

# VILLAGE OF POPLAR GROVE, ILLINOIS

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## ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED  
APRIL 30, 2021

**VILLAGE OF POPLAR GROVE, ILLINOIS**

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## **INTRODUCTORY SECTION**

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**List of Principal Officials  
April 30, 2021**

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Owen Costanza, President

**BOARD OF TRUSTEES**

Ed Wethington, Trustee

Ron Quimby, Trustee

Jeff Goings, Trustee

James Wehrie, Trustee

Eric Miller, Trustee

David Allgood, Trustee

**ADMINISTRATION**

Karri Anderberg, Village Clerk

Carina Boyd, Treasurer

Barbara Resch, Accounting & Billing Specialist

Katie Jaster, Deputy Clerk

## **FINANCIAL SECTION**

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

## **INDEPENDENT AUDITORS' REPORT**



## **INDEPENDENT AUDITORS' REPORT**

September 2, 2021

The Honorable Village President  
Members of the Board of Trustees  
Village of Poplar Grove, Illinois

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

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

### **Opinions**

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



## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

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

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

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Lauterbach & Amen, LLP*  
LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Management's Discussion and Analysis April 30, 2021

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Our discussion and analysis of the Village of Poplar Grove's financial performance provides an overview of the Village of Poplar Grove's financial activities for the fiscal year ended April 30, 2021. Please read it in conjunction with 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 business-type activities increased by \$8,198, or 0.1 percent and net position of the governmental activities increased by \$1,002,740, or 18.2 percent.
- During the year, government-wide revenues totaled \$4,285,703, while expenses totaled \$3,274,765, resulting in an increase to net position of \$1,010,938.
- The Village's net position totaled \$14,451,878 on April 30, 2021, which includes \$10,407,630 net investment in capital assets, \$541,180 subject to external restrictions, and \$3,503,068 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 \$7,538, resulting in ending fund balance of \$2,005,995, an increase of 0.4 percent.

### 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 of Poplar Grove 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.

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Management's Discussion and Analysis April 30, 2021

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### USING THIS ANNUAL REPORT – Continued

#### Government-Wide Financial Statements – Continued

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).

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, culture and recreation, and transportation and public works. The business-type activities of the Village include waterworks and sewerage operations.

#### 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 two categories: governmental funds and proprietary 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 four 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, the Motor Fuel Tax Fund, the Debt Service Fund, and the Capital Replacement Fund, all of which are considered to be major funds.

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Management's Discussion and Analysis April 30, 2021

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### USING THIS ANNUAL REPORT – Continued

#### Fund Financial Statements – Continued

##### Governmental Funds – Continued

The Village adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

##### Proprietary Funds

The Village maintains one proprietary fund type: enterprise. 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 its waterworks and sewerage operations.

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.

##### 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. employee pension obligations and budgetary comparison schedules for the General Fund and major special revenue funds. The other supplementary information referred to earlier is presented immediately following the required supplementary information.

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Management's Discussion and Analysis April 30, 2021

### 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 exceeded liabilities/deferred inflows by \$14,451,878.

	Net Position					
	Governmental Activities		Business-Type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Current and Other Assets	\$ 3,622,981	3,232,108	1,168,567	938,419	4,791,548	4,170,527
Capital Assets	4,709,779	4,263,593	10,824,766	11,501,444	15,534,545	15,765,037
Total Assets	8,332,760	7,495,701	11,993,333	12,439,863	20,326,093	19,935,564
Deferred Outflows	60,023	49,815	400,546	80,659	460,569	130,474
Total Assets/ Def. Outflows	8,392,783	7,545,516	12,393,879	12,520,522	20,786,662	20,066,038
Long-Term Debt	1,065,092	1,326,290	3,724,219	3,925,269	4,789,311	5,251,559
Other Liabilities	502,978	426,894	700,237	643,010	1,203,215	1,069,904
Total Liabilities	1,568,070	1,753,184	4,424,456	4,568,279	5,992,526	6,321,463
Deferred Inflows	326,053	296,412	16,205	7,223	342,258	303,635
Total Liabilities/ Def. Inflows	1,894,123	2,049,596	4,440,661	4,575,502	6,334,784	6,625,098
Net Position						
Net Investment in Capital Assets	3,424,231	2,731,134	6,983,399	7,161,804	10,407,630	9,892,938
Restricted	541,180	348,597	-	-	541,180	348,597
Unrestricted	2,533,249	2,416,189	969,819	783,216	3,503,068	3,199,405
Total Net Position	6,498,660	5,495,920	7,953,218	7,945,020	14,451,878	13,440,940

A large portion of the Village's net position, \$10,407,630 or 72.0 percent, reflects its investment in capital assets (for example, land, construction in progress, buildings, park building/equipment, equipment, vehicles, streets, water/sewer utility system, and Village water system), 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, \$541,180 or 3.8 percent, of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining 24.2 percent, or \$3,503,068, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

VILLAGE OF POPLAR GROVE, ILLINOIS

Management’s Discussion and Analysis  
 April 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Position					
	Governmental		Business-Type		Total	
	Activities		Activities			
	2021	2020	2021	2020	2021	2020
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 113,740	104,530	1,686,570	1,561,777	1,800,310	1,666,307
Operating Grants/Contrib.	604,215	198,493	-	-	604,215	198,493
General Revenues						
Property Taxes	277,335	270,140	-	-	277,335	270,140
Telecommunication Taxes	49,948	63,407	-	-	49,948	63,407
Electric Utility Taxes	132,524	128,932	-	-	132,524	128,932
Other Taxes	233,681	224,753	-	-	233,681	224,753
Replacement Taxes	6,091	5,998	-	-	6,091	5,998
Income Taxes	575,824	544,415	-	-	575,824	544,415
Sales Taxes	564,631	475,673	-	-	564,631	475,673
Interest Income	5,476	35,619	901	7,722	6,377	43,341
Miscellaneous	34,523	32,530	244	3,851	34,767	36,381
Total Revenues	2,597,988	2,084,490	1,687,715	1,573,350	4,285,703	3,657,840
<b>Expenses</b>						
General Government	661,881	752,102	-	-	661,881	752,102
Public Safety	-	-	-	-	-	-
Culture and Recreation	124,711	139,592	-	-	124,711	139,592
Transportation and Public Works	763,831	674,354	-	-	763,831	674,354
Interest on Long-Term Debt	44,825	47,283	-	-	44,825	47,283
Waterworks and Sewerage	-	-	1,679,517	1,712,783	1,679,517	1,712,783
Total Expenses	1,595,248	1,613,331	1,679,517	1,712,783	3,274,765	3,326,114
Change in Net Position						
Before Transfers	1,002,740	471,159	8,198	(139,433)	1,010,938	331,726
Transfers	-	(50,415)	-	50,415	-	-
Change in Net Position	1,002,740	420,744	8,198	(89,018)	1,010,938	331,726
Net Position - Beginning	5,495,920	5,075,176	7,945,020	8,034,038	13,440,940	13,109,214
Net Position - Ending	6,498,660	5,495,920	7,953,218	7,945,020	14,451,878	13,440,940

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Management's Discussion and Analysis April 30, 2021

### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

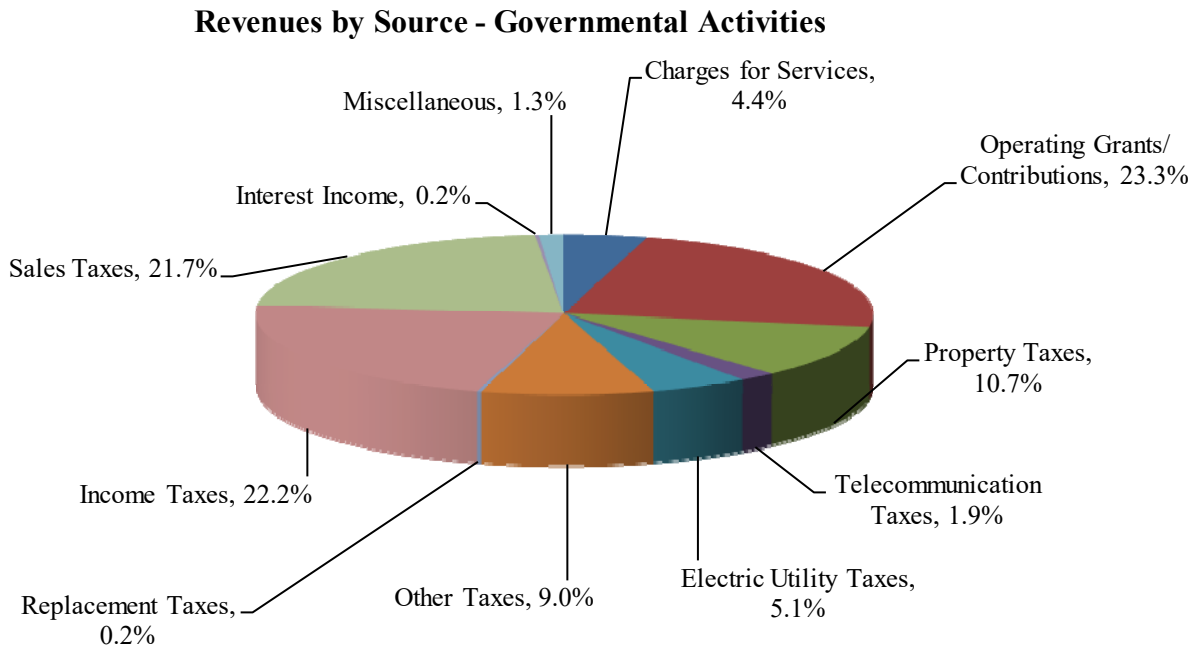
Net position of the Village's governmental activities increased by 18.2 percent (\$6,499,660 in 2021 compared to \$5,495,920 in 2020). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$2,533,249 at April 30, 2021.

