

VILLAGE OF WILMETTE, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2021

VILLAGE OF WILMETTE, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2021

Prepared by Department of Finance

Melinda Molloy, Finance Director/Village Treasurer

Erik Hallgren, Assistant Village Manager

VILLAGE OF WILMETTE, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village including: Letter of Transmittal, Principal Officials, Organizational Chart, and Certificate of Achievement for Excellence in Financial Reporting.

VILLAGE OF WILMETTE, ILLINOIS

Principal Officials

December 31, 2021

LEGISLATIVE

VILLAGE BOARD OF TRUSTEES

Senta Plunkett - President

Peter Barrow - Trustee

Kathy Dodd - Trustee

Gina Kennedy - Trustee

Kate Gjaja - Trustee

Justin Sheperd - Trustee

Daniel E. Sullivan, Jr. - Trustee

ADMINISTRATIVE

Michael Braiman, Village Manager

Erik Hallgren, Assistant Village Manager

Jeff Stein, Assistant Village Manager/Corporation Counsel

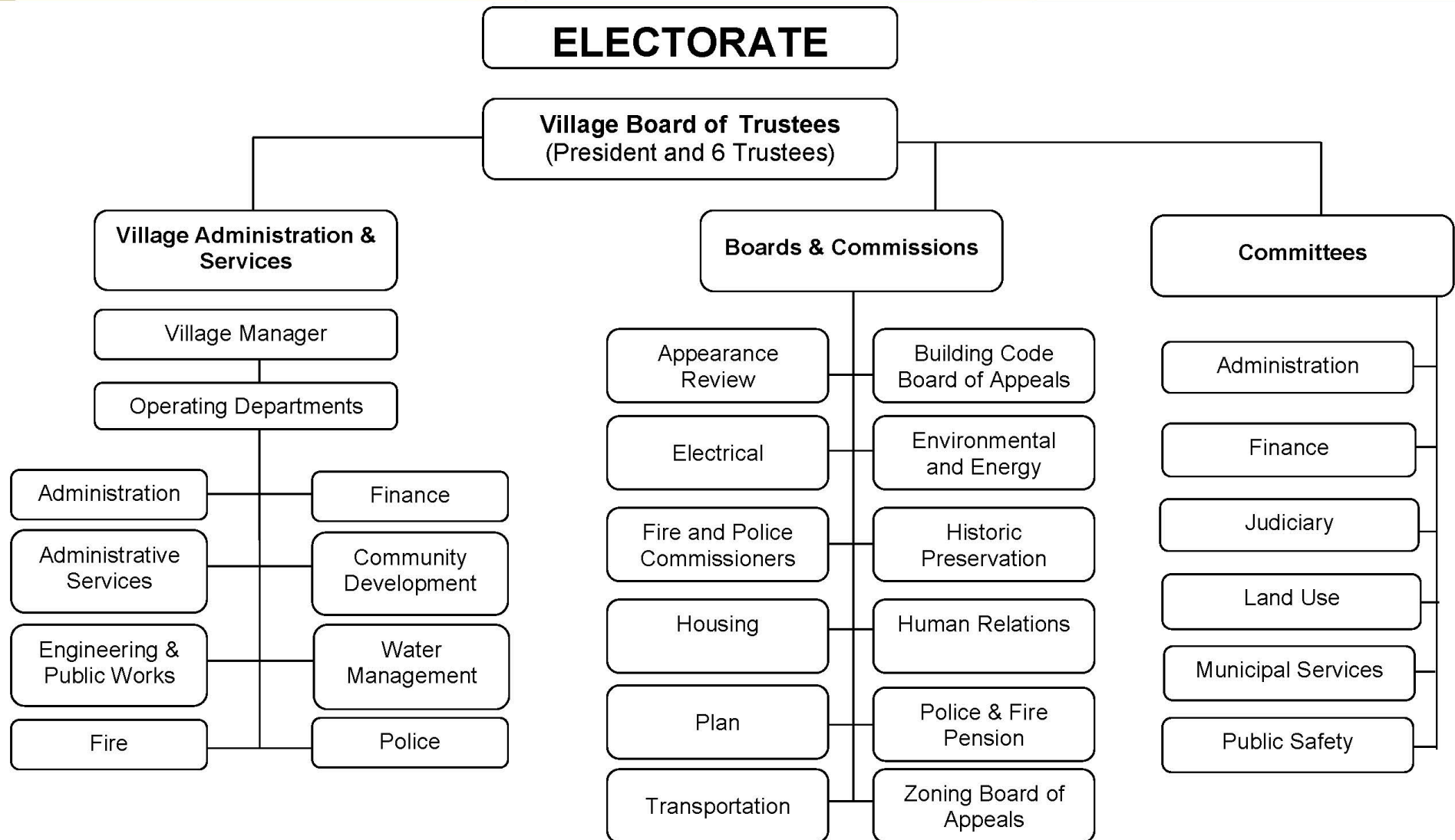
FINANCE DEPARTMENT

Melinda Molloy, Finance Director/Village Treasurer

Lynn M. Jarog, Assistant Finance Director



Village of Wilmette Organizational Structure





1200 Wilmette Avenue.
WILMETTE, ILLINOIS 60091-0040

(847) 251-2700
Fax (847) 853-7642
TDD (847) 853-7634

June 16, 2022

The Honorable Village President
Members of the Board of Trustees and Village Manager
and Citizens of the Village of Wilmette, Illinois

The Annual Comprehensive Financial Report for the Village of Wilmette, Illinois, (Village) for the year ended December 31, 2021 is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the Village issue an annual report on its financial position and activity presented in conformance with generally accepted accounting principles (GAAP), and that an independent firm of certified public accountants audit this report in accordance with generally accepted auditing standards. Although formally addressed to the elected officials and citizens of Wilmette, this financial report has numerous other users. Foremost among these other users are the bondholders of the Village, financial institutions, credit rating agencies, educational institutions, and other governmental entities.

The report consists of management's representations concerning the finances of the Village. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Village. The Village believes the information, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position of the Village and the results of its operations as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Village's financial affairs have been included. The auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the Village's financial statements for the fiscal year ended December 31, 2021, are fairly presented in conformity with GAAP.

The financial report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the Village's organizational chart and a list of principal officials. The financial section includes the Management's Discussion and Analysis, the auditor's report, the basic financial statements and the combining and individual fund financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multiyear basis.

The Reporting Entity and its Services

The Village of Wilmette, incorporated in 1872, is located approximately 19 miles from downtown Chicago in New Trier Township. It is one of eight Chicago suburban communities north of Chicago fronting on Lake Michigan and collectively referred to as the "North Shore." The Village operates under the council/manager form of government with a legislative body consisting of the Village President and Board of six Trustees, all elected on an at-large basis to overlapping four-year terms. The Village Manager is responsible for the day-to-day operation of the Village. The Village occupies a land area of 5.1 square miles and has a population of 28,170 per the 2020 census. The Village is a home rule municipality as defined by the Illinois constitution. Demographic information may be found in the statistical section of this report.

The Village provides a full range of governmental services, which include:

Police Protection	Fire Protection
Emergency Medical Services	Water Production and Distribution
Sewer Service	Street and Parkway Maintenance
Street Lighting	Refuse Disposal and Recycling
Forestry	Commuter and Retail Parking
Planning, Building and Zoning	Economic Development
Historical Museum	Cable TV Productions
Stormwater Management	

The reporting entity of the Village of Wilmette is comprised of all funds of the primary government (i.e. the Village of Wilmette as legally defined) and its pension trust funds: the Wilmette Police Pension Fund and Wilmette Firefighters' Pension Fund. These funds were determined to be pension trust funds due to their fiduciary and fiscal relationships with the Village as their sole purpose is to provide retirement benefits to the Village's sworn police officers and firefighters. There are no legally separate entities that qualify as component units of the Village.

Accounting System and Budgetary Control

The accounts of the Village are organized on the basis of funds, and the operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Revenues are allocated to and accounted for in individual funds based upon the purpose for which they are to be expended and the means by which spending activities are controlled. The accounting records for general governmental operations are maintained on the modified accrual basis, with revenues being recorded when available and measurable and expenditures being recorded when materials or services are received, and the liability incurred. Accounting records for the Village's enterprise funds, internal service funds, agency funds, and pension trust funds are maintained on the accrual basis of accounting.

Management of the Village is responsible for establishing and maintaining a system of internal accounting controls. This system should ensure that: (1) the assets of the Village are protected from loss, theft or misuse; and (2) adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

Additionally, there are budgetary controls in place to ensure compliance with legal provisions embodied in the annual budget ordinance approved by the Village Board of Trustees. Expenditures may not exceed budget amounts at the individual fund level. The Village also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Factors Affecting Financial Condition

COVID-19 Pandemic: The COVID-19 pandemic initially challenged the Village's finances. The shutdown of the regional economy due to the Governor's stay-at-home orders significantly impacted the Village's most economically sensitive revenues and created challenges for Village finances and the local economy. The Village was well-positioned to weather these economic impacts of the pandemic without a reduction in the core services to our residents and businesses. Additionally, the Village closely tracked the impact of the pandemic on its finances through detailed monthly reviews and forecasts. These reviews included multiple scenarios to track budgetary performance and provide timely information to enable a quick response to changing economic conditions.

Given the uncertain economic outlook, the Village budgeted a \$1.2 million reduction in economically sensitive revenues for 2021. Fortunately, revenues such as sales tax, real estate transfer tax, building permits, and income tax far exceeded expectations due to pent up consumer demand and have returned to, or in some cases exceeded, pre-pandemic levels. However, the pandemic's impact on long-term consumer behaviors, as well as on the State of Illinois' budget, are unknown and could impact major revenue sources moving forward. Additionally, the impact of current pandemic restrictions, as well as consumer hesitation as it relates to indoor dining and entertainment, remain as risks for the restaurant industry which has become a major sales tax generator in Wilmette.

Economic Outlook: The Village has long been known as one of the most prestigious residential areas in Chicagoland. Per the U.S. Census Bureau 5-year estimated survey, the median household income for the Village was \$161,765. This compares to approximately \$67,886 for Cook County and \$68,428 for the State of Illinois. Wilmette ranks as the wealthiest community in the State of Illinois among communities with populations over 25,000. Unemployment rates have typically been under both the state and national averages. The average annual rate for the Village in 2021 was 2.4%, which is below the State's average annual unemployment rate of 4.2%.

The local economy has sensitivity associated with the housing market. During the national economic downturn that started in 2009, the tax base for the Village shrank over 30% through 2016. The trend reversed in 2017 and has grown over 32% through 2021. After declining for several years, real estate transfer tax receipts have rebounded strongly due to pent up demand caused by the Pandemic and families relocating from Chicago to the suburbs. In 2021 regular real estate transfer tax receipts were up 50% from 2019. Home remodeling and associated permit activity also saw gains of 8% over the past two years.

