u>105</u>
Schedule of Expenditures - Budget and Actual - General Fund	<u>106</u>
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Debt Service Fund	<u>108</u>
Capital Projects Fund	<u>109</u>
Combining Balance Sheet - Nonmajor Governmental Funds	<u>110</u>
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	
Nonmajor Governmental Funds	<u>111</u>
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Hotel and Motel Tax - Special Revenue Fund	<u>112</u>
Cermak Oxford TIF - Special Revenue Fund	<u>113</u>
Waterworks and Sewerage - Enterprise Fund	<u>114</u>
Combining Statement of Fiduciary Net Position - Pension Trust Funds	<u>115</u>
Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds	<u>116</u>
Consolidated Year-End Financial Report	<u>117</u>

VILLAGE OF WESTCHESTER, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION - Continued

SUPPLEMENTAL SCHEDULES

Long-Term Debt Requirements	
General Obligation Alternative Revenue Source Bonds of 2015	<u>119</u>
General Obligation Alternative Revenue Source Bonds of 2020	<u>120</u>
General Obligation Bonds of 2021	<u>121</u>
General Obligation Alternative Revenue Source Bonds of 2021A	<u>122</u>
IEPA Loan of 2013 - L17-4396	<u>123</u>
IEPA Loan of 2015 - L17-4961	<u>124</u>
IEPA Loan of 2018 - L17-4937	<u>125</u>
Installment Contract of 2016	<u>126</u>
Installment Contract of 2017A	<u>127</u>
Installment Contract of 2017B	<u>128</u>
Installment Contract of 2019B	<u>129</u>
Installment Contract of 2020	<u>130</u>
Installment Contract of 2021	<u>131</u>
Installment Contract of 2022	<u>132</u>

FINANCIAL SECTION

This section includes:

Independent Auditor's Reports

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITOR'S REPORTS

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



INDEPENDENT AUDITOR'S REPORT

May 20, 2024

The Honorable Village President
Members of the Board of Trustees
Village of Westchester, Illinois

Report on the Audit of the Financial Statements

Opinion

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 Westchester (the Village), Illinois, as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Westchester, Illinois, as of April 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 20, 2024, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP



**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 GOVERNMENTAL AUDITING STANDARDS**

May 20, 2024

The Honorable Village President
Members of the Board of Trustees
Village of Westchester, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Westchester (the Village), Illinois, as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated May 20, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's 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 Village's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

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

Village of Westchester, Illinois
May 20, 2024

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 Village'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 Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

April 30, 2022

Our discussion and analysis of the Village of Westchester (Village), Illinois' financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2022. Please read it in conjunction the Village's financial statements, which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The Village's net position increased as a result of this year's operations. Net position of the governmental activities decreased by \$2,463,462, or 6.7 percent and net position of business-type activities increased by \$4,895,449, or 43.9 percent.
- During the year, government-wide revenues for the primary government totaled \$33,664,757, while expenses totaled \$31,232,770, resulting in an increase to net position of \$2,431,987.
- The Village's net position totaled a deficit of \$23,365,989 on April 30, 2022, which includes \$26,367,897 net investment in capital assets, \$5,210,894 subject to external restrictions, and deficit \$54,944,780 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported an increase this year of \$1,332,583 or 29.1 percent, resulting in ending fund balance of \$5,908,176.
- Beginning net position and fund balance was restated to correct errors in capital expenses/expenditures and other post employment benefits.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village's finances, in a matter similar to a private-sector business.

The Statement of Net Position reports information on all of the Village's assets/deferred outflows and liabilities/deferred inflows, 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. Consideration of other nonfinancial factors, such as changes in the Village's property tax base and the condition of the Village's infrastructure, is needed to assess the overall health of the Village.

The Statement of Activities presents information showing how the government'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 leave).

VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

April 30, 2022

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements - Continued

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, and public works. The business-type activities of the Village include waterworks and sewerage.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, 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 the Village's near-term financing requirements.

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

The Village maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Motor Fuel Tax Fund, Roosevelt TIF Fund, 911 Fund, Capital Projects Fund, and Debt Service Fund, which are considered major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriated budget for all of the governmental funds, except for the Police Forfeiture Fund, Police Pension Fund, and Firefighters' Pension Fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

April 30, 2022

USING THIS ANNUAL REPORT - Continued

Proprietary Fund

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village utilizes enterprise funds to account for the provisions of water and sewer services to the residents of the Village.

Proprietary fund financial statements 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 Waterworks and Sewerage Fund, which is considered to be a major fund of the Village.

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 use for fiduciary funds is much like that used for proprietary funds.

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.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's I.M.R.F., police and fire employee pension obligations, other post-employment retirement benefit obligations, and budgetary comparison schedules for the General Fund and major special revenue funds. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions.

VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

April 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village, assets/deferred outflows fell short of liabilities/deferred inflows by \$23,365,989.

	Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
Current Assets	\$ 25,819,467	34,918,000	4,162,008	2,598,255	29,981,475	37,516,255
Capital Assets	33,620,859	26,648,865	17,314,217	13,248,006	50,935,076	39,896,871
Other Assets	1,653,234	530,865	1,112,327	155,542	2,765,561	686,407
Total Assets	61,093,560	62,097,730	22,588,552	16,001,803	83,682,112	78,099,533
Deferred Outflows	22,032,954	26,362,549	60,676	36,628	22,093,630	26,399,177
Total Assets/Deferred Outflows	83,126,514	88,460,279	22,649,228	16,038,431	105,775,742	104,498,710
Long-Term Liabilities	92,558,001	105,667,967	3,779,160	3,720,459	96,337,161	109,388,426
Other Liabilities	6,818,486	4,279,678	585,236	575,825	7,403,722	4,855,503
Total Liabilities	99,376,487	109,947,645	4,364,396	4,296,284	103,740,883	114,243,929
Deferred Inflows	23,152,121	15,545,160	2,248,727	440,437	25,400,848	15,985,597
Total Liabilities/Deferred Inflows	122,528,608	125,492,805	6,613,123	4,736,721	129,141,731	130,229,526
Net Position						
Net Investment in Capital Assets	12,882,994	12,196,441	13,484,903	9,426,207	26,367,897	21,622,648
Restricted	4,098,567	4,213,960	1,112,327	—	5,210,894	4,213,960
Unrestricted (Deficit)	(56,383,655)	(53,442,927)	1,438,875	1,875,503	(54,944,780)	(51,567,424)
Total Net Position	(39,402,094)	(37,032,526)	16,036,105	11,301,710	(23,365,989)	(25,730,816)

A portion of the Village's net position, \$26,367,897, reflects its investment in capital assets (for example, land, construction in progress, land improvements, buildings, building improvement, machinery and equipment, software, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its 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 themselves cannot be used to liquidate these liabilities.

An additional portion, \$5,210,894, of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit of \$54,944,780 represents unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors.

VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

April 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Changes in Net Position					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
Revenues						
Program Revenues						
Charges for Services	\$ 5,814,387	4,947,112	5,968,305	6,274,305	11,782,692	11,221,417
Operating Grants/Contributions	769,771	976,387	—	—	769,771	976,387
Capital Grants/Contributions	945,216	550,891	—	—	945,216	550,891
General Revenues						
Property Tax	10,327,470	6,916,999	—	—	10,327,470	6,916,999
Other Local Taxes	3,447,153	2,778,565	—	—	3,447,153	2,778,565
State Sales Tax	2,710,540	1,358,230	—	—	2,710,540	1,358,230
State Income Tax	2,672,014	2,029,270	—	—	2,672,014	2,029,270
Other Intergovernmental	596,450	1,639,430	—	—	596,450	1,639,430
Investment Income (Loss)	(24,387)	15,659	3,873	2,652	(20,514)	18,311
Miscellaneous	427,998	58,693	5,967	12,937	433,965	71,630
Total Revenues	27,686,612	21,271,236	5,978,145	6,289,894	33,664,757	27,561,130
Expenses						
General Government	3,571,837	3,071,059	—	—	3,571,837	3,071,059
Public Safety	14,934,521	17,278,330	—	—	14,934,521	17,278,330
Public Works	6,442,351	5,477,905	—	—	6,442,351	5,477,905
Interest on Long-Term Debt	996,219	318,132	—	—	996,219	318,132
Waterworks and Sewerage	—	—	5,287,842	4,902,152	5,287,842	4,902,152
Total Expenses	25,944,928	26,145,426	5,287,842	4,902,152	31,232,770	31,047,578
Change in Net Position						
Before Transfers	1,741,684	(4,874,190)	690,303	1,387,742	2,431,987	(3,486,448)
Transfers	(4,205,146)	—	4,205,146	—	—	—
Change in Net Position	(2,463,462)	(4,874,190)	4,895,449	1,387,742	2,431,987	(3,486,448)
Net Position - Beginning as Restated	(36,938,632)	(32,158,336)	11,140,656	9,913,968	(25,797,976)	(22,244,368)
Net Position - Ending	(39,402,094)	(37,032,526)	16,036,105	11,301,710	(23,365,989)	(25,730,816)

Net position of the Village's governmental activities decreased by 6.7 percent (a deficit of \$39,402,094 in 2022 compared to a deficit of \$36,938,632 in 2021). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit of \$56,383,655 at April 30, 2022.

Net position of business-type activities increased by 43.9 percent (\$16,036,105 in 2022 compared to \$11,140,656 in 2021).

VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

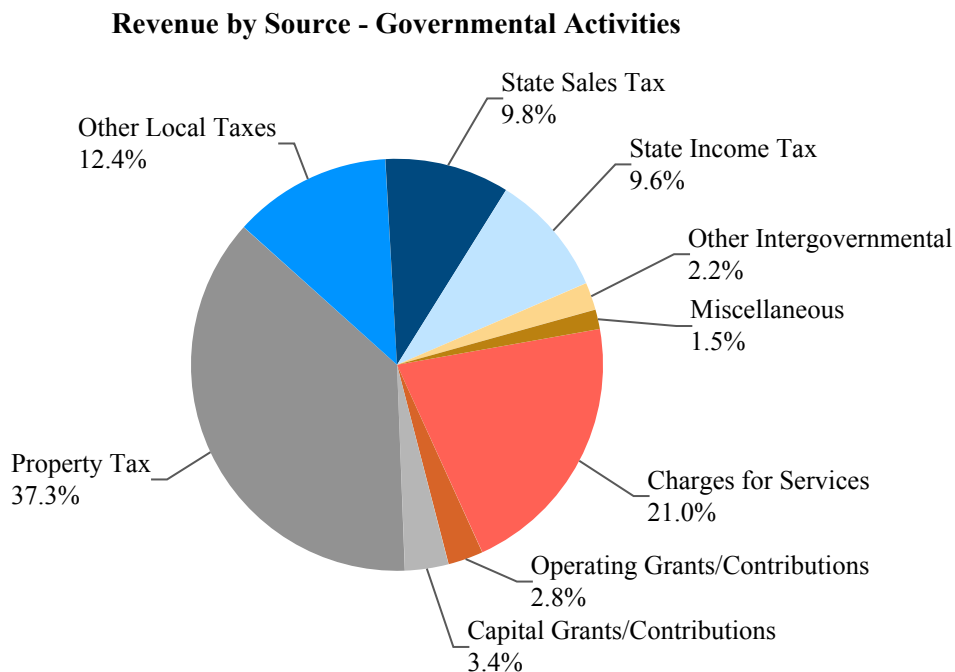
April 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities

Revenues for governmental activities totaled \$27,686,612, while the cost of all governmental functions totaled \$25,944,928. This results in a surplus of \$1,741,684, prior to transfers out of \$4,205,146. In 2021, revenues of \$21,271,236 fell short expenses of \$26,145,426, resulting in a deficit of \$4,874,190. The surplus before transfers in 2022 was due to additional property tax revenue from a new levy for the 2021 bond referendum, along with other intergovernmental tax revenue increases. Expenses decreased due to personnel costs related to vacant positions throughout the year.

The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance of property taxes to fund governmental activities. It also clearly identifies the less significant percentage the Village receives from charges for services.



VILLAGE OF WESTCHESTER, ILLINOIS

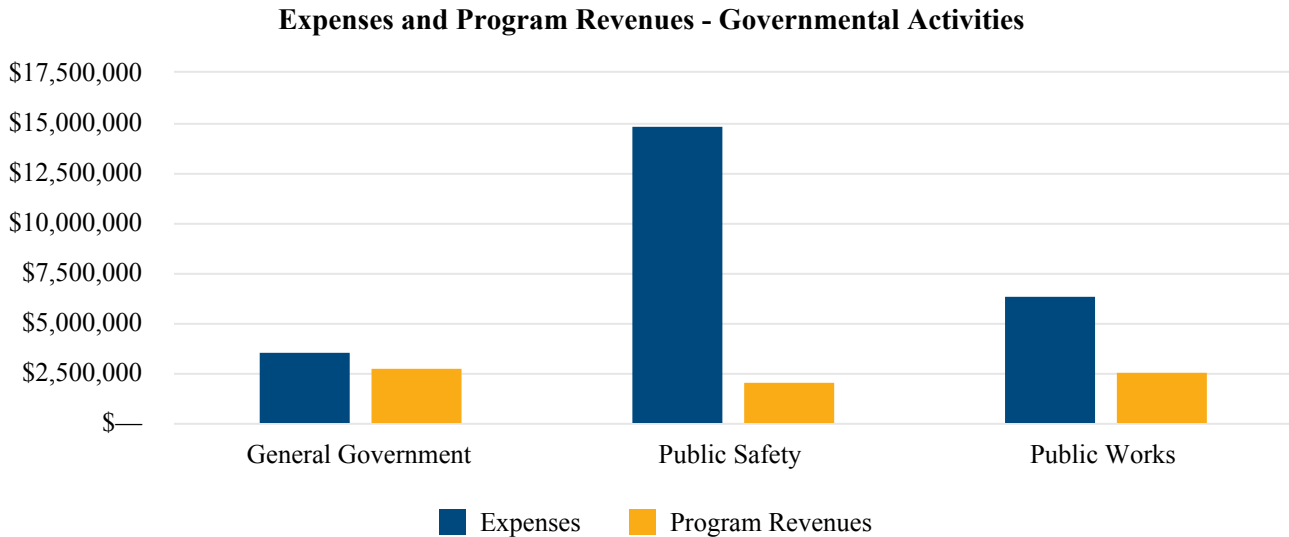
Management's Discussion and Analysis

April 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

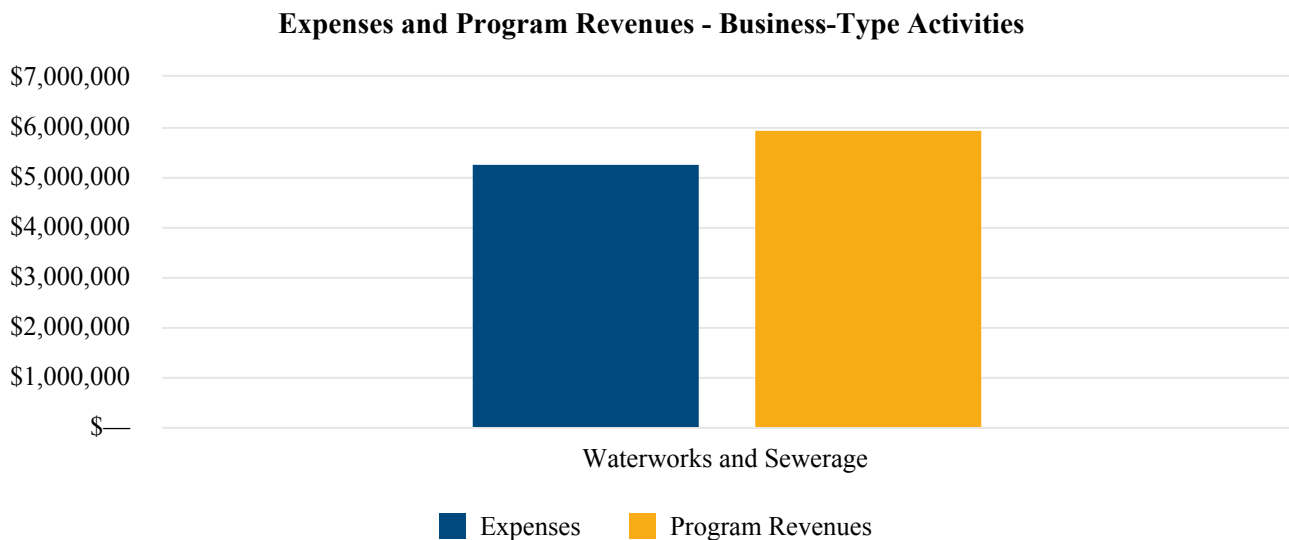
Governmental Activities - Continued

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.