Net position of business-type activities increased 0.1 percent (\$7,953,218 in 2021 compared to \$7,945,020 in 2020).

### Governmental Activities

Revenues for governmental activities totaled \$2,597,988, while the cost of all governmental functions totaled \$1,595,248. This results in a surplus of \$1,002,740. In 2020, revenues of \$2,084,490 exceeded expenses of \$1,613,331, resulting in a surplus of \$471,159, prior to transfers out of \$50,415. Due to Covid-19 the Village budgeted very conservative for FY2021. However, the revenues were not reduced as much as anticipated, with operating grants coming in higher than estimated, and expenses coming in below the budget in most governmental funds, the year ended with a surplus.

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





**VILLAGE OF POPLAR GROVE, ILLINOIS**

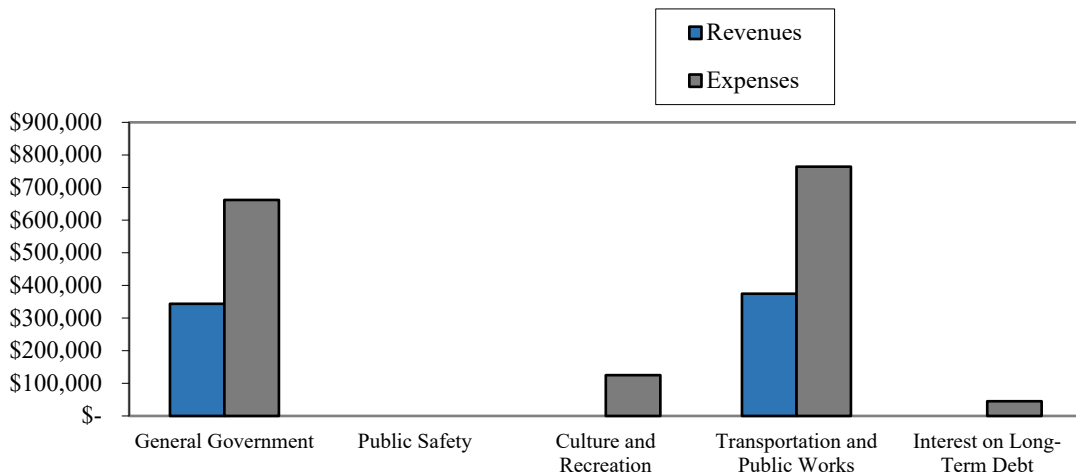
**Management’s Discussion and Analysis  
April 30, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued**

**Governmental Activities – Continued**

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

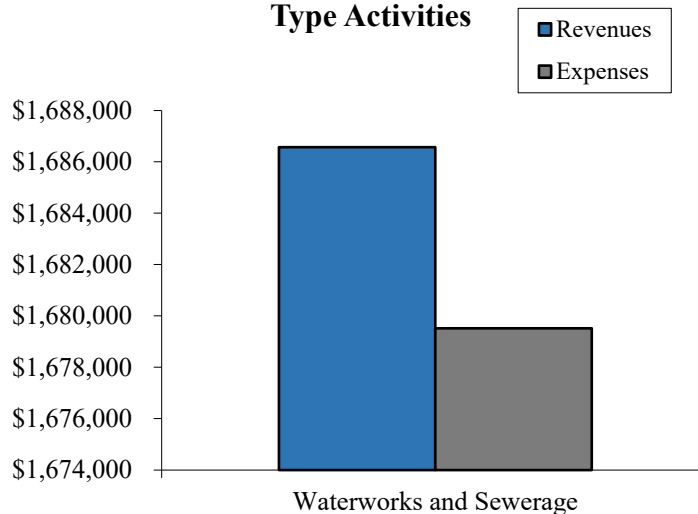
**Program Revenues and Expenses - Governmental Activities**



**Business-Type activities**

Business-type activities posted total revenues of \$1,687,715, while the cost of all business-type activities totaled \$1,679,517. This results in a surplus of \$8,198. In 2020, expenses of \$1,712,783 exceeded revenues of \$1,573,350, resulting in a deficit of \$139,433, prior to transfers in of \$50,415. The surplus in the current year is a result of an increase in water and sewer revenues.

**Expenses and Program Revenues - Business-Type Activities**



The above graph compares program revenues to expenses for waterworks and sewerage operations.

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Management's Discussion and Analysis April 30, 2021

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### 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 \$3,139,297, which is \$305,049, or 10.8 percent, higher than last year's total of \$2,834,248. Of the \$3,139,297 total, \$1,999,009, or approximately 99.7 percent, of the fund balance constitutes unassigned fund balance.

The General Fund reported an increase in fund balance for the year of \$7,538, a change of 0.4 percent in fund balance from the previous year. The original and final budget showed a planned increase of \$336,324, before a transfers out of \$336,227 for the original budget and \$836,227 for the final budget. However, intergovernmental, charges for services, licenses and permits, and miscellaneous revenues came in higher than budgeted. Specifically, the budgeted amount for these revenue sources were \$968,500, \$1,500, \$78,850 and \$31,100, and the actual amounts were \$1,381,338, \$2,725, \$111,015 and \$34,523, respectively. Expenditures in the General Fund were under budget by \$76,139 specifically due to the public safety, the culture and recreation, and the transportation and public works functions. These were offset by the general government and the capital outlay functions that came in over budget. These variances are further outlined on the General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance.

The General Fund is the chief operating fund of the Village. At April 30, 2021, unassigned fund balance in the General Fund was \$1,999,009, which represents 99.7 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 143.0 percent of total General Fund expenditures.

The Motor Fuel Tax Fund reported a surplus of \$190,185 in the current year, resulting in an ending fund balance of \$525,784. This increase was due to a decrease in projects during the current fiscal years.

The Debt Service Fund stayed relatively consistent with a fund balance of \$29,137. The Village funds debt service payments with transfers from the General Fund each year.

The Capital Replacement Fund had an increase in fund balance of \$107,252. This increase was due mainly due to an increase capital spending, offset by issuance of a promissory note and a transfer in from the General Fund..

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Management's Discussion and Analysis April 30, 2021

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### 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 proprietary fund. The Waterworks and Sewerage Fund accounts for all of the operations of the municipal water and sewer system. The Village owns and operates its own water and sewer facilities. There is a water and sewer rate ordinance in place that increases the rates by 3.0 percent a year for the life of the 2012 bond series. The rates are financing the operations of the utility system, including labor costs, supplies, maintenance, and debt payments. However, the rates are not recouping the depreciation on the water and sewer system. Prior to accounting for depreciation and amortization expense, the Waterworks and Sewerage Fund shows an operating income of \$820,913.

The Village budgets the fund at a breakeven on a cash basis. Periodically, there will be an annual deficit. However, the current year reported a surplus which is mainly due to an increase in water and sewer sales and tap on fees. The surplus in the Waterworks and Sewerage Fund during the current fiscal year was \$131,898, while the previous fiscal year reported a deficit of \$89,018. Unrestricted net position in the Waterworks and Sewerage Fund was a surplus of \$969,819 at April 30, 2021.

#### GENERAL FUND BUDGETARY HIGHLIGHTS

The Village Board did pass a budget amendment for FY2021.

The General Fund actual expenditures for the year were \$1,397,857, under the final budget of \$1,473,996. The General Fund also transferred a total of \$836,227 to the Debt Service Fund and Capital Replacement Fund. The transportation and public works expenditure function actual expenditures were under budgeted expenditures by \$65,872 mainly due to reduction in road salt cost and purchases, and a reduction in maintenance projects due to Covid-19. In addition, the culture and recreation expenditure function actual expenditures were under budgeted expenditures by \$42,302 mainly due to holding back on projects. These were offset by the general governments expenditures function which was over budget by \$25,638 due to Federal Grant Expenses that were posted to this category, however these expenditures were offset 100% by Federal Grant Revenue so the category is actually under budget overall. The capital outlay expenditure function which was over budget by \$18,888 due to an increase of the area/price of the land that was purchased.

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Management’s Discussion and Analysis  
April 30, 2021**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The Village’s investment in capital assets for its governmental and business type activities as of April 30, 2021 was \$15,534,545 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, park building/equipment, equipment, vehicles, streets, water/sewer utility system, and Village water system.

	Capital Assets - Net of Depreciation					
	Governmental		Business-Type		Totals	
	Activities		Activities			
	2021	2020	2021	2020	2021	2020
Land	\$ 687,548	619,012	-	-	687,548	619,012
Construction In Progress	140,909	35,801	-	-	140,909	35,801
Buildings	883,767	797,604	-	-	883,767	797,604
Park Building/Equipment	109,269	119,060	-	-	109,269	119,060
Equipment	34,186	45,440	-	-	34,186	45,440
Vehicles	360,100	443,119	22,422	29,358	382,522	472,477
Streets	2,494,000	2,203,557	40,762	42,426	2,534,762	2,245,983
Water/Sewer Utility System	-	-	2,277,948	2,553,127	2,277,948	2,553,127
Village Water System	-	-	8,483,634	8,876,533	8,483,634	8,876,533
<b>Total</b>	<b>4,709,779</b>	<b>4,263,593</b>	<b>10,824,766</b>	<b>11,501,444</b>	<b>15,534,545</b>	<b>15,765,037</b>

This year’s major additions included:

Land	\$ 68,536
Construction In Progress	120,907
Buildings	121,727
Vehicles	7,002
Streets	361,399
Water/Sewer Utility System	<u>20,611</u>
	<u>700,182</u>

Additional information on the Village’s capital assets can be found in Note 3 of this report.