While primarily a residential community, the Village has an established business base made up of eight business areas, highlighted by the downtown area known as Village Center, Plaza del Lago, and Edens Plaza. Edens Plaza, the Village's largest taxpayer, was entirely redeveloped in 1994-1995. In February 2018, Bon-Ton Stores, Inc., parent company of Carson's, the primary anchor store at Edens Plaza, announced it had filed for bankruptcy protection and ceased operations later that year at both Carson's Department Store and Carson's Furniture Gallery at the Plaza. Edens Plaza was then acquired by Newport Capital Partners and in 2018, the Village approved a special use for a pediatric care center run by North Shore University Health System and Advocate Health Care to accompany the other major retailers including Bed, Bath & Beyond, The Fresh Market grocery store and Walgreen's Pharmacy. In the first quarter of 2022, Edens Plaza was acquired by WS Development with plans to revitalize the retail center with a flagship Wayfair retail store at its core, filling the vacant 152,000 square foot building. In 2017, Retail Properties of America, an Oakbrook based investment firm, acquired the Plaza del Lago shopping center. In late 2019, Crow Holdings Capital purchasing West Lake Plaza, continuing to demonstrate that real estate investors see Wilmette as an attractive destination. In 2021, the Village began the redraft of the Village's Comprehensive Plan, which will help to guide the growth and development of the community.

Rising pension costs have become problematic throughout the nation. The Village is covered by three defined-benefit pension plans that cover all qualifying employees. These include two locally managed funds: the Police Pension Fund (covering sworn police officers) and the Firefighters Pension Fund (covering sworn members of the Fire Department); and one statewide fund: the Illinois Municipal Retirement Fund (IMRF), which covers all other qualified public employees. The benefits of all three of these pension plans are governed by state law and may only be amended through acts of the Illinois General Assembly. The Village continues to fund future benefit obligations based on conservative actuarial assumptions and methods designed to meet, if not exceed, state requirements. The combined net position for the two locally managed funds increased 11% to \$128.4 million during the year.

In December of 2019, Governor Pritzker signed into law, Public Act (P.A.) 101-0610, which mandates the consolidation of the assets of the state's more than 650 downstate and suburban public safety pension funds into two consolidated investment funds. Each local pension board will continue to manage benefit distribution and determinations, including pension disability awards. The law creates one investment fund for firefighters, the Firefighters' Pension Investment Fund, which will control an estimated \$6.3 billion in combined assets. The Wilmette Firefighters' Pension Fund completed its investment transition in January of 2022. It also creates one investment fund for police officers, the Police Officers' Pension Investment Fund, which will control an estimated \$8.7 billion in combined assets. The Wilmette Police Pension Fund has an investment transition date in June of 2022.

The Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pension Plans, was implemented in 2015. The statement has had a material impact on the Village's Government-wide financial statements. The primary objective of GASB 68 was to improve reporting by state and local governments for pensions. The statement establishes new standards for measuring and recognizing liabilities and expenditures, as well as, expanding note disclosures and other information about the Village's pensions.

State legislation is a continuing concern. The State of Illinois' budget problems, much of which is pension related, could trickle down to local agencies through legislative actions that could reduce municipal revenues or result in unfunded mandates.

Long-Term Financial Planning. The Village's budget process for all the operating funds includes cash flow projections that extend beyond the budget under consideration including capital budgets for the "spending down" of bond proceeds. The Village utilizes a Ten-Year Capital Improvements Program to address major capital and infrastructure improvements as well as new and replacement equipment in excess of \$10,000. The financing source for these items is projected in conjunction with the future expenditure. This information is used to ensure sufficient cash flow for a project that will be financed in the operating budget or to determine if additional debt will be necessary for a project that is to be included in the capital budget.

Major Initiatives

To address lagging capital investment from the recession era, the Village Board unanimously voted to increase the Home Rule Sales Tax from 0.25% to 1.00%, effective January 1, 2015 to provide a reliable, recurring revenue source dedicated to capital improvements. The majority of new revenues are earmarked for critical Village infrastructure programs, and critical police, fire and public works vehicles and equipment. During the course of 2016 the Village Board re-evaluated its infrastructure investment strategy and committed to steadily improving the condition of the Village's roadways in a fiscally responsible manner. To that end, the Village strives to consistently fund the annual road improvement program through an incremental increase in the property tax and a three-cent increase in the local fuel tax, and a portion of home rule sales tax. It is anticipated that additional funding will be dedicated to the annual road program beginning in 2026 as existing debt is retired.

Development Initiatives

Village Center: In 2011 two properties were purchased by the Village toward redevelopment in the Village Center district. A Master Plan of the Village Center was completed which articulated the goal to re-sell these properties for development in line with this Plan. On November 13, 2015, the Village closed on the sale of one of the properties, 611 Green Bay Road, to M&R Development. Under the terms of the sale, the Village sold the property for \$3.1 million. M&R completed a five-story luxury apartment development, with retail and amenity spaces on the first floor. The development has approximately 75 residences which are fully leased and over 6,300 square feet of first floor commercial retail space, 3,000 of which is occupied by a restaurant. The remaining property the Village purchased was demolished in 2017 and will serve as public parking on a temporary basis. In 2019, Optima Development proposed a mixed-use building at the corner of Green Bay Road and Central Avenue and was approved by the Village Board in 2020. Demolition and construction began in Fall 2021, the development consists of just over 100 rental dwelling units and approximately 6,000 square feet of ground floor retail and restaurant space.

The Village continues to invest dollars to improve the Village Center. The Central Avenue Reconstruction project was completed in 2021. This project updated and enhanced the central business district with new street lighting, sidewalks, roadways, benches, plantings, and other amenities that have created a vibrant community gathering spaces, showcasing the Village's local businesses, and offering enhanced outdoor dining areas.

Capital Improvements: After the great recession, capital spending was reduced for several years. Grants and the spending down of existing bond proceeds provided nearly all of the capital spending for governmental activities in 2011 and 2012. Starting in 2013, the Village began to methodically re-invest in its infrastructure. In 2013, there was a \$1 million issuance for the reconstruction of eight alleys. There were no new General Fund bond financed projects in 2015 or 2016. In 2017, nearly \$5 million in long deferred facility repairs were initiated, including reconstruction of the public works yard, roof replacement at Village Hall, and generator replacement at various Village facilities. In 2021, the Village invested in technology projects including the council chamber A/V equipment upgrades and upgrading of the Village's E-911 system. In 2022, the Village is continuing its investment in public facilities including roof replacements flooring and carpeting upgrades, window upgrades, and mechanical system updates. Each year as part of the Capital Improvement Program, the Village evaluates necessary capital investment and analyzes available funding sources including the issuance of bonds.

Street Resurfacing Program: In 2021, the Village allocated nearly \$2.4 million to rehabilitate 2.8 miles of streets throughout the community. Additional funds were allocated for maintenance programs such as alley reconstruction, alley repair, brick street renovation, sidewalk and curb repairs, pavement patching and crack sealing. These improvements are funded from shared motor fuel tax, dedicated operating revenues in the General Fund (property tax, vehicle license revenues, home rule sales tax, a local fuel tax and a pavement degradation fee) as well as grants. During the course of 2019, the Village Board studied the condition and funding of the Village's roadway system and committed to consistent funding levels for the Village's roadways with the intent of allocating additional funds in 2026 after debt service is retired. Staff is conducting a pavement condition analysis in 2022 that will help to set annual investment requirements.

Equipment Replacements and Upgrades: Several equipment purchases were made in 2021 including: cardiac monitors, a large dump truck, and hybrid police squad cars.

Sewer Improvements: In July of 2013, the Village Board determined to embark on an aggressive \$24 million sewer improvement program. Over \$8.4 million worth of work was completed in 2014 and an additional \$13 million by the end of 2015. The program was completed in 2016 and is fully operational. The improvements were funded by bond issues, the first of which occurred in October 2013 and the second in November of 2014. In 2013, the Village Board approved an Ordinance increasing the sewer rate by forty cents in 2014 and by forty cents in 2015 to pay the debt service associated with this program. In 2018 and 2019, the Village continued consideration of improvements to the Village's storm water system west of Ridge Road and elected to move forward with the Neighborhood Storage Improvement Project to reduce the frequency and duration of street flooding. Phase 1A construction of new storm sewers in the right-of-way began in Fall 2019 and was completed in 2020. Phase 1 construction was initiated in 2020 and constructed an underground reservoir at Community Playfield with storm sewer work being completed in 2021. In 2021, the Village began the construction of underground reservoirs and storm sewer work at Hibbard Park and plans to complete similar work at Thornwood Park starting in 2022. Overall, the project is expected to cost approximately \$64 million dollars that will be funded initially by debt service. The annual debt service for these storm system improvements will be funded by a Stormwater Utility Fee, which was approved by the Village Board and was effective January 1, 2020.

Water Improvements: In 2014, the Villages of Wilmette and Glenview agreed to extend the wholesale water contract for 30 years (from 2020 to 2050). As part of the extension, Glenview began purchasing Wilmette water in 2020 to supply North Maine Utilities. This addition began in June 2020 and increased Wilmette's wholesale delivery by approximately 20% over the same timeframe in 2019, without requiring any improvements to the Wilmette Water Plant or distribution system. Based upon 2021 performance, North Maine provides annual additional net wholesale revenue of approximately \$1.4 million. In 2016 the Village added two new wholesale water customers: the Village of Golf, which is supplied through Glenview, and the Village of Kenilworth. In 2017 the Village initiated a multi-year electrical improvement project at the Water Plant to ensure the safe and reliable delivery of drinking water. The \$8.8 million project funded through Illinois Environmental Protection Agency low interest loans was completed in 2020 and included two new back-up generators to ensure redundancy in the event of a power failure. Additional projects at the Water Plant, at a projected cost of \$20 million, will require debt issuances between 2022 - 2026. These projects include treatment process improvements and replacement of a water intake in Lake Michigan. For water distribution the Illinois General Assembly passed a new law regarding lead service including an inventory of all lead lines in the Village by 2024 and the eventually replacement of all lead lines by 2042; this is an estimated cost of \$60 million.

Independent Audit

Illinois Municipal Auditing Law requires an annual audit of the Village by independent certified public accountants selected by the Village Board of Trustees. This audit requirement has been complied with, and the Board selected the accounting firm of Lauterbach and Amen, LLP. The auditors' report on the basic financial statements, the combining and individual fund schedules as well as the information listed as supplemental is included in the financial section of this report.

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its annual comprehensive financial report for the year ended December 31, 2020. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, the Village published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine its eligibility for another certificate.

The Village has historically been awarded the Distinguished Budget Presentation Award by the GFOA. In order to receive the Distinguished Budget Presentation Award the document must meet specific criteria as an operations guide, a policy document, a financial plan and a communications device. This award is also valid for a one-year period. The fiscal year 2021 Budget will be submitted to the GFOA to determine its eligibility for award.

Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Department. I would also like to thank the President and Trustees of the Village Board and Village Manager, Michael Braiman, for their support in planning and conducting the financial operations of the Village in a responsible and progressive manner. Finally, I would like to express my appreciation to the firm of Lauterbach and Amen, LLP for their professionalism and expertise in their assistance in the preparation of this report.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Melinda Molloy".

Melinda Molloy
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Wilmette
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morrell

Executive Director/CEO

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

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



INDEPENDENT AUDITORS' REPORT

June 16, 2022

The Honorable Village President
Members of the Board of Trustees and Village Manager
Village of Wilmette, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Wilmette, Illinois, as of and for the year ended December 31, 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.

