

Libertyville Township, Illinois

Annual Financial Report

For the Year Ended February 28, 2023

LIBERTYVILLE TOWNSHIP, ILLINOIS

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Year Ended February 28, 2023

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LIBERTYVILLE TOWNSHIP, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

To the Township Supervisor and
the Members of the Libertyville Township Board
Libertyville, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Libertyville Township, Illinois, as of and for the year ended February 28, 2023, and the related notes to the financial statements, which collectively comprise Libertyville Township'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, each major fund, and the aggregate remaining fund information of Libertyville Township, as of February 28, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Libertyville Township, 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 Libertyville

Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Libertyville Township'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 Libertyville Township'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 and budgetary comparison information 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 Libertyville Township's basic financial statements. The combining and individual nonmajor fund financial statements 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, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

GW & Associates, P.C.

GW & Associates, P.C.
Hillside, Illinois
July 3, 2023

REQUIRED SUPPLEMENTARY INFORMATION

MANAGEMENT DISCUSSION
AND ANALYSIS - UNAUDITED

LIBERTYVILLE TOWNSHIP, ILLINOIS

*Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023*

As management of Libertyville Township, Illinois (Township), we offer readers of the Township's statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended February 28, 2023. The Management of the Township encourages the readers of this financial information presented in conjunction with the financial statements to obtain a better understanding of the Township's financial operations.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the Township exceeded its liabilities and deferred inflows at February 28, 2023 by \$39,601,705 (*net position*). Of this amount, \$1,455,006 (*unrestricted net position*) may be used to meet the Township's ongoing obligations to citizens and creditors.
- The Township's total net position increased by \$996,691.
- At February 28, 2023, the Township's governmental funds reported combined ending fund balances of \$4,754,183 an increase of \$256,199 from the prior year.
- At February 28, 2023, the fund balance for the Town Fund was \$1,334,992, an increase of \$143,320 from the prior year.
- The Township's total net fixed assets increased by \$792,314 during the year ended February 28, 2023.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Township's basic financial statements. The Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic financial statements, this report also contains required supplementary information and additional information.

Government-wide financial statements

The government-wide financial statements are prepared using the accrual basis of accounting and are designed to provide readers with a broad overview of the Township's finances, including governmental activities from all governmental funds, in a manner similar to private-sector businesses.

LIBERTYVILLE TOWNSHIP, ILLINOIS

*Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023*

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

The statement of net position presents financial information on all of the Township's assets and liabilities plus 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 Township is improving or deteriorating.

The statement of activities presents information showing how the Township's net position changed during the most recent fiscal year.

Both of the government-wide financial statements distinguish functions of the Township that are principally supported by property taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover a portion of the costs through user fees and charges. The governmental activities of the Township include general government, assessor services, social services, general assistance, open space maintenance, and road & bridge projects.

Fund financial statements

All of the funds of the Township are governmental funds. The Fund financial statements are prepared using the modified accrual basis of accounting. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. The Fund financial statements report the Township's operations in more detail than the government-wide statements by providing information about the Township's seven funds and one blended component unit (road and bridge), which consists of six funds.

Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and government-wide activities.

Notes to the financial statements

Notes to the financial statements provide additional information that is essential to a full understanding of the information provided in the basic financial statements. Required supplementary information consists of more detailed data on budget to actual revenues and expenditures.

LIBERTYVILLE TOWNSHIP, ILLINOIS

*Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023*

OVERVIEW OF THE FINANCIAL STATEMENTS (CONCLUDED)

Required Supplementary Information

In addition to the basic financial statements and the accompanying notes, this report also presents certain required supplementary information concerning Libertyville Township's progress in funding its obligation to provide pension benefits to its employees. Additionally, required supplementary information regarding a statement of revenues, expenditures, and changes in fund balance - budget vs. actual for each major fund is presented in this section.

The Township adopts an annual budget for all funds except the Motor Fuel Tax fund which is managed and administered by the county on behalf of the Township. A budgetary comparison statement has been provided for the Town Fund and other governmental funds to demonstrate compliance with the budget.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Governmental activities from Township and Road & Bridge funds are included in the Government-wide Statement of Net Position and Government-wide Statement of Activities and Changes in Net Position.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Township, assets and deferred outflows exceeded liabilities and deferred inflows by \$39,601,705 for the year ended February 28, 2023. A portion of the Township's net position reflects its investment in capital assets; \$34,727,508. The Township uses these capital assets to provide services, and consequently these assets are not available to liquidate liabilities or for other spending. The remaining net position balance is \$4,874,197 of which \$3,419,191 is restricted and \$1,455,006 is unrestricted.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023

Libertyville Township Net Position

	Governmental Activities	
	2/28/2022	2/28/2023
Current and Other Assets	\$ 8,833,984	\$ 8,148,765
Fixed Assets	33,935,194	34,727,508
Total Assets	42,769,178	42,876,273
Deferred Outflows	261,392	545,748
Liabilities	146,093	526,898
Total Liabilities	146,093	526,898
Deferred Inflows	3,756,679	3,293,418
Net Position:		
Net Investment in Capital Assets	33,935,194	34,727,508
Restricted	3,306,312	3,419,191
Unrestricted	1,363,508	1,455,006
Total Net Position	\$ 38,605,014	\$ 39,601,705

An additional portion of the Township's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$1,455,006) may be used to meet the Township's ongoing obligations to citizens and creditors.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023

Governmental activities

Governmental activities increased the Township's net position by \$996,691. Administrative expense changes in the current fiscal year are primarily due to actuarial pension activity.

Key elements of the increase to net position by governmental activities is as follows:

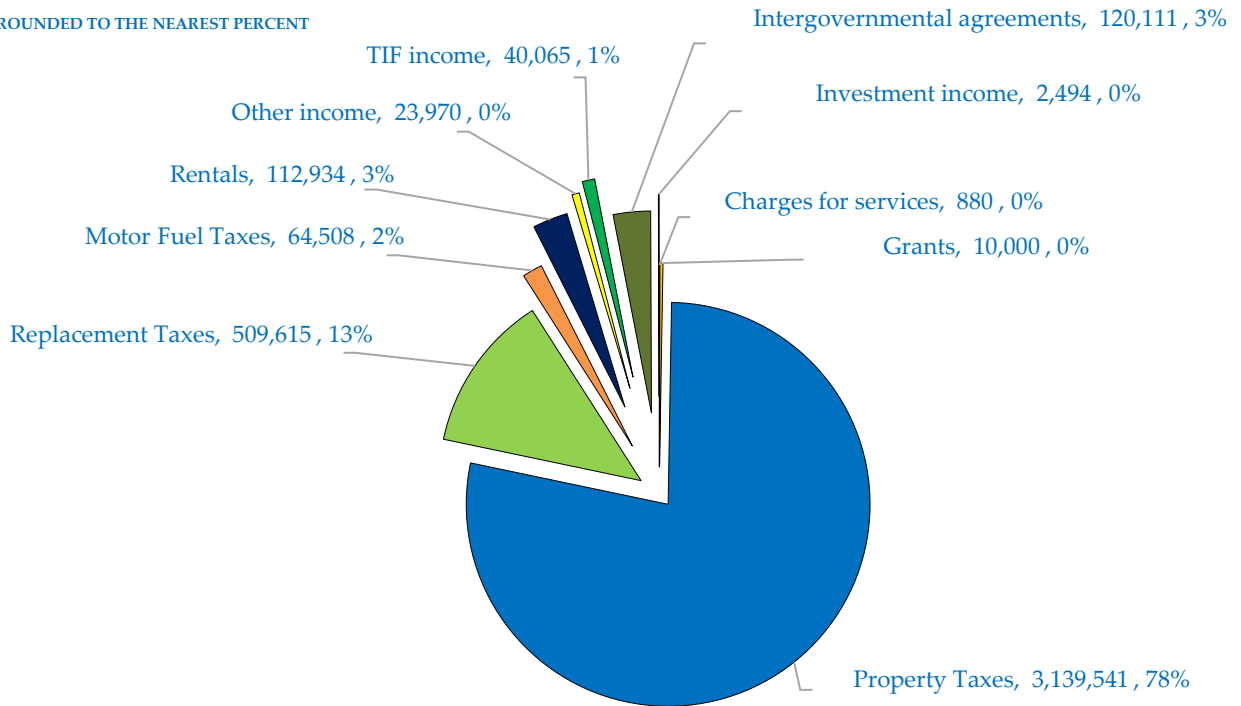
	Libertyville Township Changes in Net Position	
	Governmental Activities	
	2/28/2022	2/28/2023
Revenues		
Program Revenues		
Charges for services	\$ 2,150	\$ 880
Capital grants	92,158	10,000
General Revenues		
Property Taxes	3,070,853	3,139,541
Replacement Taxes	337,495	509,615
Motor Fuel Taxes	84,678	64,508
Rentals	53,198	112,934
Other income	19,079	23,970
TIF income	36,243	40,065
Intergovernmental agreements	198,723	120,111
Investment income	2,148	2,494
Gain/(loss) on sale of capital assets	22,392	-
Total Revenues	3,919,117	4,024,118
Expenses		
Administrative	750,630	1,627,099
Assessor	353,128	384,381
Social services	121,804	129,327
Road and bridge maintenance	654,528	672,079
Open space maintenance	28,330	83,775
Retirement contributions	152,175	130,766
Total Expenses	2,060,595	3,027,427
Increase/(Decrease) in Net Assets	1,858,522	996,691
Net Position - Beginning of Year	36,746,492	38,605,014
Net Position - End of Year	\$ 38,605,014	\$ 39,601,705