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Management's Discussion and Analysis April 30, 2021

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### CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

#### Debt Administration

At year-end, the Village had total outstanding debt of \$5,558,377 as compared to \$5,311,857 the previous year, an increase of 4.6 percent. During FY2021 the Village issued one promissory note payable. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental Activities		Business-Type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Notes Payable	\$ 11,921	36,389	-	-	11,921	36,389
General Obligation Refunding/ Alternate Revenue Source Bonds	975,000	1,150,000	3,800,000	4,290,000	4,775,000	5,440,000
Installment Contract Payable	241,946	325,468	-	-	241,946	325,468
Promissory Notes Payable	39,510	-	-	-	39,510	-
Total	1,268,377	1,511,857	3,800,000	4,290,000	5,068,377	5,801,857

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 \$8,572,748.

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

The Village's elected and appointed officials considered many factors when setting the fiscal-year 2022 budget, including tax rates, and fees that will be charged for its various activities. One of those factors is the economy. The Village is faced with a similar economic environment as many of the other local municipalities are faced with, including inflation and unemployment rates.

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the Village's operations and financial position cannot be determined.

#### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Poplar Grove'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 Treasurer, Village of Poplar Grove, 200 Hill Street, Poplar Grove, IL 61065.

## **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 Fund

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

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Statement of Net Position  
April 30, 2021**

	Governmental Activities	Business-Type Activities	Totals
<b>ASSETS</b>			
Current Assets			
Cash and Investments	\$ 3,068,948	382,939	3,451,887
Cash at Paying Agent	-	567,423	567,423
Receivables - Net of Allowances			
Property Taxes	288,751	-	288,751
Accounts	36,961	213,737	250,698
Due from Other Governments	221,335	-	221,335
Prepays	6,986	4,468	11,454
Total Current Assets	<u>3,622,981</u>	<u>1,168,567</u>	<u>4,791,548</u>
Noncurrent Assets			
Capital Assets			
Nondepreciable	828,457	-	828,457
Depreciable	5,879,349	21,542,243	27,421,592
	<u>6,707,806</u>	<u>21,542,243</u>	<u>28,250,049</u>
Accumulated Depreciation	(1,998,027)	(10,717,477)	(12,715,504)
Total Noncurrent Assets	<u>4,709,779</u>	<u>10,824,766</u>	<u>15,534,545</u>
Total Assets	<u>8,332,760</u>	<u>11,993,333</u>	<u>20,326,093</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Unamortized Refunding Loss	13,612	55,383	68,995
Deferred Items - IMRF	46,411	20,163	66,574
Deferred Items - ARO	-	325,000	325,000
Total Deferred Outflows of Resources	<u>60,023</u>	<u>400,546</u>	<u>460,569</u>
Total Assets and Deferred Outflows of Resources	<u>8,392,783</u>	<u>12,393,879</u>	<u>20,786,662</u>

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

	Governmental Activities	Business-Type Activities	Totals
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	\$ 119,117	106,809	225,926
Accrued Payroll	10,994	4,024	15,018
Accrued Interest	13,741	62,423	76,164
Other Payables	64,822	-	64,822
Current Portion of Long-Term Debt	294,304	526,981	821,285
Total Current Liabilities	<u>502,978</u>	<u>700,237</u>	<u>1,203,215</u>
Noncurrent Liabilities			
Compensated Absences	18,182	10,523	28,705
Net Pension Liability - IMRF	37,509	16,296	53,805
General Obligation Refunding/ARS			
Bonds Payable - Net	814,626	3,372,400	4,187,026
Installment Contract Payable	155,265	-	155,265
Promissory Notes Payable	39,510	-	39,510
Asset Retirement Obligation	-	325,000	325,000
Total Noncurrent Liabilities	<u>1,065,092</u>	<u>3,724,219</u>	<u>4,789,311</u>
Total Liabilities	<u>1,568,070</u>	<u>4,424,456</u>	<u>5,992,526</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Items - IMRF	37,302	16,205	53,507
Property Taxes	288,751	-	288,751
Total Deferred Inflows of Resources	<u>326,053</u>	<u>16,205</u>	<u>342,258</u>
Total Liabilities and Deferred Inflows of Resources	<u>1,894,123</u>	<u>4,440,661</u>	<u>6,334,784</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	3,424,231	6,983,399	10,407,630
Restricted - Streets	525,784	-	525,784
Restricted - Debt Service	15,396	-	15,396
Unrestricted	2,533,249	969,819	3,503,068
Total Net Position	<u>6,498,660</u>	<u>7,953,218</u>	<u>14,451,878</u>

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



**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Statement of Activities**

**For the Fiscal Year Ended April 30, 2021**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
<b>Governmental Activities</b>				
General Government	\$ 661,881	113,740	229,863	-
Culture and Recreation	124,711	-	-	-
Transportation and Public Works	763,831	-	374,352	-
Interest on Long-Term Debt	44,825	-	-	-
Total Governmental Activities	1,595,248	113,740	604,215	-
<b>Business-Type Activities</b>				
Waterworks and Sewerage	1,679,517	1,686,570	-	-
Total Primary Government	3,274,765	1,800,310	604,215	-

General Revenues

Taxes

Property Taxes

Telecommunication Taxes

Electric Utility Taxes

Other Taxes

Intergovernmental - Unrestricted

Replacement Taxes

State Income Taxes

Sales and Uses Taxes

Interest Income

Miscellaneous

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
(318,278)	-	(318,278)
(124,711)	-	(124,711)
(389,479)	-	(389,479)
(44,825)	-	(44,825)
(877,293)	-	(877,293)
-	7,053	7,053
(877,293)	7,053	(870,240)
277,335	-	277,335
49,948	-	49,948
132,524	-	132,524
233,681	-	233,681
6,091	-	6,091
575,824	-	575,824
564,631	-	564,631
5,476	901	6,377
34,523	244	34,767
1,880,033	1,145	1,881,178
1,002,740	8,198	1,010,938
5,495,920	7,945,020	13,440,940
6,498,660	7,953,218	14,451,878

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

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Balance Sheet - Governmental Funds  
April 30, 2021**

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	<u>General</u>
<b>ASSETS</b>	
Cash and Investments	\$ 1,891,477
Receivables - Net of Allowances	
Property Taxes	288,751
Accounts	36,961
Due from Other Governments	204,788
Prepays	<u>6,986</u>
 Total Assets	 <u><u>2,428,963</u></u>
<b>LIABILITIES</b>	
Accounts Payable	103,482
Accrued Payroll	10,994
Other Payable	<u>19,741</u>
Total Liabilities	134,217
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	<u>288,751</u>
Total Liabilities and Deferred Inflows of Resources	<u>422,968</u>
<b>FUND BALANCES</b>	
Nonspendable	6,986
Restricted	-
Assigned	-
Unassigned	<u>1,999,009</u>
Total Fund Balances	<u>2,005,995</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u><u>2,428,963</u></u>

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

Special Revenue		Capital Projects	
Motor Fuel Tax	Debt Service	Capital Replacement	Totals
509,237	29,137	639,097	3,068,948
-	-	-	288,751
-	-	-	36,961
16,547	-	-	221,335
-	-	-	6,986
525,784	29,137	639,097	3,622,981
-	-	15,635	119,117
-	-	-	10,994
-	-	45,081	64,822
-	-	60,716	194,933
-	-	-	288,751
-	-	60,716	483,684
-	-	-	6,986
525,784	29,137	-	554,921
-	-	578,381	578,381
-	-	-	1,999,009
525,784	29,137	578,381	3,139,297
525,784	29,137	639,097	3,622,981

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

**VILLAGE OF POPLAR GROVE, ILLINOIS**

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

**April 30, 2021**

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**Total Governmental Fund Balances** \$ 3,139,297

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. 4,709,779

Deferred outflows (inflows) of resources related to the pensions not reported  
in the funds.

    Deferred Items - IMRF 9,109

Long-term liabilities are not due and payable in the current  
period and therefore are not reported in the funds.

    Compensated Absences (22,727)

    Net Pension Liability - IMRF (37,509)

    General Obligation Refunding/ARS Bonds Payable - Net (992,171)

    Installment Contract Payable (253,867)

    Promissory Notes Payable (39,510)

    Accrued Interest Payable (13,741)

**Net Position of Governmental Activities** 6,498,660

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

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended April 30, 2021**

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**See Following Page**

VILLAGE OF POPLAR GROVE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended April 30, 2021

	<u>General</u>
Revenues	
Taxes	\$ 688,559
Intergovernmental	1,381,338
Charges for Services	2,725
Licenses and Permits	111,015
Interest Income	3,962
Miscellaneous	34,523
Total Revenues	<u>2,222,122</u>
Expenditures	
Current	
General Government	777,419
Culture and Recreation	92,087
Transportation and Public Works	290,621
Capital Outlay	117,388
Debt Service	
Principal Retirement	107,990
Interest and Fiscal Charges	12,352
Total Expenditures	<u>1,397,857</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>824,265</u>
Other Financing Sources (Uses)	
Disposal of Assets	19,500
Debt Issuance	-
Transfers In	-
Transfers Out	<u>(836,227)</u>
	<u>(816,727)</u>
Net Change in Fund Balances	7,538
Fund Balances - Beginning	<u>1,998,457</u>
Fund Balances - Ending	<u><u>2,005,995</u></u>

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

Special Revenue		Capital Projects	
Motor Fuel Tax	Debt Service	Capital Replacement	Totals
-	-	-	688,559
374,352	-	-	1,755,690
-	-	-	2,725
-	-	-	111,015
709	75	730	5,476
-	-	-	34,523
375,061	75	730	2,597,988
-	-	-	777,419
-	-	-	92,087
184,876	-	-	475,497
-	-	555,988	673,376
-	175,000	-	282,990
-	38,228	-	50,580
184,876	213,228	555,988	2,351,949
190,185	(213,153)	(555,258)	246,039
-	-	-	19,500
-	-	39,510	39,510
-	213,227	623,000	836,227
-	-	-	(836,227)
-	213,227	662,510	59,010
190,185	74	107,252	305,049
335,599	29,063	471,129	2,834,248
525,784	29,137	578,381	3,139,297