Business-Type Activities

Business-type activities posted total revenues of \$5,978,145, while the cost of all business-type activities totaled \$5,287,842. This results in a surplus of \$690,303, before transfers in of \$4,205,146. In 2021, revenues of \$6,289,894 exceeded expenses of \$4,902,152, resulting in a surplus of \$1,387,742. The surplus in the current year is due to overall expenses being under budget and the IMRF pension experiencing net pension revenues for the year due to significant investment income.



VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

April 30, 2022

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Village 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. 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.

The Village's governmental funds reported combining ending fund balances of \$17,040,210, which is \$10,842,122, or 38.9 percent, lower than last year's total of \$27,882,332. Of the \$17,040,210 total, \$3,732,006, or approximately 21.9 percent, of the fund balance constitutes unassigned fund balance.

The General Fund is the chief operating fund of the Village. At April 30, 2022, unassigned fund balance in the General Fund was \$5,451,121, which represents 92.3 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 28.8 percent of total General Fund expenditures.

The fund balance in the General Fund at year-end was \$5,908,176, while the previous fiscal year reported a fund balance of \$4,575,593. This is an increase of \$1,332,583, or 29.1 percent. The increase is due to strong intergovernmental revenues exceeding the budget by almost \$1.2 million and one-time miscellaneous revenue.

The fund balance in the Motor Fuel Tax Fund at year-end was \$3,367,492, while the previous fiscal year reported a fund balance of \$4,143,347. This is a decrease of \$775,855, or 18.7 percent. The decrease is due to a spend-down of bond proceeds that were received in a prior year.

The fund balance in the Roosevelt TIF Fund at year-end was deficit \$1,322,655, while the previous fiscal year reported a deficit fund balance of \$1,852,758. This is an increase of \$530,103, or 28.6 percent. The increase is due to the incremental tax revenue that exceeds the fund's expenditures.

The fund balance in the 911 Fund at year-end was deficit \$330,193, while the previous fiscal year reported a deficit fund balance of \$247,734. This is a decrease of \$82,459, or 33.3 percent. The decrease is due to expenditures that exceed the potential reimbursement from the E911 agency.

The fund balance in the Debt Service Fund at year-end was \$1,193,805, while the previous fiscal year reported a fund balance of \$89. This is an increase of \$1,193,716, or 1,341,254 percent. The increase is due to the first year of property tax collections for the 2021 general obligation referendum bond issue.

The fund balance in the Capital Projects Fund at year-end was \$8,060,612, while the previous fiscal year reported a restated fund balance of \$21,151,802. This is a decrease of \$13,091,190, or 61.9 percent. The decrease is due to spending down the bond proceeds for infrastructure projects from the 2021 general obligation referendum bond issue.

VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

April 30, 2022

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

Proprietary Funds

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

The Village reports the Waterworks and Sewerage Fund as a major fund. The Village intends to run the fund at a breakeven rate. Periodically, there will be an annual surplus or draw down due to timing of capital projects.

The net position in the Waterworks and Sewerage Fund at year-end was \$16,036,105, while the previous fiscal year reported a net position of \$11,140,656. This is an increase of \$4,895,449, or 43.9 percent. The increase is due to expenses not being as much as budgeted, and the IMRF pension experiencing net revenue for the year when there is normally a net pension expense as in prior years. Unrestricted net position in the Waterworks and Sewerage Fund totaled \$1,438,875 at April 30, 2022.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Village Board made no budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$20,282,374, compared to budgeted revenues of \$18,815,493. Revenues for all function came in over budget, except for taxes and investment income.

The General Fund actual expenditures for the year were \$701,849 more than budgeted (\$18,949,791 actual compared to \$18,247,942 budgeted). Expenditures for public safety and public works came in over budget by \$674,483 and \$11,479, respectively.

CAPITAL ASSETS

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2022 was \$50,935,076 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings, building improvement, machinery and equipment, software, and infrastructure.

	Capital Assets - Net of Depreciation					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
Land	\$ 5,373,407	5,373,407	112,825	112,825	5,486,232	5,486,232
Construction in Progress	3,073,673	179,733	32,196	32,196	3,105,869	211,929
Land Improvements	—	—	—	—	—	—
Buildings	2,101,031	2,151,503	612,391	662,556	2,713,422	2,814,059
Building Improvement	308,534	339,417	—	—	308,534	339,417
Machinery and Equipment	2,417,600	2,676,107	1,008,670	948,537	3,426,270	3,624,644
Software	—	—	7,391	12,319	7,391	12,319
Infrastructure	20,346,614	15,928,698	15,540,744	11,479,573	35,887,358	27,408,271
Totals	33,620,859	26,648,865	17,314,217	13,248,006	50,935,076	39,896,871

VILLAGE OF WESTCHESTER, ILLINOIS

Management's Discussion and Analysis

April 30, 2022

CAPITAL ASSETS - Continued

This year's major additions included:

Construction in Progress	\$ 2,893,940
Machinery and Equipment	441,372
Infrastructure	<u>9,936,477</u>
	<u>13,271,789</u>

Additional information regarding the capital assets can be found in Note 3 of this report.

DEBT ADMINISTRATION

At year-end, the Village had total outstanding debt of \$31,613,016 as compared to \$34,202,394 the previous year, a decrease of 7.6 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
General Obligation Bonds Payable	\$ 24,350,000	26,940,000	—	—	24,350,000	26,940,000
Installment Contracts Payable	3,433,702	3,440,595	47,381	65,401	3,481,083	3,505,996
IEPA Loans Payable	—	—	3,781,933	3,756,398	3,781,933	3,756,398
Total	<u>27,783,702</u>	<u>30,380,595</u>	<u>3,829,314</u>	<u>3,821,799</u>	<u>31,613,016</u>	<u>34,202,394</u>

State statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 8.625 percent of its total assessed valuation. The current debt limit for the Village is \$51,934,543.

Additional information on the Village's long-term debt can be found in Note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Coming out of the pandemic of 2020 and 2021, a growing economy has been in place featuring low unemployment rates and brisk consumer spending. Even so, local governments have faced financial challenges with flat, or decreasing revenues. With this in mind, the Village has stressed expenditure containment. Tempering the low unemployment rate is an increase in inflation and high interest rates. After several years of deficit spending, the Village has increased its General Fund balance from FY 2020 through FY 2022, and is budgeted to projected an increase again in FY 2023.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Village of Westchester's Administration/Finance Department - 10300 W. Roosevelt Road, Westchester, IL 60154.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements

- Fund Financial Statements

 - Governmental Funds

 - Proprietary Funds

 - Fiduciary Funds

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

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Net Position

April 30, 2022

See Following Page

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Net Position

April 30, 2022

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 18,279,118	2,712,741	20,991,859
Receivables - Net of Allowances			
Taxes	6,459,441	—	6,459,441
Accounts	396,787	1,418,387	1,815,174
Other	217,848	10,825	228,673
Due from Other Governments	216,972	—	216,972
Prepays	249,301	20,055	269,356
Total Current Assets	25,819,467	4,162,008	29,981,475
Noncurrent Assets			
Capital Assets			
Nondepreciable	8,447,080	145,021	8,592,101
Depreciable	68,076,555	30,788,148	98,864,703
Accumulated Depreciation	(42,902,776)	(13,618,952)	(56,521,728)
Total Capital Assets	33,620,859	17,314,217	50,935,076
Other Assets			
Net Pension Asset - IMRF	1,653,234	1,112,327	2,765,561
Total Noncurrent Assets	35,274,093	18,426,544	53,700,637
Total Assets	61,093,560	22,588,552	83,682,112
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	49,135	32,072	81,207
Deferred Items - Police Pension	10,942,935	—	10,942,935
Deferred Items - Firefighters' Pension	10,819,571	—	10,819,571
Deferred Items - RBP	221,313	28,604	249,917
Total Deferred Outflows of Resources	22,032,954	60,676	22,093,630
Total Assets and Deferred Outflows of Resources	83,126,514	22,649,228	105,775,742

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 2,806,027	343,171	3,149,198
Accrued Payroll	36,167	—	36,167
Deposits Payable	828,396	—	828,396
Accrued Interest Payable	401,050	6,970	408,020
Other Payables	97,359	—	97,359
Current Portion of Long-Term Liabilities	2,649,487	235,095	2,884,582
Total Current Liabilities	6,818,486	585,236	7,403,722
Noncurrent Liabilities			
Compensated Absences Payable	497,014	17,707	514,721
Net Pension Liability - Police Pension	33,169,225	—	33,169,225
Net Pension Liability - Firefighters' Pension	29,206,958	—	29,206,958
General Obligation Bonds Payable - Net	25,248,931	—	25,248,931
Total OPEB Liability - RBP	1,259,652	162,807	1,422,459
Installment Contracts Payable	3,176,221	28,836	3,205,057
IEPA Loans Payable	—	3,569,810	3,569,810
Total Noncurrent Liabilities	92,558,001	3,779,160	96,337,161
Total Liabilities	99,376,487	4,364,396	103,740,883
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	4,658,877	—	4,658,877
Grants	—	1,096,638	1,096,638
Other Taxes	352,431	—	352,431
Deferred Items - IMRF	1,568,227	1,055,133	2,623,360
Deferred Items - Police Pension	9,404,304	—	9,404,304
Deferred Items - Firefighters' Pension	6,418,131	—	6,418,131
Deferred Items - RBP	750,151	96,956	847,107
Total Deferred Inflows of Resources	23,152,121	2,248,727	25,400,848
Total Liabilities and Deferred Inflows of Resources	122,528,608	6,613,123	129,141,731
NET POSITION			
Net Investment in Capital Assets	12,882,994	13,484,903	26,367,897
Restricted			
Claim Deductibles	1,059	—	1,059
Refundable Deposits	1,172	—	1,172
Street and Bridge Improvements	1,150,056	—	1,150,056
Public Safety	434,763	—	434,763
Debt Service	792,755	—	792,755
Capital Projects	65,528	—	65,528
Retirement	1,653,234	1,112,327	2,765,561
Unrestricted (Deficit)	(56,383,655)	1,438,875	(54,944,780)
Total Net Position	(39,402,094)	16,036,105	(23,365,989)

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

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2022

		Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
	Expenses			
Governmental Activities				
General Government	\$ 3,571,837	2,721,357	103,312	—
Public Safety	14,934,521	2,138,945	—	—
Public Works	6,442,351	954,085	666,459	945,216
Interest on Long-Term Debt	996,219	—	—	—
Total Governmental Activities	25,944,928	5,814,387	769,771	945,216
Business-Type Activities				
Waterworks and Sewerage	5,287,842	5,968,305	—	—
Total Primary Government	31,232,770	11,782,692	769,771	945,216

General Revenues

Taxes

Property Tax

Other Local Taxes

Intergovernmental - Unrestricted

State Sales Tax

State Income Tax

Other Intergovernmental

Investment Income (Loss)

Miscellaneous

Transfers - Internal Activity

Change in Net Position

Net Position - Beginning as Restated

Net Position - Ending

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

Net (Expenses)/Revenues		
Governmental Activities	Business-Type Activities	Totals
(747,168)	—	(747,168)
(12,795,576)	—	(12,795,576)
(3,876,591)	—	(3,876,591)
(996,219)	—	(996,219)
(18,415,554)	—	(18,415,554)
—	680,463	680,463
(18,415,554)	680,463	(17,735,091)
10,327,470	—	10,327,470
3,447,153	—	3,447,153
2,710,540	—	2,710,540
2,672,014	—	2,672,014
596,450	—	596,450
(24,387)	3,873	(20,514)
427,998	5,967	433,965
(4,205,146)	4,205,146	—
15,952,092	4,214,986	20,167,078
(2,463,462)	4,895,449	2,431,987
(36,938,632)	11,140,656	(25,797,976)
(39,402,094)	16,036,105	(23,365,989)

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

VILLAGE OF WESTCHESTER, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2022

	<u>General</u>
ASSETS	
Cash and Investments	\$ 3,016,121
Receivables - Net of Allowances	
Taxes	4,764,033
Accounts	324,543
Other	213,401
Due from Other Governments	—
Due from Other Funds	39,873
Advances to Other Funds	2,964,699
Prepays	<u>249,301</u>
Total Assets	<u><u>11,571,971</u></u>
LIABILITIES	
Accounts Payable	869,281
Accrued Payroll	36,167
Deposits Payable	828,396
Due to Other Funds	1,444
Advances from Other Funds	—
Other Payables	<u>97,359</u>
Total Liabilities	<u><u>1,832,647</u></u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	3,570,202
Other Taxes	<u>260,946</u>
Total Deferred Inflows of Resources	<u><u>3,831,148</u></u>
Total Liabilities and Deferred Inflows of Resources	<u><u>5,663,795</u></u>
FUND BALANCES	
Nonspendable	249,301
Restricted	207,754
Unassigned	<u>5,451,121</u>
Total Fund Balances	<u><u>5,908,176</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>11,571,971</u></u>