LIBERTYVILLE TOWNSHIP, ILLINOIS

Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023

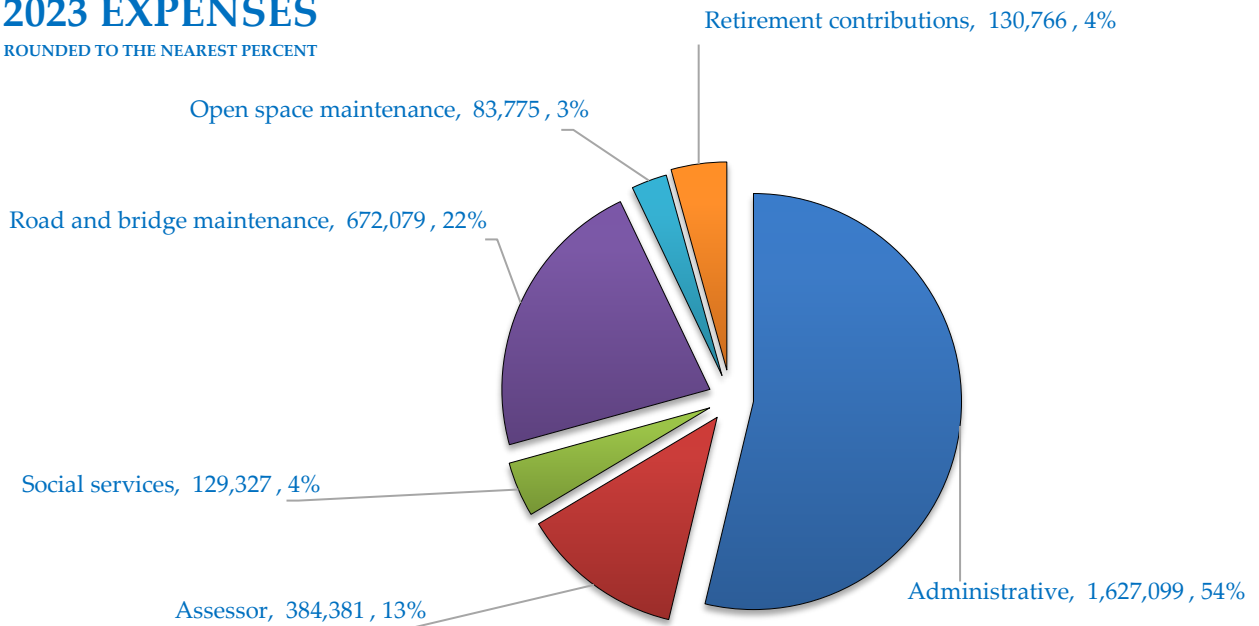
2023 REVENUES

ROUNDED TO THE NEAREST PERCENT



2023 EXPENSES

ROUNDED TO THE NEAREST PERCENT



LIBERTYVILLE TOWNSHIP, ILLINOIS

*Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023*

FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

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

Governmental funds

The focus of the Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Township's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the Township's net resources available for spending at the end of the fiscal year.

At February 28, 2023, the Township's governmental funds reported combined ending fund balances of \$4,754,183, an increase of \$256,199 in comparison with the prior year.

The Town Fund is the chief operating fund of the Township. At February 28, 202, the fund balance of the Town Fund was \$1,334,992. This represents an increase of \$143,320, compared to the prior fiscal year.

Town Fund Budgetary Highlights

Expenditures and operating transfers in the Town Fund of \$2,230,262, were under revenues by \$143,320, and was \$528,276 less than the appropriation of \$2,758,538.

CAPITAL ASSETS

The Township's capital fixed assets for its governmental activities as of February 28, 2023, amount to \$34,727,508 (net of accumulated depreciation). This investment in fixed assets includes land, roads and improvements, buildings and improvements, vehicles, and other equipment.

LIBERTYVILLE TOWNSHIP, ILLINOIS

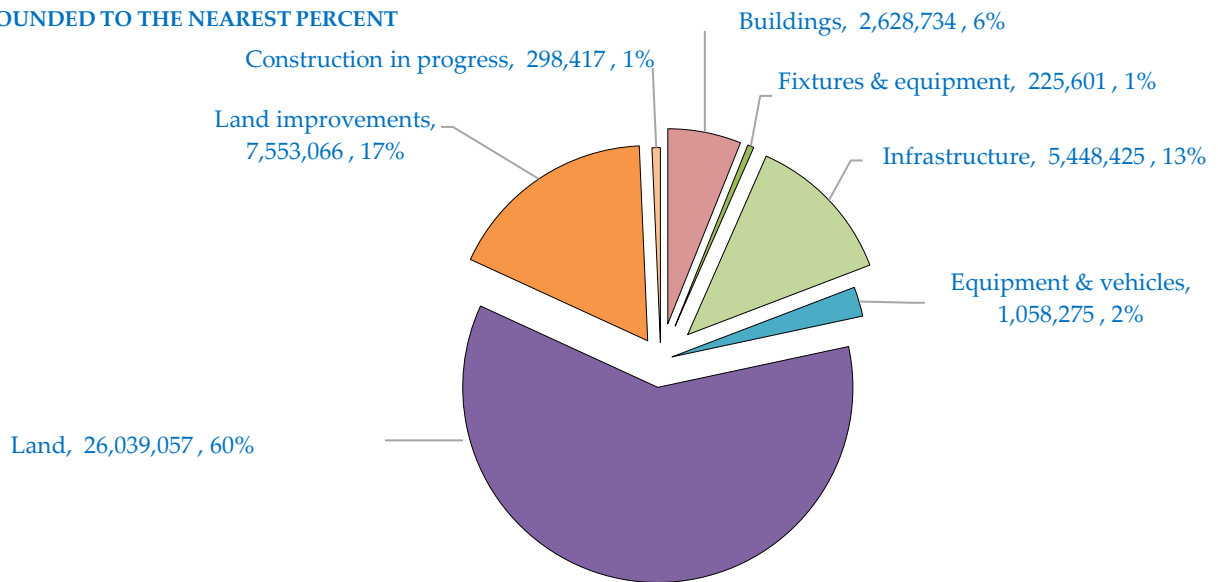
Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023

Major fixed asset events during the current fiscal year included the following:

Fixed Assets	Balance			Balance February 28, 2022
	February 28, 2022	Increases	Decreases	
Land	\$ 26,039,057	\$ -	\$ -	\$ 26,039,057
Construction in progress	73,533	224,884	-	298,417
Buildings	2,628,734	-	-	2,628,734
Land improvements	7,553,066	-	-	7,553,066
Furniture and equipment	225,601	-	-	225,601
Equipment and vehicles	1,022,436	35,839	-	1,058,275
Infrastructure	4,464,036	984,389	-	5,448,425
Total Fixed Assets	42,006,463	1,245,112	-	43,251,575
Less: Accumulated Depreciation	8,071,269	452,798	-	8,524,067
Fixed Assets (Net)	\$ 33,935,194	\$ 792,314	\$ -	\$ 34,727,508

FIXED ASSETS (COST)

ROUNDED TO THE NEAREST PERCENT



ECONOMIC FACTORS AND PROPERTY TAXES -

The equalized assessed valuation (EAV) of the Township for 2022 is \$3,215,785,456. That represents an increase in EAV of \$138,692,899 over the prior year's EAV. Taxes recorded in these financial statements are from the 2020 levy. A summary of the assessed valuations and extensions for tax years 2022, 2021, and 2022 is as follows:

LIBERTYVILLE TOWNSHIP, ILLINOIS

Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023

ASSESSED VALUATIONS, EXTENDED TAX RATE PERCENTAGE ALLOCATIONS, EXTENDED TAX RATES AND TAX EXTENSIONS

TAX LEVY YEAR	2022		2021		2020	
Assessed Valuation						
Lake County	\$	3,077,092,557	\$	3,077,092,557	\$	3,057,091,367
Tax Rates and Percentage Allocations by Fund						
Funds	Rate	Percentage	Rate	Percentage	Rate	Percentage
Corporate	0.067470	52.14	0.065459	50.59	0.064348	50.80
General Assistance	0.000156	0.12	0.000325	0.25	0.000328	0.26
IMRF	0.000156	0.12	0.000163	0.13	0.000328	0.26
Social Security	0.000156	0.12	0.000325	0.25	0.000328	0.26
Tort & Liability Insurance	0.000156	0.12	0.000325	0.25	0.000328	0.26
Road & Bridge	0.060976	47.12	0.060347	46.63	0.060874	48.07
Road & Bridge IMRF	0.000156	0.12	0.000163	0.13	0.000033	0.03
Road & Bridge S.S.	0.000032	0.02	0.000033	0.03	0.000033	0.03
Road & Bridge Tort & Liability Insurance	0.000156	0.12	0.001300	1.00	0.000033	0.03
Totals	0.129414	100.00	0.128440	99.26	0.126633	100.00
Property Tax Extensions						
Funds	2022		2021		2020	
Corporate	\$	2,076,114	\$	2,014,234	\$	1,980,048
General Assistance		4,800		10,001		10,093
IMRF		4,800		5,016		10,093
Social Security		4,800		10,001		10,093
Tort & Liability Insurance		4,800		10,001		10,093
Road & Bridge		1,031,958		1,021,313		1,030,232
Road & Bridge IMRF		4,800		5,016		1,015
Road & Bridge S.S.		985		1,015		1,015
Road & Bridge Tort & Liability Insurance		4,800		40,002		1,015
Totals	\$	3,137,859	\$	3,116,598	\$	3,053,697

LIBERTYVILLE TOWNSHIP, ILLINOIS

*Management's Discussion and Analysis – Unaudited
Year Ended February 28, 2023*

Description of Current or Expected Conditions

Currently, management is not aware of any other significant changes in conditions that could have a significant effect on the financial position or results of activities of the Township in the near future. However, management continues to monitor items that may impact future receipts.

Requests for Information

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Supervisor, Libertyville Township, 359 Merrill Court, Libertyville, IL 60048.

BASIC FINANCIAL STATEMENTS

LIBERTYVILLE TOWNSHIP, ILLINOIS

Government-wide Statement of Net Position

February 28, 2023

Assets	
Cash	\$ 4,731,465
Restricted cash	96,945
Cash deposits	63,628
Replacement taxes receivable	36,211
Property taxes receivable	3,284,144
Capital assets not being depreciated	8,390,034
Capital assets being depreciated, net of depreciation (\$8,524,067)	26,337,474
Total Assets	\$ 42,939,901
Deferred Outflow - Pension	\$ 545,748
Liabilities	
Accounts payable	\$ 99,205
Accrued payroll and withholdings	11,233
Deposits payable	63,628
Deferred compensation	33,847
Pension liability	382,613
Total Liabilities	590,526
Deferred Inflow - Pension	9,274
Deferred Inflow - Property taxes	3,284,144
Total Deferred Inflows	3,293,418
Net Position	
Net investment in capital assets	26,337,474
Restricted	3,419,191
Unrestricted	9,845,040
Total Net Position	\$ 39,601,705

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

LIBERTYVILLE TOWNSHIP, ILLINOIS

Government-wide Statement of Activities and Changes in Net Position

Year Ended February 28, 2023

Functions/Programs	Program Revenues			Net (Expense) Revenue & Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	
Governmental Activities				
Administrative	\$ 1,627,099	\$ -	\$ -	\$ (1,627,099)
Assessor	384,381	-	-	(384,381)
Social services	129,327	-	-	(129,327)
Road and bridge maintenance	672,079	880	64,508	(596,691)
Open space maintenance	83,775	112,934	-	29,159
Retirement contributions	130,766	-	-	(130,766)
Total Governmental Activities	\$ 3,027,427	\$ 113,814	\$ 64,508	\$ (2,839,105)

General Revenues:

Property taxes	3,139,541
Replacement taxes	509,615
Other income	23,970
TIF income	40,065
Intergovernmental agreements	120,111
Investment income	2,494
Total Revenues	3,835,796
Changes in Net Position	996,691
Net Position Beginning of Year	38,605,014
Total Net Position	\$ 39,601,705

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

LIBERTYVILLE TOWNSHIP, ILLINOIS

Governmental Fund Types - Balance Sheet

February 28, 2023

	Town Fund	General Assistance	Road and Bridge Fund	Open Space Fund	Capital Projects	Motor Fuel Fund	Non-major Governmental Funds	Total
Assets								
Cash	\$ 1,354,172	\$ 36,804	\$ 648,065	\$ 2,105,888	\$ 246,653	\$ -	\$ 339,883	\$ 4,731,465
Restricted cash	-	-	-	-	-	96,945	-	96,945
Cash Deposits	63,628	-	-	-	-	-	-	63,628
Replacement taxes receivable	22,171	-	14,040	-	-	-	-	36,211
Property taxes receivable, current								
levy, net of 1% allowance for loss	2,147,992	4,967	1,105,321	-	-	-	25,864	3,284,144
Due from other funds	6,387	-	-	-	-	-	-	6,387
Total Assets	\$ 3,594,350	\$ 41,771	\$ 1,767,426	\$ 2,105,888	\$ 246,653	\$ 96,945	\$ 365,747	\$ 8,218,780
Liabilities								
Accounts payable	\$ 41,776	\$ -	\$ 56,082	\$ -	\$ -	\$ -	\$ 1,347	\$ 99,205
Accrued payroll and withholdings	5,962	-	5,271	-	-	-	-	11,233
Deposits payable	63,628	-	-	-	-	-	-	63,628
Due to other funds	-	-	6,387	-	-	-	-	6,387
Total Liabilities	111,366	-	67,740	-	-	-	1,347	180,453
Deferred Inflows - Property Taxes	2,147,992	4,967	1,105,321	-	-	-	25,864	3,284,144
Total Liabilities & Deferred Inflows	2,259,358	4,967	1,173,061	-	-	-	27,211	3,464,597
Fund Balance								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	36,804	594,365	2,105,888	246,653	96,945	338,536	3,419,191
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	1,334,992	-	-	-	-	-	-	1,334,992
Total Fund Balance	1,334,992	36,804	594,365	2,105,888	246,653	96,945	338,536	4,754,183
Total Liabilities, Deferred Inflows & Fund Balance	\$ 3,594,350	\$ 41,771	\$ 1,767,426	\$ 2,105,888	\$ 246,653	\$ 96,945	\$ 365,747	\$ 8,218,780

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

LIBERTYVILLE TOWNSHIP, ILLINOIS

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

Year Ended February 28, 2023

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION

Total Governmental Fund Balances	\$	4,754,183
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Amount net of depreciation		
Capital assets net of accumulated depreciation		26,337,474
Other employee benefit obligation accruals are not reported in funds.		
		(33,847)
Pension liabilities, deferred pension outflows and deferred pension inflows are not recorded in the fund statements but are included.		
Deferred IMRF pension (inflow)/outflow		536,474
Net pension (asset)/liability		(382,613)
Total Net Position of Governmental Activities	\$	31,211,671

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

LIBERTYVILLE TOWNSHIP, ILLINOIS

Governmental Fund Types - Statement of Revenues, Expenditures and Changes in Fund Balances

Year Ended February 28, 2023

	Town Fund	General Assistance	Road and Bridge Fund	Open Space Fund	Capital Projects	Motor Fuel Fund	Non-major Governmental Funds	Total
Revenues								
Property taxes	\$ 2,014,729	\$ 9,989	\$ 1,031,753	\$ -	\$ -	\$ -	\$ 83,070	\$ 3,139,541
Replacement taxes	312,022	-	197,593	-	-	-	-	509,615
Motor fuel tax	-	-	-	-	-	64,508	-	64,508
TIF income	27,361	-	12,704	-	-	-	-	40,065
Interest income	624	-	795	977	98	-	-	2,494
Rentals	-	-	-	112,934	-	-	-	112,934
Other income	18,846	-	4,724	400	-	-	-	23,970
Intergovernmental agreements	-	-	120,111	-	-	-	-	120,111
Grants	-	-	-	10,000	-	-	-	10,000
Permits	-	-	880	-	-	-	-	880
Total Revenues	2,373,582	9,989	1,368,560	124,311	98	64,508	83,070	4,024,118
Expenditures								
Administrative	1,475,881	-	-	-	-	-	54,713	1,530,594
Assessor	384,381	-	-	-	-	-	-	384,381
Social services	-	129,327	-	-	-	-	-	129,327
Road and bridge maintenance	-	-	1,509,076	-	-	-	-	1,509,076
Open space maintenance	-	-	-	83,775	-	-	-	83,775
Retirement contributions	-	-	-	-	-	-	130,766	130,766
Total Expenditures	1,860,262	129,327	1,509,076	83,775	-	-	185,479	3,767,919
Excess (Deficiency) of Revenue Over Expenditures	513,320	(119,338)	(140,516)	40,536	98	64,508	(102,409)	256,199
Other Financing Sources (Uses)								
Operating transfers in/(out)	(370,000)	150,000	(25,000)	-	50,000	-	195,000	-
Total Other Financing Sources (Uses)	(370,000)	150,000	(25,000)	-	50,000	-	195,000	-
Net Change in Fund Balance	143,320	30,662	(165,516)	40,536	50,098	64,508	92,591	256,199
Fund Balance								
Balance, Beginning of Year	1,191,672	6,142	759,881	2,065,352	196,555	32,437	245,945	4,497,984
Total Fund Balance	\$ 1,334,992	\$ 36,804	\$ 594,365	\$ 2,105,888	\$ 246,653	\$ 96,945	\$ 338,536	\$ 4,754,183