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



VILLAGE OF POPLAR GROVE, ILLINOIS

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

For the Fiscal Year Ended April 30, 2021

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<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$ 305,049</b>
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	679,571
Depreciation Expense	(231,026)
Disposals - Cost	(102,338)
Disposals - Accumulated Depreciation	99,979
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(7,340)
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	(6,713)
Change in Net Pension Liability - IMRF	16,323
Retirement of Debt - Net	289,144
Issuance of Debt	(39,510)
Amortization of Loss on Refunding	(2,723)
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	<u>2,324</u>
<b>Changes in Net Position of Governmental Activities</b>	<b><u><u>1,002,740</u></u></b>

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

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Statement of Net Position - Proprietary Fund (Business-Type Activities)**

**April 30, 2021**

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**See Following Page**

VILLAGE OF POPLAR GROVE, ILLINOIS

Statement of Net Position - Proprietary Fund (Business-Type Activities)

April 30, 2021

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	<u>Waterworks and Sewerage</u>
<b>ASSETS</b>	
Current Assets	
Cash and Investments	\$ 382,939
Cash at Paying Agent	567,423
Receivables - Net of Allowance	
Accounts	213,737
Prepays	4,468
Total Current Assets	<u>1,168,567</u>
Noncurrent Assets	
Capital Assets	
Depreciable	21,542,243
Accumulated Depreciation	<u>(10,717,477)</u>
Total Noncurrent Assets	<u>10,824,766</u>
Total Assets	<u>11,993,333</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Unamortized Refunding Loss	55,383
Deferred Items - IMRF	20,163
Deferred Items - ARO	325,000
Total Deferred Outflows of Resources	<u>400,546</u>
Total Assets and Deferred Outflows of Resources	<u>12,393,879</u>

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

	<u>Waterworks and Sewerage</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	\$ 106,809
Accrued Payroll	4,024
Accrued Interest	62,423
Current Portion of Long-Term Debt	526,981
Total Current Liabilities	<u>700,237</u>
Noncurrent Liabilities	
Compensated Absences	10,523
Net Pension Liability - IMRF	16,296
General Obligation Refunding/ARS Bonds Payable - Net	3,372,400
Asset Retirement Obligation	325,000
Total Noncurrent Liabilities	<u>3,724,219</u>
Total Liabilities	<u>4,424,456</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Items - IMRF	<u>16,205</u>
Total Liabilities and Deferred Inflows of Resources	<u>4,440,661</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	6,983,399
Unrestricted	<u>969,819</u>
Total Net Position	<u><u>7,953,218</u></u>

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

VILLAGE OF POPLAR GROVE, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position -  
Proprietary Fund (Business-Type Activities)

For the Fiscal Year Ended April 30, 2021

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	<u>Waterworks and Sewerage</u>
Operating Revenues	
Charges for Services	<u>\$ 1,686,570</u>
Operating Expenses	
Operations	865,657
Depreciation and Amortization	689,015
Total Operating Expenses	<u>1,554,672</u>
Operating Income	<u>131,898</u>
Nonoperating Revenues (Expenses)	
Interest Income	901
Miscellaneous Revenue	244
Interest Expense	(124,845)
	<u>(123,700)</u>
Change in Net Position	8,198
Net Position - Beginning	<u>7,945,020</u>
Net Position - Ending	<u><u>7,953,218</u></u>

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

## VILLAGE OF POPLAR GROVE, ILLINOIS

### Statement of Cash Flows - Proprietary Fund (Business-Type Activities) For the Fiscal Year Ended April 30, 2021

	<u>Waterworks and Sewerage</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 1,674,816
Payments to Employees	(112,332)
Payments to Suppliers	(706,263)
	<u>856,221</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(20,611)
Retirement of Debt	(490,000)
Interest and Fiscal Charges	(124,845)
	<u>(635,456)</u>
Cash Flows from Investing Activities	
Interest Received	<u>901</u>
Net Change in Cash and Cash Equivalents	221,666
Cash and Cash Equivalents - Beginning	<u>728,696</u>
Cash and Cash Equivalents - Ending	<u><u>950,362</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income	131,898
Adjustments to Reconcile Operating Income to	
Net Cash Provided by Operating Activities:	
Depreciation and Amortization Expense	689,015
Other Income (Expense)	(3,273)
(Increase) Decrease in Current Assets	(8,481)
Increase (Decrease) in Current Liabilities	47,062
	<u>856,221</u>
Net Cash Provided by Operating Activities	<u><u>856,221</u></u>

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

## **VILLAGE OF POPLAR GROVE, ILLINOIS**

### **Notes to the Financial Statements April 30, 2021**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Village of Poplar Grove, Illinois (the Village) was organized shortly after 1895 under the provisions of the State of Illinois. The Village operates under a President/Trustee form of government and provides services to the public such as general administrative, water and sewer, and street maintenance services. The population of the Village is approximately 5,049. The Village covers an area of 8 square miles.

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**

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

#### **BASIS OF PRESENTATION**

##### **Government-Wide Statements**

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

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.

## VILLAGE OF POPLAR GROVE, ILLINOIS

### Notes to the Financial Statements April 30, 2021

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#### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

##### BASIS OF PRESENTATION – Continued

##### Government-Wide Statements – Continued

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

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, 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 comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

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



# VILLAGE OF POPLAR GROVE, ILLINOIS

## Notes to the Financial Statements April 30, 2021

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### 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 Motor Fuel Tax Fund, a major fund, is used to account for the receipts of the Village's share of state gasoline taxes. These funds are then expended for the maintenance of roads and bridges. State of Illinois law requires separate accounting for such revenues and expenditures.

*Debt Service Funds* are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The Debt Service Fund is treated as a major fund.

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Notes to the Financial Statements April 30, 2021

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### BASIS OF PRESENTATION – Continued

##### Governmental Funds – Continued

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

##### Proprietary Funds

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

*Enterprise Funds* are required to account for operations for which a fee is charged to external users for goods or services and the activity (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 one major enterprise fund, the Waterworks and Sewerage Fund, which is used to account for the costs related to the operation of the Village’s waterworks and sewerage system. Funding is provided by user fees.

#### 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.

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Notes to the Financial Statements April 30, 2021

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

##### Measurement Focus – Continued

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

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

##### Basis of Accounting

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

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, if any, which are recognized when due.

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

All proprietary 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.

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Notes to the Financial Statements April 30, 2021

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

##### Basis of Accounting – Continued

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.

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

##### Cash and Investments

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

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. All of the Village's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

##### Receivables

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

##### Prepays

Prepays are valued at cost, which approximates market. The cost of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased. 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.

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

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

**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. 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.

**Capital Assets**

Capital assets purchased or acquired with an original cost of \$5,000 to \$75,000, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs. Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

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

Buildings	40 Years
Park Building/Equipment	5 - 40 Years
Equipment	5 - 75 Years
Vehicles	5 - 75 Years
Streets	20 - 50 Years
Water/Sewer Utility System	20 - 50 Years
Village Water System	20 - 50 Years

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Notes to the Financial Statements April 30, 2021

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

##### Deferred Outflows/Inflows of Resources

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

##### 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.

##### 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.

##### 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.

## VILLAGE OF POPLAR GROVE, ILLINOIS

### Notes to the Financial Statements April 30, 2021

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#### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

##### Net Position – Continued

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.”

#### NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

##### BUDGETARY INFORMATION

The term ‘budget’ used throughout the financial statements represents the estimated revenues and appropriations as set forth in the Village’s annual appropriation ordinance adopted for the fiscal year ended April 30, 2021. Budgets are adopted on a basis consistent with generally accepted accounting principles.

All departments of the Village submit requests for appropriation to the Village’s Administrator so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget may be amended by the governing body.

Expenditures/expenses may not legally exceed budgeted appropriations at the fund level.

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

- At least 15 days prior to the enactment of the budget, the Finance Committee submits to the Village Trustees a proposed means of financing expenditures appropriations for the fiscal year commencing the following May 1.

## VILLAGE OF POPLAR GROVE, ILLINOIS

### Notes to the Financial Statements April 30, 2021

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#### NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

##### BUDGETARY INFORMATION – Continued

- Normally on the last Wednesday in April, but no later than April 30, the budget is legally enacted through passage of the appropriation ordinance.
- Budgeted amounts are as originally reported or as amended by the Village Trustees. Individual amendments were not material in relation to the original appropriations.
- Unexpended budgeted amounts lapse at the end of the budget year. Spending control is established by the amount of expenditures/expenses budgeted for each object and purpose, but management control is exercised at budgetary line item levels.
- The budget amounts shown in the financial statements are the final authorized amounts, inclusive of one supplementary appropriation that was necessary during the year.

#### 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. 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.

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, and Illinois Funds.

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.



## VILLAGE OF POPLAR GROVE, ILLINOIS

### Notes to the Financial Statements April 30, 2021

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#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

#### DEPOSITS AND INVESTMENTS – Continued

#### Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

*Deposits.* At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$2,386,395 and the bank balances totaled \$1,822,554. In addition, the Village has \$1,632,915 invested in the Illinois Funds at year-end, measured using the net asset value per share 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 will minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash flow requirements for ongoing operations and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village will minimize credit risk by limiting investments to the safest type of securities, pre-qualifying the financial institutions, brokers, intermediaries, and advisors, and diversifying the investment portfolio so potential losses on individual securities will be minimized. The Village's investment in the Illinois Funds was rated AAAM by Standard & Poor's.

*Custodial Credit Risk.* 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 states that all funds on deposit in excess of FDIC limits shall be secured by the deposit of marketable U.S. government or other approved securities or surety bonds issued by top-rated insurers, having a value of at least 110% of the deposits. At year-end, \$567,423 of the bank balance of the deposits was not covered by federal depository or equivalent insurance, and represents cash at paying agent for debt service payments.