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

Special Revenue			Debt Service	Capital Projects	Nonmajor	Totals
Motor Fuel Tax	Roosevelt TIF	911				
3,569,994	504,340	363,763	1,196,818	9,397,973	230,109	18,279,118
56,099	—	301,039	1,088,675	241,053	8,542	6,459,441
—	—	—	—	72,244	4,447	401,234
—	—	—	—	—	—	213,401
—	—	216,972	—	—	—	216,972
—	—	—	—	—	—	39,873
—	—	—	—	—	—	2,964,699
—	—	—	—	—	—	249,301
3,626,093	504,340	881,774	2,285,493	9,711,270	243,098	28,824,039
258,601	6,824	100,499	—	1,567,715	1,663	2,804,583
—	—	—	—	—	—	36,167
—	—	—	—	—	—	828,396
—	—	—	3,013	—	36,860	41,317
—	1,820,171	1,111,468	—	—	33,060	2,964,699
—	—	—	—	—	—	97,359
258,601	1,826,995	1,211,967	3,013	1,567,715	71,583	6,772,521
—	—	—	1,088,675	—	—	4,658,877
—	—	—	—	82,943	8,542	352,431
—	—	—	1,088,675	82,943	8,542	5,011,308
258,601	1,826,995	1,211,967	1,091,688	1,650,658	80,125	11,783,829
—	—	—	—	—	—	249,301
3,367,492	—	—	1,193,805	8,060,612	229,240	13,058,903
—	(1,322,655)	(330,193)	—	—	(66,267)	3,732,006
3,367,492	(1,322,655)	(330,193)	1,193,805	8,060,612	162,973	17,040,210
3,626,093	504,340	881,774	2,285,493	9,711,270	243,098	28,824,039

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

VILLAGE OF WESTCHESTER, ILLINOIS

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

April 30, 2022

Total Governmental Fund Balances	\$ 17,040,210
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	33,620,859
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds. Net Pension Asset - IMRF	1,653,234
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(1,519,092)
Deferred Items - Police Pension	1,538,631
Deferred Items - Firefighters' Pension	4,401,440
Deferred Items - RBP	(528,838)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(621,268)
Net Pension Liability - Police Pension	(33,169,225)
Net Pension Liability - Firefighters' Pension	(29,206,958)
Total OPEB Liability - RBP	(1,259,652)
General Obligation Bonds Payable	(24,350,000)
Installment Contracts Payable	(3,433,702)
Unamortized Bond Premium	(3,166,683)
Accrued Interest Payable	(401,050)
Net Position of Governmental Activities	<u>(39,402,094)</u>

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

VILLAGE OF WESTCHESTER, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2022**

See Following Page

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended April 30, 2022

	<u>General</u>
Revenues	
Taxes	\$ 9,299,987
Intergovernmental	5,074,683
Charges for Services	3,449,893
Licenses and Permits	1,222,413
Fines and Forfeitures	934,219
Investment Income (Loss)	(26,415)
Miscellaneous	327,594
Total Revenues	<u>20,282,374</u>
Expenditures	
General Government	2,604,669
Public Safety	12,658,318
Public Works	3,366,097
Capital Outlay	117,594
Debt Service	
Principal Retirement	187,394
Interest and Fiscal Charges	15,719
Total Expenditures	<u>18,949,791</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,332,583</u>
Other Financing Sources (Uses)	
Debt Issuance	—
Premium on Debt Issuance	—
Payment to Escrow Agent	—
Transfers In	—
Transfers Out	—
	<u>—</u>
Net Change in Fund Balances	1,332,583
Fund Balances - Beginning as Restated	<u>4,575,593</u>
Fund Balances - Ending	<u><u>5,908,176</u></u>

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

Special Revenue			Debt Service	Capital Projects	Nonmajor	Totals
Motor Fuel Tax	Roosevelt TIF	911				
—	569,796	527,902	3,287,426	—	89,512	13,774,623
1,033,720	—	—	—	1,585,588	—	7,693,991
—	—	—	—	—	19,586	3,469,479
—	—	—	—	—	—	1,222,413
—	—	—	—	—	188,276	1,122,495
6,357	234	44	496	(5,347)	244	(24,387)
—	—	—	1,987	—	98,417	427,998
1,040,077	570,030	527,946	3,289,909	1,580,241	396,035	27,686,612
—	39,565	—	—	103,239	334,768	3,082,241
—	—	592,902	—	—	10,287	13,261,507
1,480,007	—	—	—	—	—	4,846,104
—	—	17,503	—	9,878,673	—	10,013,770
180,000	—	—	2,095,000	71,476	—	2,533,870
155,925	362	—	635,793	106,880	—	914,679
1,815,932	39,927	610,405	2,730,793	10,160,268	345,055	34,652,171
(775,855)	530,103	(82,459)	559,116	(8,580,027)	50,980	(6,965,559)
—	—	—	3,445,000	251,977	—	3,696,977
—	—	—	448,591	—	—	448,591
—	—	—	(3,816,985)	—	—	(3,816,985)
—	—	—	557,994	—	—	557,994
—	—	—	—	(4,763,140)	—	(4,763,140)
—	—	—	634,600	(4,511,163)	—	(3,876,563)
(775,855)	530,103	(82,459)	1,193,716	(13,091,190)	50,980	(10,842,122)
4,143,347	(1,852,758)	(247,734)	89	21,151,802	111,993	27,882,332
3,367,492	(1,322,655)	(330,193)	1,193,805	8,060,612	162,973	17,040,210

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

VILLAGE OF WESTCHESTER, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities For the Fiscal Year Ended April 30, 2022

Net Change in Fund Balances - Total Governmental Funds	\$ (10,842,122)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlays	8,645,044
Depreciation Expense	(1,673,050)

An addition to a net pension asset is not considered to be an increase in a financial asset in the governmental funds.

Change in Net Pension Asset - IMRF	1,122,369
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The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(200,077)
Change in Deferred Items - Police Pension	(7,327,126)
Change in Deferred Items - Firefighters' Pension	(4,961,916)
Change in Deferred Items - RBP	(194,742)

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

Change in Compensated Absences Payable	(243,774)
Change in Net Pension Liability/(Asset) - Police Pension	7,274,314
Change in Net Pension Liability/(Asset) - Firefighters' Pension	3,408,500
Change in Total OPEB Liability - RBP	405,371
Issuance of Debt	(3,696,977)
Issuance of Bond Premiums	(448,591)
Retirement of Debt	6,293,870
Amortization of Bond Premium	251,926

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

(276,481)

Changes in Net Position of Governmental Activities

<u>(2,463,462)</u>

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

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Net Position - Proprietary Funds

April 30, 2022

See Following Page

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Net Position - Proprietary Funds

April 30, 2022

	Business-Type Activities Waterworks and Sewerage
ASSETS	
Current Assets	
Cash and Investments	\$ 2,712,741
Receivables - Net of Allowances	
Accounts	1,418,387
Other	10,825
Prepays	20,055
Total Current Assets	<u>4,162,008</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	145,021
Depreciable	30,788,148
Accumulated Depreciation	<u>(13,618,952)</u>
Total Capital Assets	<u>17,314,217</u>
Other Assets	
Net Pension Asset - IMRF	<u>1,112,327</u>
Total Noncurrent Assets	<u>18,426,544</u>
Total Assets	<u>22,588,552</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	32,072
Deferred Items - RBP	<u>28,604</u>
Total Deferred Outflows of Resources	<u>60,676</u>
Total Assets and Deferred Outflows of Resources	<u>22,649,228</u>

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

	Business-Type Activities Waterworks and Sewerage
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 343,171
Accrued Interest Payable	6,970
Current Portion of Long-Term Debt	235,095
Total Current Liabilities	<u>585,236</u>
Long-Term Liabilities	
Compensated Absences Payable	17,707
Total OPEB Liability - RBP	162,807
Installment Contracts Payable	28,836
IEPA Loans Payable	3,569,810
Total Long-Term Liabilities	<u>3,779,160</u>
Total Liabilities	<u>4,364,396</u>
DEFERRED INFLOWS OF RESOURCES	
Grants	1,096,638
Deferred Items - IMRF	1,055,133
Deferred Items - RBP	96,956
Total Deferred Inflows of Resources	<u>2,248,727</u>
Total Liabilities and Deferred Inflows of Resources	<u>6,613,123</u>
NET POSITION	
Net Investment in Capital Assets	13,484,903
Restricted - Retirement	1,112,327
Unrestricted	<u>1,438,875</u>
Total Net Position	<u>16,036,105</u>

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

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds For the Fiscal Year Ended April 30, 2022

	Business-Type Activities Waterworks and Sewerage
Operating Revenues	
Charges for Services	\$ 5,968,305
Operating Expenses	
Operations	4,658,315
Depreciation	560,534
Total Operating Expenses	5,218,849
Operating Income	749,456
Nonoperating Revenues (Expenses)	
Investment Income	3,873
Other Income	5,967
Interest Expense	(68,993)
	(59,153)
Income Before Transfers	690,303
Transfers In	4,205,146
Change in Net Position	4,895,449
Net Position - Beginning as Restated	11,140,656
Net Position - Ending	16,036,105

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

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Cash Flows - Proprietary Funds For the Fiscal Year Ended April 30, 2022

	Business-Type Activities Waterworks and Sewerage
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 4,823,575
Payments to Employees	(1,339,862)
Payments to Suppliers	(1,449,561)
	<u>2,034,152</u>
Cash Flows from Noncapital Financing Activities	
Transfers In	<u>4,205,146</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(4,626,745)
Issuance of Debt	221,816
Principal Paid on Debt	(214,301)
Interest Paid on Debt	(68,993)
	<u>(4,688,223)</u>
Cash Flows from Investing Activities	
Investment Income	<u>3,873</u>
Net Change in Cash and Cash Equivalents	1,554,948
Cash and Cash Equivalents - Beginning	<u>1,157,793</u>
Cash and Cash Equivalents - Ending	<u><u>2,712,741</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income	749,456
Adjustments to Reconcile Operating Income to net Cash Provided	
by (Used in) Operating Activities	
Depreciation	560,534
Other Income	5,967
(Increase) Decrease in Current Assets	(1,150,697)
Increase (Decrease) in Current Liabilities	<u>1,868,892</u>
Net Cash Provided by Operating Activities	<u><u>2,034,152</u></u>

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

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Fiduciary Net Position

April 30, 2022

	Pension Trusts
ASSETS	
Cash and Cash Equivalents	\$ 3,749,322
Investments	
U.S. Agency Securities	8,597,357
Municipal Bonds	1,365,297
Corporate Bonds	7,433,014
Mutual Funds	35,758,609
Accrued Interest Receivable	111,022
Due from Municipality	1,444
Prepays	30,858
Total Assets	57,046,923
LIABILITIES	
Accounts Payable	22,244
NET POSITION	
Net Position Restricted for Pensions	57,024,679

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

VILLAGE OF WESTCHESTER, ILLINOIS

Statement of Changes in Fiduciary Net Position For the Fiscal Year Ended April 30, 2022

	Pension Trusts
Additions	
Contributions - Employer	\$ 3,214,275
Contributions - Plan Members	567,414
Contributions - Other	417,549
Total Contributions	<u>4,199,238</u>
Investment Income	
Interest Earned	1,648,373
Net Change in Fair Value	(5,021,931)
	<u>(3,373,558)</u>
Less Investment Expenses	(200,743)
Net Investment Income	<u>(3,574,301)</u>
Total Additions	<u>624,937</u>
Deductions	
Administration	106,552
Benefits and Refunds	4,952,274
Total Deductions	<u>5,058,826</u>
Change in Fiduciary Net Position	(4,433,889)
Net Position - Beginning	<u>61,458,568</u>
Net Position - Ending	<u><u>57,024,679</u></u>

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Westchester (Village) was founded in 1926. The Village operates under the council/manager form of government and provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation, health and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

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

REPORTING ENTITY

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are two fiduciary component units that are required to be included in the financial statements of the Village as pension trust funds and there are no discretely component units to include in the reporting entity.

Blended Component Units

Police Pension Employees Retirement System

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

Firefighters' Pension Employees Retirement System

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Village's police and fire safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, community development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water and sewer utility services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.) The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits, and charges for services, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (general government, public safety, public works, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

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

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

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

Fund Financial Statements

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

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

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

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

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

Governmental Funds

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

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

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains three major special revenue funds. The Motor Fuel Tax Fund accounts for the usage of motor fuel tax revenues distributed to the Village for improvement of the Village's streets. The Roosevelt TIF Fund accounts for resources which are restricted to supporting expenditures for the tax increment redevelopment project area. The 911 Fund accounts for locally imposed and the State share of 911 taxes, and emergency 911 expenditures for items such as dispatch services. Additionally, the Village maintains three nonmajor special revenue funds.

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

Debt Service Fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund.

Proprietary Fund

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Proprietary Fund - Continued

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains four major enterprise funds. The Waterworks and Sewerage Fund accounts for the provision of water and sewer services to the residents of the Village.

Fiduciary Funds

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

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's Fire Department.

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

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

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

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

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Measurement Focus - Continued

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

Basis of Accounting

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

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

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments

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

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Receivables

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

Interfund Receivables, Payables and Activity

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

Prepays

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

Deferred Outflows/Inflows of Resources

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$1,000 to \$75,000, depending on asset class, or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

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

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets.

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

Land Improvements	3 - 50 Years
Buildings	10 - 80 Years
Building Improvement	10 - 20 Years
Machinery and Equipment	3 - 50 Years
Software	2 - 7 Years
Infrastructure	20 - 80 Years

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

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

Net Position

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

Net Investment in Capital Assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

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

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

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The Village follows these procedures in establishing the appropriation data reflected in the financial statements:

- The Village Treasurer submits to the Village Board of Trustees a proposed operating appropriation ordinance (budget) for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- A public hearing is conducted by the Village to obtain taxpayer comments.
- Subsequently, the appropriation ordinance is legally enacted through passage of an ordinance.
- Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service and capital project funds, except for the Police Forfeiture Fund.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

BUDGETARY INFORMATION - Continued

- Appropriations for the general, special revenue, debt service and capital project funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
- Budgetary authority lapses at the year-end.

State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds would require Village Board approval. The level of legal control is generally considered to be the fund budget in total.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
General	\$ 701,849
Motor Fuel Tax	355,823
911	238,405
Hotel and Motel Tax	202,885
Debt Service	76,081

DEFICIT FUND BALANCES

The following funds had deficit fund balance as of the date of this report:

Fund	Deficit
Roosevelt TIF	\$ 1,322,655
911	330,193
Hotel and Motel Tax	25,949
Cermak Oxford TIF	40,318

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Permitted Deposits and Investments - Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds, and the Illinois Metropolitan Investment Fund.