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

LIBERTYVILLE TOWNSHIP, ILLINOIS

Reconciliation of the Governmental Funds to the Statement of Activities

Year Ended February 28, 2023

RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE TO STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION

Net Change in Fund Balance	\$	256,199
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Governmental funds report capital outlays as expenditures;
however for the Statement of Activities the amounts are
capitalized and depreciation over their useful life.
(amount shown is net of depreciation)

Net capital asset additions	792,314
-----------------------------	---------

Governmental funds do not report the changes of non-current
pension liabilities, deferred outflows or deferred inflows.

Pension revenue	(61,392)
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Governmental funds do not report deferred compensation.	9,570
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Changes in Net Position Governmental Funds	<u>\$</u>	<u>996,691</u>
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The accompanying notes are an integral part of these financial statements.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Fiduciary Fund - Statement of Net Position

February 28, 2023

Assets		
Cash		\$ 278,856
Total Assets		<u>278,856</u>
Liabilities		
Deposits payable		\$ 63,628
Held for indigent benefits		<u>215,228</u>
Total Liabilities		<u>278,856</u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

Fiduciary Fund - Statement of Activities and Changes in net Position

Year Ended February 28, 2023

	Modified Accrual Basis
Revenues	
Grants and contributions	\$ 54,628
Interest income	72
Total Revenues	<u>54,700</u>
Expenses	
Food assistance	50,060
Emergency assistance	22,367
Administration	25
Total Expenses	<u>72,452</u>
Net Change in Net Position	(17,752)
Net position - beginning of year	<u>232,980</u>
Net position - end of year	<u><u>\$ 215,228</u></u>

NOTES TO THE BASIC
FINANCIAL STATEMENTS

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Libertyville Township, Illinois (Township) conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the significant accounting policies:

In June 1999, GASB issued Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain significant changes in the Statement include the following:

- A Management's Discussion and Analysis (MD&A) section providing an analysis of the Township's overall financial position and results of operations.
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements).

REPORTING ENTITY –

The Township is located near the village of Libertyville, Illinois and is governed by a board. The Township is primarily funded through a tax levy, operating grants, fees, and charitable donations. Revenue is used to operate and staff the Township. The accompanying general purpose financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. Based on the significance of any operational or financial relationships with the Township, the Road District is considered a blended component unit included in these financial statements. The Road District consists of six funds: Road & Bridge Fund, Road District Insurance Fund, Road District Social Security Fund, Road District Illinois Municipal Retirement Fund, Road District Repairs & Maintenance and Motor Fuel Tax Fund.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION –

The Township's basic financial statements include both government-wide (reporting the Township as a whole) and fund financial statements (reporting the Township's major funds).

The government-wide financial statements (i.e., the statement of net position and the statement of activities) are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Statement of Net Position includes and recognizes all long-term assets and receivables as well as long-term debt and obligations. The Township's net position is reported in three parts – net investment in capital assets, restricted net position; and unassigned net position.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Township considers revenue to be available if it is collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgements are recorded only when payment is due.

Primary sources of revenue are property taxes, state-shared revenue, and interest associated with the current fiscal period. All are considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be available only when cash is received by the Township.

The following fund types are used by the Township:

Governmental Funds

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

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The Town IMRF, Town Social Security, Town Insurance, General Assistance, Road & Bridge, Road & Bridge IMRF, Road & Bridge Social Security, Road & Bridge Insurance, and Motor Fuel Tax Funds are all Special Revenue Funds.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Project Funds - This accounts for financial resources related to the construction of major capital projects or facilities. The Open Spaces and Road & Bridge Repair & Maintenance is a capital project fund.

Fiduciary Funds – Fiduciary Funds are used to account for assets held in trust for others. The Gift Fund and Road Bond Fund are both Fiduciary Funds.

The Town Fund is the Township’s primary operating fund. It accounts for all financial resources of the Township, except those required to be accounted for in another fund, while the Township Road & Bridge type funds accounts for the resources associated with taxes levied specifically for the maintenance of the Township’s roads and bridges. The Motor Fuel Tax Fund is administered by the county (all revenues are received and expenditures are paid by the county) on the Township’s behalf.

FINANCIAL STATEMENT AMOUNTS –

Bank Deposits and Investments - The Township has defined cash and cash equivalents to include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value. The Township maintains a cash and investment pool which is available for use by the Town and General Assistance Funds.

The Township's investment policies are governed by state statutes. All funds are deposited in federally insured banks and savings and loans. The cash and investments reflected in the combined balance sheet consist of demand accounts.

Receivables and Payables - In general, outstanding balances between funds are reported as “due to/from other funds.” Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “advances to/from other funds.”

All trade and property taxes receivable are shown net of an allowance for uncollectible amounts. Property taxes are levied on December 1st based on the taxable valuation of the property as of the preceding December 31st. The 2022 Town Fund & Road & Bridge Fund levies were passed by the Board on December 13, 2022.

Capital Assets - Capital assets are defined by the Township as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost. Donated assets are reported at acquisition value at the date of donation. 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

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Building	40-50 years
Land Improvements	5-40 years
Furniture and Equipment	5-40 years
Equipment and Vehicles	5-20 years
Infrastructure	50 years

Compensated Absences - (Vacation and Sick Leave) - It is not in the Township's policy to permit employees to accumulate earned but unused sick and vacation pay benefits. Township employees can accumulate up to 45 sick days within the Supervisor's office and 60 sick days within the Assessor's office, however these days are not paid out upon separation from employment. The Township's policy is to permit employees to be paid out for current year unused vacation time upon leaving Township employment. A liability for these unpaid amounts are reported in the governmental funds only if they are likely to be paid within one year as for employee separation from service with the Township. The Town Fund or Road & Bridge Fund is typically used to liquidate these liabilities, relative to the employee's position.

Long-term Obligations - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. In the fund financial statements, debt issued is reported as another financing source and payments are reported as debt service expenditures.

The Township has a pension plan covering substantially all the full-time employees. Employees are covered by the Illinois Municipal Retirement Fund.

The budget represents departmental appropriations as authorized by the Township's appropriation ordinance and includes revisions authorized by the Township Board to reflect changes in departmental programs. At February 28, 2023, unexpended appropriations of the budgetary funds (town fund and special revenue funds) automatically lapse. The budget is prepared on the modified accrual basis. The 2022-2023 appropriations ordinance was adopted on May 24, 2022 and amended on February 21, 2023, for all funds except the Motor Fuel Tax Fund, which is not required to adopt a budget.

FUND BALANCE CLASSIFICATION –

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Township is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nonspendable –

This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted –

This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Debt service resources are to be used for future servicing of any township debt and are restricted through debt covenants. Infrastructure Projects are restricted by State Statute and County laws and are legally segregated for funding of infrastructure improvements.

Committed –

This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Township Board. These amounts cannot be used for any other purpose unless the Township Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned –

This classification includes amounts that are constrained by the Township's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Township Board or through the Township Board delegating this responsibility to the Township Supervisor through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the Town Fund.

Unassigned –

This classification includes the residual fund balance for the Town Fund and the amount established for Minimum Funding which represents the portion of the Town Fund balance that has been established by the board to be used for debt service or in emergency situations.

The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

The Township would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

The classifications used in the government-wide financial statements are as follows:

Net Investment in Capital Assets – consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.

Restricted Net Position - This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The Township's policy is to use restricted net position first, followed by unassigned, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

Unassigned Net Position – all other net position is reported in this category.

NOTE – 2 CASH AND INVESTMENTS

The Township's investment policies are governed by state statutes whereby Township money must be deposited in FDIC insured banks located within the state. Permissible investments include demand accounts and certificates of deposits. The carrying cash balance of the Township is \$4,828,400 and the bank balance is \$4,932,231. Of the bank balance in the Township's name, \$250,000 is FDIC insured, \$4,682,231 is collateralized for the Township in the bank's trust department.

Interest Rate Risk – The Township limits its interest rate risk by having demand deposits.

Custodial Credit Risk – The Township limits its credit risk by holding its deposits in FDIC insured institutions with collateral backing its deposits.