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 does not specifically address custodial credit risk for investments. At year-end, the investment in the Illinois Funds is not subject to custodial credit risk.

*Concentration of Credit Risk.* This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states investments shall be diversified to eliminate the risk of loss resulting in over concentration in a specific maturity, issuer, or class of securities. At year-end, the Village does not have any investments over 5 percent of 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 POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**PROPERTY TAXES**

Property taxes for 2020 attach as an enforceable lien on January 1, 2020, on property values assessed as of the same date. Taxes are levied by January of the same 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 June 1 and September 1. The County collects such taxes and remits them periodically.

**INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

**Interfund Transfers**

Interfund transfers for the year consisted of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
Debt Service	General	\$ 213,227 (2)
Capital Replacement	General	<u>623,000 (1)</u>
		<u><u>836,227</u></u>

Transfers are used (1) to move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations and (2) to move receipts restricted for debt service from the General Fund to the Debt Service Fund as debt service payments become due.

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Nondepreciable Capital Assets</b>				
Land	\$ 619,012	68,536	-	687,548
Construction In Progress	35,801	120,907	15,799	140,909
	<u>654,813</u>	<u>189,443</u>	<u>15,799</u>	<u>828,457</u>
<b>Depreciable Capital Assets</b>				
Buildings	1,218,074	121,727	7,669	1,332,132
Park Building/Equipment	244,811	-	-	244,811
Equipment	160,678	-	-	160,678
Vehicles	759,207	7,002	94,669	671,540
Streets	3,092,990	377,198	-	3,470,188
	<u>5,475,760</u>	<u>505,927</u>	<u>102,338</u>	<u>5,879,349</u>
<b>Less Accumulated Depreciation</b>				
Buildings	420,470	33,205	5,310	448,365
Park Building/Equipment	125,751	9,791	-	135,542
Equipment	115,238	11,254	-	126,492
Vehicles	316,088	90,021	94,669	311,440
Streets	889,433	86,755	-	976,188
	<u>1,866,980</u>	<u>231,026</u>	<u>99,979</u>	<u>1,998,027</u>
Total Net Depreciable Capital Assets	<u>3,608,780</u>	<u>274,901</u>	<u>2,359</u>	<u>3,881,322</u>
Total Net Capital Assets	<u>4,263,593</u>	<u>464,344</u>	<u>18,158</u>	<u>4,709,779</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 115,513
Culture and Recreation	23,103
Transportation and Public Works	<u>92,410</u>
	<u>231,026</u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**CAPITAL ASSETS – Continued**

**Business-Type Activities**

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

	Beginning Balances	Increases	Decreases	Ending Balances
Depreciable Capital Assets				
Vehicles	\$ 42,018	-	-	42,018
Streets	66,551	-	-	66,551
Water/Sewer Utility System	8,063,260	20,611	-	8,083,871
Village Water System	13,349,803	-	-	13,349,803
	<u>21,521,632</u>	<u>20,611</u>	<u>-</u>	<u>21,542,243</u>
Less Accumulated Depreciation				
Vehicles	12,659	6,937	-	19,596
Street	24,125	1,664	-	25,789
Water/Sewer Utility System	5,510,133	295,790	-	5,805,923
Village Water System	4,473,271	392,898	-	4,866,169
	<u>10,020,188</u>	<u>697,289</u>	<u>-</u>	<u>10,717,477</u>
Total Net Capital Assets	<u>11,501,444</u>	<u>(676,678)</u>	<u>-</u>	<u>10,824,766</u>

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

Waterworks and Sewerage \$ 697,289

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT**

**General Obligation Refunding/Alternate Revenue Source Bonds**

The Village issues bonds to provide funds for the acquisition and construction of major capital facilities. Alternate revenue source bonds provide for the collection, segregation and distribution of certain income taxes received by the Village for the payment of principal and interest on the alternate revenue source bonds. Alternate revenue source bonds outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$210,000 General Obligation Refunding Alternate Revenue Source Bonds of 2012A - Due in annual installments of \$10,000 to \$30,000 plus interest at 2.25% to 3.70% through May 1, 2023.	Waterworks and Sewerage	\$ 110,000	-	25,000	85,000
\$1,955,000 Waterworks and Sewerage Revenue Refunding Source Bonds of 2012B - Due in annual installments of \$95,000 to \$160,000 plus interest at 2.50% to 3.25% through May 1, 2027.	Waterworks and Sewerage	1,165,000	-	130,000	1,035,000
\$4,285,000 Waterworks and Sewerage Revenue Refunding Source Bonds of 2015A - Due in annual installments of \$290,000 to \$435,000 plus interest at 1.00% to 3.50% through May 1, 2027.	Waterworks and Sewerage	3,015,000	-	335,000	2,680,000
\$1,805,000 General Obligation Refunding Alternate Revenue Source Bonds of 2015B - Due in annual installments of \$150,000 to \$205,000 plus interest at 1.00% to 4.00% through December 1, 2025.	Debt Service	1,150,000	-	175,000	975,000
		5,440,000	-	665,000	4,775,000

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Installment Contracts**

The Village has established installment contracts payable as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$80,000 (Simerl 4 Acres) Installment Contract of 2004 - Due in annual installments of \$3,579 to \$8,612 plus interest at 4.50% through October 1, 2021.	General	\$ 11,678	-	8,177	3,501
\$160,000 (Simerl 11 Acres) Intallment Contract of 2004 - Due in annual installments of \$8,610 to \$17,222 plus interest at 4.50% through October 1, 2021.	General	24,711	-	16,291	8,420
\$30,799 (Truck) Installment Contract of 2019 - Due in annual installments of \$9,851 to \$10,687 plus interest at 3.98% through April 20, 2022.	General	20,948	-	10,261	10,687
\$165,265 (Street Sweeper) Installment Contract of 2019 - Due in annual installments of \$20,913 to \$26,488 plus interest at 3.90% through April 20, 2026.	General	144,352	-	21,753	122,599

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Installment Contracts – Continued**

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$160,168 (Snow Plow Truck) Installment Contract of 2020 - Due in annual installments of \$51,508 to \$55,293 plus interest at 3.55% through April 20, 2023.	General	\$ 160,168	-	51,508	108,660
		<u>361,857</u>	<u>-</u>	<u>107,990</u>	<u>253,867</u>

**Promissory Notes Payable**

The Village entered into a promissory note payable for the purpose of financing the construction of a new public works building, in an amount not to exceed \$1,500,000. Promissory notes payable have been issued for the governmental activities. Promissory notes payable are direct obligations and pledge the full faith and credit of the Village. Final repayment schedule for the promissory note payable is not available as draws are made as needed and interest is paid on amounts drawn.

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$39,510 Promissory Note Payable of 2020 - Due in monthly installments of \$13,870 plus interest at 1.75% to 2.10% through May 1, 2030.	General	\$ -	39,510	-	39,510

**Asset Retirement Obligation**

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells range from 20 – 65 years.

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Long-Term Liability Activity**

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
<b>Governmental Activities</b>					
Compensated Absences	\$ 16,014	13,426	6,713	22,727	4,545
Net Pension Liability - IMRF	53,832	-	16,323	37,509	-
General Obligation Refunding/ Alternate Revenue Source Bonds	1,150,000	-	175,000	975,000	185,000
Plus: Unamortized Premium	36,937	-	6,154	30,783	6,157
Installment Contract Payable	361,857	-	107,990	253,867	98,602
Promissory Notes Payable	-	39,510	-	39,510	-
	<u>1,618,640</u>	<u>52,936</u>	<u>312,180</u>	<u>1,359,396</u>	<u>294,304</u>
<b>Business-Type Activities</b>					
Compensated Absences	7,110	12,088	6,044	13,154	2,631
Net Pension Liability - IMRF	22,832	-	6,536	16,296	-
General Obligation Refunding/ Alternate Revenue Source Bonds	4,290,000	-	490,000	3,800,000	505,000
Plus: Unamortized Premium	116,099	-	19,349	96,750	19,350
Asset Retirement Obligation	-	325,000	-	325,000	-
	<u>4,436,041</u>	<u>337,088</u>	<u>521,929</u>	<u>4,251,200</u>	<u>526,981</u>

For governmental activities, the compensated absences, the net pension liability, the notes payable, installment contracts payable, and the promissory notes payable are being liquidated by the General Fund. The Debt Service Fund makes payments on the general obligation refunding/alternate revenue source bonds.

For business-type activities, the Waterworks and Sewerage Fund makes payments on the compensated absences, the net pension liability, the general obligation refunding/alternate revenue source bonds, and the asset retirement obligation.



**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Long-Term Liability Activity – 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 Contract		General Obligation	
	Refunding/ARS Bonds		Payable		Refunding/ARS Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 185,000	32,977	98,602	7,844	505,000	117,352
2023	190,000	26,503	78,829	4,496	520,000	102,127
2024	195,000	21,563	24,482	2,543	535,000	85,367
2025	200,000	16,200	25,465	1,560	555,000	67,000
2026	205,000	8,200	26,489	536	570,000	47,950
2027	-	-	-	-	590,000	28,106
2028	-	-	-	-	525,000	8,987
Totals	975,000	105,443	253,867	16,979	3,800,000	456,889

**Legal Debt Margin**

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

Assessed Valuation - 2020	<u>\$ 99,394,175</u>
Legal Debt Limit - 8.625% of Assessed Value	8,572,748
Amount of Debt Applicable to Limit	<u>51,431</u>
Legal Debt Margin	<u>8,521,317</u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Pledged Future Revenues**

The following table provides the pledged future revenue information for the bonds for which a revenue pledge exists:

	GO Bond 2012A	Revenue Bond 2012B	Revenue Bond 2015A	GO Bond 2015B
Commitment Date	5/1/2023	5/1/2027	5/1/2027	12/1/2025
Pledge Remaining	\$ 89,903	\$ 1,152,024	\$ 3,014,962	\$ 1,080,443
Pledge Revenue Collected	\$ 1,687,715	\$ 1,687,715	\$ 1,687,715	\$ 910,263
Coverage of Pledged Revenue	28.70	5.04	1.91	N/A
Pledged Revenue Source	Revenues of the System	Revenues of the System	Revenues of the System	Income and Sales Tax
Current Year Principal and Interest Paid	\$ 28,608	\$ 163,000	\$ 430,350	\$ 213,227

**NET POSITION/FUND BALANCES**

**Fund Balance Classifications**

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

*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.