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 Wilmette, Illinois, as of December 31, 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.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF WILMETTE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

This section of the Village of Wilmette's (the "Village") Annual Comprehensive Financial Report (ACFR) presents Management's Discussion and Analysis (MD&A) of the Village's financial activities during the fiscal year ended December 31, 2021. It is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the Transmittal Letter and the Village's financial statements. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

- The Village's total net position was \$69,498 thousand, an increase of \$17,105 thousand (33%) from the prior fiscal year. The governmental net position increased by \$13,281 thousand (107%). The business-type net position increased by \$3,824 thousand (6%).
- Village-wide revenues were \$66,256 thousand, of which \$48,140 thousand were generated by governmental activities and \$18,116 thousand were generated by business-type activities.
- Village-wide expenses were \$49,151 thousand, of which \$35,909 thousand were incurred by governmental activities and \$13,242 thousand were incurred by business-type activities.
- Governmental Fund balances increased \$3,836 thousand to \$26,160 thousand. Of this amount \$16,771 thousand (64%) was unassigned fund balance available for spending at the Village's discretion.
- Governmental Fund revenues were \$48,141 thousand, an increase of \$4,131 thousand from fiscal year 2020. Governmental Fund expenditures were \$48,696 thousand, an increase of \$3,985 thousand from fiscal year 2020.
- Enterprise Fund net position increased \$3,824 thousand to \$68,655 thousand. Of this amount \$5,450 thousand (8%) was unrestricted net position available for spending at the Village's discretion.
- Enterprise Fund operating revenues were \$18,054 thousand, an increase of \$1,491 thousand from the prior fiscal year. Enterprise Fund operating expenses were \$10,312 thousand, an increase of \$545 thousand from the prior fiscal year.

OVERVIEW OF THE ANNUAL REPORT

The MD&A is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements are comprised of three components: 1) the government-wide financial statements, 2) the fund financial statements, and 3) the notes to the financial statements. The Village is not accountable for any outside organizations and therefore, no adjustments were made to blend financial information from other legally separate entities into this report. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The Government-Wide Financial Statements are designed to emulate the private sector in that all governmental and business-type activities are consolidated into columns that total the Village as a whole. Such a presentation allows for a broad overview of the Village's finances. The Governmental Activities reflect the Village's basic services, including public safety (police and fire), streets and sanitation, other public works, public health, community development and general government. Property taxes, shared State sales taxes, home-rule sales taxes, local utility taxes, shared State income taxes, and local real estate transfer taxes finance the majority of these activities. The Business-Type Activities reflect private sector-type operations (Water Fund, Sewer Fund and Parking Meter Fund), where the fee for service typically covers all or most of the cost of operation, including depreciation. Fiduciary activities, such as employee pension plans, are not available to fund Village programs and therefore are not included in the government-wide statements.

The Village's annual report includes two government-wide financial statements. These statements provide long-term information about the Village's overall financial status. Financial reporting at this level uses accounting similar to full accrual accounting used in the private sector. Inter-fund activity is eliminated and the cost of assets with long service life is spread out over future years so that capital expenditures are amortized (through depreciation) when benefits are realized.

Historically, a government's largest group of assets (infrastructure - roads, bridges, storm sewers, etc.) have neither been reported nor depreciated in the governmental financial statements. GASB Statement No. 34 requires that these assets be valued and reported within the Governmental column of the Government-Wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally-established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has chosen to depreciate assets over their useful life. If a road project is considered a recurring cost that does not extend the road's original life or expand its capacity, the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

The first government-wide statement is the Statement of Net Position. This statement presents information about all of the Village's assets/deferred outflows and liabilities/deferred inflows, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the Village is improving or deteriorating. Additionally, one would need to evaluate non-financial factors, such as the condition of the Village's infrastructure, the satisfaction of the residents and other information beyond the scope of this report to make a more complete assessment of the overall health of the Village.

The second government-wide statement is the Statement of Activities. This statement presents information about all of the Village's revenues and expenses, also on the full accrual basis, with the emphasis on measuring net revenue or expense of each of the Village's activities. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or subsidy to various business-type activities. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless to 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). The Statement of Activities explains in detail the change in net position for the year.

Fund Financial Statements

The fund financial statements report the Village's operations in more detail than the government-wide statement and focus primarily on the short-term activities of the Village's General Fund and other major funds. The fund financial statements measure only current revenues and expenditures, current assets, liabilities and fund balances; they exclude capital assets, long-term debt and other long-term amounts. 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 fund financial statements allows the demonstration of sources and uses and/or budgeting compliance associated therewith. Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. The governmental funds presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. The focus of governmental funds is narrower than that of the government-wide financial statements. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate the comparison between governmental funds and governmental activities. The governmental funds total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected. The flow of current financial resources reflects bond proceeds and interfund transfers as other financing sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation eliminates these transactions and incorporates the capital assets and long-term obligations (bond and others) into the governmental activities' column (in the government-wide statements).

The Village maintains five 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 Debt Service Fund and Capital Projects Fund, which are considered to be major funds. The financial data from nonmajor funds are combined into a single aggregated presentation. The Village's Motor Fuel Tax Fund and Fire Insurance Tax Fund are the non-major governmental funds.

Proprietary Funds. The Village maintains two different types of proprietary funds. **Enterprise Funds** are used to report the same functions presented in business-type activities in the government-wide financial statements. **Internal Service Funds** are an accounting device used to accumulate and allocate costs internally among the Village's various functions. The Village uses internal service funds to account for vehicle repair and maintenance and to account for employee fringe benefit expenses (e.g. employer expense for health insurance and pension plan contributions). As Internal Service Funds serve governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary Fund Financial Statements provide the same type of information as the Government-Wide Financial Statements, only in more detail. The Water and Sewer Funds are considered to be major funds of the Village and are presented in separate columns in the Fund Financial Statements. Currently, the Parking Meter Fund is the only non-major enterprise fund. The Internal Service Funds are combined in a single, aggregate presentation in the Proprietary Fund Financial Statements. Individual fund data for non-major enterprise and internal service funds are presented elsewhere in this report.

Fiduciary Funds. Fiduciary Funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because these assets are restricted in purpose and do not represent discretionary assets of the government. The Village's fiduciary funds are pension trusts for the Police Pension Fund and the Firefighters Pension fund.

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 including budgetary basis schedules (with reconciliations to GAAP basis information) and the Village's progress in funding its obligation to provide pension and retirement benefits to its employees.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Statement of Net Position

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, Table 1 shows total assets/deferred outflows exceed liabilities/deferred inflows by \$69,498 thousand as of December 31, 2021. The overall net position increased \$17,105 thousand, or 33%, from \$52,393 thousand in FY 2020. The following table reflects the condensed Statement of Net Position. For more detailed information see the Statement of Net Position.

Table 1: Statement of Net Position (in thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Assets						
Current / Other Assets	\$ 62,806	48,845	23,765	18,725	86,571	67,570
Capital Assets	52,775	50,824	145,311	131,454	198,086	182,278
Total Assets	115,581	99,669	169,076	150,179	284,657	249,848
Deferred Outflows	4,799	4,362	97	109	4,896	4,471
Total Assets/Deferred Outflows	120,380	104,031	169,173	150,288	289,553	254,319
Liabilities						
Current Liabilities	10,334	8,142	8,165	10,091	18,499	18,233
Non-Current Liabilities	65,827	71,477	92,242	75,267	158,069	146,744
Total Liabilities	76,161	79,619	100,407	85,358	176,568	164,977
Deferred Inflows	43,376	36,850	111	99	43,487	36,949
Total Liabilities/Deferred Inflows	119,537	116,469	100,518	85,457	220,055	201,926
Net Position						
Net Investment in Capital Assets	30,665	28,713	63,205	57,055	93,870	85,768
Restricted	2,115	2,051	—	—	2,115	2,051
Unrestricted (Deficit)	(31,937)	(43,202)	5,450	7,776	(26,487)	(35,426)
Total Net Position	843	(12,438)	68,655	64,831	69,498	52,393

Current assets within the governmental activities increased \$13,961 thousand primarily due to the recognition of a net position asset with IMRF and an increase in cash and investments. Both items are market sensitive and fluctuate year to year.

Current assets within the business-type activities increased \$5,040 thousand due to the increase in cash tied to bond proceeds from the issuance accomplished during the year.

Total liabilities for governmental activities decreased \$3,458 thousand from the prior fiscal year mainly due to the decrease in net pension liabilities from \$43,936 thousand to \$38,099 thousand and the pay down of long-term debt.

Total liabilities for business-type activities increased \$15,049 thousand from the prior fiscal year mainly due to the increase in long-term debt for the Neighborhood Stormwater Project.

The largest portion of the Village's net position, \$93,870 thousand, is its investment in capital assets (e.g. land, construction in progress, buildings, improvements other than buildings, water system improvements, sewer system improvements, storm water pump stations, motor equipment, office furniture and equipment, other equipment, machinery, equipment, and vehicles, parking facilities/improvements), less any related debt outstanding that was used to acquire those assets. The Village uses these capital assets to provide services to citizens and thus these assets are not available for future spending. Although the Village's investment in its capital assets is shown 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.

The restricted portion of the Village's net position, \$2,115 thousand, represents resources held for specific purposes. A large portion is for the Motor Fuel Tax Fund that is restricted for roadway improvements, a portion is for the Fire Insurance Tax Fund, a portion is for seized and forfeited assets resulting from Police actions and a small portion for future debt payments and remaining bond proceeds.

The unrestricted portion of the Village's net position may be used to meet the Village's ongoing obligations to citizens and creditors. Due to the implementation of GASB 68 and the recording of net pension liability and related deferred items and the implementation of GASB 75 and the recording of total OPEB liability and related deferred items, the unrestricted net position was \$(26,487) thousand.

Statement of Activities

As noted before, the Statement of Activities presents information showing how the Village's net position changed during the most recent fiscal year. Table 2 provides details of changes in net position for both 2021 and 2020 broken out by governmental activities and business-type activities. The net position of the Village's governmental activities increased to \$843 thousand in 2021 compared to \$(12,438) thousand in 2020. The net position of business-type activities increased by \$3,824 thousand to \$68,655 thousand in 2021.

Table 2: Statement of Activities (in thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues						
Charges for Services	\$ 8,290	7,523	18,054	16,563	26,344	24,086
Grants / Contributions	2,093	2,210	—	—	2,093	2,210
General Revenues						
Property Taxes	19,822	19,150	—	—	19,822	19,150
Sales Taxes	5,928	4,457	—	—	5,928	4,457
Income Taxes	4,447	3,719	—	—	4,447	3,719
Utility Taxes	1,738	1,809	—	—	1,738	1,809
Other Taxes	3,558	2,838	—	—	3,558	2,838
Other General Revenues	2,264	2,315	62	85	2,326	2,400
Total Revenues	48,140	44,021	18,116	16,648	66,256	60,669
Expenses						
General Government	1,492	3,127	—	—	1,492	3,127
Public Safety	19,651	20,027	—	—	19,651	20,027
Streets and Sanitation	9,549	9,002	—	—	9,549	9,002
Other Public Works	2,311	2,123	—	—	2,311	2,123
Public Health	46	45	—	—	46	45
Community Development	2,190	1,841	—	—	2,190	1,841
Interest	670	954	—	—	670	954
Water	—	—	7,051	6,803	7,051	6,803
Sewer	—	—	5,763	4,989	5,763	4,989
Parking	—	—	428	389	428	389
Total Expenses	35,909	37,119	13,242	12,181	49,151	49,300
Change in Net Position						
Before Transfers	12,231	6,902	4,874	4,467	17,105	11,369
Transfers	1,050	1,050	(1,050)	(1,050)	—	—
Change in Net Position	13,281	7,952	3,824	3,417	17,105	11,369
Net Position January 1	(12,438)	(20,390)	64,831	61,414	52,393	41,024
Net Position December 31	843	(12,438)	68,655	64,831	69,498	52,393