Concentration of Credit Risk - The Township places no limit on the amount held in any one institution.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT

IMRF PLAN DESCRIPTION

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

BENEFITS PROVIDED

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

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings 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:

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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

EMPLOYEES COVERED BY BENEFIT TERMS

As of December 31, 2022, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	36
Inactive Plan Memebers entitled to but not yet receiving benefits	13
Active Plan Members	<u>13</u>
Total	62

CONTRIBUTIONS

As set by statute, the Township's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual contribution rate for calendar year 2022 was 6.64%. For the calendar year ended 2022, the Township's contributed \$60,686 to the plan. The Township also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

NET PENSION LIABILITY

The Township's net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

ACTUARIAL ASSUMPTIONS

The following are the methods and assumptions used to determine total pension liability at December 31, 2022:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.25%.
- **Salary Increases** were expected to be 2.85% to 13.75%, including inflation.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

- For non-disabled retirees the Pub-2010 Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.
- For **Disabled Retirees**, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- For **Active Members**, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both adjusted) tables, and future mortality improvements projected using scale MP-2020.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2022:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Expected Real Rate of Return</u>
Domestic Equity	35.5%	6.50%
International Equity	18.0%	7.60%
Fixed Income	25.5%	4.90%
Real Estate	10.5%	6.20%
Alternative Investments	9.5%	6.25-9.90%
Cash Equivalents	1.0%	4.00%
Total	100%	

SINGLE DISCOUNT RATE

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 3 - ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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 7.25%, the municipal bond rate is 1.84%, and the resulting single discount rate is 7.25%.

SENSITIVITY OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

Sensitivity of Net Pension Liability/(Asset) to the Single discount rate Assumption

	1% Decrease	Current Single	1% Increase
	6.25%	Discount Rate	
		Assumption 7.25%	8.25%
Total Pension Liability	\$ 7,533,465	\$ 6,900,539	\$ 6,392,570
Plan Fiduciary Net Position	6,517,926	6,517,926	6,517,926
Net Pension Liability/(Asset)	\$ 1,015,539	\$ 382,613	\$ (125,356)

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

Schedule of Changes in Net Pension Liability and Related Ratios - Current Period Calendar Year Ended December 31, 2022

Net pension liability/(asset) - beginning	\$ (1,117,615.00)
A. Total pension liability	
1. Service Cost	\$ 80,521
2. Interest on the Total Pension Liability	479,585
3. Changes of benefit terms	-
4. Difference between expected and actual experience of the Total Pension Liability	(19,524)
5. Changes of assumptions	-
6. Benefit payments, including re funds of employee contributions	(429,490)
7. Net change in total pension liability	111,092
8. Total pension liability – beginning	6,789,447
9. Total pension liability – ending	<u>\$ 6,900,539</u>
B. Plan fiduciary net position	
1. Contributions – employer	\$ 61,521
2. Contributions – employee	42,069
3. Net investment income	(1,038,159)
4. Benefit payments, including re funds of employee contributions	(429,490)
5. Other (Net Transfer)	(25,077)
6. Net change in plan fiduciary net position	(1,389,136)
7. Plan fiduciary net position – beginning	7,907,062
8. Plan fiduciary net position – ending	<u>\$ 6,517,926</u>
C. Net pension liability/(asset)	<u>\$ 382,613</u>
D. Plan fiduciary net position as a percentage of the total pension liability	94.46%
E. Covered Valuation payroll	\$ 926,501
F. Net pension liability as a percentage of covered valuation payroll	41.30%

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 3 - ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

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

For the year ended February 28, 2023, the Township recognized pension expense of \$142,825. At February 28, 2023, the Township reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ 10,870	\$ 9,274
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	514,966	-
Total Deferred Amounts to be recognized in pension expense in future periods	525,836	9,274
<i>Pension Contributions made subsequent to the Measurement Date</i>		
	19,912	-
Total Deferred Amounts Related to Pensions	\$ 545,748	\$ 9,274

Pension contributions made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the following fiscal year. 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:

Year Ending February 28,	Net Deferred Outflows of Resources
2024	\$ (60,673)
2025	75,670
2026	181,827
2027	319,738
2028	-
Thereafter	-
Total	\$ 516,562

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 3 – ILLINOIS MUNICIPAL RETIREMENT (CONTINUED)

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2022 Contribution Rate *

Valuation Date:

December 31, 2022

Notes

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior contributions are reported.

Methods and Assumptions Used to Determine 2022 Contribution Rates:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 21-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 16 years for most employers (five employers were financed over 17 years; one employer was financed over 18 years; two employers were financed over 19 years; three employers were financed over 25 years; four employers were financed over 26 years and one employer was financed over 27 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	2.75%
Price Inflation	2.25%
Salary Increases	2.85% to 13.75% including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and female (adjusted (105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the PUB-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. There were no benefit changes during the year

Other Information:

Notes

* Based on Valuation Assumptions used in the December 31, 2020 actuarial valuation

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 4 – CHANGES IN FIXED ASSETS

	Balance February 28, 2022	Increases	Decreases	Balance February 28, 2023
Capital Assets Not Being Depreciated				
Land	\$26,039,057	\$ -	\$ -	\$ 26,039,057
Construction In Progress	73,533	224,884	-	298,417
Total Capital Assets Not Being Depreciated	<u>26,112,590</u>	<u>224,884</u>	<u>-</u>	<u>26,337,474</u>
Capital Assets Being Depreciated				
Buildings	2,628,734	-	-	2,628,734
Land Improvements	7,553,066	-	-	7,553,066
Furniture and Equipment	225,601	-	-	225,601
Equipment and vehicles	1,022,436	35,839	-	1,058,275
Infrastructure	4,464,036	984,389	-	5,448,425
Total Capital Assets Being Depreciated	<u>15,893,873</u>	<u>1,020,228</u>	<u>-</u>	<u>16,914,101</u>
Accumulated Depreciation				
Buildings	(1,061,780)	(65,740)	-	(1,127,520)
Land Improvements	(4,092,614)	(236,765)	-	(4,329,379)
Furniture and Equipment	(196,609)	(3,524)	-	(200,133)
Equipment and vehicles	(720,679)	(45,357)	-	(766,036)
Infrastructure	(1,999,587)	(101,412)	-	(2,100,999)
Total Accumulated Depreciation	<u>(8,071,269)</u>	<u>(452,798)</u>	<u>-</u>	<u>(8,524,067)</u>
Total Capital Assets Being Depreciated, Net	<u>7,822,604</u>	<u>567,430</u>	<u>-</u>	<u>8,390,034</u>
Net Capital Assets	<u>\$33,935,194</u>	<u>\$ 792,314</u>	<u>\$ -</u>	<u>\$ 34,727,508</u>
Depreciation by Governmental Activity				
General Government	\$ 80,523			
Highways and streets	372,275			
Total Governmental Activities	<u>\$ 452,798</u>			

NOTE 5 – RISK MANAGEMENT

Significant losses are covered by commercial insurance for all major programs. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to the Basic Financial Statements

Year Ended February 28, 2023

NOTE 6 – DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

The Township has adopted GASB Statement No. 65, which redefined how certain financial statement elements are presented in the statement of financial position. The elements are classified as follows:

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. The Township reports deferred pension activity in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Township has only one type of item which arises on the Governmental Funds Balance Sheet as Deferred inflows of resources from property taxes levied for future periods. Deferred inflows of resources (\$3,293,418) reported in the Statement of Net Position are from property taxes levied for future periods (\$3,284,144) and pension activity (\$9,274).

NOTE 7 – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued or available to be issued. There are two types of subsequent events: recognized (events that relate to conditions present at the balance sheet date) and non-recognized (events or conditions that did not exist at the balance sheet date but arose after that date).

There have been no other recognized or non-recognized subsequent events that have occurred between the fiscal year end and the date of this audit report requiring disclosure in the financial statements.