VILLAGE OF POPLAR GROVE, ILLINOIS

Notes to the Financial Statements  
April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCES – Continued

Fund Balance Classifications – Continued

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

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

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

*Minimum Fund Balance Policy.* The Villages policy manual states that the General Fund should maintain a minimum fund balance equal to 25% to 75% of operating expenditures.

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

	General	Special Revenue Motor Fuel Tax	Debt Service	Capital Projects Capital Replacement	Totals
Fund Balances					
Nonspendable					
Prepays	\$ 6,986	-	-	-	6,986
Restricted					
Streets	-	525,784	-	-	525,784
Debt Service	-	-	29,137	-	29,137
	-	525,784	29,137	-	554,921
Assigned					
Capital Projects	-	-	-	578,381	578,381
Unassigned	1,999,009	-	-	-	1,999,009
Total Fund Balances	2,005,995	525,784	29,137	578,381	3,139,297

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**NET POSITION/FUND BALANCES – Continued**

**Net Position Classifications**

Net investment in capital assets was comprised of the following as of April 30, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 4,709,779
Plus: Unamortized Refunding Loss	13,612
Less Capital Related Debt:	
General Obligation Refunding ARS Bonds of 2015B - Net	(1,005,783)
Installment Contract Payable - Simerl 4 Acres	(3,501)
Installment Contract Payable - Simerl 11 Acres	(8,420)
Installment Contract Payable - Truck	(10,687)
Installment Contract Payable - Sweeper	(122,599)
Installment Contract Payable - Snow Plow Truck	(108,660)
Promissory Notes Payable	<u>(39,510)</u>
Net Investment in Capital Assets	<u>3,424,231</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	10,824,766
Plus: Unamortized Refunding Loss	55,383
Less Capital Related Debt:	
General Obligation Refunding ARS Bonds of 2012A	(85,000)
General Obligation Revenue Refunding Bonds of 20012B	(1,035,000)
General Obligation Revenue Refunding Bonds of 2015	(2,680,000)
Unamortized Premium	<u>(96,750)</u>
Net Investment in Capital Assets	<u>6,983,399</u>

# VILLAGE OF POPLAR GROVE, ILLINOIS

## Notes to the Financial Statements April 30, 2021

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### 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.

#### CONTINGENT LIABILITIES

##### Financial Impact from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the Village's operations and financial position cannot be determined.

##### Litigation

The Village is a defendant in a claim relating to matters arising in the ordinary course of business. Part of the claim may be insured but subject to varying deductibles and some of the claim may be uninsured. The amount of liability, if any, from the claim cannot be determined with certainty; however, management is of the opinion that the outcome of the claim will not have a material adverse impact on the financial position. Due to uncertainties in the settlement process, it is at least reasonably possible that management's estimate of the outcome will change within the next year.

##### 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 POPLAR GROVE, ILLINOIS

### Notes to the Financial Statements April 30, 2021

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#### NOTE 4 – OTHER INFORMATION – Continued

##### **OTHER POST-EMPLOYMENT BENEFITS**

The Village has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Village are required to pay 100% of the current premium. However, there is minimal participation. As the Village provides no explicit benefit, and there is minimal participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Therefore, the Village has not recorded a liability as of April 30, 2021.

##### **EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN**

###### **Illinois Municipal Retirement Fund (IMRF)**

The Village contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained on-line at [www.imrf.org](http://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.

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

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

VILLAGE OF POPLAR GROVE, ILLINOIS

Notes to the Financial Statements  
April 30, 2021

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NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions

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

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

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

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

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	10
Active Plan Members	<u>7</u>
Total	<u><u>18</u></u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Plan Descriptions – Continued**

*Contributions.* As set by statute, the Village’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. For the year-ended April 30, 2021, the Village’s contribution was 6.39% of covered payroll.

*Net Pension Liability.* The Village’s net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

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

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



VILLAGE OF POPLAR GROVE, ILLINOIS

Notes to the Financial Statements  
April 30, 2021

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NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

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

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Discount Rate**

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

**Discount Rate Sensitivity**

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	191,885	53,805	(39,258)

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2019	\$ 616,279	539,615	76,664
Changes for the Year:			
Service Cost	31,096	-	31,096
Interest on the Total Pension Liability	45,457	-	45,457
Difference Between Expected and Actual Experience of the Total Pension Liability	38,043	-	38,043
Changes of Assumptions	(26,803)	-	(26,803)
Contributions - Employer	-	21,542	(21,542)
Contributions - Employees	-	16,293	(16,293)
Net Investment Income	-	62,725	(62,725)
Benefit Payments, including Refunds of Employee Contributions	(9,671)	(9,671)	-
Other (Net Transfer)	-	10,092	(10,092)
Net Changes	78,122	100,981	(22,859)
Balances at December 31, 2020	694,401	640,596	53,805

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

For the year ended April 30, 2021, the Village recognized pension expense of \$9,764. At April 30, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 48,986	(3,049)	45,937
Change in Assumptions	9,568	(24,547)	(14,979)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(25,911)	(25,911)
Total Expenses to be Recognized in Future Periods	58,554	(53,507)	5,047
Pension Contributions Made Subsequent to the Measurement Date	8,020	-	8,020
Total Deferred Amounts Related to IMRF	66,574	(53,507)	13,067

\$8,020 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, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ 1,416
2023	10,144
2024	(4,977)
2025	(1,866)
2026	330
Thereafter	-
Total	5,047

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2021**

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**NOTE 4 - OTHER INFORMATION – Continued**

**SUBSEQUENT EVENT**

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The Village has been allocated \$693,859 to be received in two installments. As of the date of these financial statements, the Village has received their first installment of \$346,930.

## **REQUIRED SUPPLEMENTARY INFORMATION**

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

- Schedule of Employer Contributions  
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability  
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedules  
General Fund  
Motor Fuel Tax – Special Revenue Fund

Notes to the Required Supplementary Information

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

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information**

**Schedule of Employer Contributions**

**April 30, 2021**

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Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 29,418	\$ 29,418	\$ -	\$ 283,963	10.36%
2017	32,892	45,034	12,142	331,904	13.57%
2018	31,010	31,010	-	363,893	8.52%
2019	24,680	24,680	-	375,829	6.57%
2020	19,811	19,811	-	346,751	5.71%
2021	22,264	22,264	-	348,522	6.39%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Market
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 POPLAR GROVE, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information**

**Schedule of Changes in the Employer's Net Pension Liability**

**April 30, 2021**

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	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 21,616
Interest	22,729
Differences Between Expected and Actual Experience	56,276
Change of Assumptions	781
Benefit Payments, Including Refunds of Member Contributions	<u>(1,960)</u>
Net Change in Total Pension Liability	99,442
Total Pension Liability - Beginning	<u>293,626</u>
Total Pension Liability - Ending	<u><u>393,068</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 29,418
Contributions - Members	14,198
Net Investment Income	1,240
Benefit Payments, Including Refunds of Member Contributions	(1,960)
Other (Net Transfer)	<u>(6,768)</u>
Net Change in Plan Fiduciary Net Position	36,128
Plan Net Position - Beginning	<u>227,115</u>
Plan Net Position - Ending	<u><u>263,243</u></u>
Employer's Net Pension Liability	<u><u>\$ 129,825</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.97%
Covered Payroll	\$ 283,963
Employer's Net Pension Liability as a Percentage of Covered Payroll	45.72%

Note:

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



12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020
29,198	30,277	28,092	34,123	31,096
30,493	32,423	33,910	39,777	45,457
(33,759)	(19,065)	18,410	18,471	38,043
(1,660)	(18,444)	24,856	-	(26,803)
-	(341)	(8,201)	(15,349)	(9,671)
24,272	24,850	97,067	77,022	78,122
393,068	417,340	442,190	539,257	616,279
417,340	442,190	539,257	616,279	694,401
45,034	32,189	28,106	18,789	21,542
14,936	16,188	17,640	15,485	16,293
19,016	46,093	(3,210)	65,523	62,725
-	(341)	(8,201)	(15,349)	(9,671)
(3,595)	(4,460)	(2,223)	(5,248)	10,092
75,391	89,669	32,112	79,200	100,981
263,243	338,634	428,303	460,415	539,615
338,634	428,303	460,415	539,615	640,596
78,706	13,887	78,842	76,664	53,805
81.14%	96.86%	85.38%	87.56%	92.25%
331,904	345,010	391,997	344,119	362,059
23.71%	4.03%	20.11%	22.28%	14.86%

VILLAGE OF POPLAR GROVE, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
Taxes	\$ 712,370	712,370	688,559
Intergovernmental	968,500	968,500	1,381,338
Charges for Services	1,500	1,500	2,725
Licenses and Permits	78,850	78,850	111,015
Interest Income	18,000	18,000	3,962
Miscellaneous	31,100	31,100	34,523
Total Revenues	1,810,320	1,810,320	2,222,122
<b>Expenditures</b>			
General Government	751,781	751,781	777,419
Public Safety	10,000	10,000	-
Culture and Recreation	134,389	134,389	92,087
Transportation and Public Works	356,493	356,493	290,621
Capital Outlay	98,500	98,500	117,388
Debt Service			
Principal Retirement	111,468	111,468	107,990
Interest and Fiscal Charges	11,365	11,365	12,352
Total Expenditures	1,473,996	1,473,996	1,397,857
Excess (Deficiency) of Revenues Over (Under) Expenditures	336,324	336,324	824,265
<b>Other Financing Sources (Uses)</b>			
Disposal of Assets	-	-	19,500
Transfers Out	(336,227)	(836,227)	(836,227)
	(336,227)	(836,227)	(816,727)
Net Change in Fund Balances	97	(499,903)	7,538
Fund Balance - Beginning			1,998,457
Fund Balance - Ending			2,005,995