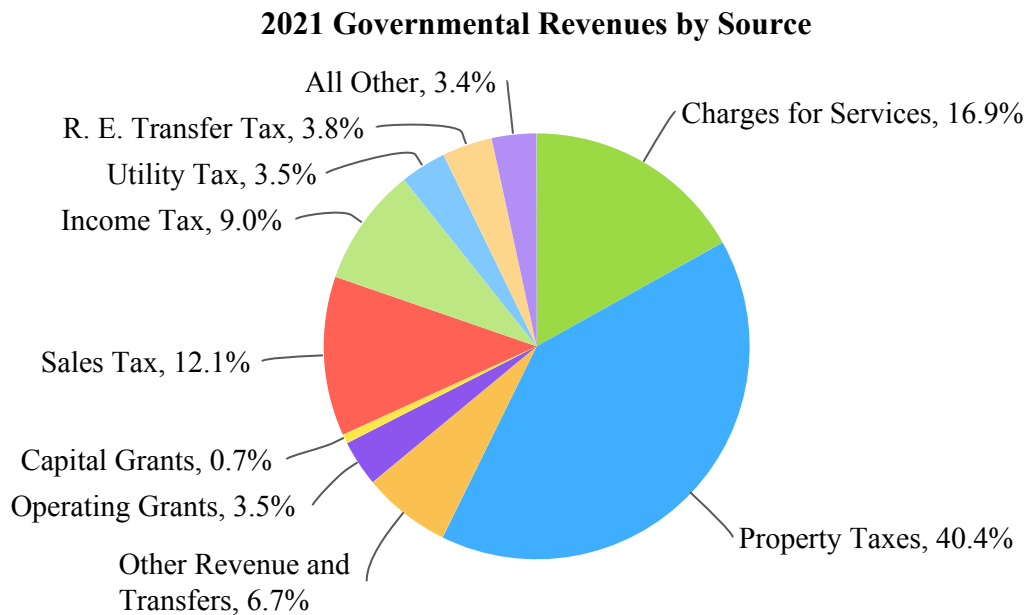
Governmental Activities - Revenues

Total governmental activities revenues amounted to \$48,140 thousand for 2021, an increase of \$4,119 thousand or 9% over 2020.

Program revenues in aggregate were up \$650 thousand when comparing 2021 to 2020. Program revenues from grants and contributions decreased \$117 thousand. Revenues received from governmental service charges increased \$767 thousand, or 10%, from 2020. The increase was mainly due to vehicle license, permit and ambulance transportation revenue.

General revenues in aggregate were up \$3,469 thousand from 2020. General revenues from property taxes increased \$672 thousand or 4% in 2021. The growth in property tax revenues was expected as the Village's 2020 tax levy included a 3.97% increase. General revenues from all other taxes and revenues increased \$2,797 thousand or 18%, in 2021. Decreases in utility taxes and other general revenues were offset by increases in sales taxes, income taxes, and other taxes to result in this overall increase.

The following graph depicts the major governmental revenue sources of the Village. The composition of the Village's 2021 governmental activities revenues is similar to the prior year. The graph highlights the importance of property taxes to fund governmental activities.



Governmental Activities - Expense

Total governmental activities expenses amounted to \$35,909 thousand for 2021, a decrease of \$1,210 thousand or 3% from 2020.

General Government expenses decreased \$1,635 thousand or 52% from 2020.

Public Safety expenses decreased \$376 thousand or 2% from 2020.

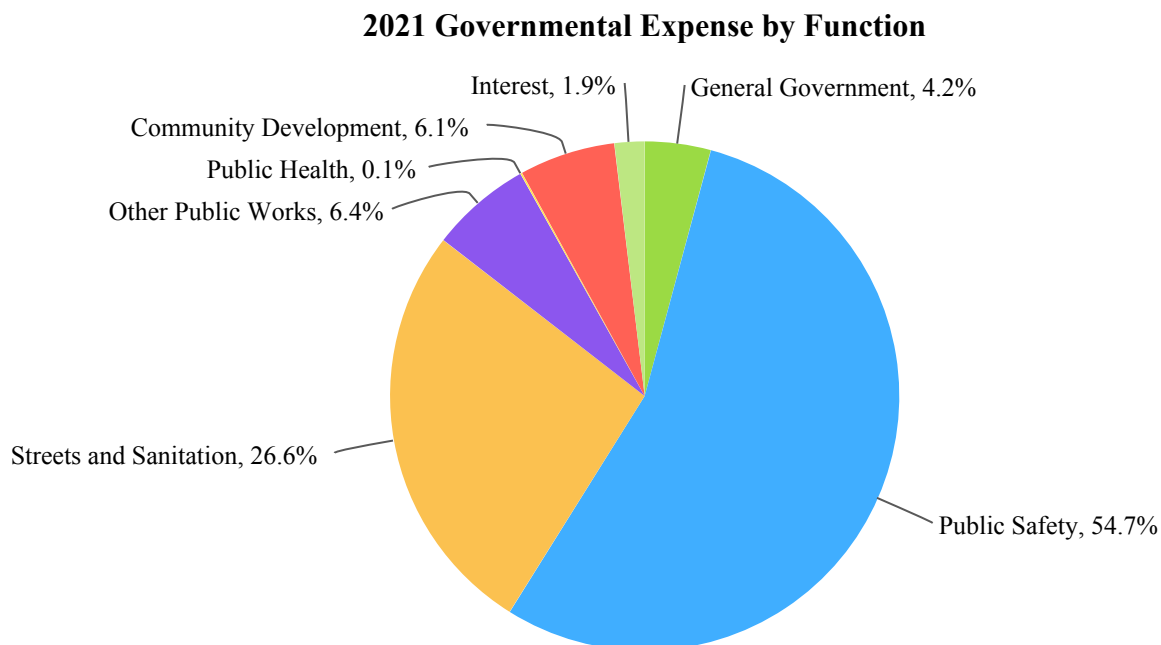
Streets and Sanitation expenses increased \$547 thousand or 6% from 2020.

Other Public Works expenses increased \$188K or 9% from 2020.

Public Health expenses increased \$1K or 2% from 2020.

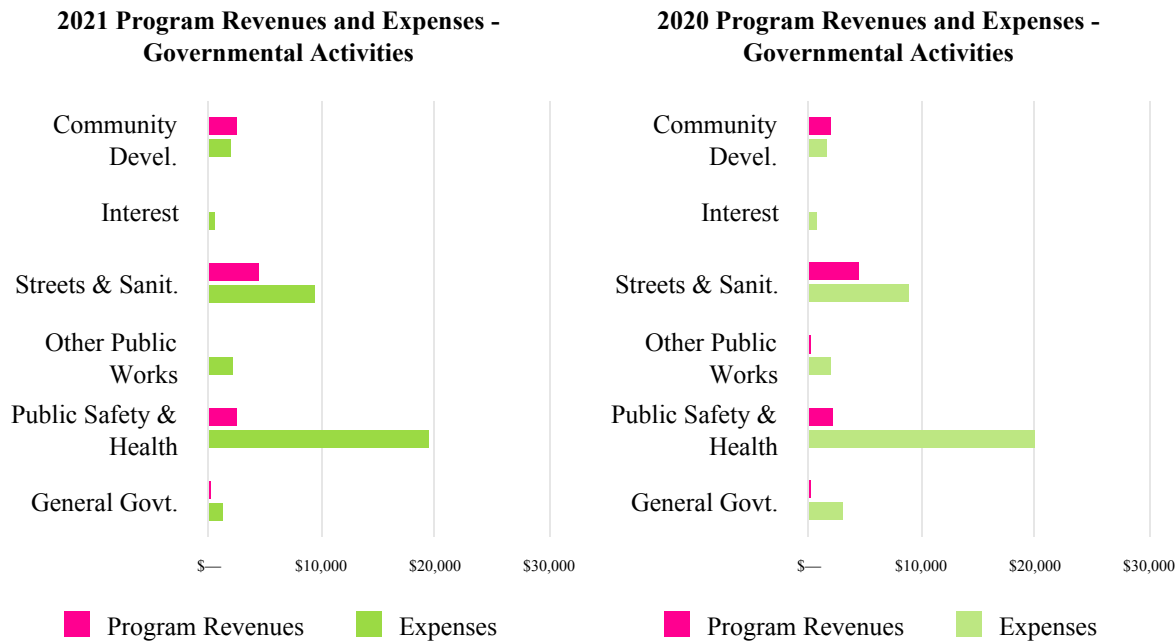
Community Development expenses increased \$349 thousand or 19% from 2020.

The following graph depicts the major governmental expense by function of the Village. The composition of the Village's 2021 governmental activities expenses is similar to 2020. The graph highlights the importance of public safety and street & sanitation services provided to Village residents.



Governmental Activities - By Program

The next two graphs provide a visual of how governmental revenues and expenses match up for each of the years 2021 and 2020. For governmental activities, program revenues covered approximately 29% of expenses in 2021. This is up from 2020 which was approximately 26%. Community Development revenues were sufficient to match the related program expenses. All of the other programs categories are substantially subsidized by general revenues-consistent with prior years.



Business-Type Activities

As noted previously, the business-type activities reflect private sector-type operations, where the fee for service typically covers all or most of the cost of operation, including depreciation. For the Village that applies to the Water Fund, and Sewer Fund but not the Parking Meter Fund.

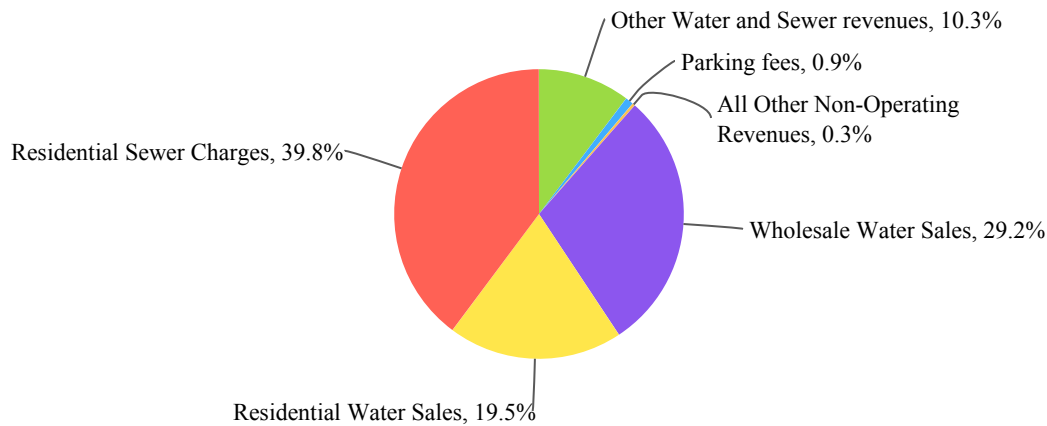
Business-Type Activities - Revenues

Total business-type activities revenues amounted to \$18,116 thousand for 2021, an increase of \$1,468 thousand or 9% compared to 2020.

Program revenues are nearly all from service charges related to the sales of water, sewer, and stormwater charges. A small percentage is from parking related revenues. These service charges increased by \$1,491 thousand or 9% from 2020. The increase was the result of an increase in water consumption from existing customers, the impact of a full year of a wholesale customer that began in June of 2020, and the increase of the stormwater fee.

The following graph depicts the major business-type revenue sources of the Village. The composition of the Village's 2021 business-type activities revenues is similar to 2020.