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

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

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Village

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$11,200,391 and the bank balances totaled \$12,437,958. Additionally, the Village has \$9,031,518 invested in Illinois Funds and \$759,950 invested in IMET, which have average maturities of less than one year and are measured at the net asset value (NAV) as determined by the pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village does not have a formal investment policy which specifically addresses interest rate risk.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, The Village's general investment policy is to apply the prudent person rule: investments are made as a prudent person would be expected to act, with discretion and intelligence, to see reasonable income, preserve capital and, in general, avoid speculative investments. The Village's investment in the Illinois Fund is rated AAA by Fitch Ratings and the investment in IMET is rated Aaa by Moody's

Custodial Credit Risk - Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Village in the Village's name. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Custodial Credit Risk - Investments. For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy requires all security transactions entered into by the Village shall be conducted on a delivery-versus-payment (DVP) basis with the underlying investments held by a third party acting as the Village's agent from where the investment is purchased. The Village's investments in the Illinois Funds and IMET are not subject to custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village does not have a formal investment policy which specifically addresses concentration risk. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$2,170,020 and the bank balances totaled \$2,143,761.

Investments. The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2022:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Agency Securities	\$ 4,223,025	560,727	1,564,717	820,201	1,277,380
Municipal Bonds	1,236,662	50,109	1,112,910	51,335	22,308
Corporate Bonds	4,466,906	245,216	1,427,822	2,719,399	74,469
Totals	9,926,593	856,052	4,105,449	3,590,935	1,374,157

The Fund has the following recurring fair value measurements as of April 30, 2022:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Agency Securities	\$ 4,223,025	—	4,223,025	—
Municipal Bonds	1,236,662	—	1,236,662	—
Corporate Bonds	4,466,906	—	4,466,906	—
Equity Securities				
Mutual Funds	18,804,226	18,804,226	—	—
Total Investments Measured at Fair Value	28,730,819	18,804,226	9,926,593	—

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund

Interest Rate Risk. The Fund limits exposure to interest rate risk by structuring portfolios to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

Credit Risk. Besides investing in security instruments authorized under the Illinois Pension Code, the Fund's investment policy does not further address credit risk. The ratings for the U.S. agency securities, municipal bonds, corporate bonds, and mutual funds are not available.

Custodial Credit Risk - Deposits. The Fund's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Fund in the Fund's name. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Custodial Credit Risk - Investments. The Fund's investment policy limits exposure to custodial credit risk by utilizing an independent third party institution, selected by the individual Pension Fund, to act as custodian for its securities and collateral. At year-end, the Fund's investments in U.S. agency securities, municipal bonds, and corporate bonds are all insured or registered with the Fund or its agent in the Fund's name and the Fund's investment in mutual funds is not subject to custodial credit risk.

Concentration Risk. The Fund's investment policy does not specifically address concentration risk. In addition to the securities and fair values listed above, The Fund also has \$18,804,226 invested in mutual funds. At year-end, the Fund has no investments over 5 percent of net plan assets available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	38.00%	1.30%
Domestic Equities	33.00%	5.70% - 6.30%
Foreign Equities	16.00%	4.90%
REITS	3.00%	4.00%
Emerging Market	8.00%	6.50%
Cash and Cash Equivalents	2.00%	0.70%

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Continued

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

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in March 2020 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2022 are listed in the table above.

Rate of Return. For the year ended April 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 1.45%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Firefighters' Pension Fund

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$1,579,302 and the bank balances totaled \$1,579,302.

Investments. The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2022:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Agency Securities	\$ 4,374,332	870,644	1,783,879	1,211,063	508,746
Municipal Bonds	128,635	—	—	84,020	44,615
Corporate Bonds	2,966,108	130,359	1,748,000	986,461	101,288
Totals	7,469,075	1,001,003	3,531,879	2,281,544	654,649

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Continued

The Fund has the following recurring fair value measurements as of April 30, 2022:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Agency Securities	\$ 4,374,332	—	4,374,332	—
Municipal Bonds	128,635	—	128,635	—
Corporate Bonds	2,966,108	—	2,966,108	—
Equity Securities				
Mutual Funds	16,954,383	16,954,383	—	—
Total Investments Measured at Fair Value	24,423,458	16,954,383	7,469,075	—

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

Interest Rate Risk. The Fund limits exposure to interest rate risk by structuring portfolios to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

Credit Risk. Besides investing in security instruments authorized under the Illinois Pension Code, the Fund's investment policy does not further address credit risk. The ratings for the U.S. agency securities, municipal bonds, corporate bonds, and mutual funds are not available.

Custodial Credit Risk - Deposits. The Fund's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Fund in the Fund's name. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Custodial Credit Risk - Investments. The Fund's investment policy limits exposure to custodial credit risk by utilizing an independent third party institution, selected by the individual Pension Fund, to act as custodian for its securities and collateral. At year-end, the Fund's investments in U.S. agency securities, municipal bonds, and corporate bonds are all insured or registered with the Fund or its agent in the Fund's name and the Fund's investment in mutual funds is not subject to custodial credit risk.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Continued

Concentration Risk. The Fund's investment policy does not specifically address concentration risk. In addition to the securities and fair values listed above, The Fund also has \$16,954,383 invested in mutual funds. At year-end, the Fund has no investments over 5 percent of net plan assets available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	38%	2.30%
Domestic Equities	33%	4.00% - 6.60%
Foreign Equities	16%	5.60%
REITS	3%	4.40%
Emerging Market	8%	8.30%
Cash and Cash Equivalents	2%	1.60%

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

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in October 2022 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2022 are listed in the table above.

Rate of Return. For the year ended April 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (6.92%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2021 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and August 1. The County collect such taxes and remit them periodically.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND TRANSFERS

Transfers are used to (1) move receipts to funds for debt service payments as they become due and (2) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Interfund transfers for the fiscal year consisted of the following:

Transfer In	Transfer Out	Amount
Debt Service	Capital Projects	\$ 557,994 (1)
Waterworks and Sewerage	Capital Projects	<u>4,205,146 (2)</u>
		<u><u>4,763,140</u></u>

INTERFUND BALANCES

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made or advances in anticipation of receipts to cover temporary cash shortages. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	\$ 36,860
General	Debt Service	3,013
Firefighters' Pension	General	<u>1,444</u>
		<u><u>41,317</u></u>

INTERFUND ADVANCES

Interfund advances represent payments of expenditures on behalf of these funds as well as coverage of significant cash shortages. These amounts will be paid over several years. Interfund advances as of the date of this report are as follows:

Receivable Fund	Payable Fund	Amount
General	Roosevelt TIF	\$ 1,820,171
General	911	1,111,468
General	Nonmajor Governmental	<u>33,060</u>
		<u><u>2,964,699</u></u>

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the fiscal year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 5,373,407	—	—	5,373,407
Construction in Progress	179,733	2,893,940	—	3,073,673
	5,553,140	2,893,940	—	8,447,080
Depreciable Capital Assets				
Land Improvements	326,765	—	—	326,765
Buildings	4,056,941	—	—	4,056,941
Building Improvement	701,211	—	—	701,211
Machinery and Equipment	8,603,427	181,322	—	8,784,749
Software	84,185	—	—	84,185
Infrastructure	48,552,922	5,569,782	—	54,122,704
	62,325,451	5,751,104	—	68,076,555
Less Accumulated Depreciation				
Land Improvements	326,765	—	—	326,765
Buildings	1,905,438	50,472	—	1,955,910
Building Improvement	361,794	30,883	—	392,677
Machinery and Equipment	5,927,320	439,829	—	6,367,149
Software	84,185	—	—	84,185
Infrastructure	32,624,224	1,151,866	—	33,776,090
	41,229,726	1,673,050	—	42,902,776
Total Net Depreciable Capital Assets	21,095,725	4,078,054	—	25,173,779
Total Net Capital Assets	26,648,865	6,971,994	—	33,620,859

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 1,378,743
Public Safety	66,786
Public Works	227,521
	<u>1,673,050</u>

VILLAGE OF WESTCHESTER, ILLINOIS**Notes to the Financial Statements****April 30, 2022****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****CAPITAL ASSETS - Continued****Business-Type Activities**

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

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 112,825	—	—	112,825
Construction in Progress	32,196	—	—	32,196
	<u>145,021</u>	<u>—</u>	<u>—</u>	<u>145,021</u>
Depreciable Capital Assets				
Land Improvements	38,892	—	—	38,892
Buildings	1,257,174	—	—	1,257,174
Machinery and Equipment	2,526,937	260,050	—	2,786,987
Software	49,275	—	—	49,275
Infrastructure	22,289,125	4,366,695	—	26,655,820
	<u>26,161,403</u>	<u>4,626,745</u>	<u>—</u>	<u>30,788,148</u>
Less Accumulated Depreciation				
Land Improvements	38,892	—	—	38,892
Buildings	594,618	50,165	—	644,783
Machinery and Equipment	1,578,400	199,917	—	1,778,317
Software	36,956	4,928	—	41,884
Infrastructure	10,809,552	305,524	—	11,115,076
	<u>13,058,418</u>	<u>560,534</u>	<u>—</u>	<u>13,618,952</u>
Total Net Depreciable Capital Assets	<u>13,102,985</u>	<u>4,066,211</u>	<u>—</u>	<u>17,169,196</u>
Total Net Capital Assets	<u>13,248,006</u>	<u>4,066,211</u>	<u>—</u>	<u>17,314,217</u>

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

Waterworks and Sewerage	<u>\$ 560,534</u>
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VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$5,800,000 General Obligation Alternate Revenue Source Bonds of 2013, due in annual installments of \$150,000 to \$395,000 plus interest at 2.00% to 3.15% through December 15, 2032.	Debt Service	\$ 4,045,000	—	3,760,000 * 285,000	—
\$2,200,000 General Obligation Alternative Revenue Source Bonds of 2015, due in annual installments of \$95,000 to \$145,000 plus interest at 2.250% to 3.125% through December 15, 2034.	Debt Service	1,710,000	—	105,000	1,605,000
\$4,885,000 General Obligation Alternative Revenue Source Bonds of 2020, due in annual installments of \$180,000 to \$325,000 plus interest at 3.00% to 4.00% through December 1, 2039.	Motor Fuel Tax	4,660,000	—	180,000	4,480,000
\$16,525,000 General Obligation Bonds of 2021, due in annual installments of \$520,000 to \$1,705,000 plus interest at 4.00% through December 1, 2040.	Debt Service	16,525,000	—	1,705,000	14,820,000
\$3,445,000 General Obligation Alternative Revenue Source Bonds of 2021A, due in annual installments of \$245,000 to \$380,000 plus interest at 3.00% to 4.00% through December 15, 2032.	Debt Service	—	3,445,000	—	3,445,000
		26,940,000	3,445,000	6,035,000	24,350,000

*Refunded

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Installment Contract Payable

The Village issues installment contracts payable to provide funds for the purchase of capital assets. Installment contracts currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$255,000 Installment Contract of 2016, due in semi-annual installments of \$20,680 including interest at 1.99% through June 24, 2023.	General	\$ 85,043	—	35,896	49,147
\$155,361 Installment Contract of 2017A, due in semi-annual installments of \$16,683 including interest at 2.63% through June 29, 2022.	General	48,758	—	32,293	16,465
\$124,546 Installment Contract of 2017B, due in semi-annual installments of \$19,782 including interest at 2.89% through October 26, 2024.	General	65,400	—	18,020	47,380
	Waterworks and Sewerage	65,401	—	18,020	47,381
\$56,847 Installment Note Payable of 2017, due in annual installments of \$20,380 including interest at 7.75% through June 17, 2021.	General	18,914	—	18,914	—
\$218,950 Installment Contract of 2019B, due in annual installments of \$36,142 including interest at 3.75% through May 15, 2026.	General	191,017	—	28,980	162,037
\$161,785 Installment Contract of 2020, due in monthly installments of \$ including interest at 2.50% through September 5, 2023.	General	131,463	—	53,291	78,172
\$2,900,000 Installment Contract of 2021, due in annual installments of \$14,863 including interest at 3.75% through April 15, 2026.	General	2,900,000	—	71,476	2,828,524
\$251,977 Installment Contract of 2022, due in annual installments of \$40,200 including interest at 2.84% through June 28, 2028.	General	—	251,977	—	251,977
		3,505,996	251,977	276,890	3,481,083

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Illinois Environmental Protection Agency (IEPA) Loans Payable

The Village has entered into an agreement with the IEPA to provide low interest financing for waterworks and sewerage improvements. IEPA revenue bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$1,168,606 IEPA Loan of 2013 - L17-4396, due in semi-annual installments of \$24,688 including interest at 1.25% through October 14, 2032.	Waterworks and Sewerage	\$ 527,363	—	42,917	484,446
\$548,895 IEPA Loan of 2015 - L17-4961, due in semi-annual installments of \$16,818 including interest at 2.00% through January 8, 2035.	Waterworks and Sewerage	409,092	—	25,601	383,491
\$3,520,104 IEPA Loan of 2018 - L17-4937, due in semi-annual installments of \$97,758 including interest at 1.84% through September 25, 2039.	Waterworks and Sewerage	2,819,943	221,816	127,763	2,913,996
		3,756,398	221,816	196,281	3,781,933

Legal Debt Margin

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

Assessed Valuation - 2021	<u>\$ 602,139,624</u>
Legal Debt Limit - 8.625% of Assessed Value	51,934,543
Amount of Debt Applicable to Limit General Obligation Bonds of 2021	<u>14,820,000</u>
Legal Debt Margin	<u>37,114,543</u>

VILLAGE OF WESTCHESTER, ILLINOIS**Notes to the Financial Statements****April 30, 2022****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****LONG-TERM DEBT - Continued****Long-Term Liabilities Activity**

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

Type of Liability	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Within One Year
Governmental Activities					
Compensated Absences	\$ 377,494	487,548	243,774	621,268	124,254
Net Pension Liability - Police Pension	40,443,539	—	7,274,314	33,169,225	—
Net Pension Liability - Firefighters' Pension	32,615,458	—	3,408,500	29,206,958	—
Total OPEB Liability - RBP	1,665,023	—	405,371	1,259,652	—
General Obligation Bonds Payable	26,940,000	3,445,000	6,035,000	24,350,000	2,080,000
Plus: Unamortized Bond Premium	2,970,018	448,591	251,926	3,166,683	187,752
Installment Contracts Payable	3,440,595	251,977	258,870	3,433,702	257,481
	<u>108,452,127</u>	<u>4,633,116</u>	<u>17,877,755</u>	<u>95,207,488</u>	<u>2,649,487</u>
Business-Type Activities					
Compensated Absences	2,634	39,000	19,500	22,134	4,427
Total OPEB Liability - RBP	113,177	49,630	—	162,807	—
Installment Contracts Payable	65,401	—	18,020	47,381	18,545
IEPA Loans Payable	3,756,398	221,816	196,281	3,781,933	212,123
	<u>3,937,610</u>	<u>310,446</u>	<u>233,801</u>	<u>4,014,255</u>	<u>235,095</u>

For governmental activities, the General Fund makes payments on the compensated absences, the net pension liabilities, and the total OPEB liability. The general obligations bonds payable are being liquidated by the Motor Fuel Tax Fund and Debt Service Fund. Payments on the installment contracts payable are being made by the General Fund and Capital Projects Fund.