VILLAGE OF POPLAR GROVE, 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, 2021

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 181,750	181,750	374,352
Interest Income	1,000	1,000	709
Total Revenues	<u>182,750</u>	<u>182,750</u>	<u>375,061</u>
Expenditures			
Transportation and Public Works	<u>201,000</u>	<u>201,000</u>	<u>184,876</u>
Net Change in Fund Balance	<u>(18,250)</u>	<u>(18,250)</u>	190,185
Fund Balance - Beginning			<u>335,599</u>
Fund Balance - Ending			<u>525,784</u>

## **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 schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
  - General Fund
  - Debt Service Fund
  - Capital Replacement – Capital Projects Fund
- Budgetary Comparison Schedule – Enterprise Fund
  - Waterworks and Sewerage Fund
- Consolidated Year-End Financial Report

## **INDIVIDUAL FUND DESCRIPTIONS**

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### **GENERAL FUND**

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

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### **SPECIAL REVENUE FUND**

The 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 the receipts of the Village's share of state gasoline taxes. These funds are then expended for the maintenance of roads and bridges. State of Illinois law requires separate accounting for such revenues and expenditures.

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### **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.

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### **CAPITAL PROJECTS FUND**

The Capital Projects Funds are used to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

#### **Capital Replacement Fund**

The Capital Replacement Fund is used to account for the financial resources to be used for the acquisition or construction of major facilities including replacement of existing assets (other than those financed by business-type/proprietary funds).

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## **INDIVIDUAL FUND DESCRIPTIONS**

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### **ENTERPRISE FUND**

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 costs related to the operation of the Village's water and sewer system. Funding is provided by user fees.

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VILLAGE OF POPLAR GROVE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual  
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
<b>Taxes</b>			
Property Taxes	\$ 279,370	279,370	277,335
Road and Bridge Tax	78,000	78,000	81,615
Telecommunication Tax	70,000	70,000	49,948
Electric Utility Tax	140,000	140,000	132,524
Video Gaming Tax	75,000	75,000	69,421
MediaCom Tax	5,000	5,000	4,099
Nicor Utility Taxes	65,000	65,000	73,617
	<u>712,370</u>	<u>712,370</u>	<u>688,559</u>
<b>Intergovernmental</b>			
State Income Tax	525,000	525,000	575,824
Sales Tax	275,000	275,000	334,439
Personal Property Replacement Tax	4,000	4,000	6,091
State Use Tax	160,000	160,000	230,192
Cannabis Use Tax	-	-	4,929
Federal Grant	-	-	227,778
State Grant	-	-	2,085
Local Grant	4,500	4,500	-
	<u>968,500</u>	<u>968,500</u>	<u>1,381,338</u>
<b>Charges for Services</b>			
Filing Fees	1,500	1,500	2,725
<b>Licenses and Permits</b>			
Liquor Licenses	17,000	17,000	15,050
Other Licenses	850	850	530
Truck Permits	1,000	1,000	125
Building Permits	60,000	60,000	95,310
	<u>78,850</u>	<u>78,850</u>	<u>111,015</u>
Interest Income	18,000	18,000	3,962
<b>Miscellaneous</b>			
Rental Income	21,600	21,600	21,870
Other	9,500	9,500	12,653
	<u>31,100</u>	<u>31,100</u>	<u>34,523</u>
<b>Total Revenues</b>	<u><u>1,810,320</u></u>	<u><u>1,810,320</u></u>	<u><u>2,222,122</u></u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual  
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
<b>General Government</b>			
<b>Personnel Services</b>			
Salaries	\$ 247,117	247,117	207,515
IMRF	13,756	13,756	8,894
Social Security/Medicare	18,905	18,905	15,287
Workers Compensation	3,300	3,300	11,904
Unemployment Compensation	3,658	3,658	4,104
Life Insurance - Employer	600	600	544
	<u>287,336</u>	<u>287,336</u>	<u>248,248</u>
<b>Contractual Services</b>			
Contracted Labor	250	250	-
General Insurance	12,000	12,000	21,335
Telephone	9,000	9,000	10,218
Health Insurance	49,300	49,300	36,409
Web Site Maintenance	2,400	2,400	3,375
Bond Agent Fees	500	500	500
Travel	14,600	14,600	2,375
Security System	2,300	2,300	1,962
Training	8,595	8,595	1,565
Postage	1,800	1,800	1,261
Publication Costs	4,500	4,500	3,693
Printing	-	-	300
Accounting Services	17,000	17,000	16,500
Engineering Services	55,000	55,000	36,495
Legal	100,000	100,000	93,246
Codification	6,000	6,000	2,620
Office System Support	25,400	25,400	23,298
Contract Inspection Services	50,000	50,000	67,438
Contract Code Enforcement	25,000	25,000	18,517
Dues	9,050	9,050	1,903
Custodial Services	4,000	4,000	4,761
IT Services	5,000	5,000	5,119
Planning Services	22,000	22,000	6,740



**VILLAGE OF POPLAR GROVE, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
General Government - Continued			
Contractual Services - Continued			
Professional Services	\$ 17,000	17,000	21,323
Rental Property Repairs	2,500	2,500	554
	<u>443,195</u>	<u>443,195</u>	<u>381,507</u>
Commodities			
Office Supplies	5,000	5,000	4,670
Maintenance Supplies	2,000	2,000	1,318
Operating Supplies	5,750	5,750	7,014
Village Hall	7,500	7,500	7,277
Federal Grant Expenditures	-	-	125,081
Miscellaneous	1,000	1,000	2,304
	<u>21,250</u>	<u>21,250</u>	<u>147,664</u>
Total General Government	<u>751,781</u>	<u>751,781</u>	<u>777,419</u>
Public Safety			
Other Contractual Services	10,000	10,000	-
Culture and Recreation			
Personnel Services			
Salaries	76,050	76,050	55,695
IMRF	2,901	2,901	3,416
Social Security/Medicare	5,818	5,818	3,960
Workers Compensation	1,050	1,050	1,481
Unemployment Compensation	870	870	1,026
Life Insurance - Employer	200	200	192
	<u>86,889</u>	<u>86,889</u>	<u>65,770</u>
Contractual Services			
Health Insurance	<u>22,500</u>	<u>22,500</u>	<u>20,677</u>
Park Maintenance Equipment			
Park Maintenance Supplies	11,000	11,000	2,011

VILLAGE OF POPLAR GROVE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
Park Maintenance Equipment - Continued			
Park Landscaping, Mowing, Tree	\$ 14,000	14,000	3,629
	25,000	25,000	5,640
Total Culture and Recreation	134,389	134,389	92,087
Transportation and Public Works			
Personnel Services			
Salaries	56,050	56,050	53,144
IMRF	3,335	3,335	3,416
Social Security/Medicare	4,288	4,288	3,764
Workers Compensation	-	-	1,481
Unemployment Compensation	870	870	852
Life Insurance - Employer	200	200	192
Uniform Allowance	2,500	2,500	1,111
	67,243	67,243	63,960
Contractual Services			
Professional Services	25,000	25,000	25,684
Engineering Services	-	-	3,619
Contracted Snow Plowing	25,000	25,000	14,466
Maintenance Services - Vehicle	25,000	25,000	23,809
Maintenance Services - Equipment	6,000	6,000	7,860
Maintenance Services - Streets	18,000	18,000	9,620
Maintenance Services - Plowing	4,000	4,000	11,006
Street Lighting	40,000	40,000	44,143
Telephone	2,650	2,650	2,033
Health Insurance	22,500	22,500	20,712
Uniform Cleaning Services	1,500	1,500	1,200
Training	1,500	1,500	-
Shop Building Heat	2,500	2,500	2,172
Travel	300	300	482
	173,950	173,950	166,806

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2021**

	Budget		Actual
	Original	Final	
<b>Transportation and Public Works - Continued</b>			
Commodities			
Gasoline - Oil	\$ 19,000	19,000	17,515
Salt	55,000	55,000	26,170
JULIE Locates	800	800	956
Miscellaneous	500	500	407
Maintenance Supplies	20,000	20,000	1,703
Operating Supplies	20,000	20,000	13,104
	<u>115,300</u>	<u>115,300</u>	<u>59,855</u>
 Total Transportation and Public Works	 356,493	 356,493	 290,621
 <b>Capital Outlay</b>			
General			
Land Purchase	-	-	68,536
Culture and Recreation			
Park Maintenance Equipment	1,000	1,000	-
Playground Construction	4,500	4,500	-
Park Improvements	5,000	5,000	23,270
Parks Equipment	-	-	3,080
Transportation and Public Works			
Vehicles and Equipment	-	-	1,235
Storm Sewer Construction	5,000	5,000	-
Road Construction	83,000	83,000	21,267
Total Capital Outlay	<u>98,500</u>	<u>98,500</u>	<u>117,388</u>
 <b>Debt Service</b>			
Principal Retirement	111,468	111,468	107,990
Interest and Fiscal Charges	11,365	11,365	12,352
	<u>122,833</u>	<u>122,833</u>	<u>120,342</u>
 Total Debt Service	 122,833	 122,833	 120,342
 Total Expenditures	 <u>1,473,996</u>	 <u>1,473,996</u>	 <u>1,397,857</u>