2021 Business-Type Revenues



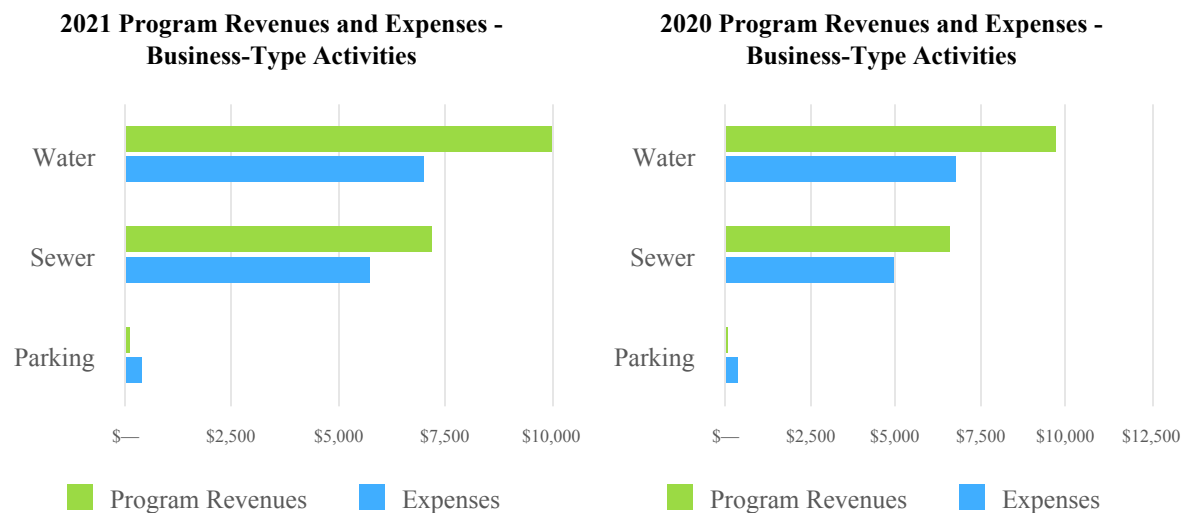
Business Type Activities - Expenses

Total business-type activities expenses amounted to \$13,242 thousand for 2021, an increase of \$1,061 thousand or 9% from 2020.

Expenses for the Water Fund were up \$248 thousand or 4% compared to 2020. The increase is mainly due to additional OPEB and various operating costs. The Sewer Fund expenses were up \$774 thousand or 16% from 2020 mainly due to interest expenses related to the issuance of debt for the Neighborhood Stormwater Project. The Parking Fund expenses were up \$39 thousand or 10% due to increased operating expenses for the Central Business District and CTA Station related to snow plowing.

Business Type Activities - Programs

The next two graphs provide a visual of how business-type revenues and expenses match up for each of the years 2021 and 2020. As expected, program revenues exceed expenses in the Water and Sewer Funds. The Parking Meter Fund generally operates very close to “break-even” but revenues were adversely impacted by a steep drop off in public transportation usage related to the COVID-19 pandemic.



FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

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

Governmental Funds

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 fund balances of \$26,160 thousand, which is \$3,836 thousand, or 17%, higher than last year's total of \$22,324 thousand. Approximately 64% of the fund balance, \$16,771 thousand, is unassigned fund balance.

General Fund

The General Fund is the primary operating fund of the Village. At year-end, unassigned fund balance was \$16,812 thousand, which was 71% of the total fund balance of the fund. As a measure of the General Fund's liquidity, it is useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents approximately 40% of total General Fund expenditures. The total fund balance in the fund increased by \$2,990 thousand, or 14%.

Other Major Funds

The Village's other major governmental funds include the Debt Service Fund and the Capital Projects Fund. The Debt Service Fund is used to account for the periodic payment of principal and interest on general long-term debt. This fund had a deficit fund balance at year-end of \$42 thousand, which is a decrease from last year of \$59 thousand. Due to the COVID-19 pandemic, the County delayed tax bills as well as postponed delinquent tax sales which adversely impact the Debt Service Fund property tax collections. The Capital Projects Fund accounts for financial resources used for the acquisition or construction of major capital facilities. This fund had a fund balance of \$888 thousand as not all proceeds had been spent at year-end.

Non-Major Funds

The Motor Fuel Tax Fund and the Fire Insurance Tax are the non-major governmental funds. The Motor Fuel Tax Fund accounts for roadway capital projects authorized by the Illinois Department of Transportation. Revenue is provided by the Village's share of the State gasoline tax. The fund balance at year-end was \$1,042 thousand, which was an increase of \$44 thousand, or 4% from last year. The increase is mainly attributable to an increase in a portion of the fee as well as increased consumption. The Fire Insurance Tax Fund had an ending fund balance of \$580 thousand, which was a decrease of \$27 thousand, or 4% from last year.

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 Water Fund and the Sewer Fund as major proprietary funds. These two funds are enterprise funds. The Village has one non-major proprietary fund, the Parking Meter Fund, which is also an enterprise fund.

The Village's wholesale water rate is set by contract and is recalculated every other year. The residential water and sewer rates are determined by the Village Board of Trustees. The commuter parking rates are also set by the Village Trustees in conjunction with the Union Pacific railroad and the Chicago Transit Authority (CTA). If activity volumes were similar from year to year, the expectation would be that revenue would grow in line with rate changes.

The rates in effect for 2021 and 2020 were as follows:

	2021	2020	% Change
Wholesale Water Rate	\$ 1.398/ccf	1.398/ccf	5.0%
Residential Water Rate	2.75/ccf	2.75/ccf	—%
Residential Sewer Rate	4.40/ccf	4.40/ccf	3.8%
Stormwater - Impervious Surface Rate	125.00/ERU	104.00/ERU	New
Stormwater - Property Fixed Rate	50.00 per quarter	40.00 per quarter	New
METRA Commuter Parking Rates	2.60 per day	2.60 per day	4.0%
CTA Commuter Parking Rates	4.00 per day	4.00 per day	—%

The Water Fund reflects all revenue and expense related to supplying water to the residents of Wilmette as well as to the Villages of Glenview, Kenilworth and Golf to the Illinois American Water Company, and North Main Utilities. The intent of the Fund is that it not only be self-supporting but also achieve a surplus to help support general operations and services of the Village. The Fund experienced an income gain before transfers of \$3,666 thousand, which was \$631 thousand more than last year. The unrestricted net position increased to \$4,950 thousand. A full year of a North Main Utilities, a wholesale customer new to the Village as of June 2020, as well as increased overall consumption was sufficient to allow for \$1,050 thousand transfer to the General Fund.

The Sewer Fund reflects all the revenue and expense related to supplying sewer services to the residents of Wilmette. The intent of the Fund is that it is self-supporting. The Fund experienced an increase of \$1,482 thousand in net position to \$37,344 thousand.

The Parking Meter Fund captures all the revenue and expense related to the Village Center lots, the CTA station lots, and the Burmeister lots. The intent of the Fund is that it is self-supporting. The Fund experienced a decrease of \$273 thousand net position to \$3,806 thousand. The decrease resulted from revenue declines associated with more people working remotely and no travel related to the COVID-19 pandemic.

The Internal Service Funds are combined in a single, aggregate presentation in the Proprietary Fund Financial Statements and reflect the goods and services provided by an activity to other departments on a cost-reimbursement basis. The Village has five internal service funds, the Municipal Garage Fund, the Employee Insurance Fund, the Workers' Compensation Fund the Section 105 sick leave Fund, and the Illinois Municipal Retirement Fund.

General Fund Budgetary Highlights

The Village adopts an annual appropriation ordinance for all of its funds. No supplemental appropriation ordinance was adopted for the 2021 Budget.

Table 3: General Fund Budgetary Highlights

	Original and Final Budget	Actual GAAP Basis
Revenues	\$ 32,238,983	42,735,467
Expenditures	35,923,567	41,679,263
Excess (Deficiency) of Revenues over Expenditures	(3,684,584)	1,056,204
Other Financing Sources (Uses)		
Transfers in	1,340,000	1,933,938
Transfers out	(20,000)	—
Net Changes in Fund Balance	(2,364,584)	2,990,142

The principal goal in setting the 2021 budget was to maintain service levels and keep fund operating reserves stable. Of note, the General Fund Budget does not include the public safety pension funds' property tax levy, it is part of each of the public safety funds' budget. The total property tax levy for public safety pension funds' is \$5,581 thousand that is reflected in both the revenues and expenditures of the General Fund for GAAP purposes. Given the uncertain economic outlook, the Village budgeted \$1.2 million reduction in economically sensitive revenues for 2021. Fortunately, revenues far exceeded expectations due to pent up consumer demand, improvement employment and stock market performance and have returned to, or in some cases exceeded, pre-pandemic levels. The result was actual revenue performance \$10,496 thousand above the budget. The Village saw significant performance in the following market driven revenues above budget projections; income and PPRT taxes (\$1,318 thousand), sales taxes (\$1,659 thousand), permit and fees (\$827 thousand), and real estate transfer tax (\$790 thousand). Additionally, ambulance transport collections were up \$286 thousand; and investment earnings from the IRMA excess surplus reserve, which are not budgeted, were \$695 thousand of the positive variance. Spending tracked in line with the budget in almost all categories. Because of the positive revenue performance, the Village Board reduced the planned transfer from the Water Fund to the General Fund from \$1,340 thousand to \$1,050 thousand. After the issuance of the 2021 bonds in the later part of the year, the capital projects fund transferred \$884 thousand to the General Fund to reimburse for prior expenditures.

CAPITAL ASSETS

The Village's capital assets for its Government and Business-Type Activities at December 31, 2021 total \$198,086 thousand. This includes land, construction in progress, buildings, improvements other than buildings, motor equipment, office furniture and equipment, and other equipment. This amount represents an increase of \$15,808 thousand (reflecting additions, disposals and depreciation). Detailed information regarding the change in capital assets for Government and Business-Type Activities is included in the Note 3 to the Financial Statements.

The Governmental Activities net investment in capital assets increased from last year by \$1,952 thousand. The capital assets increased \$1,951 thousand netted with depreciation of \$4,381 thousand and debt repayment of \$3,318 thousand and a net decrease in unamortized bond premiums of \$32 thousand and a decrease in unexpended bond proceeds of \$3,856 thousand.

Business-Type Activities net investment in capital assets increased by \$6,150 thousand. Capital asset balances increased \$13,857 thousand and \$16,780 thousand of general obligation bonds debt repayment netted with additional IEPA loans payables and general obligation bonds of \$33,455 thousand.

DEBT OUTSTANDING

The Village has seven general obligation (G.O.) bond issues and eleven EPA loans outstanding. The following table summarizes the Village's long-term debt outstanding (excluding unamortized bond discount and loss on refunding and compensated absences).

Table 4: Bonded and Similar Indebtedness

	Outstanding at December 31, 2020	Issued 2021	Retired 2021	Outstanding at December 31, 2021
General Obligation Bonds	\$ 83,630	34,995	(20,085)	98,540
IEPA Loans	14,242	91	(660)	13,673
State Loans	150	—	(13)	137
Totals	<u>98,022</u>	<u>35,086</u>	<u>(20,758)</u>	<u>112,350</u>
Governmental Activities	20,675	3,505	(3,318)	20,862
Business-Type Activities	77,347	31,581	(17,440)	91,488
Totals	<u>98,022</u>	<u>35,086</u>	<u>(20,758)</u>	<u>112,350</u>

The debt retirements noted above were the required amounts per the amortization schedules for the debt issuances.