For business-type activities, the compensated absences, the total OPEB liability, the installment contracts payable, and the IEPA loans payable are being liquidated by the Waterworks and Sewerage Fund.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities				Business-Type Activities			
	General Obligation		Installment		IEPA Loans		Installment	
	Bonds Payable		Contracts Payable		Payable		Contracts Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 2,080,000	936,581	257,481	123,156	212,123	66,405	18,545	1,237
2024	1,095,000	839,324	198,831	115,946	215,827	62,701	19,085	697
2025	1,130,000	799,180	154,786	109,803	219,595	58,933	9,751	141
2026	1,170,000	760,568	2,673,707	104,450	223,433	55,095	—	—
2027	1,210,000	718,536	71,796	4,546	227,338	51,190	—	—
2028	1,255,000	671,976	38,011	2,189	231,313	47,215	—	—
2029	1,295,000	625,776	39,090	1,110	235,359	43,169	—	—
2030	1,350,000	577,906	—	—	239,477	39,051	—	—
2031	1,395,000	527,506	—	—	243,667	34,861	—	—
2032	1,460,000	475,406	—	—	247,935	30,593	—	—
2033	1,510,000	420,856	—	—	227,589	26,255	—	—
2034	1,170,000	331,406	—	—	206,859	22,294	—	—
2035	1,210,000	321,482	—	—	210,735	18,418	—	—
2036	1,110,000	274,350	—	—	180,877	14,640	—	—
2037	1,155,000	229,950	—	—	184,220	11,297	—	—
2038	1,200,000	183,750	—	—	187,626	7,891	—	—
2039	1,250,000	135,750	—	—	191,094	4,423	—	—
2040	1,295,000	88,950	—	—	96,866	899	—	—
2041	1,010,000	40,400	—	—	—	—	—	—
Totals	24,350,000	8,959,653	3,433,702	461,200	3,781,933	595,330	47,381	2,075

Defeased Debt

On May 10, 2005, the Village issued \$3,445,000 par value General Obligation Alternative Revenue Source Refunding Bonds of 2021A to refund \$3,760,000 of the General Obligation Alternative Revenue Source Bonds of 2013. The Village defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Through this refunding, the Village reduced its total debt service by \$43,002 and obtained an economic gain of \$59,315.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Pledged Revenue

Pledged revenue for the Village's outstanding bonds is as follows:

Debt Issue	Pledged Revenue Source	Pledged Revenue	Pledge Remaining	Principal and Interest Retired	Commencement End Date	Percentage of Revenue Pledged
2015	Sales and Use Tax	\$ 3,364,150	1,948,091	151,511	December 15, 2034	4.50%
2020	Motor Fuel Tax	666,459	6,060,750	335,450	December 1, 2039	50.33%
2021A	Sales and Use Tax	3,364,150	4,323,013	—	December 15, 2032	—%

FUND BALANCE CLASSIFICATIONS

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

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

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

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

Assigned Fund Balance. Consists of amounts that are constrained by the Village Board's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Village Board itself or b) a body or official to which the Village Board has delegated the authority to assign amounts to be used for specific purposes. The Village's highest level of decision-making authority is the Village Board, who is authorized to assign amounts to a specific purpose.

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

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund should maintain a minimum fund balance equal to 30% of the subsequent year's annually budgeted operating expenditures.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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

	General	Special Revenue			Debt Service	Capital Projects	Nonmajor	Totals
		Motor Fuel Tax	Roosevelt TIF	911				
Fund Balances								
Nonspendable								
Prepays	\$ 249,301	—	—	—	—	—	—	249,301
Restricted								
Claim Deductibles	1,059	—	—	—	—	—	—	1,059
Refundable								
Deposits	1,172	—	—	—	—	—	—	1,172
Street and Bridge								
Improvements	—	3,367,492	—	—	—	—	—	3,367,492
Public Safety	205,523	—	—	—	—	—	229,240	434,763
Debt Service	—	—	—	—	1,193,805	—	—	1,193,805
Capital Projects	—	—	—	—	—	8,060,612	—	8,060,612
	207,754	3,367,492	—	—	1,193,805	8,060,612	229,240	13,058,903
Unassigned	5,451,121	—	(1,322,655)	(330,193)	—	—	(66,267)	3,732,006
Total Fund Balances	5,908,176	3,367,492	(1,322,655)	(330,193)	1,193,805	8,060,612	162,973	17,040,210

NET POSITION/FUND BALANCE RESTATEMENTS

Beginning net position and fund balance was restated to correct errors in capital expenses/expenditures and other post employment benefits. The following is a summary of the net position and fund balance as originally reported and as restated:

Net Position/Fund Balance	As Reported	As Restated	Increases (Decreases)
Governmental Activities	\$ (37,032,526)	(36,938,632)	93,894
Capital Projects Fund	21,057,908	21,151,802	93,894
Business-Type Activities	11,301,710	11,140,656	(161,054)
Waterworks and Sewerage Fund	11,301,710	11,140,656	(161,054)

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 33,620,859
Plus: Unspent Bond Proceeds	10,212,520
Less Capital Related Debt:	
General Obligation Bonds Payable	(24,350,000)
Installment Contracts Payable	(3,433,702)
Unamortized Bond Premium	<u>(3,166,683)</u>
Net Investment in Capital Assets	<u>12,882,994</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	17,314,217
Less Capital Related Debt:	
Installment Contracts Payable	(47,381)
IEPA Loans Payable	<u>(3,781,933)</u>
Net Investment in Capital Assets	<u>13,484,903</u>

CONTINGENT LIABILITIES

Litigation

From time to time, the Village is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Village's financial position or results of operations.

Grants

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION

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; natural disasters; and injuries to the Village's employees. The Village has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

Illinois Counties Risk Management Trust

The Village participates in the Illinois Counties Risk Management Trust (ICRMT). ICRMT is a joint risk management pool of local governmental units. ICRMT administers a mix of self-insurance and commercial insurance coverages; property, workers' compensation, general liability, automobile liability, crime, excess property, excess liability and boiler and machinery coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

ICRMT is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Board Directors. ICRMT also provides its members with risk management services, including the defense and settlement of claims, and establishes reasonable and necessary loss of reduction and prevention procedures to be followed by the members. The Village does not exercise any control over the activities of ICRMT.

The relationship between the Village and ICRMT is governed by a contract and a resolution adopted by the Village. The Village is contractually obligated to make all annual and supplementary contributions for ICRMT, to report claims on a timely basis, cooperate with ICRMT, its claim administrator and attorneys in claims investigation and settlement and to follow risk management procedures as outlined by ICRMT. Members have a contractual obligation to fund any deficit of ICRMT attributable to a membership year during which they were a member. The initial premium may be adjusted based on actual experience. There were no significant reductions in insurance coverage during the year. The Village did not have any claims that exceeded insurance coverage for the last three fiscal years.

Intergovernmental Personnel Benefit Cooperative (IPBC)

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (such as medical, dental, and life insurance coverage) offered by its members to their employees and to the employees of certain other governmental, quasi-governmental, and nonprofit public service entities.

Management consists of a Board of Directors, comprised of one representative from each member or suburban participation. Additionally, there is an Executive Board that sets the strategic direction of IPBC. The Village does not exercise any control over the activities of the IPBC beyond its representation on the Board of Directors.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

ECONOMIC INCENTIVES

In March 2014, the Village entered into an agreement with Regency Centers (Mariano's) to provide economic assistance in the form of sales tax rebates which will expire after eight years beginning in calendar year 2015 and ending December 31, 2022. For fiscal year 2022, the Village paid \$204,863 to Regency Centers for the economic incentive.

In May 2012, the Village entered into an agreement with Markham Family Development, Inc. to provide economic assistance in the form of sales taxes. For fiscal year 2022, the Village paid \$10,592 to Markham Family Development, Inc. for the economic incentive.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and Firefighters' Pension Plan and may be obtained by writing to the Village at 10300 W. Roosevelt Rd., Westchester, Illinois 60154. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

The aggregate amounts recognized for the pension plans are:

	Pension Expense/ (Revenue)	Net Pension Liability/ (Asset)	Deferred Outflows	Deferred Inflows
IMRF	\$ (976,846)	(2,765,561)	81,207	2,623,360
Police Pension	1,997,919	33,169,225	10,942,935	9,404,304
Firefighters' Pension	2,822,584	29,206,958	10,819,571	6,418,131
	<u>3,843,657</u>	<u>59,610,622</u>	<u>21,843,713</u>	<u>18,445,795</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

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

Plan Membership. As of December 31, 2021, the measurement date, the following employees (which includes the Library) were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	75
Inactive Plan Members Entitled to but not yet Receiving Benefits	61
Active Plan Members	<u>51</u>
Total	<u><u>187</u></u>

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the fiscal year-ended April 30, 2022, the Village's contribution was 10.14% of covered payroll.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions - Continued

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

Actuarial Assumptions. The total pension liabilities were determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	3.25%
Inflation	2.25%

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	(0.60%)
Domestic Equities	39.00%	1.90%
International Equities	15.00%	3.15%
Real Estate	10.00%	3.30%
Blended	10.00%	1.70% - 5.50%
Cash and Cash Equivalents	1.00%	(0.90%)

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension (Asset)	\$ (814,790)	(2,765,561)	(4,283,467)

VILLAGE OF WESTCHESTER, ILLINOIS**Notes to the Financial Statements****April 30, 2022****NOTE 4 - OTHER INFORMATION - Continued****EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued****Illinois Municipal Retirement Fund (IMRF) - Continued****Changes in the Net Pension (Asset)**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2021	\$ 17,775,613	18,462,020	(686,407)
Changes for the Year:			
Service Cost	243,513	—	243,513
Interest on the Total Pension Liability	1,197,857	—	1,197,857
Difference Between Expected and Actual Experience of the Total Pension Liability	8,942	—	8,942
Changes of Assumptions	—	—	—
Contributions - Employer	—	301,876	(301,876)
Contributions - Employees	—	124,428	(124,428)
Net Investment Income	—	3,184,131	(3,184,131)
Benefit Payments, Including Refunds of Employee Contributions	(1,100,763)	(1,100,763)	—
Other (Net Transfer)	—	(80,969)	80,969
Net Changes	349,549	2,428,703	(2,079,154)
Balances at December 31, 2022	18,125,162	20,890,723	(2,765,561)

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the fiscal year ended April 30, 2022, the Village recognized pension revenue of \$976,846. At April 30, 2022, the Village reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 5,901	(32,479)	(26,578)
Change in Assumptions	—	(51,047)	(51,047)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	—	(2,539,834)	(2,539,834)
Total Pension Expense to be Recognized in Future Periods	5,901	(2,623,360)	(2,617,459)
Pension Contributions Made			
Subsequent to the Measurement Date	75,306	—	75,306
Total Deferred Amounts Related to IMRF	81,207	(2,623,360)	(2,542,153)

\$75,306 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2023.

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

Fiscal Year	Net Deferred (Inflows) of Resources
2023	\$ (634,293)
2024	(995,649)
2025	(612,914)
2026	(374,603)
2027	—
Thereafter	—
Totals	(2,617,459)

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

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

Plan Membership. At April 30, 2022, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	32
Inactive Plan Members Entitled to but not yet Receiving Benefits	4
Active Plan Members	<u>30</u>
Total	<u><u>66</u></u>

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

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

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the fiscal year-ended April 30, 2022, the Village's contribution was 65.23% of covered payroll.

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

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.50%
Salary Increases	2.81% - 15.79%
Cost of Living Adjustments	2.25%
Inflation	2.25%

Mortality rates are based on PubS-2010(A) Study. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate

The discount rate used to measure the total pension liability was 5.11%, while the prior valuation used 4.32%. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. 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. The 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 the most recent valuation, the expected rate of return on plan investments is 6.50%, the municipal bond rate is 3.21%, and the resulting single discount rate is 5.11%.

Discount Rate Sensitivity

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

	1% Decrease (4.11%)	Current Discount Rate (5.11%)	1% Increase (6.11%)
Net Pension Liability	\$ 42,846,034	33,169,225	25,310,163

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2021	\$ 73,193,394	32,749,855	40,443,539
Changes for the Year:			
Service Cost	1,311,581	—	1,311,581
Interest on the Total Pension Liability	2,928,604	—	2,928,604
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(3,103,752)	—	(3,103,752)
Changes of Assumptions	(7,469,721)	—	(7,469,721)
Contributions - Employer	—	1,945,107	(1,945,107)
Contributions - Employees	—	310,332	(310,332)
Contributions - Other	—	409,887	(409,887)
Net Investment Income	—	(1,669,827)	1,669,827
Benefit Payments, Including Refunds of Employee Contributions	(2,730,890)	(2,730,890)	—
Other (Net Transfer)	—	(54,473)	54,473
Prior Period Adjustment	—	—	—
Net Changes	(9,064,178)	(1,789,864)	(7,274,314)
Balances at April 30, 2022	64,129,216	30,959,991	33,169,225

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the fiscal year ended April 30, 2022, the Village recognized pension expense of \$1,997,919. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 1,737,051	(3,067,385)	(1,330,334)
Change in Assumptions	8,461,378	(6,336,919)	2,124,459
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	744,506	—	744,506
Total Deferred Amounts Related to Police Pension	10,942,935	(9,404,304)	1,538,631

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2023	\$ 743,021
2024	850,205
2025	300,868
2026	1,134,265
2027	(1,489,728)
Thereafter	—
Total	1,538,631

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

Plan Administration. The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At April 30, 2022, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	32
Inactive Plan Members Entitled to but not yet Receiving Benefits	9
Active Plan Members	<u>27</u>
Total	<u><u>68</u></u>

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

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

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

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the fiscal year-ended April 30, 2022, the Village's contribution was 49.17% of covered payroll.

Concentrations. At year end, the Pension Plan had no investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) in any one organization that represent 5 percent or more of net plan position available for benefits.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	6.50%
Salary Increases	3.13% - 17.60%
Cost of Living Adjustments	2.25%
Inflation	2.25%

Mortality rates are based on PubS-2010(A) Study. Mortality improvement uses MP-2019 Improvement Rates applied on a fully generational basis.

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Discount Rate

The discount rate used to measure the total pension liability was 5.09%, while the prior valuation used 4.65%. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. 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. The 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 the most recent valuation, the expected rate of return on plan investments is 6.50%, the municipal bond rate is 3.21%, and the resulting single discount rate is 5.09%.