NOTE 8 – CONTINGENCIES

The Organization is not aware of any pending litigation or potential non-disclosed liabilities that management believes would have a material adverse effect on the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

LIBERTYVILLE TOWNSHIP, ILLINOIS

Town Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Revenues			
Property taxes	\$ 2,014,234	\$ 2,014,234	\$ 2,014,729
Replacement taxes	47,717	47,717	312,022
Administrative fees	1	1	-
TIF surplus	2,736	2,736	27,361
Interest income	3,000	3,000	624
Other income	3,000	3,000	18,846
Proceeds on sale of assets	1	1	-
Total Revenues	2,070,689	2,070,689	2,373,582
Administration Supervisor Division			
Salary - supervisor	86,950	86,950	86,950
Salary - supervisor employees	350,000	350,000	276,164
Health insurance - elected officials	115,000	115,000	108,247
Health insurance - supervisor dept.	140,000	140,000	113,535
Salary - road district treasurer	500	500	500
Salary - highway commissioner	86,950	86,950	86,950
Salary - assessor	95,565	95,565	95,998
Salary - clerk	25,473	25,473	25,743
Salary - trustees	16,800	16,800	16,800
Salary - seasonal employees	24,300	24,300	20,448
Administrative - audit town	12,500	12,500	12,500
Community services support	100,000	100,000	99,670
Dues - subscriptions	6,500	6,500	7,013
Professional services	200,000	200,000	144,288
Transportation	100	100	6
Stormwater management (SMC)	34,000	34,000	5,756
Postage	3,000	3,000	1,541
Printing	2,500	4,450	4,425
Publishing - public notice	1,000	1,000	446
Services - building maintenance	15,000	15,000	10,018
Services - data	10,000	10,320	10,309
Services - mosquito abatement	34,000	34,000	30,152

LIBERTYVILLE TOWNSHIP, ILLINOIS

Town Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Administration			
Supervisor (Continued)			
Services - legal	\$ 15,000	\$ 15,000	\$ 7,580
Telephone	15,000	15,000	12,649
Travel - training	2,000	2,000	982
Utilities	22,000	22,000	17,945
Website/education/media	6,000	6,000	2,486
Leased office equipment	10,500	12,100	12,515
Supplies - office	6,500	10,665	10,290
Supplies - building	7,500	7,650	7,639
Supplies - equipment	4,500	4,950	4,948
Supplies - grounds	4,500	5,110	5,108
Supplies - vehicles	15,000	18,700	23,885
Supplies - uniform	4,000	4,000	3,007
Rental - equipment	6,500	6,500	-
Capital outlay - township grounds	250,000	244,335	179,030
Purchases - maintenance equipment	40,000	40,000	27,450
Purchases - data equipment	10,000	10,000	-
Contingencies	25,000	25,000	-
Miscellaneous expense	1,500	1,620	2,908
Total Supervisor Division	1,805,638	1,813,038	1,475,881
Assessor's Division			
Health insurance	155,000	155,000	112,910
Salaries	240,000	240,000	237,808
Training - association fees	8,000	7,650	3,244
Computer programs - consulting	20,000	20,000	17,693
Dues - subscriptions	2,000	2,000	88
Professional services	10,000	10,000	-
Printing - publishing	1,000	1,000	-
Services - equipment	4,000	4,000	2,936
Services - legal	10,000	10,000	1,540
Services - terminal	5,000	5,350	5,235

LIBERTYVILLE TOWNSHIP, ILLINOIS

Town Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Administration			
Assessor (Concluded)			
Travel - assessor, deputies	\$ 2,000	\$ 2,000	\$ 36
Vehicle leases	1,000	1,000	430
Supplies - office	5,000	5,000	2,000
Supplies - vehicle	500	500	61
Capital outlay - equipment	5,000	5,000	231
Contingencies	1,000	1,000	-
Miscellaneous expense	1,000	1,000	169
Total Assessor Division	<u>470,500</u>	<u>470,500</u>	<u>384,381</u>
Total Town Fund Expenditures	<u>2,276,138</u>	<u>2,283,538</u>	<u>1,860,262</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(205,449)</u>	<u>(212,849)</u>	<u>513,320</u>
Other Financing Sources (Uses)			
Operating transfers in/(out)	<u>(475,000)</u>	<u>(475,000)</u>	<u>(370,000)</u>
Total Other Financing Sources (Uses)	<u>(475,000)</u>	<u>(475,000)</u>	<u>(370,000)</u>
Net Change in Fund Balance	<u>\$ (680,449)</u>	<u>\$ (687,849)</u>	<u>\$ 143,320</u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

Road & Bridge Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Revenues			
Property taxes	\$ 1,038,795	\$ 1,038,795	\$ 1,031,753
Replacement tax	30,217	30,217	197,593
Intergovernmental agreements	10,000	10,000	120,111
TIF income	12,703	12,703	12,704
Grants	100	100	-
Federal Reimbursement Grants	40,000	40,000	-
Permits	100	100	880
Interest income	1	1	795
Other income	1	1	4,724
Total Revenues	1,131,917	1,131,917	1,368,560
Road & Bridge Fund Expenditures			
Salaries	95,000	95,000	85,176
Health insurance - road district	25,000	25,000	13,761
Training/professional development	1,500	1,500	608
Administrative - audit	5,000	5,000	5,000
Dues - subscriptions	750	750	184
Julie/USIC	1,000	1,000	1,712
Stormwater management (SMC)	1,000	1,000	-
Printing and publishing	500	500	-
Services - engineering	165,000	165,000	366,814
Services - equipment	10,000	10,000	12,459
Services - legal	5,000	5,000	580
Services - road	1,000,000	1,000,000	881,223
Services - sheriff traffic enforcement	5,000	5,000	-
Services - technology support	1,000	1,000	-
Telephone	6,500	6,500	5,522
Utilities	16,000	16,000	16,911
Supplies - office	1,500	1,500	540
Supplies - building	3,500	3,500	1,306
Supplies - equipment	5,000	5,000	532
Operating expense	1,000	1,000	258

LIBERTYVILLE TOWNSHIP, ILLINOIS

Road & Bridge Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Road & Bridge Fund Expenditures (Concluded)			
Supplies - vehicles/repairs	\$ 35,000	\$ 35,000	\$ 32,735
Supplies - snow management	5,000	5,000	478
Uniforms	1,000	1,000	593
Purchases - vehicles	200,000	200,000	-
Capital outlay - bldg. & equipment	15,000	15,000	-
Miscellaneous expense	1,000	1,000	2,657
Municipal replacement tax	50,000	50,000	80,027
Total Road & Bridge Fund Expenditures	<u>1,656,250</u>	<u>1,656,250</u>	<u>1,509,076</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(524,333)</u>	<u>(524,333)</u>	<u>(140,516)</u>
Other Financing Sources (Uses)			
Operating transfers in/(out)	(90,000)	(90,000)	(25,000)
Total Other Financing Sources (Uses)	<u>(90,000)</u>	<u>(90,000)</u>	<u>(25,000)</u>
Net Change in Fund Balance	<u><u>\$ (614,333)</u></u>	<u><u>\$ (614,333)</u></u>	<u><u>\$ (165,516)</u></u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

General Assistance Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Revenues			
Property taxes	\$ 10,000	\$ 10,000	\$ 9,989
G.A. reimbursements	1	1	-
Interest income	1	1	-
Total Revenues	<u>10,002</u>	<u>10,002</u>	<u>9,989</u>
General Assistance Fund Expenditures			
Salaries - G.A. employees	60,000	60,000	57,893
Health insurance - G.A.	27,000	27,000	27,640
Administrative - audit	1,500	1,500	-
Catastrophic insurance	3,500	3,500	2,650
Travel - training	500	500	65
Miscellaneous expense	500	500	273
Visual G.A. software	1	1	-
211 Funding	15,000	15,000	15,000
Home relief	55,000	55,000	25,806
Total General Assistance Fund Expenditures	<u>163,001</u>	<u>163,001</u>	<u>129,327</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(152,999)</u>	<u>(152,999)</u>	<u>(119,338)</u>
Other Financing Sources (Uses)			
Operating transfers in/(out)	150,000	150,000	150,000
Total Other Financing Sources (Uses)	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>
Net Change in Fund Balance	<u>\$ (2,999)</u>	<u>\$ (2,999)</u>	<u>\$ 30,662</u>

LIBERTYVILLE TOWNSHIP, ILLINOIS
Multi-year Schedule of Changes in Net Pension Liability and Related Ratios

Last 10 Calendar Years

(schedule to be built prospectively from 2015)