The Village, under its home rule authority, does not have a legal debt limit. The Village's Aaa bond rating was reaffirmed by Moody's Investors Service in 2021 citing the Village's strong socioeconomic profile, healthy financial position and operating flexibility, and moderate debt burden. The Village will continue to attempt to secure EPA loans due to their favorable terms and will also pursue grants whenever possible. Additional information of the Village's long-term debt can be found in the Note 3 to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The pandemic was a shock to the national, regional, state, and local economies in 2020. Given the uncertain economic outlook, the Village budgeted a \$1.2 million reduction in economically sensitive revenues for 2021. Fortunately, revenues such as sales tax, real estate transfer tax, building permits, and income tax have far exceeded expectations due to pent up consumer demand and have returned to, or in some cases surpassed, pre-pandemic levels.

- **Real Estate Transfer Tax** - After declining for several years, real estate transfer tax receipts have rebounded strongly due to pent up demand caused by the Pandemic and families relocating from Chicago to the suburbs. These tax receipts are impacted by volume of sales and home sale prices, both of which increased significantly. The 2022 budget is \$1.34 million.

- **Sales Tax and Home Rule Sales Tax** - Sales tax performance has rebounded strongly in 2021 after the impacts of COVID on local retailers in 2020. Sales tax performance has been aided in large part by the new State law which was effective January 1, 2021. The law ensures that the Village's 2% sales is applied and remitted to the Village for internet purchases made in Wilmette. The 2022 budget for sales tax is \$4.34 million and home rule sales tax is \$1.99 million.

- Income Tax - This revenue is distributed on a per capita basis and is highly dependent on the health of the economy and had been the one recurring revenue source that had not stagnated or declined prior to the Pandemic. The Village population grew to 28,170 per the 2020 census; this combined with projections from the Illinois Municipal League, the 2022 budget is \$3.4 million.

Ultimately, the pandemic's impact on long-term consumer behaviors, as well as on the State of Illinois' budget, are unknown and could impact major revenue sources moving forward. Additionally, the impact of current pandemic restrictions, as well as consumer hesitation as it relates to indoor dining and entertainment, remain as risks for the restaurant industry which has become a major sales tax generator in Wilmette. The Village Staff will closely monitor the impacts of the pandemic throughout the course of 2022 and provide regular financial updates to the Village Board to ensure we can quickly adapt to changes in the economic outlook. Recognizing that revenues are only one component to responsible budgeting, the Village has and will continue to closely monitor expenditures and proactively implement changes as appropriate.

In 2022, Wilmette will be celebrating its Sesquicentennial, marking its 150th anniversary. A community of this age requires significant ongoing investment in its infrastructure. The Village's 2022 overall expenditure budget is \$104,889,988 which represents an increase from the 2021 budget. Much of the increase is related to changes in major capital improvements projects related to stormwater management and water projects from 2021 and a \$2.27 million reserve drawdown in the General Fund to align the budget with the Village's General Fund Reserve Policy goals.

The reserve drawdown includes the following capital investment projects:

- | | |
|---|--------------------------------------|
| • \$500,000 - Public Safety Pension contribution | • \$135,000 - Vehicle Replacements |
| • \$500,000 - Additional Road Program work | • \$120,000 - Active Transportation |
| • \$214,000 - Other Infrastructure Investments | • \$108,000 - Streetlight Upgrades |
| • \$184,000 - Roof Replacement at Public Works | • \$80,000 - Other Building Upgrades |
| • \$174,000 - Flooring Upgrades at Village Facilities | • \$53,000 - Technology Updates |
| • \$150,000 - Oakmette Way alley improvements | • \$52,000 - Parking Lot Paving |

The Sewer Fund budget in 2022 is increasing by \$9.8 million compared to the 2021 budget. This increase is primarily attributable to the Neighborhood Storage Improvement stormwater project. 2022 includes funding for Phase 3 of the project at Thornwood Park. The 2022 budget includes a \$40 increase in the stormwater utility fee for an average household. This revenue provides funding to pay the debt service associated with the \$64 million Neighborhood Storage Project. The sewer rate is budgeted to remain flat at \$4.40 per 100 cubic feet. These revenues provide funding for debt service as well as the maintenance and operations of the Village's sewer system and sanitary and stormwater facilities.

The Water Fund budget in 2022 is increasing by \$1.8 million compared to the 2021 budget. This increase is primarily attributable to capital investment projects including \$900 thousand for a watermain replacement that is being constructed in conjunction with the Neighborhood Storage Project, and \$775 thousand for water plant improvements including the start of treatment process improvements and a water intake study. The budget also includes \$458 thousand for the start of the Lead Service Line Replacement Program. The lead service line replacement program as mandated by the State of Illinois has a projected total cost of \$60 million and the Village will be evaluating the program implementation in 2022. The 2022 budget does not include a water rate increase and currently no residential or wholesale water rate changes are projected through 2025, though the impact of the lead service line requirements is not factored into these projections.

Mindful of the impacts of these projects on taxpayers, the Village has carefully developed a long-term strategy to manage the implementation of these projects (the lead service line replacement is a new requirement which is being evaluated). Through maintenance of the Village's Aaa bond rating to keep borrowing costs low, and prudent capital planning, The Village is able to strategically layer in new debt service over time, or utilize one-time resources such as reserves and grants, to mitigate the financial impact. Continued adherence to long-term strategic thinking will help to ensure that these critical projects can be completed while limiting tax and fee increases as much as possible.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Melinda Molloy, Finance Director, Village of Wilmette, 1200 Wilmette Avenue, Wilmette, Illinois 60091.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements

- Fund Financial Statements

 - Governmental Funds

 - Proprietary Funds

 - Fiduciary Funds

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

VILLAGE OF WILMETTE, ILLINOIS

Statement of Net Position

December 31, 2021

See Following Page

VILLAGE OF WILMETTE, ILLINOIS

Statement of Net Position

December 31, 2021

ASSETS	Governmental Activities	Business-Type Activities	Totals
Current Assets			
Cash and Investments	\$ 23,595,230	11,133,904	34,729,134
Receivables - Net	21,263,443	3,132,371	24,395,814
Due from Other Governments	3,005,120	—	3,005,120
Internal Balances	917,503	(917,503)	—
Inventories/Prepays - Land Held for Resale	252,562	87,484	340,046
Deposits	2,492,829	—	2,492,829
Restricted Cash and Investments	902,309	10,328,742	11,231,051
Total Current Assets	52,428,996	23,764,998	76,193,994
Noncurrent Assets			
Capital Assets			
Nondepreciable Capital Assets	9,100,372	53,141,184	62,241,556
Depreciable Capital Assets	107,043,799	145,700,376	252,744,175
Depreciation	(63,369,588)	(53,530,200)	(116,899,788)
Total Noncurrent Assets	52,774,583	145,311,360	198,085,943
Other Assets			
Land Held for Resale	630,000	—	630,000
Net Pension Asset - IMRF	9,746,918	—	9,746,918
Total Noncurrent Assets	63,151,501	145,311,360	208,462,861
Total Assets	115,580,497	169,076,358	284,656,855
DEFERRED OUTFLOWS OF RESOURCES			
Loss on Refunding	716,985	—	716,985
Deferred Items - IMRF	1,062,065	—	1,062,065
Deferred Items - Police Pension	927,559	—	927,559
Deferred Items - Firefighters' Pension	1,686,408	—	1,686,408
Deferred Items - RBP	406,365	96,748	503,113
Total Deferred Outflows of Resources	4,799,382	96,748	4,896,130
Total Assets and Deferred Outflows of Resources	120,379,879	169,173,106	289,552,985

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

LIABILITIES	Governmental Activities	Business-Type Activities	Totals
Current Liabilities			
Accounts Payable	\$ 2,071,310	2,042,005	4,113,315
Accrued Wages and Benefits	442,083	9,844	451,927
Accrued Interest Payable	86,195	408,950	495,145
Deposits Payable	733,475	—	733,475
Other Payables	3,388,208	1,843,199	5,231,407
Compensated Absences Payable	860,206	52,800	913,006
Current Portion of Long-Term Debt	2,752,500	3,807,530	6,560,030
Total Current Liabilities	10,333,977	8,164,328	18,498,305
Noncurrent Liabilities			
Compensated Absences Payable	3,440,825	211,200	3,652,025
Net Pension Liability - Police Pension	15,863,918	—	15,863,918
Net Pension Liability - Firefighters' Pension	22,235,480	—	22,235,480
Total OPEB Liability - RBP	3,912,039	931,391	4,843,430
General Obligation Bonds Payable - Net	20,249,256	77,779,505	98,028,761
IEPA Loans Payable	—	13,320,283	13,320,283
Installment Contracts Payable	125,000	—	125,000
Total Noncurrent Liabilities	65,826,518	92,242,379	158,068,897
Total Liabilities	76,160,495	100,406,707	176,567,202
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	20,202,143	—	20,202,143
Deferred Items - IMRF	10,543,731	—	10,543,731
Deferred Items - Police Pension	6,481,668	—	6,481,668
Deferred Items - Firefighters' Pension	5,682,224	—	5,682,224
Deferred Items - RBP	466,720	111,119	577,839
Total Deferred Inflows of Resources	43,376,486	111,119	43,487,605
Total Liabilities and Deferred Inflows of Resources	119,536,981	100,517,826	220,054,807
NET POSITION			
Net Investment in Capital Assets	30,665,320	63,205,213	93,870,533
Restricted - Police Seizures	493,346	—	493,346
Restricted - Highways and Streets	1,042,206	—	1,042,206
Restricted - Fire Insurance Tax	579,616	—	579,616
Unrestricted (Deficit)	(31,937,590)	5,450,067	(26,487,523)
Total Net Position	842,898	68,655,280	69,498,178

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

VILLAGE OF WILMETTE, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2021

		Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
	Expenses			
Governmental Activities				
General Government	\$ 1,492,232	318,795	—	—
Public Safety	19,651,025	2,658,820	16,005	—
Streets and Sanitation	9,549,203	2,568,658	1,656,370	367,944
Other Public Works	2,311,464	111,150	52,807	—
Public Health	46,360	664	—	—
Community Development	2,190,141	2,631,593	—	—
Interest on Long-Term Debt	669,547	—	—	—
Total Governmental Activities	35,909,972	8,289,680	1,725,182	367,944
Business-Type Activities				
Water	7,051,209	10,668,866	—	—
Sewer	5,762,710	7,230,851	—	—
Parking	427,832	154,496	—	—
Total Business-Type Activities	13,241,751	18,054,213	—	—
Total Primary Government	49,151,723	26,343,893	1,725,182	367,944

General Revenues

Taxes
 Property Taxes
 Home Rule Sales Taxes
 Utility Taxes
 Real Estate Transfer
 Other Taxes
 Intergovernmental - Unrestricted
 State Income Taxes
 Sales Taxes
 Personal Property Replacement Tax
 Investment Earning
 Miscellaneous
 Transfers - Internal Balances

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expenses)/Revenues		
Governmental Activities	Business-Type Activities	Totals
(1,173,437)	—	(1,173,437)
(16,976,200)	—	(16,976,200)
(4,956,231)	—	(4,956,231)
(2,147,507)	—	(2,147,507)
(45,696)	—	(45,696)
441,452	—	441,452
(669,547)	—	(669,547)
(25,527,166)	—	(25,527,166)
—	3,617,657	3,617,657
—	1,468,141	1,468,141
—	(273,336)	(273,336)
—	4,812,462	4,812,462
(25,527,166)	4,812,462	(20,714,704)
19,822,102	—	19,822,102
2,342,016	—	2,342,016
1,738,190	—	1,738,190
1,869,717	—	1,869,717
1,220,609	—	1,220,609
4,446,737	—	4,446,737
3,586,221	—	3,586,221
467,823	—	467,823
786,343	61,955	848,298
1,478,496	—	1,478,496
1,050,000	(1,050,000)	—
38,808,254	(988,045)	37,820,209
13,281,088	3,824,417	17,105,505
(12,438,190)	64,830,863	52,392,673
842,898	68,655,280	69,498,178