Discount Rate Sensitivity

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

	1% Decrease (4.09%)	Current Discount Rate (5.09%)	1% Increase (6.09%)
Net Pension Liability	\$ 37,965,405	29,206,958	22,178,715

VILLAGE OF WESTCHESTER, ILLINOIS**Notes to the Financial Statements****April 30, 2022****NOTE 4 - OTHER INFORMATION - Continued****EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued****Firefighters' Pension Plan - Continued****Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2021	\$ 61,324,171	28,708,713	32,615,458
Changes for the Year:			
Service Cost	1,168,632	—	1,168,632
Interest on the Total Pension Liability	2,622,044	—	2,622,044
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(4,010,107)	—	(4,010,107)
Changes of Assumptions	(3,611,710)	—	(3,611,710)
Contributions - Employer	—	1,269,168	(1,269,168)
Contributions - Employees	—	257,082	(257,082)
Contributions - Other	—	7,662	(7,662)
Net Investment Income	—	(1,904,474)	1,904,474
Benefit Payments, Including Refunds of Employee Contributions	(2,221,384)	(2,221,384)	—
Other (Net Transfer)	—	(52,079)	52,079
Net Changes	(6,052,525)	(2,644,025)	(3,408,500)
Balances at April 30, 2022	55,271,646	26,064,688	29,206,958

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the fiscal year ended April 30, 2022, the Village recognized pension expense of \$2,822,584. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 1,894,536	(3,341,894)	(1,447,358)
Change in Assumptions	8,075,155	(3,076,237)	4,998,918
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	849,880	—	849,880
Total Deferred Amounts Related to Firefighters' Pension	10,819,571	(6,418,131)	4,401,440

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2023	\$ 1,518,431
2024	1,508,776
2025	1,107,423
2026	1,283,927
2027	(1,017,117)
Thereafter	—
Total	4,401,440

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. The Village provides employer paid retiree medical insurance (including prescription drugs) to current and future eligible retirees until the age of 65 or until their death (whichever is earlier). Retirees who opt out of the Village's medical coverage receive payments equal to the base retiree plan premium until the age of 65 or until their death. Dependents are provided access to coverage on a fully contributory basis. The required contribution is based on projected pay-as-you-go financing requirements. Depending on the retirement date and collective bargaining agreement, retirees receive coverage under the Village's health plan with an employer contribution rate between 90 to 100 percent of the premium for the coverage elected by the employee.

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

Inactive Plan Members Currently Receiving Benefits	23
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>87</u>
Total	<u><u>110</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of April 30, 2022, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the April 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	3.98%
Healthcare Cost Trend Rates	4.50% initial trend rate for HMO and 5.00% for PPO, PPO decreasing to an ultimate trend rate of 4.50% for 2037 and later years
Retirees' Share of Benefit-Related Costs	100% of Projected Health Insurance Premiums for Retirees

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued. The discount rate was based on S&P Municipal Bond 20 Year High-Grade Rate Index.

Mortality rates were based on the PubG-2010(B) with future mortality improvements using Scale MP-2020.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at April 30, 2021	<u>\$ 1,778,200</u>
Changes for the Year:	
Service Cost	83,926
Interest on the Total OPEB Liability	31,164
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	(320,416)
Benefit Payments	<u>(150,415)</u>
Net Changes	<u>(355,741)</u>
Balance at April 30, 2022	<u><u>1,422,459</u></u>

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

The discount rate used to measure the total pension liability was 3.98%, while the prior valuation used 1.83%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (2.98%)	Current Discount Rate (3.98%)	1% Increase (4.98%)
Total OPEB Liability	\$ 1,560,446	1,422,459	1,300,987

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 1,267,010	1,422,459	1,609,430

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

For the fiscal year ended April 30, 2022, the Village recognized OPEB expense of \$40,369. At April 30, 2022, the Village and reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ —	(306,879)	(306,879)
Change in Assumptions	249,917	(540,228)	(290,311)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	249,917	(847,107)	(597,190)

VILLAGE OF WESTCHESTER, ILLINOIS

Notes to the Financial Statements

April 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

<u>Fiscal Year</u>	<u>Net Deferred (Inflows) of Resources</u>
2023	\$ (74,721)
2024	(74,721)
2025	(74,721)
2026	(74,721)
2027	(75,649)
Thereafter	<u>(222,657)</u>
Total	<u><u>(597,190)</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Investment Returns
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan
- Budgetary Comparison Schedules
 - General Fund
 - Major Special Revenue Funds

Notes to the Required Supplementary Information

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

VILLAGE OF WESTCHESTER, ILLINOIS

Illinois Municipal Retirement Fund Schedule of Employer Contributions April 30, 2022

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 313,307	\$ 313,307	\$ —	\$ 2,276,244	13.76%
2017	292,263	292,263	—	2,349,945	12.44%
2018	252,080	252,080	—	2,279,199	11.06%
2019	258,313	258,313	—	2,324,479	11.11%
2020	197,821	197,821	—	2,291,136	8.63%
2021	283,408	283,408	—	2,351,777	12.05%
2022	265,580	265,580	—	2,617,940	10.14%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

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

VILLAGE OF WESTCHESTER, ILLINOIS

Police Pension Fund

Schedule of Employer Contributions

April 30, 2022

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 1,053,264	\$ 918,481	\$ (134,783)	\$ 2,357,318	38.96%
2016	1,061,927	996,315	(65,612)	2,455,279	40.58%
2017	1,079,840	1,010,389	(69,451)	2,609,053	38.73%
2018	1,283,328	934,159	(349,169)	2,693,847	34.68%
2019	1,469,298	1,009,261	(460,037)	2,876,065	35.09%
2020	1,556,683	1,146,920	(409,763)	2,867,756	39.99%
2021	1,617,985	1,395,368	(222,617)	2,985,612	46.74%
2022	2,112,232	1,945,107	(167,125)	2,982,010	65.23%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	3.00%
Investment Rate of Return	6.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described

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

VILLAGE OF WESTCHESTER, ILLINOIS

Firefighters' Pension Fund Schedule of Employer Contributions April 30, 2022

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 707,271	\$ 628,706	\$ (78,565)	\$ 2,371,109	26.52%
2016	915,936	1,027,335	111,399	2,299,574	44.68%
2017	943,029	884,336	(58,693)	2,343,788	37.73%
2018	107,093	810,903	703,810	2,448,170	33.12%
2019	1,169,890	884,390	(285,500)	2,505,542	35.30%
2020	1,211,713	1,204,920	(6,793)	2,335,377	51.59%
2021	1,327,755	1,024,228	(303,527)	2,532,754	40.44%
2022	1,846,883	1,269,168	(577,715)	2,581,152	49.17%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	3.25%
Investment Rate of Return	6.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	Pub-2010 Adjusted for Plan Status, Demographics, and Illinois Public Pension Data, as Described

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

VILLAGE OF WESTCHESTER, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

April 30, 2022

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 267,655
Interest	1,150,294
Differences Between Expected and Actual Experience	(103,753)
Change of Assumptions	18,109
Benefit Payments, Including Refunds of Member Contributions	<u>(955,124)</u>
Net Change in Total Pension Liability	377,181
Total Pension Liability - Beginning	<u>16,171,821</u>
Total Pension Liability - Ending	<u><u>16,549,002</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 313,536
Contributions - Members	110,296
Net Investment Income	72,795
Benefit Payments, Including Refunds of Member Contributions	<u>(955,124)</u>
Other (Net Transfer)	<u>367,642</u>
Net Change in Plan Fiduciary Net Position	(90,855)
Plan Net Position - Beginning	<u>14,824,755</u>
Plan Net Position - Ending	<u><u>14,733,900</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 1,815,102</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	89.03%
Covered Payroll	\$ 2,440,087
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	74.39%

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017.

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
259,906	240,146	219,861	244,613	232,442	243,513
1,175,497	1,068,665	1,176,661	1,162,882	1,100,404	1,197,857
106,127	86,527	468,410	(854,529)	(116,430)	8,942
(37,170)	(537,600)	452,012	—	(182,997)	—
(1,007,556)	(986,505)	(1,061,814)	(1,006,258)	(976,683)	(1,100,763)
496,804	(128,767)	1,255,130	(453,292)	56,736	349,549
16,549,002	17,045,806	16,917,039	18,172,169	17,718,877	17,775,613
17,045,806	16,917,039	18,172,169	17,718,877	17,775,613	18,125,162
296,869	252,144	254,457	202,785	264,592	301,876
108,259	117,624	110,163	102,646	99,721	124,428
1,013,396	2,662,653	(968,822)	2,916,057	2,205,053	3,184,131
(1,007,556)	(986,505)	(1,061,814)	(1,006,258)	(976,683)	(1,100,763)
152,799	(374,554)	417,629	(976,444)	(90,091)	(80,969)
563,767	1,671,362	(1,248,387)	1,238,786	1,502,592	2,428,703
14,733,900	15,297,667	16,969,029	15,720,642	16,959,428	18,462,020
15,297,667	16,969,029	15,720,642	16,959,428	18,462,020	20,890,723
1,748,139	(51,990)	2,451,527	759,449	(686,407)	(2,765,561)
89.74%	100.31%	86.51%	95.71%	103.86%	115.26%
2,405,754	2,279,782	2,317,453	2,281,039	2,216,009	2,676,195
72.66%	(2.28%)	105.79%	33.29%	(30.97%)	(103.34%)

VILLAGE OF WESTCHESTER, ILLINOIS

Police Pension Fund

Schedule of Changes in the Employer's Net Pension Liability

April 30, 2022

	4/30/2015	4/30/2016
Total Pension Liability		
Service Cost	\$ 746,186	644,513
Interest	2,463,037	2,727,718
Changes in Benefit Terms	—	—
Differences Between Expected and Actual Experience	—	(3,142,212)
Change of Assumptions	—	3,696,141
Benefit Payments, Including Refunds of Member Contributions	(1,982,798)	(2,040,864)
Net Change in Total Pension Liability	1,226,425	1,885,296
Total Pension Liability - Beginning	47,817,194	49,043,619
Total Pension Liability - Ending	49,043,619	50,928,915
Plan Fiduciary Net Position		
Contributions - Employer	\$ 918,481	996,315
Contributions - Members	253,106	257,642
Contributions - Other	—	—
Net Investment Income	1,569,330	(364,913)
Benefit Payments, Including Refunds of Member Contributions	(1,982,798)	(2,040,864)
Administrative Expenses	(55,905)	(48,849)
Net Change in Plan Fiduciary Net Position	702,214	(1,200,669)
Plan Net Position - Beginning	25,237,340	25,939,554
Plan Net Position - Ending	25,939,554	24,738,885
Employer's Net Pension Liability	\$ 23,104,065	26,190,030
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.89%	48.58%
Covered Payroll	\$ 2,609,053	2,455,279
Employer's Net Pension Liability as a Percentage of Covered Payroll	885.53%	1066.68%

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

4/30/2017	4/30/2018	4/30/2019	4/30/2020	4/30/2021	4/30/2022
735,886	767,326	845,390	875,113	735,340	1,311,581
2,963,588	3,027,140	3,044,875	3,064,501	2,214,887	2,928,604
—	—	—	193,916	—	—
1,129,094	(756,965)	(946,662)	680,539	2,027,367	(3,103,752)
(2,399,754)	(627,029)	2,007,661	13,129,684	443,640	(7,469,721)
(2,073,721)	(2,165,383)	(2,067,327)	(2,234,741)	(2,349,886)	(2,730,890)
355,093	245,089	2,883,937	15,709,012	3,071,348	(9,064,178)
50,928,915	51,284,008	51,529,097	54,413,034	70,122,046	73,193,394
51,284,008	51,529,097	54,413,034	70,122,046	73,193,394	64,129,216
1,010,389	934,159	1,009,261	1,146,920	1,395,368	1,945,107
269,063	266,940	282,625	285,266	273,776	310,332
—	(512)	—	38	405	409,887
2,252,947	1,883,261	1,454,748	(527,176)	7,254,584	(1,669,827)
(2,073,721)	(2,165,383)	(2,067,327)	(2,234,741)	(2,349,886)	(2,730,890)
(47,735)	(84,303)	(51,903)	(57,160)	(48,933)	(54,473)
1,410,943	834,162	627,404	(1,386,853)	6,525,314	(1,789,864)
24,738,885	26,149,828	26,983,990	27,611,394	26,224,541	32,749,855
26,149,828	26,983,990	27,611,394	26,224,541	32,749,855	30,959,991
25,134,180	24,545,107	26,801,640	43,897,505	40,443,539	33,169,225
50.99%	52.37%	50.74%	37.40%	44.74%	48.28%
2,357,318	2,693,847	2,876,065	2,867,756	2,985,612	2,982,010
1066.22%	911.15%	931.89%	1530.73%	1354.61%	1112.31%

VILLAGE OF WESTCHESTER, ILLINOIS

Firefighters' Pension Fund

Schedule of Changes in the Employer's Net Pension Liability

April 30, 2022

	4/30/2015	4/30/2016
Total Pension Liability		
Service Cost	\$ 799,025	548,586
Interest	1,997,463	2,443,423
Changes in Benefit Terms	—	471,224
Differences Between Expected and Actual Experience	—	(3,816,007)
Change of Assumptions	—	—
Benefit Payments, Including Refunds of Member Contributions	(1,271,307)	(1,410,583)
Net Change in Total Pension Liability	1,525,181	(1,763,357)
Total Pension Liability - Beginning	36,887,257	38,412,438
Total Pension Liability - Ending	38,412,438	36,649,081
Plan Fiduciary Net Position		
Contributions - Employer	\$ 628,706	1,027,335
Contributions - Members	223,583	217,769
Contributions - Other	—	—
Net Investment Income	1,336,306	(260,954)
Benefit Payments, Including Refunds of Member Contributions	(1,271,307)	(1,410,583)
Administrative Expenses	(48,107)	(46,419)
Prior Period Adjustment	—	—
Net Change in Plan Fiduciary Net Position	869,181	(472,852)
Plan Net Position - Beginning	20,427,076	21,296,257
Plan Net Position - Ending	21,296,257	20,823,405
Employer's Net Pension Liability	\$ 17,116,181	15,825,676
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	55.44%	56.82%
Covered Payroll	\$ 2,371,109	2,299,574
Employer's Net Pension Liability as a Percentage of Covered Payroll	721.86%	688.20%

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

4/30/2017	4/30/2018	4/30/2019	4/30/2020	4/30/2021	4/30/2022
624,637	623,728	663,584	679,382	926,265	1,168,632
2,298,712	2,401,857	2,488,940	2,586,083	2,804,279	2,622,044
—	—	—	238,645	—	—
147,120	(93,070)	431,095	1,290,349	1,449,515	(4,010,107)
251,419	106,012	1,771,609	6,601,620	5,438,957	(3,611,710)
(1,575,475)	(1,615,498)	(1,735,952)	(1,946,751)	(2,181,972)	(2,221,384)
1,746,413	1,423,029	3,619,276	9,449,328	8,437,044	(6,052,525)
36,649,081	38,395,494	39,818,523	43,437,799	52,887,127	61,324,171
38,395,494	39,818,523	43,437,799	52,887,127	61,324,171	55,271,646
884,336	810,903	884,390	1,204,920	1,024,228	1,269,168
222,967	223,966	229,681	231,646	224,095	257,082
—	16,747	—	8,520	—	7,662
1,923,728	1,758,362	1,345,123	(237,859)	6,417,722	(1,904,474)
(1,575,475)	(1,615,498)	(1,735,952)	(1,946,751)	(2,181,972)	(2,221,384)
(44,130)	(43,170)	(46,464)	(52,385)	(46,379)	(52,079)
—	—	—	—	9	—
1,411,426	1,151,310	676,778	(791,909)	5,437,703	(2,644,025)
20,823,405	22,234,831	23,386,141	24,062,919	23,271,010	28,708,713
22,234,831	23,386,141	24,062,919	23,271,010	28,708,713	26,064,688
16,160,663	16,432,382	19,374,880	29,616,117	32,615,458	29,206,958
57.91%	58.73%	55.40%	44.00%	46.81%	47.16%
2,343,788	2,448,170	2,505,542	2,335,377	2,532,754	2,581,152
689.51%	671.21%	773.28%	1268.15%	1287.75%	1131.55%