Calendar Year Ending	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total Pension Liability										
Service Cost	\$ 80,521	\$ 85,127	\$ 87,412	\$ 97,897	\$ 106,550	\$ 109,736	\$ 108,197	\$ 101,112		
Interest on the Total Pension Liability	479,585	456,307	482,600	460,463	443,842	443,618	427,335	406,947		
Benefit Changes	-	-	-	-	-	-	-	-		
Difference between Expected and Actual Experience	(19,524)	185,636	(474,704)	169,373	140,702	20,471	5,942	66,431		
Assumption Changes	-	-	(59,114)	-	145,218	(211,303)	(12,597)	6,106		
Benefit Payments and Refunds	(429,490)	(377,901)	(417,528)	(416,764)	(380,585)	(335,285)	(320,271)	(288,332)		
Net Change in Total Pension Liability	111,092	349,169	(381,334)	310,969	455,727	27,237	208,606	292,264		
Total Pension Liability - Beginning	6,789,447	6,440,278	6,821,612	6,510,643	6,054,916	6,027,679	5,819,073	5,526,809		
Total Pension Liability - Ending (a)	\$ 6,900,539	\$ 6,789,447	\$ 6,440,278	\$ 6,821,612	\$ 6,510,643	\$ 6,054,916	\$ 6,027,679	\$ 5,819,073		
Plan Fiduciary Net Position										
Employer Contributions	\$ 61,521	\$ 88,566	\$ 86,055	\$ 69,555	\$ 101,206	\$ 109,342	\$ 115,732	\$ 111,920		
Employee Contributions	42,069	39,975	38,228	40,438	42,763	45,266	43,508	42,252		
Pension Plan Net Investment Income	(1,038,159)	1,185,054	990,663	1,103,827	(353,027)	978,994	359,441	25,761		
Benefit Payments and Refunds	(429,490)	(377,901)	(417,528)	(416,764)	(380,585)	(335,285)	(320,271)	(288,332)		
Other	(25,077)	24,591	(480,665)	134,949	201,013	(71,495)	65,854	84,723		
Net Change in Plan Fiduciary Net Position	(1,389,136)	960,285	216,753	932,005	(388,630)	726,822	264,264	(23,676)		
Plan Fiduciary Net Position - Beginning	7,907,062	6,946,777	6,730,024	5,798,019	6,186,649	5,459,827	5,195,563	5,219,239		
Plan Fiduciary Net Position - Ending (b)	\$ 6,517,926	\$ 7,907,062	\$ 6,946,777	\$ 6,730,024	\$ 5,798,019	\$ 6,186,649	\$ 5,459,827	\$ 5,195,563		
Net Pension Liability/(Asset) - Ending (a) - (b)	382,613	(1,117,615)	(506,499)	91,588	712,624	(131,733)	567,852	623,510		
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	94.46%	116.46%	107.86%	98.66%	89.05%	102.18%	90.58%	89.29%		
Covered Valuation Payroll	\$ 926,501	\$ 888,331	\$ 849,503	\$ 898,633	\$ 950,295	\$ 1,005,903	\$ 966,846	\$ 938,934		
Net Pension Liability as a Percentage of Covered Valuation Payroll	41.30%	(125.81%)	(59.62%)	10.19%	74.99%	(13.10%)	58.73%	66.41%		

LIBERTYVILLE TOWNSHIP, ILLINOIS
Multi-year Schedule of Pension Contributions
Last 10 Calendar Years

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered		Actual Contribution as a % of Covered Valuation Payroll
				Valuation	Payroll	
2015	\$ 111,921	\$ 111,920	\$ 1	\$ 938,934		11.92%
2016	\$ 115,731	\$ 115,732	\$ (1)	\$ 966,846		11.97%
2017	\$ 109,342	\$ 109,342	\$ -	\$ 1,005,903		10.87%
2018	\$ 101,206	\$ 101,206	\$ -	\$ 950,295		10.65%
2019	\$ 69,554	\$ 69,555	\$ (1)	\$ 898,633		7.74%
2020	\$ 86,055	\$ 86,055	\$ -	\$ 849,503		10.13%
2021	\$ 88,567	\$ 88,566	\$ 1	\$ 888,331		9.97%
2022	\$ 60,686 *	\$ 61,521	\$ (835)	\$ 926,501		6.64%

* Estimated based on a contribution rate of 6.55% and covered valuation payroll of \$926,501.

NOTES TO REQUIRED
SUPPLEMENTARY INFORMATION

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to Required Supplementary Information
Year Ended February 28, 2023

NOTE 1 - BUDGETARY INFORMATION

The accounting policies of Libertyville Township include the preparation of financial statements on the modified accrual basis of accounting. The Township also prepares its budget on the modified accrual basis of accounting.

Under the modified accrual basis of accounting, revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. General capital assets acquisitions are reported as expenditures in the governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures relating to compensated absences, debt service expenditures, and claims and judgments are recognized only when payment is due.

Budgets are adopted at the function level in the Town Fund and total Town Fund expenditures disbursed may not legally exceed the budgeted amount. Appropriations lapse at year end unless specifically carried over. There were no carryovers to the following year.

The Township procedures in establishing the budgetary data reflected in the Town Fund Financial Statements are presented below:

1. Prior to May 1st the Township Board receives a proposed operating budget (appropriation ordinance) for the fiscal year commencing on proceeding March 1st. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted at a public meeting to obtain taxpayers comments.
3. The budget is legally enacted through passage of an ordinance prior to May 31st.
4. The Township Supervisor, in conjunction with the Township Board, is authorized to expend the unexpended balance of any item or items of any general appropriation in making up any deficiency in any item or items of the same general appropriation.
5. Formal budgetary integration is not employed as a management control device during the year for any fund.

LIBERTYVILLE TOWNSHIP, ILLINOIS

Notes to Required Supplementary Information

Year Ended February 28, 2023

NOTE 1 - BUDGETARY INFORMATION (CONCLUDED)

6. Budgetary comparisons presented in the accompanying financial statements are prepared on the modified accrual basis of accounting. All funds utilize the same basis of accounting for both budgetary purposes and actual results.
7. Expenditures cannot legally exceed appropriations at the fund level.
8. All appropriations lapse at year-end.
9. The budgets for Town Fund and Road & Bridge Fund were adopted on May 24, 2022 and amended on February 21, 2023.
10. The Motor Fuel Tax Fund is not required to adopt a budget and therefore is not included in the Budget and Actual Schedules.

OTHER SUPPLEMENTARY INFORMATION

LIBERTYVILLE TOWNSHIP, ILLINOIS

Open Space Fund - Schedule of Revenues, Expenditures and Change
in Fund Balance - Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Revenues			
Rentals	\$ 30,000	\$ 30,000	\$ 112,934
Soccer complex repayment	10	10	10
Grants	100	100	10,000
Interest income	1	1	977
Atkinson wetland bank	1	1	-
Other income	1	1	400
Total Revenues	30,113	30,113	124,321
Open Space Fund Expenditures			
Land management	200,000	200,000	40,295
Casey road land management	26,000	21,500	-
Rt. 45 wetland mitigation project	300,000	300,000	-
Rt. 45 parcel restoration project	200,000	200,000	-
Publications - open space information	2,500	2,500	-
Publications - public notices	300	300	-
Volunteer support	1,000	1,000	229
Supplies - building	-	-	231
Supplies - equipment	7,000	7,000	3,549
Supplies - herbicide	10,000	14,500	14,345
Supplies - landscape	15,000	15,000	261
Supplies - signage	5,000	5,000	2,840
Supplies - trails	5,000	5,000	3,494
Purchases - equipment	50,000	50,000	18,519
Purchases - office equipment	500	500	-
Contingencies	9,000	9,000	-
Miscellaneous expense	5,000	5,000	12
Tax payments - drainage	3,000	3,000	-
Tax payments - real estate	3,000	3,000	-
Total Open Space Fund Expenditures	842,300	842,300	83,775
Net Change in Fund Balance	\$ (812,187)	\$ (812,187)	\$ 40,546

LIBERTYVILLE TOWNSHIP, ILLINOIS

Capital Projects Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Modified Accrual Basis</u>
Revenues			
Interest income	\$ 1	\$ 1	\$ 98
Total Revenues	<u>1</u>	<u>1</u>	<u>98</u>
Capital Projects Expenditures			
Miscellaneous expense	1,000	1,000	-
Total Capital Projects Expenditures	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(999)</u>	<u>(999)</u>	<u>98</u>
Other Financing Sources (Uses)			
Operating transfers in/(out)	100,000	100,000	50,000
Total Other Financing Sources (Uses)	<u>100,000</u>	<u>100,000</u>	<u>50,000</u>
Net Change in Fund Balance	<u><u>\$ 99,001</u></u>	<u><u>\$ 99,001</u></u>	<u><u>\$ 50,098</u></u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

Combining Balance Sheet - Non-Major Special Revenue Funds

February 28, 2023

Assets	Town Funds			Road and Bridge Funds			Total	
	IMRF	Social Security	Insurance	IMRF	Social Security	Insurance		Repairs & Maintenance
Cash and cash equivalents	\$ 28,437	\$ 8,722	\$ 10,094	\$ 14,084	\$ 14,096	\$ 35,462	\$ 228,988	\$ 339,883
Property taxes receivable, current	4,967	4,967	4,967	4,967	1,029	4,967	-	25,864
levy, net of 1% allowance for loss	33,404	13,689	15,061	19,051	15,125	40,429	228,988	365,747
Total Assets								
Liabilities								
Accrued payroll withholdings	\$ 372	\$ 410	\$ -	\$ 167	\$ 398	\$ -	\$ -	\$ 1,347
Total Liabilities	372	410	-	167	398	-	-	1,347
Deferred Inflows - Property Taxes	4,967	4,967	4,967	4,967	1,029	4,967	-	25,864
Total Liabilities & Deferred Inflows	5,339	5,377	4,967	5,134	1,427	4,967	-	27,211
Fund Balance								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	28,065	8,312	10,094	13,917	13,698	35,462	228,988	338,536
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balance	28,065	8,312	10,094	13,917	13,698	35,462	228,988	338,536
Total Liabilities, Deferred Inflows & Fund Balance	\$ 33,404	\$ 13,689	\$ 15,061	\$ 19,051	\$ 15,125	\$ 40,429	\$ 228,988	\$ 365,747