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

VILLAGE OF WILMETTE, ILLINOIS

Balance Sheet - Governmental Funds December 31, 2021

	<u>General</u>
ASSETS	
Cash and Investments	\$ 19,693,118
Restricted Assets - Cash and Investments	—
Receivables - Net of Allowances	
Taxes	16,585,143
Other Taxes	309,048
Accrued Interest	8,129
Accounts	726,246
Due from Other Governments	2,904,393
Due from Other Funds	970,771
Prepays	247,806
Deposits	2,492,829
Land Held for Resale	<u>630,000</u>
 Total Assets	 <u><u>44,567,483</u></u>
LIABILITIES	
Accounts Payable	1,281,279
Accrued Wages and Benefits	442,083
Deposits Payable	704,929
Other Prepayments	1,862,115
Due to Other Funds	—
Total Liabilities	<u>4,290,406</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>16,585,143</u>
Total Liabilities and Deferred Inflows of Resources	<u>20,875,549</u>
FUND BALANCES	
Nonspendable	2,740,635
Restricted	493,346
Assigned	3,645,840
Unassigned	<u>16,812,113</u>
Total Fund Balances	<u>23,691,934</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u><u>44,567,483</u></u>

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

Debt Service	Capital Projects	Nonmajor	Totals
—	—	2,283,903	21,977,021
—	902,309	—	902,309
3,617,000	—	—	20,202,143
—	—	—	309,048
—	—	—	8,129
—	—	701	726,947
—	—	100,727	3,005,120
—	—	—	970,771
—	—	—	247,806
—	—	—	2,492,829
—	—	—	630,000
3,617,000	902,309	2,385,331	51,472,123
—	14,248	763,509	2,059,036
—	—	—	442,083
—	—	—	704,929
—	—	—	1,862,115
41,583	—	—	41,583
41,583	14,248	763,509	5,109,746
3,617,000	—	—	20,202,143
3,658,583	14,248	763,509	25,311,889
—	—	—	2,740,635
—	—	1,621,822	2,115,168
—	888,061	—	4,533,901
(41,583)	—	—	16,770,530
(41,583)	888,061	1,621,822	26,160,234
3,617,000	902,309	2,385,331	51,472,123

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

VILLAGE OF WILMETTE, ILLINOIS

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

December 31, 2021

Total Governmental Fund Balances	\$ 26,160,234
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.	52,774,583
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds. Net Pension Asset - IMRF	9,746,918
Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	(9,481,666)
Deferred Items - Police Pension	(5,554,109)
Deferred Items - Firefighters' Pension	(3,995,816)
Deferred Items - RBP	(60,355)
Internal service funds are used by the Village to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in the governmental activities in the Statement of Net Position.	61,543
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Compensated Absences Payable	(4,301,031)
Net Pension Liability - Police Pension	(15,863,918)
Net Pension Liability - Firefighters' Pension	(22,235,480)
Total OPEB Liability - RBP	(3,912,039)
General Obligation Bonds Payable - Net	(22,272,271)
Installment Contract Payable	(137,500)
Accrued Interest Payable	(86,195)
Net Position of Governmental Activities	842,898

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

VILLAGE OF WILMETTE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2021**

See Following Page

VILLAGE OF WILMETTE, ILLINOIS

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended December 31, 2021

	<u>General</u>
Revenues	
Taxes	\$ 23,254,485
Licenses and Permits	4,610,864
Intergovernmental	8,937,537
Charges for Services	3,415,762
Fines and Forfeits	263,054
Investment Earnings	769,878
Miscellaneous	1,483,887
Total Revenues	<u>42,735,467</u>
Expenditures	
Current	
General Government	5,067,962
Public Safety	22,755,970
Streets and Sanitation	6,130,433
Other Public Works	5,035,603
Public Health	46,360
Community Development	2,190,141
Capital Outlay	440,294
Debt Service	
Principal Retirement	12,500
Interest and Fiscal Charges	—
Total Expenditures	<u>41,679,263</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,056,204</u>
Other Financing Sources (Uses)	
Debt Issuance	—
Premium on Debt Issuance	—
Payment to Escrow Agent	—
Transfers In	1,933,938
Transfers Out	—
	<u>1,933,938</u>
Net Change in Fund Balances	2,990,142
Fund Balances - Beginning	<u>20,701,792</u>
Fund Balances - Ending	<u>23,691,934</u>

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

Debt Service	Capital Projects	Nonmajor	Totals
3,634,703	—	103,446	26,992,634
—	—	—	4,610,864
—	—	1,656,370	10,593,907
—	—	—	3,415,762
—	—	—	263,054
—	545	10,446	780,869
—	—	—	1,483,887
3,634,703	545	1,770,262	48,140,977
—	—	—	5,067,962
—	—	134,084	22,890,054
—	—	—	6,130,433
—	—	—	5,035,603
—	—	—	46,360
—	—	—	2,190,141
—	1,528,546	1,619,018	3,587,858
2,800,000	—	—	2,812,500
887,661	47,797	—	935,458
3,687,661	1,576,343	1,753,102	48,696,369
(52,958)	(1,575,798)	17,160	(555,392)
430,000	3,075,000	—	3,505,000
77,818	272,797	—	350,615
(514,244)	—	—	(514,244)
—	—	—	1,933,938
—	(883,938)	—	(883,938)
(6,426)	2,463,859	—	4,391,371
(59,384)	888,061	17,160	3,835,979
17,801	—	1,604,662	22,324,255
(41,583)	888,061	1,621,822	26,160,234

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

VILLAGE OF WILMETTE, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities For the Fiscal Year Ended December 31, 2021

Net Change in Fund Balances - Total Governmental Funds	\$ 3,835,979
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	6,337,375
Depreciation Expense	(4,380,992)
Disposals - Cost	(458,896)
Disposals - Accumulated Depreciation	453,505
An addition to a net pension asset is not considered to be an increase in a financial asset in the governmental funds.	
Change in Net Pension Asset - IMRF	7,343,295
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(3,469,746)
Change in Deferred Items - Police Pension	(1,353,044)
Change in Deferred Items - Firefighters' Pension	(521,053)
Change in Deferred Items - RBP	(103,805)
Internal service funds are used by the Village to charge the costs of insurance to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	
	(16,296)
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	58,328
Change in Net Pension Liability - Police Pension	3,372,648
Change in Net Pension Liability - Firefighters' Pension	2,463,804
Change in Total OPEB Liability - RBP	(17,054)
Retirement of Debt	3,317,500
Issuance of Debt	(3,505,000)
Issuance of Bond Premium	(350,615)
Amortization of Bond Premium	382,728
Amortization of Loss on Refunding	(143,397)
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>35,824</u>
Changes in Net Position of Governmental Activities	<u>13,281,088</u>

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

VILLAGE OF WILMETTE, ILLINOIS

Statement of Net Position - Proprietary Funds

December 31, 2021

See Following Page

VILLAGE OF WILMETTE, ILLINOIS

Statement of Net Position - Proprietary Funds December 31, 2021

	Business-Type Activities - Enterprise Funds				Governmental
			Nonmajor		Activities
	Water	Sewer	Parking Meter	Totals	Internal Service
ASSETS					
Current Assets					
Cash and Investments	\$ 7,002,212	3,176,724	954,968	11,133,904	1,618,209
Receivables - Net of Allowances					
Accounts	2,335,750	793,136	3,485	3,132,371	17,176
Inventories	87,460	—	—	87,460	—
Prepays	24	—	—	24	4,756
Restricted Assets - Cash and Investments	—	10,328,742	—	10,328,742	—
Total Current Assets	9,425,446	14,298,602	958,453	24,682,501	1,640,141
Noncurrent Assets					
Capital Assets					
Nondepreciable Capital Assets	13,636,291	38,845,789	659,104	53,141,184	—
Depreciable Capital Assets	52,199,841	88,500,290	5,000,245	145,700,376	—
Accumulated Depreciation	(26,829,939)	(23,931,776)	(2,768,485)	(53,530,200)	—
Total Noncurrent Assets	39,006,193	103,414,303	2,890,864	145,311,360	—
Total Assets	48,431,639	117,712,905	3,849,317	169,993,861	1,640,141
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Items - RPB	73,102	20,074	3,572	96,748	—
Total Assets and Deferred Outflows of Resources	48,504,741	117,732,979	3,852,889	170,090,609	1,640,141

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

	Business-Type Activities - Enterprise Funds				Governmental
			Nonmajor		Activities
	Water	Sewer	Parking Meter	Totals	Internal Service
LIABILITIES					
Current Liabilities					
Accounts Payable	\$ 156,097	1,877,738	8,170	2,042,005	12,274
Accrued Wages and Benefits	8,033	1,786	25	9,844	—
Accrued Interest Payable	95,025	313,925	—	408,950	—
Deposits Payable	—	—	—	—	28,546
Other Payables	1,843,199	—	—	1,843,199	—
Retiree Benefits Payable	—	—	—	—	1,526,093
Due to Other Funds	862,423	55,080	—	917,503	11,685
Compensated Absences Payable	41,820	10,980	—	52,800	—
General Obligation Bonds Payable	1,875,000	1,580,000	—	3,455,000	—
EPA Loans Payable	—	352,530	—	352,530	—
Total Current Liabilities	4,881,597	4,192,039	8,195	9,081,831	1,578,598
Noncurrent Liabilities					
Compensated Absences Payable	167,280	43,920	—	211,200	—
Total OPEB Liability - RBP	703,750	193,253	34,388	931,391	—
General Obligation Bonds Payable - Net	6,605,184	71,174,321	—	77,779,505	—
IEPA Loans Payable	8,558,363	4,761,920	—	13,320,283	—
Total Noncurrent Liabilities	16,034,577	76,173,414	34,388	92,242,379	—
Total Liabilities	20,916,174	80,365,453	42,583	101,324,210	1,578,598
DEFERRED INFLOWS OF RESOURCES					
Deferred Items - RBP	83,960	23,056	4,103	111,119	—
Total Liabilities and Deferred Inflows of Resources	21,000,134	80,388,509	46,686	101,435,329	1,578,598
NET POSITION					
Net Investment in Capital Assets	22,554,936	37,759,413	2,890,864	63,205,213	—
Unrestricted (Deficit)	4,949,671	(414,943)	915,339	5,450,067	61,543
Total Net Position	27,504,607	37,344,470	3,806,203	68,655,280	61,543

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

VILLAGE OF WILMETTE, ILLINOIS

Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds For the Fiscal Year Ended December 31, 2021