VILLAGE OF WESTCHESTER, ILLINOIS

Police Pension Fund

Schedule of Investment Returns

April 30, 2022

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	9.34%
2016	(1.39%)
2017	5.90%
2018	7.45%
2019	5.29%
2020	1.99%
2021	1.99%
2022	1.45%

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

VILLAGE OF WESTCHESTER, ILLINOIS

Firefighters' Pension Fund
Schedule of Investment Returns
April 30, 2022

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	9.71%
2016	(1.02%)
2017	5.38%
2018	7.74%
2019	5.86%
2020	1.05%
2021	1.05%
2022	(6.92%)

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

VILLAGE OF WESTCHESTER, ILLINOIS

Retiree Benefits Plan

Schedule of Changes in the Employer's Total OPEB Liability

April 30, 2022

	4/30/2019	4/30/2020	4/30/2021	4/30/2022
Total OPEB Liability				
Service Cost	\$ 67,463	73,960	69,024	83,926
Interest	77,478	68,490	63,081	31,164
Changes in Benefit Terms	—	—	—	—
Differences Between Expected and Actual				
Experience	(32,929)	—	(369,405)	—
Change of Assumptions	71,825	96,865	(122,108)	(320,416)
Benefit Payments	(160,295)	(169,500)	(151,513)	(150,415)
Other Changes	(19,675)	902	—	—
Net Change in Total OPEB Liability	3,867	70,717	(510,921)	(355,741)
Total OPEB Liability - Beginning	2,214,537	2,218,404	2,289,121	1,778,200
Total OPEB Liability - Ending	2,218,404	2,289,121	1,778,200	1,422,459
Employee-Covered Payroll	2,876,065	2,876,065	7,436,470	7,734,959
Total OPEB Liability as a Percentage of Employee-Covered Payroll	77.13%	79.59%	23.91%	18.39%

Notes:

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

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

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

VILLAGE OF WESTCHESTER, ILLINOIS**General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended April 30, 2022**

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 9,641,280	9,641,280	9,299,987
Intergovernmental	3,889,713	3,889,713	5,074,683
Charges for Services	3,173,500	3,173,500	3,449,893
Licenses and Permits	1,088,500	1,088,500	1,222,413
Fines and Forfeitures	845,700	845,700	934,219
Investment Income (Loss)	13,000	13,000	(26,415)
Miscellaneous	163,800	163,800	327,594
Total Revenues	18,815,493	18,815,493	20,282,374
Expenditures			
General Government	2,528,517	2,528,517	2,604,669
Public Safety	11,983,835	11,983,835	12,658,318
Public Works	3,354,618	3,354,618	3,366,097
Capital Outlay	177,850	177,850	117,594
Debt Service			
Principal Retirement	187,562	187,562	187,394
Interest and Fiscal Charges	15,560	15,560	15,719
Total Expenditures	18,247,942	18,247,942	18,949,791
Excess (Deficiency) of Revenues Over (Under) Expenditures	567,551	567,551	1,332,583
Other Financing Sources			
Disposal of Capital Assets	10,000	10,000	—
Net Change in Fund Balance	577,551	577,551	1,332,583
Fund Balance - Beginning			4,575,593
Fund Balance - Ending			5,908,176

VILLAGE OF WESTCHESTER, ILLINOIS**Motor Fuel Tax - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended April 30, 2022**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental			
Motor Fuel Tax	\$ 610,000	610,000	666,459
Grants	550,891	550,891	367,261
Investment Income	20,000	20,000	6,357
Total Revenues	1,180,891	1,180,891	1,040,077
Expenditures			
Public Works			
Personnel	300,000	300,000	300,000
Contractual Services	624,000	624,000	1,029,931
Commodities	175,000	175,000	150,076
Debt Service			
Principal Retirement	180,000	180,000	180,000
Interest and Fiscal Charges	181,109	181,109	155,925
Total Expenditures	1,460,109	1,460,109	1,815,932
Net Change in Fund Balance	(279,218)	(279,218)	(775,855)
Fund Balance - Beginning			4,143,347
Fund Balance - Ending			3,367,492

VILLAGE OF WESTCHESTER, ILLINOIS**Roosevelt TIF - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended April 30, 2022**

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Tax	\$ 50,000	50,000	569,796
Investment Income	—	—	234
Total Revenues	50,000	50,000	570,030
Expenditures			
General Government			
Contractual Services	700,000	700,000	39,565
Debt Service			
Principal Retirement	63,280	63,280	—
Interest and Fiscal Charges	81,935	81,935	362
Total Expenditures	845,215	845,215	39,927
Excess (Deficiency) of Revenues Over (Under) Expenditures	(795,215)	(795,215)	530,103
Other Financing Sources (Uses)			
Disposal of Capital Assets	2,000,000	2,000,000	—
Transfers Out	(1,175,000)	(1,175,000)	—
	825,000	825,000	—
Net Change in Fund Balance	29,785	29,785	530,103
Fund Balance - Beginning			(1,852,758)
Fund Balance - Ending			(1,322,655)

VILLAGE OF WESTCHESTER, ILLINOIS

911 - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2022

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Telecommunication Tax	\$ 396,000	396,000	527,902
Investment Income	—	—	44
Total Revenues	396,000	396,000	527,946
Expenditures			
Public Safety			
Contractual Services	372,000	372,000	592,902
Capital Outlay	—	—	17,503
Total Expenditures	372,000	372,000	610,405
Net Change in Fund Balance	24,000	24,000	(82,459)
Fund Balance - Beginning			(247,734)
Fund Balance - Ending			(330,193)

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

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

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for for the usage of motor fuel tax revenues distributed to the Village for improvement of the Village's streets.

Roosevelt TIF Fund

The Roosevelt TIF Fund is used to account for for resources which are restricted to supporting expenditures for the tax increment redevelopment project area.

911 Fund

The 911 Fund is used to account for locally imposed and the State share of 911 taxes, and emergency 911 expenditures for items such as dispatch services.

Police Forfeiture Fund

The Police Forfeiture Fund is used to account for restricted funds collected by the police department from asset seizures.

Hotel and Motel Tax Fund

The Hotel and Motel Tax Fund is used to account for a five percent tax imposed on the local hotel and expenditures to promote the Village through tourism.

Cermak Oxford TIF Fund

The Cermak Oxford TIF Fund is used to account for resources which are restricted to supporting expenditures for the tax increment redevelopment project area.

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

INDIVIDUAL FUND DESCRIPTIONS - Continued

CAPITAL PROJECTS FUND

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

ENTERPRISE FUNDS

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

Waterworks and Sewerage Fund

The Waterworks and Sewerage Fund is used to account for the provision of water and sewer services to the residents of the Village.

FIDUCIARY FUNDS

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the Village's sworn police personnel. Most rules and regulations of the fund are established by the Pension Division of the Illinois Department of Insurance. Resources are contributed by sworn police personnel at rates fixed by state statutes and by the Village through an annual property tax levy.

Firefighters' Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the Village's sworn firefighter/paramedic personnel. Most rules and regulations of the fund are established by the Pension Division of the Illinois Department of Insurance. Resources are contributed by sworn firefighter/paramedic personnel at rates fixed by state statutes and by the Village through an annual property tax levy.

VILLAGE OF WESTCHESTER, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual

For the Fiscal Year Ended April 30, 2022

	Original Budget	Final Budget	Actual
Taxes			
Property Tax	\$ 6,907,405	6,907,405	6,470,248
Local Use Tax	758,275	758,275	653,610
Utility Tax - Electric	498,500	498,500	497,778
Utility Tax - Natural Gas	245,800	245,800	421,079
Telecommunication Tax	488,500	488,500	444,648
Cable Franchise Tax	322,000	322,000	339,667
Places for Eating Tax	210,000	210,000	244,024
Local Gas Tax	168,000	168,000	175,789
Amusement Tax	16,800	16,800	20,730
Foreign Fire Insurance Tax	25,000	25,000	31,883
Video Rental Tax	1,000	1,000	531
	9,641,280	9,641,280	9,299,987
Intergovernmental			
State Sales Tax	1,395,813	1,395,813	1,702,907
State Income Tax	1,880,500	1,880,500	2,672,014
Replacement Tax	97,400	97,400	271,298
Gaming Tax	98,000	98,000	219,342
Dispensary Tax	200,000	200,000	78,935
Cannabis Tax	16,000	16,000	26,875
Grants	202,000	202,000	103,312
	3,889,713	3,889,713	5,074,683
Charges for Services	3,173,500	3,173,500	3,449,893
Licenses and Permits	1,088,500	1,088,500	1,222,413
Fines and Forfeitures	845,700	845,700	934,219
Investment Income (Loss)	13,000	13,000	(26,415)
Miscellaneous	163,800	163,800	327,594
Total Revenues	18,815,493	18,815,493	20,282,374

VILLAGE OF WESTCHESTER, ILLINOIS**General Fund****Schedule of Expenditures - Budget and Actual****For the Fiscal Year Ended April 30, 2022**

	Original Budget	Final Budget	Actual
General Government			
Administration			
Personnel	\$ 745,629	745,629	790,047
Contractual Services	957,710	957,710	1,204,970
Commodities	60,700	60,700	8,774
	1,764,039	1,764,039	2,003,791
Planning and Zoning			
Contractual Services	2,000	2,000	3,148
Community Development			
Personnel	539,728	539,728	397,354
Contractual Services	214,500	214,500	197,900
Commodities	8,250	8,250	2,476
	762,478	762,478	597,730
Total General Government	2,528,517	2,528,517	2,604,669
Public Safety			
Police Department			
Personnel	6,364,476	6,364,476	6,485,839
Contractual Services	110,865	110,865	126,440
Commodities	115,070	115,070	163,578
	6,590,411	6,590,411	6,775,857
Fire Department			
Personnel	4,883,743	4,883,743	5,050,902
Contractual Services	183,595	183,595	539,656
Commodities	283,126	283,126	262,370
	5,350,464	5,350,464	5,852,928
Fire and Police Commission			
Contractual Services	40,275	40,275	27,165
Commodities	100	100	—
	40,375	40,375	27,165
Emergency Management			
Personnel	2,585	2,585	2,368
Total Public Safety	11,983,835	11,983,835	12,658,318

VILLAGE OF WESTCHESTER, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended April 30, 2022

	Original Budget	Final Budget	Actual
Public Works			
Personnel	\$ 487,405	487,405	598,438
Contractual Services	2,630,488	2,630,488	2,599,514
Commodities	236,725	236,725	168,145
Total Public Works	3,354,618	3,354,618	3,366,097
Capital Outlay	177,850	177,850	117,594
Debt Service			
Principal Retirement	187,562	187,562	187,394
Interest and Fiscal Charges	15,560	15,560	15,719
Total Debt Service	203,122	203,122	203,113
Total Expenditures	18,247,942	18,247,942	18,949,791

VILLAGE OF WESTCHESTER, ILLINOIS**Debt Service Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended April 30, 2022**

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Tax	\$ 2,095,000	2,095,000	3,287,426
Investment Income	—	—	496
Miscellaneous	—	—	1,987
Total Revenues	2,095,000	2,095,000	3,289,909
Expenditures			
Debt Service			
Principal Retirement	2,095,000	2,095,000	2,095,000
Interest and Fiscal Charges	559,712	559,712	635,793
Total Expenditures	2,654,712	2,654,712	2,730,793
Excess (Deficiency) of Revenues Over (Under) Expenditures	(559,712)	(559,712)	559,116
Other Financing Sources (Uses)			
Debt Issuance	—	—	3,445,000
Premium on Debt Issuance	—	—	448,591
Payment to Escrow Agent	—	—	(3,816,985)
Transfers In	559,981	559,981	557,994
	559,981	559,981	634,600
Net Change in Fund Balance	269	269	1,193,716
Fund Balance - Beginning			89
Fund Balance - Ending			1,193,805

VILLAGE OF WESTCHESTER, ILLINOIS

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2022

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental			
State Sales Tax	\$ 650,000	650,000	1,007,633
Grants	—	—	577,955
Investment Income (Loss)	91,500	91,500	(5,347)
Total Revenues	741,500	741,500	1,580,241
Expenditures			
General Government			
Contractual Services	—	—	103,019
Commodities	—	—	220
Capital Outlay	14,923,500	14,923,500	9,878,673
Debt Service			
Principal Retirement	93,600	93,600	71,476
Interest and Fiscal Charges	97,733	97,733	106,880
Total Expenditures	15,114,833	15,114,833	10,160,268
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,373,333)	(14,373,333)	(8,580,027)
Other Financing Sources (Uses)			
Debt Issuance	463,500	463,500	251,977
Disposal of Capital Assets	2,700,000	2,700,000	—
Transfers In	1,175,000	1,175,000	—
Transfers Out	(559,731)	(559,731)	(4,763,140)
	3,778,769	3,778,769	(4,511,163)
Net Change in Fund Balance	(10,594,564)	(10,594,564)	(13,091,190)
Fund Balance - Beginning as Restated			21,151,802
Fund Balance - Ending			8,060,612

VILLAGE OF WESTCHESTER, ILLINOIS

Nonmajor Governmental Combining Balance Sheet April 30, 2022

	Special Revenue			
	Police Forfeiture	Hotel and Motel Tax	Cermak Oxford TIF	Totals
ASSETS				
Cash and Investments	\$ 230,109	—	—	230,109
Receivables - Net of Allowances				
Taxes	—	8,542	—	8,542
Other	—	4,447	—	4,447
Total Assets	230,109	12,989	—	243,098
LIABILITIES				
Accounts Payable	—	—	1,663	1,663
Due to Other Funds	869	30,396	5,595	36,860
Advances from Other Funds	—	—	33,060	33,060
Total Liabilities	869	30,396	40,318	71,583
DEFERRED INFLOWS OF RESOURCES				
Other Taxes	—	8,542	—	8,542
Total Liabilities and Deferred Inflows of Resources	869	38,938	40,318	80,125
FUND BALANCES				
Restricted	229,240	—	—	229,240
Unassigned	—	(25,949)	(40,318)	(66,267)
Total Fund Balances	229,240	(25,949)	(40,318)	162,973
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	230,109	12,989	—	243,098