VILLAGE OF POPLAR GROVE, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Revenues			
Interest Income	\$ -	-	75
Expenditures			
Debt Service			
Principal Retirement	175,000	175,000	175,000
Interest and Fiscal Charges	38,228	38,228	38,228
Total Expenditures	213,228	213,228	213,228
Excess (Deficiency) of Revenues Over (Under) Expenditures	(213,228)	(213,228)	(213,153)
Other Financing Sources			
Transfers In	213,227	213,227	213,227
Net Change in Fund Balance	<u>(1)</u>	<u>(1)</u>	74
Fund Balance - Beginning			<u>29,063</u>
Fund Balance - Ending			<u><u>29,137</u></u>

VILLAGE OF POPLAR GROVE, ILLINOIS

Capital Replacement - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended April 30, 2021

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
State Grant	\$ 40,000	40,000	-
Interest	-	-	730
Total Revenues	40,000	40,000	730
Expenditures			
Capital Outlay	640,000	640,000	555,988
Excess (Deficiency) of Revenues Over (Under) Expenditures	(600,000)	(600,000)	(555,258)
Other Financing Sources			
Debt Issuance	-	-	39,510
Transfers In	123,000	623,000	623,000
	123,000	623,000	662,510
Net Change in Fund Balance	(477,000)	23,000	107,252
Fund Balance - Beginning			471,129
Fund Balance - Ending			578,381

VILLAGE OF POPLAR GROVE, 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, 2021

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water and Sewer Sales	\$ 1,630,500	1,630,500	1,665,636
Tap on Fees	12,125	12,125	19,915
Turn On/Off Water Fees	3,000	3,000	1,175
Penalties	18,000	18,000	(156)
Total Operating Revenues	<u>1,663,625</u>	<u>1,663,625</u>	<u>1,686,570</u>
Operating Expenses			
Operations			
Personal Services	176,580	176,580	173,093
Contractual Services	436,410	436,410	500,166
Commodities	240,300	240,300	125,871
Capital Outlay	130,000	130,000	66,527
Depreciation and Amortization	-	-	689,015
Total Operating Expenses	<u>983,290</u>	<u>983,290</u>	<u>1,554,672</u>
Operating Income	<u>680,335</u>	<u>680,335</u>	<u>131,898</u>
Nonoperating Revenues (Expenses)			
Interest Income	4,500	4,500	901
Miscellaneous Revenue	300	300	244
Principal Retirement	(490,000)	(490,000)	-
Interest Expense	(131,958)	(131,958)	(124,845)
	<u>(617,158)</u>	<u>(617,158)</u>	<u>(123,700)</u>
Change in Net Position	<u><u>63,177</u></u>	<u><u>63,177</u></u>	<u>8,198</u>
Net Position - Beginning			<u>7,945,020</u>
Net Position - Ending			<u><u>7,953,218</u></u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Consolidated Year-End Financial Report  
April 30, 2021**

CSFA #	Program Name	State	Federal	Other	Totals
420-00-0505	Grants Management Program	\$ 1,806	-	-	1,806
420-00-1856	Construction of a Pavillion in a Community Park - 2019 Department of Commerce and Economic Opportunity Grant	139	-	-	139
420-11-1859	Construction of Bathrooms and Shelter Facility - 2019 Department of Commerce and Economic Opportunity Grant	139	-	-	139
420-00-2433	Local Coronavirus Urgent Remediation Emergency and Economic Support Payments	-	202,778	-	202,778
420-75-2398	Downstate Small Business Stabilization Program	-	25,000	-	25,000
494-00-0967	High-Growth Cities Program	28,990	-	-	28,990
494-00-1488	Motor Fuel Tax Program	155,886	-	-	155,886
	Other Grant Programs and Activities	-	-	-	-
	All Other Costs Not Allocated	-	-	2,860,027	2,860,027
	Totals	186,960	227,778	2,860,027	3,274,765

## **SUPPLEMENTAL SCHEDULES**



**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Alternate Revenue Source Bonds of 2012A  
April 30, 2021**

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Date of Issue	March 1, 2012
Date of Maturity	May 1, 2023
Authorized Issue	\$210,000
Interest Rates	2.25% to 3.70%
Interest Dates	May 1 and November 1
Principal Maturity Date	November 1
Payable at	Heartland Bank & Trust Company

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 25,000	2,683	27,683
2023	30,000	1,665	31,665
2024	30,000	555	30,555
	<u>85,000</u>	<u>4,903</u>	<u>89,903</u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**Waterworks and Sewerage Revenue Refunding Bonds of 2012B  
April 30, 2021**

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Date of Issue	January 9, 2012
Date of Maturity	May 1, 2027
Authorized Issue	\$1,955,000
Interest Rates	2.50% to 3.25%
Interest Dates	May 1 and November 1
Principal Maturity Date	November 1
Payable at	Heartland Bank & Trust Company

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 135,000	29,519	164,519
2023	140,000	25,737	165,737
2024	145,000	21,637	166,637
2025	150,000	17,212	167,212
2026	150,000	12,600	162,600
2027	155,000	7,719	162,719
2028	160,000	2,600	162,600
	<u>1,035,000</u>	<u>117,024</u>	<u>1,152,024</u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**Waterworks and Sewerage Revenue Refunding Bonds of 2015A  
April 30, 2021**

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Date of Issue	February 2, 2015
Date of Maturity	May 1, 2027
Authorized Issue	\$4,285,000
Interest Rates	1.00% to 3.50%
Interest Dates	May 1 and November 1
Principal Maturity Date	November 1
Payable at	Heartland Bank & Trust Company

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 345,000	85,150	430,150
2023	350,000	74,725	424,725
2024	360,000	63,175	423,175
2025	405,000	49,788	454,788
2026	420,000	35,350	455,350
2027	435,000	20,387	455,387
2028	365,000	6,387	371,387
	<u>2,680,000</u>	<u>334,962</u>	<u>3,014,962</u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Alternate Revenue Source Bonds of 2015B  
April 30, 2021**

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Date of Issue	September 10, 2015
Date of Maturity	December 1, 2025
Authorized Issue	\$1,805,000
Interest Rates	1.00% to 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Heartland Bank & Trust Company

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 185,000	32,977	217,977
2023	190,000	26,503	216,503
2024	195,000	21,563	216,563
2025	200,000	16,200	216,200
2026	205,000	8,200	213,200
	<u>975,000</u>	<u>105,443</u>	<u>1,080,443</u>

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**Inatallment Contract of 2004 - Simerl 4 Acres  
April 30, 2021**

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Date of Issue	December 7, 2006
Date of Maturity	October 1, 2021
Authorized Issue	\$80,000
Interest Rate	4.50%
Interest Dates	October 1 and April 1
Principal Maturity Dates	October 1 and April 1
Payable at	Eugene Simerl

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 3,501	78	3,579

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**Installment Contract of 2004 - Simerl 11 Acres  
April 30, 2021**

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Date of Issue	December 7, 2006
Date of Maturity	October 1, 2021
Authorized Issue	\$160,000
Interest Rate	4.50%
Interest Dates	October 1 and April 1
Principal Maturity Dates	October 1 and April 1
Payable at	Eugene Simerl

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 8,420	190	8,610

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**Installment Contract of 2019 - Truck  
April 30, 2021**

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Date of Contract	April 15,2019
Date of Maturity	April 20, 2022
Original Amount of Contract	\$30,799
Interest Rates	3.98%
Principal Maturity Date	April 20, 2022
Payable to	BB Community Leasing

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 10,687	245	10,932

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**Installment Contract of 2019 - Street Sweeper  
April 30, 2021**

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Date of Contract	April 17, 2019
Date of Maturity	April 20, 2026
Original Amount of Contract	\$165,2653
Interest Rates	3.90%
Principal Maturity Date	April 20, 2026
Payable to	BB Community Leasing

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 22,627	4,398	27,025
2023	23,536	3,489	27,025
2024	24,482	2,543	27,025
2025	25,465	1,560	27,025
2026	26,489	536	27,025
	<u>122,599</u>	<u>12,526</u>	<u>135,125</u>



**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Long-Term Debt Requirements**

**Installment Contract of 2020 - Snow Plow Truck  
April 30, 2021**

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Date of Contract	April 15, 2020
Date of Maturity	April 20, 2023
Original Amount of Contract	\$160,168
Interest Rates	3.55%
Principal Maturity Date	April 20, 2023
Payable to	BB Community Leasing

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 53,367	2,933	56,300
2023	55,293	1,007	56,300
	108,660	3,940	112,600

**VILLAGE OF POPLAR GROVE, ILLINOIS**

**Assessed Valuations, Tax Levies, Rates and Extensions - Last Eight Tax Levy Years  
April 30, 2021**

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Tax Levy Year	2013	2014
Assessed Valuation	\$ 89,536,281	81,628,623
Tax Rates		
Corporate	0.2324	0.2434
Social Security	0.0240	0.0221
Audit	0.0204	0.0187
Insurance	0.0204	0.0245
Total Tax Rates	<u>0.2972</u>	<u>0.3087</u>
Tax Extensions		
Corporate	\$ 194,205	198,652
Social Security	20,007	18,007
Audit	17,008	15,305
Insurance	17,008	20,007
Total Tax Extensions	<u>248,228</u>	<u>251,971</u>

2015	2016	2017	2018	2019	2020
79,742,615	83,398,398	88,007,396	90,083,008	95,069,455	99,394,175
0.2495	0.2444	0.2404	0.2616	0.2349	0.2347
0.0248	0.0232	0.0214	0.0222	0.0210	0.0202
0.0186	0.0174	0.0161	0.0167	0.0158	0.0151
0.0261	0.0243	0.0225	0.0233	0.0221	0.0211
0.3190	0.3093	0.3004	0.3238	0.2938	0.2911
198,918	203,801	211,525	235,621	223,370	231,792
19,800	19,323	18,860	20,008	20,000	20,000
14,856	14,495	14,152	15,008	15,000	15,000
20,789	20,291	19,810	21,007	21,000	21,000
254,363	257,910	264,347	291,644	279,370	287,792