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

LIBERTYVILLE TOWNSHIP, ILLINOIS

Combining Schedule of Revenues, Expenditures and

Changes in Fund Balance - Non-Major Special Revenue Funds

Year Ended February 28, 2023

	Town Funds		Road and Bridge Funds			Total Non-Major Funds		
	IMRF	Social Security	Insurance	IMRF	Social Security		Insurance	Repairs & Maintenance
Revenue								
Property taxes	\$ 5,031	\$ 9,989	\$ 9,992	\$ 6,330	\$ 1,286	\$ 50,442	\$ -	\$ 83,070
Total Revenue	<u>5,031</u>	<u>9,989</u>	<u>9,992</u>	<u>6,330</u>	<u>1,286</u>	<u>50,442</u>	<u>-</u>	<u>83,070</u>
Expenditures								
Administrative	-	-	37,089	-	-	17,624	-	54,713
Retirement contributions	52,919	66,869	-	5,095	5,883	-	-	130,766
Total Expenditures	<u>52,919</u>	<u>66,869</u>	<u>37,089</u>	<u>5,095</u>	<u>5,883</u>	<u>17,624</u>	<u>-</u>	<u>185,479</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(47,888)</u>	<u>(56,880)</u>	<u>(27,097)</u>	<u>1,235</u>	<u>(4,597)</u>	<u>32,818</u>	<u>-</u>	<u>(102,409)</u>
Operational Transfers In/(Out)	75,000	65,000	30,000	10,000	15,000	-	-	195,000
Net Change in Fund Balance	<u>27,112</u>	<u>8,120</u>	<u>2,903</u>	<u>11,235</u>	<u>10,403</u>	<u>32,818</u>	<u>-</u>	<u>92,591</u>
Fund Balance								
Fund Balance, Beginning of Year	953	192	7,191	2,682	3,295	2,644	228,988	245,945
Total Fund Balance, End of Year	<u>\$ 28,065</u>	<u>\$ 8,312</u>	<u>\$ 10,094</u>	<u>\$ 13,917</u>	<u>\$ 13,698</u>	<u>\$ 35,462</u>	<u>\$ 228,988</u>	<u>\$ 338,536</u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

Town IMRF Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Modified Accrual Basis</u>
Revenues			
Property taxes	\$ 5,016	\$ 5,016	\$ 5,031
Replacement tax	1	1	-
Interest income	1	1	-
Total Revenues	<u>5,018</u>	<u>5,018</u>	<u>5,031</u>
Town IMRF Fund Expenditures			
IMRF expense - supervisor dept.	80,000	80,000	47,327
IMRF expense - elected officials	10,000	10,000	-
IMRF expense - assessors dept.	20,000	20,000	-
IMRF expense - G.A. dept	10,000	10,000	5,592
IMRF expense - open space dept.	1	1	-
Contingencies	10	10	-
Total Town IMRF Fund Expenditures	<u>120,011</u>	<u>120,011</u>	<u>52,919</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(114,993)</u>	<u>(114,993)</u>	<u>(47,888)</u>
Other Financing Sources (Uses)			
Operating transfers in/(out)	125,000	125,000	75,000
Total Other Financing Sources (Uses)	<u>125,000</u>	<u>125,000</u>	<u>75,000</u>
Net Change in Fund Balance	<u>\$ 10,007</u>	<u>\$ 10,007</u>	<u>\$ 27,112</u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

Town Social Security Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Revenues			
Property taxes	\$ 10,000	\$ 10,000	\$ 9,989
Interest income	1	1	-
Total Revenues	<u>10,001</u>	<u>10,001</u>	<u>9,989</u>
Town Social Security Fund Expenditures			
FICA/medicare - supervisors dept.	55,000	55,000	66,869
FICA/medicare - elected officials	8,000	8,000	-
FICA/medicare - assessors dept.	5,000	5,000	-
FICA/medicare - G.A. dept.	3,000	3,000	-
Contingencies	10	10	-
Total Town Social Security Fund Expenditures	<u>71,010</u>	<u>71,010</u>	<u>66,869</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(61,009)</u>	<u>(61,009)</u>	<u>(56,880)</u>
Other Financing Sources (Uses)			
Operating transfers in/(out)	65,000	65,000	65,000
Total Other Financing Sources (Uses)	<u>65,000</u>	<u>65,000</u>	<u>65,000</u>
Net Change in Fund Balance	<u>\$ 3,991</u>	<u>\$ 3,991</u>	<u>\$ 8,120</u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

Town Insurance Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Revenues			
Property taxes	\$ 10,000	\$ 10,000	\$ 9,992
Personal property replacement tax	1	1	-
Interest income	1	1	-
Other income	1	1	-
Total Revenues	10,003	10,003	9,992
Town Insurance Fund Expenditures			
Administrative - audit	100	100	-
Insurance - general	35,000	35,000	26,125
Insurance - unemployment	11,000	11,000	10,964
Services - legal	1,000	1,000	-
Contingencies	1,000	1,000	-
Miscellaneous expense	500	500	-
Total Town Insurance Fund Expenditures	48,600	48,600	37,089
Excess (Deficiency) of Revenue Over Expenditures	(38,597)	(38,597)	(27,097)
Other Financing Sources (Uses)			
Operating transfers in/(out)	35,000	35,000	30,000
Total Other Financing Sources (Uses)	35,000	35,000	30,000
Net Change in Fund Balance	\$ (3,597)	\$ (3,597)	\$ 2,903

LIBERTYVILLE TOWNSHIP, ILLINOIS

Road IMRF Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Revenues			
Property taxes	\$ 5,015	\$ 5,015	\$ 6,330
Total Revenues	5,015	5,015	6,330
Road IMRF Fund Expenditures			
IMRF expense	14,000	14,000	5,095
Miscellaneous expense	500	500	-
Total Road IMRF Fund Expenditures	14,500	14,500	5,095
Excess (Deficiency) of Revenue Over Expenditures	(9,485)	(9,485)	1,235
Other Financing Sources (Uses)			
Operating transfers in/(out)	20,000	20,000	10,000
Total Other Financing Sources (Uses)	20,000	20,000	10,000
Net Change in Fund Balance	\$ 10,515	\$ 10,515	\$ 11,235

LIBERTYVILLE TOWNSHIP, ILLINOIS

Road Social Security Fund - Schedule of Revenues, Expenditures and Change in Fund Balance
 - Budget and Actual

Year Ended February 28, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Modified Accrual Basis</u>
Revenues			
Property taxes	\$ 1,015	\$ 1,015	\$ 1,286
Total Revenues	<u>1,015</u>	<u>1,015</u>	<u>1,286</u>
Road Social Security Fund Expenditures			
FICA/medicare expense	10,000	10,000	5,883
Miscellaneous expense	500	500	-
Total Road Social Security Fund Expenditures	<u>10,500</u>	<u>10,500</u>	<u>5,883</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(9,485)</u>	<u>(9,485)</u>	<u>(4,597)</u>
Other Financing Sources (Uses)			
Operating transfers in/(out)	20,000	20,000	15,000
Total Other Financing Sources (Uses)	<u>20,000</u>	<u>20,000</u>	<u>15,000</u>
Net Change in Fund Balance	<u>\$ 10,515</u>	<u>\$ 10,515</u>	<u>\$ 10,403</u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

Road Insurance Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Modified Accrual Basis</u>
Revenues			
Property taxes	\$ 40,002	\$ 40,002	\$ 50,442
Perm. Trains from Road & Bridge	50,000	50,000	-
Total Revenues	<u>90,002</u>	<u>90,002</u>	<u>50,442</u>
Road Insurance Fund Expenditures			
Insurance - general	25,000	25,000	17,417
Insurance - unemployment	-	-	207
Total Road Insurance Fund Expenditures	<u>25,000</u>	<u>25,000</u>	<u>17,624</u>
Net Change in Fund Balance	<u>\$ 65,002</u>	<u>\$ 65,002</u>	<u>\$ 32,818</u>

LIBERTYVILLE TOWNSHIP, ILLINOIS

Road & Bridge Repairs Fund - Schedule of Revenues, Expenditures and Change in Fund Balance

- Budget and Actual

Year Ended February 28, 2023

	Original Budget	Final Budget	Modified Accrual Basis
Revenues			
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Road Repairs Fund Expenditures			
Repairs	-	-	-
Bridge expense	228,988	228,988	-
Total Road Repairs Fund Expenditures	<u>228,988</u>	<u>228,988</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (228,988)</u>	<u>\$ (228,988)</u>	<u>\$ -</u>