VILLAGE OF WESTCHESTER, ILLINOIS

Nonmajor Governmental

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended April 30, 2022

	Special Revenue			
	Police Forfeiture	Hotel and Motel Tax	Cermak Oxford TIF	Totals
Revenues				
Taxes	\$ —	89,512	—	89,512
Charges for Services	—	19,586	—	19,586
Fines and Forfeitures	188,276	—	—	188,276
Investment Income	136	108	—	244
Miscellaneous	—	98,417	—	98,417
Total Revenues	188,412	207,623	—	396,035
Expenditures				
General Government	—	304,185	30,583	334,768
Public Safety	10,287	—	—	10,287
Total Expenditures	10,287	304,185	30,583	345,055
Net Change in Fund Balances	178,125	(96,562)	(30,583)	50,980
Fund Balances - Beginning	51,115	70,613	(9,735)	111,993
Fund Balances - Ending	229,240	(25,949)	(40,318)	162,973

VILLAGE OF WESTCHESTER, ILLINOIS

Hotel and Motel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2022

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Hotel and Motel Tax	\$ 65,000	65,000	89,512
Charges for Services	30,000	30,000	19,586
Investment Income	—	—	108
Miscellaneous	75,000	75,000	98,417
Total Revenues	170,000	170,000	207,623
Expenditures			
General Government			
Contractual Services	101,300	101,300	304,185
Net Change in Fund Balance	68,700	68,700	(96,562)
Fund Balance - Beginning			70,613
Fund Balance - Ending			(25,949)

VILLAGE OF WESTCHESTER, ILLINOIS

Cermark Oxford TIF - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2022

	Original Budget	Final Budget	Actual
Revenues			
Investment Income	\$ —	—	—
Expenditures			
General Government			
Contractual Services	100,000	100,000	30,583
Net Change in Fund Balance	<u>(100,000)</u>	<u>(100,000)</u>	(30,583)
Fund Balance - Beginning			<u>(9,735)</u>
Fund Balance - Ending			<u>(40,318)</u>

VILLAGE OF WESTCHESTER, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended April 30, 2022

	Original Budget	Final Budget	Actual
Operating Revenues			
Charges for Services			
Water Sales	\$ 4,853,417	4,853,417	4,789,547
Sewer Sales	1,082,748	1,082,748	1,028,036
Penalties	75,400	75,400	41,152
Other	242,000	242,000	109,570
Total Operating Revenues	6,253,565	6,253,565	5,968,305
Operating Expenses			
Operations			
Personnel	1,480,797	1,480,797	1,339,862
Contractual Services	443,450	443,450	400,395
Commodities	2,739,800	2,739,800	2,628,434
Capital Outlay	2,348,000	2,348,000	289,624
Depreciation	500,000	500,000	560,534
Total Operating Expenses	7,512,047	7,512,047	5,218,849
Operating Income (Loss)	(1,258,482)	(1,258,482)	749,456
Nonoperating Revenues (Expenses)			
Investment Income	1,870,400	1,870,400	3,873
Grants	990,000	990,000	—
Other Income	5,000	5,000	5,967
Interest Expense	(470,738)	(470,738)	(68,993)
	2,394,662	2,394,662	(59,153)
Income Before Transfers	1,136,180	1,136,180	690,303
Transfers In	—	—	4,205,146
Change in Net Position	1,136,180	1,136,180	4,895,449
Net Position - Beginning as Restated			11,140,656
Net Position - Ending			16,036,105

VILLAGE OF WESTCHESTER, ILLINOIS**Pension Trust Funds****Combining Statement of Fiduciary Net Position****April 30, 2022**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 2,170,020	1,579,302	3,749,322
Investments			
U.S. Agency Securities	4,223,025	4,374,332	8,597,357
Municipal Bonds	1,236,662	128,635	1,365,297
Corporate Bonds	4,466,906	2,966,108	7,433,014
Mutual Funds	18,804,226	16,954,383	35,758,609
Accrued Interest Receivable	59,330	51,692	111,022
Due from Municipality	—	1,444	1,444
Prepays	12,891	17,967	30,858
Total Assets	30,973,060	26,073,863	57,046,923
LIABILITIES			
Accounts Payable	13,069	9,175	22,244
NET POSITION			
Net Position Restricted for Pensions	30,959,991	26,064,688	57,024,679

VILLAGE OF WESTCHESTER, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended April 30, 2022

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 1,945,107	1,269,168	3,214,275
Contributions - Plan Members	310,332	257,082	567,414
Contributions - Other	409,887	7,662	417,549
Total Contributions	2,665,326	1,533,912	4,199,238
Investment Income			
Interest Earned	943,994	704,379	1,648,373
Net Change in Fair Value	(2,514,360)	(2,507,571)	(5,021,931)
	(1,570,366)	(1,803,192)	(3,373,558)
Less Investment Expenses	(99,461)	(101,282)	(200,743)
Net Investment Income	(1,669,827)	(1,904,474)	(3,574,301)
Total Additions	995,499	(370,562)	624,937
Deductions			
Administration	54,473	52,079	106,552
Benefits and Refunds	2,730,890	2,221,384	4,952,274
Total Deductions	2,785,363	2,273,463	5,058,826
Change in Fiduciary Net Position	(1,789,864)	(2,644,025)	(4,433,889)
Net Position Restricted for Pensions			
Beginning	32,749,855	28,708,713	61,458,568
Ending	30,959,991	26,064,688	57,024,679

VILLAGE OF WESTCHESTER, ILLINOIS

Consolidated Year-End Financial Report

April 30, 2022

CSFA #	Program Name	State	Federal	Other	Total
494-00-1005	Local Federal Bridge Program	\$ —	—	—	—
494-00-1488	Motor Fuel Tax Program	1,448,672	—	—	1,448,672
494-00-2356	Local REBUILD ILLINOIS Bond Program	367,260	—	—	367,260
	Other Grant Programs and Activities	—	64,401	831,872	896,273
	All Other Costs Not Allocated	—	—	28,520,565	28,520,565
	Totals	1,815,932	64,401	29,352,437	31,232,770

SUPPLEMENTAL SCHEDULES

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternative Revenue Source Bonds of 2015

April 30, 2022

Date of Issue	March 14, 2015
Date of Maturity	December 15, 2034
Authorized Issue	\$2,200,000
Denomination of Bonds	\$5,000
Interest Rates	2.250% to 3.125%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 105,000	44,018	149,018
2024	105,000	41,524	146,524
2025	110,000	39,030	149,030
2026	115,000	36,418	151,418
2027	115,000	33,686	148,686
2028	120,000	30,926	150,926
2029	120,000	27,926	147,926
2030	125,000	24,806	149,806
2031	130,000	21,056	151,056
2032	135,000	17,156	152,156
2033	140,000	13,106	153,106
2034	140,000	8,906	148,906
2035	145,000	4,532	149,532
	<u>1,605,000</u>	<u>343,090</u>	<u>1,948,090</u>

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternative Revenue Source Bonds of 2020

April 30, 2022

Date of Issue	March 24, 2020
Date of Maturity	December 1, 2039
Authorized Issue	\$4,885,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% to 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 185,000	150,050	335,050
2024	195,000	144,500	339,500
2025	200,000	138,650	338,650
2026	205,000	132,650	337,650
2027	210,000	124,450	334,450
2028	220,000	116,050	336,050
2029	225,000	109,450	334,450
2030	235,000	102,700	337,700
2031	240,000	95,650	335,650
2032	250,000	88,450	338,450
2033	255,000	80,950	335,950
2034	265,000	40,300	305,300
2035	270,000	65,350	335,350
2036	280,000	54,550	334,550
2037	295,000	43,350	338,350
2038	305,000	31,550	336,550
2039	320,000	19,350	339,350
2040	325,000	9,750	334,750
	4,480,000	1,547,750	6,027,750

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements General Obligation Bonds of 2021 April 30, 2022

Date of Issue	April 29, 2021
Date of Maturity	December 1, 2040
Authorized Issue	\$16,525,000
Denomination of Bonds	\$5,000
Interest Rate	4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 1,545,000	592,800	2,137,800
2024	520,000	531,000	1,051,000
2025	540,000	510,200	1,050,200
2026	560,000	488,600	1,048,600
2027	585,000	466,200	1,051,200
2028	605,000	442,800	1,047,800
2029	630,000	418,600	1,048,600
2030	655,000	393,400	1,048,400
2031	680,000	367,200	1,047,200
2032	710,000	340,000	1,050,000
2033	735,000	311,600	1,046,600
2034	765,000	282,200	1,047,200
2035	795,000	251,600	1,046,600
2036	830,000	219,800	1,049,800
2037	860,000	186,600	1,046,600
2038	895,000	152,200	1,047,200
2039	930,000	116,400	1,046,400
2040	970,000	79,200	1,049,200
2041	1,010,000	40,400	1,050,400
	14,820,000	6,190,800	21,010,800

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternative Revenue Source Bonds of 2021A

April 30, 2022

Date of Issue	October 27, 2021
Date of Maturity	December 15, 2032
Authorized Issue	\$3,445,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% to 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 245,000	149,713	394,713
2024	275,000	122,300	397,300
2025	280,000	111,300	391,300
2026	290,000	102,900	392,900
2027	300,000	94,200	394,200
2028	310,000	82,200	392,200
2029	320,000	69,800	389,800
2030	335,000	57,000	392,000
2031	345,000	43,600	388,600
2032	365,000	29,800	394,800
2033	380,000	15,200	395,200
	3,445,000	878,013	4,323,013

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

IEPA Loan of 2013 - L17-4396

April 30, 2022

Date of Issue	June 24, 2016
Date of Maturity	October 14, 2032
Authorized Issue	\$1,168,606
Interest Rate	1.25%
Interest Dates	April 14 and October 14
Principal Maturity Date	October 14
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 43,455	5,920	49,375
2024	44,001	5,374	49,375
2025	44,552	4,823	49,375
2026	45,111	4,264	49,375
2027	45,676	3,699	49,375
2028	46,249	3,126	49,375
2029	46,829	2,546	49,375
2030	47,416	1,959	49,375
2031	48,010	1,365	49,375
2032	48,613	762	49,375
2033	24,534	157	24,691
	484,446	33,995	518,441

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

IEPA Loan of 2015 - L17-4961

April 30, 2022

Date of Issue	January 10, 2015
Date of Maturity	January 8, 2035
Authorized Issue	\$548,895
Interest Rate	2.00%
Interest Dates	January 8 and July 8
Principal Maturity Date	January 8
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 26,115	7,521	33,636
2024	26,638	6,998	33,636
2025	27,172	6,464	33,636
2026	27,717	5,919	33,636
2027	28,273	5,363	33,636
2028	28,840	4,796	33,636
2029	29,418	4,218	33,636
2030	30,008	3,628	33,636
2031	30,609	3,027	33,636
2032	31,223	2,413	33,636
2033	31,849	1,787	33,636
2034	32,488	1,148	33,636
2035	33,141	495	33,636
	383,491	53,777	437,268

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

IEPA Loan of 2018 - L17-4937

April 30, 2022

Date of Issue	July 24, 2018
Date of Maturity	September 25, 2039
Authorized Issue	\$3,520,104
Interest Rate	1.84%
Interest Dates	March 25 and September 25
Principal Maturity Date	September 25
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 142,553	52,964	195,517
2024	145,188	50,329	195,517
2025	147,871	47,646	195,517
2026	150,605	44,912	195,517
2027	153,389	42,128	195,517
2028	156,224	39,293	195,517
2029	159,112	36,405	195,517
2030	162,053	33,464	195,517
2031	165,048	30,469	195,517
2032	168,099	27,418	195,517
2033	171,206	24,311	195,517
2034	174,371	21,146	195,517
2035	177,594	17,923	195,517
2036	180,877	14,640	195,517
2037	184,220	11,297	195,517
2038	187,626	7,891	195,517
2039	191,094	4,423	195,517
2040	96,866	899	97,765
	2,913,996	507,558	3,421,554

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2016

April 30, 2022

Date of Issue	June 24, 2016
Date of Maturity	June 24, 2023
Authorized Issue	\$255,000
Interest Rate	1.99%
Interest Dates	June 24 and December 24
Principal Maturity Date	June 24
Payable at	PNC Equipment Finance, LLC

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 32,603	816	33,419
2024	16,544	164	16,708
	49,147	980	50,127

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2017A

April 30, 2022

Date of Issue	June 29, 2017
Date of Maturity	June 29, 2022
Authorized Issue	\$155,361
Interest Rate	2.63%
Interest Dates	June 29 and December 29
Principal Maturity Date	June 29
Payable at	PNC Equipment Finance, LLC

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 16,465	217	16,682

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2017B

April 30, 2022

Date of Issue	October 26, 2017
Date of Maturity	October 26, 2024
Authorized Issue	\$124,546
Interest Rate	2.89%
Interest Dates	Annually
Principal Maturity Date	October 26
Payable at	PNC Equipment Finance, LLC

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

	Fiscal Year	Principal	Interest	Totals
	2023	\$ 37,090	2,474	39,564
	2024	38,170	1,394	39,564
	2025	19,501	282	19,783
		<u>94,761</u>	<u>4,150</u>	<u>98,911</u>
General		47,380		
Waterworks and Sewerage		<u>47,381</u>		
		<u>94,761</u>		

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2019B

April 30, 2022

Date of Issue	May 15, 2019
Date of Maturity	May 15, 2026
Authorized Issue	\$218,950
Interest Rate	3.75%
Interest Dates	Annually
Principal Maturity Date	May 15
Payable at	Tax-Exempt Leasing Corp.

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 30,067	6,075	36,142
2024	31,194	4,948	36,142
2025	32,364	3,778	36,142
2026	33,577	2,565	36,142
2027	34,835	1,307	36,142
	162,037	18,673	180,710

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2020

April 30, 2022

Date of Issue	September 5, 2020
Date of Maturity	September 5, 2023
Authorized Issue	\$161,785
Interest Rate	2.50%
Interest Dates	Monthly
Principal Maturity Date	September 5
Payable at	Republic Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 54,705	1,351	56,056
2024	23,467	122	23,589
	78,172	1,473	79,645

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2021

April 30, 2022

Date of Issue	April 15, 2021
Date of Maturity	April 15, 2026
Authorized Issue	\$2,900,000
Interest Rate	3.75%
Interest Dates	Monthly
Principal Maturity Date	April 15
Payable at	Republic Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 72,052	106,304	178,356
2024	74,558	103,798	178,356
2025	77,724	100,632	178,356
2026	2,604,190	97,625	2,701,815
	2,828,524	408,359	3,236,883

VILLAGE OF WESTCHESTER, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2022

April 30, 2022

Date of Issue	June 28, 2021
Date of Maturity	June 28, 2028
Authorized Issue	\$251,977
Interest Rate	2.84%
Interest Dates	June 28
Principal Maturity Date	June 28
Payable at	REV Financial Services, LLC

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2023	\$ 33,044	7,156	40,200
2024	33,983	6,217	40,200
2025	34,948	5,252	40,200
2026	35,940	4,260	40,200
2027	36,961	3,239	40,200
2028	38,011	2,189	40,200
2029	39,090	1,110	40,200
	251,977	29,423	281,400