	Business-Type Activities - Enterprise Funds				Governmental
			Nonmajor		Activities
	Water	Sewer	Parking Meter	Totals	Internal Service
Operating Revenues					
Charges for Services	\$ 10,668,866	7,230,851	154,496	18,054,213	—
Interfund Services	—	—	—	—	7,589,190
Total Operating Revenues	10,668,866	7,230,851	154,496	18,054,213	7,589,190
Operating Expenses					
Administration	949,584	—	—	949,584	—
Operations	4,576,664	2,153,228	296,408	7,026,300	7,610,960
Depreciation and Amortization	1,080,093	1,124,099	131,424	2,335,616	—
Total Operating Expenses	6,606,341	3,277,327	427,832	10,311,500	7,610,960
Operating Income (Loss)	4,062,525	3,953,524	(273,336)	7,742,713	(21,770)
Nonoperating Revenues (Expenses)					
Disposal of Capital Asset	—	22,500	—	22,500	—
Investment Earnings	48,412	13,543	—	61,955	5,474
Interest Expense	(444,868)	(2,507,883)	—	(2,952,751)	—
	(396,456)	(2,471,840)	—	(2,868,296)	5,474
Income (Loss) Before Transfers	3,666,069	1,481,684	(273,336)	4,874,417	(16,296)
Transfers Out	(1,050,000)	—	—	(1,050,000)	—
Change in Net Position	2,616,069	1,481,684	(273,336)	3,824,417	(16,296)
Net Position - Beginning	24,888,538	35,862,786	4,079,539	64,830,863	77,839
Net Position - Ending	27,504,607	37,344,470	3,806,203	68,655,280	61,543

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

VILLAGE OF WILMETTE, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended December 31, 2021**

See Following Page

VILLAGE OF WILMETTE, ILLINOIS

Statement of Cash Flows - Proprietary Funds For the Fiscal Year Ended December 31, 2021

	<u>Water</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 10,216,338
Payments to Employees	(2,678,714)
Payments to Suppliers	<u>(2,377,326)</u>
	<u>5,160,298</u>
Cash Flows from Noncapital Financing Activities	
Transfers Out	<u>(1,050,000)</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(821,851)
Disposal of Capital Assets	—
Principal Issued on Debt	1,615,865
Premium on Debt Issuance	105,076
Amortization of Premium on Debt Issuance	(38,095)
Principal Paid on Debt	(4,149,725)
Interest Paid on Debt	<u>(444,868)</u>
	<u>(3,733,598)</u>
Cash Flows from Investing Activities	
Interest Received	<u>48,412</u>
Net Change in Cash and Cash Equivalents	425,112
Cash and Cash Equivalents	
Beginning	<u>6,577,100</u>
Ending	<u><u>7,002,212</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	<u>4,062,525</u>
Adjustments to Reconcile Operating Income to Net Income to Net Cash	
Provided by (Used in) Operating Activities:	
Depreciation Expense	1,118,188
(Increase) Decrease in Current Assets	(452,528)
Increase (Decrease) in Current Liabilities	<u>432,113</u>
Net Cash Provided by Operating Activities	<u><u>5,160,298</u></u>

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

Business-Type Activities - Enterprise Funds			Governmental
	Nonmajor		Activities
Sewer	Parking Meter	Totals	Internal Service
7,466,482	152,075	17,834,895	7,586,024
(703,929)	(98,727)	(3,481,370)	(747,466)
(1,855,876)	(206,411)	(4,439,613)	(6,711,342)
4,906,677	(153,063)	9,913,912	127,216
—	—	(1,050,000)	—
(15,450,006)	—	(16,271,857)	—
22,500	—	22,500	—
29,965,000	—	31,580,865	—
1,768,752	—	1,873,828	—
(40,709)	—	(78,804)	—
(13,290,712)	—	(17,440,437)	—
(2,507,883)	—	(2,952,751)	—
466,942	—	(3,266,656)	—
13,543	—	61,955	5,474
5,387,162	(153,063)	5,659,211	132,690
8,118,304	1,108,031	15,803,435	1,485,519
13,505,466	954,968	21,462,646	1,618,209
3,953,524	(273,336)	7,742,713	(21,770)
1,164,808	131,424	2,414,420	—
235,631	(2,421)	(219,318)	(3,166)
(447,286)	(8,730)	(23,903)	152,152
4,906,677	(153,063)	9,913,912	127,216

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

VILLAGE OF WILMETTE, ILLINOIS

**Statement of Fiduciary Net Position
December 31, 2021**

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 10,327,881
Investments	
U.S. Treasury Securities	18,862,045
U.S. Agency Securities	846,297
Corporate Bonds	12,004,064
Municipal Bonds	316,329
Mutual Funds	85,918,271
Receivables	
Accrued Interest	<u>183,613</u>
Total Assets	128,458,500
LIABILITIES	
Accounts Payable	<u>22,339</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>128,436,161</u></u>

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

VILLAGE OF WILMETTE, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2021**

	<u>Pension Trust</u>
Additions	
Contributions - Employer	\$ 6,081,000
Contributions - Plan Members	<u>1,098,424</u>
Total Contributions	<u>7,179,424</u>
Investment Income	
Interest Earned	745,942
Net Change in Fair Value	<u>13,089,176</u>
	13,835,118
Less Investment Expenses	<u>(110,022)</u>
Net Investment Income	<u>13,725,096</u>
Total Additions	<u>20,904,520</u>
Deductions	
Administration	89,421
Benefits and Refunds	<u>8,039,084</u>
Total Deductions	<u>8,128,505</u>
Change in Fiduciary Net Position	12,776,015
Net Position Restricted for Pensions	
Beginning	<u>115,660,146</u>
Ending	<u><u>128,436,161</u></u>

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Wilmette (Village), Illinois, was incorporated in 1872. The Village is a municipal corporation governed by an elected mayor and six-member Board of Trustees. The Village's major operations include police and fire protection, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, water, sewer and parking meter services and general administrative services.

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

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

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

Police Pension Employees Retirement System

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

Firefighters' Pension Employees Retirement System

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION

Government-Wide Statements

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

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations.

The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, streets and sanitation, other public works, public health, community development, water, sewer, parking, etc.). The functions are supported by administration and finance revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, 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, sales and use taxes, certain intergovernmental revenues, permits and charges for services, etc.).

The Village allocates indirect costs to other funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations, but are paid for through the General Fund.

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements

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

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

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

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

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

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

Governmental Funds

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

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

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains two nonmajor special revenue funds, the Motor Fuel Tax Fund and the Fire Insurance Tax Fund. The Motor Fuel Tax Fund accounts for the funds received from the State of Illinois Motor Fuel Tax to be used for operating and maintaining local streets and roads. The Fire Insurance Tax Fund accounts for the foreign fire insurance tax receipts held on behalf of retiring Village firefighters' to be applied to their retiree health insurance premiums.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Governmental Funds - Continued

Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Village maintains one major debt service fund, which accounts for the accumulation of monies for the payment of the following bond issues: \$5,065,000 of Series 2017A General Obligation Bonds, \$14,740,000 of Series 2020B General Obligation Refunding Bonds, and \$3,505,000 of Series 2021 General Obligation Bonds.

Capital Projects Funds are used to account for resources used for the acquisition of capital facilities. The Village's Capital Projects Fund is reported as a major fund.

Proprietary Funds

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

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity is (a) financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains two major proprietary funds, the Water Fund and the Sewer Fund, which accounts for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, billing and collections. The Village also maintains one nonmajor enterprise fund, the Parking Meter Fund, which accounts for all activity necessary for provision of parking in the Village, including, but not limited to, administration, operations, maintenance, financing and related debt service, billing and collections.

Internal Service Funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains five internal service funds, the Municipal Garage Fund, the Employee Insurance Fund, the Workers' Compensation Fund, the Illinois Municipal Retirement Fund, and the Section 105 Sick Leave Fund.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Fiduciary Funds

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

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

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

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

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

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

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

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

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

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, 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, pension trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Village’s enterprise funds are charges to customers for sales and services.

The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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.

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, income taxes, utility taxes and grants. Business-type activities report utility charges as their major receivables.

Prepays/Inventories - Land Held for Resale

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased. 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. Land held for resale are valued at the lower of cost or market.

Restricted Assets

Certain proceeds of enterprise fund revenue bonds and capital projects fund general obligation bonds, as well as certain resources set aside for this repayment, are classified as restricted assets on the financial statements because their use is limited by applicable bond covenants. See the note on long-term debt for additional disclosures.

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.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000, depending on asset class, or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

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

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

Buildings	75 Years
Improvements Other Than Buildings	20 Years
Water System Improvements	20 - 100 Years
Sewer System Improvements	25 - 75 Years
Storm Water Pump Stations	25 - 50 Years
Infrastructure	20 Years
Motor Equipment	3 - 20 Years
Office Furniture and Equipment	3 - 20 Years
Other Equipment	3 - 20 Years
Machinery, Equipment and Vehicles	3 - 20 Years
Parking Facilities/Improvements	10 - 40 Years

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. 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.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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.

Long-Term Obligations

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

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

Net Position

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

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

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

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

All departments of the Village submit requests for appropriation to the Village's manager 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.

Annual appropriated budgets are adopted for the general, debt service, enterprise, internal service and pension trust and for the special revenue funds except for the fire insurance tax fund. All annual appropriations lapse at fiscal year-end.

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 only by the governing body. Expenditures may not legally exceed budgeted appropriations at the fund level.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN AN INDIVIDUAL FUND

The following fund had excess of actual expenditures over budget at year end:

Fund	Excess
General	\$ 5,755,696

The General Fund is mainly over budget due to the recognition of the Public Safety Pension Fund property tax levy revenue. For Budget purposes, the property tax levies for the Police and Fire Pension funds, \$5,581,000 in total, are recognized as revenue in the respective funds. For Audit purposes, those levies are recorded as General Fund revenue. Employer Pension Contribution expenditures in each of the Police and Fire departments are recorded in the General Fund to move the levies to the Pension Funds. In June 2021, the Village Board approved the use of General Fund reserves in the amount of \$754,906 for the 2021 Street Resurfacing Project which contributed to the excess expenditures.

DEFICIT FUND BALANCE

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

Fund	Deficit
Debt Service	\$ 41,583

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

Permitted Deposits and Investments - Illinois Statutes authorizes 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.

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Village - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type totaled \$45,960,076 and the bank balances totaled \$47,019,215. At year-end the Village also has \$109 invested in the Illinois Funds, which is measured at the net asset value per share as determined by the pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

The Village's investment policy states the "portfolio shall remain sufficiently liquid to enable the Village to meet all operating requirements which may be reasonably anticipated." The Village's investment in the Illinois Funds has an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village helps limit its exposure to credit risk by investing in securities issued by agencies of the United States Government that are implicitly guaranteed by the United States Government. The Village's investment policy limits authorized investments to the following:

- Bonds, notes, certificates of indebtedness, treasury bills, or other securities which are guaranteed by the full faith and credit of the United States of America.
- Interest bearing savings accounts, interest bearing certificates of deposit or interest-bearing time deposits, or any investment constituting direct obligations of any institution as authorized by the Village Board
- Illinois Funds
- Illinois Metropolitan Investment Fund

The Village's investment policy also prescribes to the "prudent person" rule, which states, "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as possible income to be derived. At December 31, 2021, the Village's investments in the Illinois Funds are AAAM rated by Standard & Poor's.

Custodial Credit Risk - Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. At December 31, 2021, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Village's investment policy further limits the custodial credit risk for deposits as follows: The Village requires that its primary depository pledge collateral for all deposits in excess of \$250,000. This collateral is to be held by the Village or by a third party in the Village's name and may not be released or modified without Village approval. The value of the collateral shall be determined by the Village or by the third-party custodian. The necessary amount (ranging from 102% to 115% of excess FDIC insured deposits) of collateral is determined under the Village's custodial agreement with its depository bank.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Village - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

Custodial Credit Risk - Investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At December 31, 2021, the Village's 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 policy states "the Village shall diversify its investments to avoid incurring unreasonable risks regarding specific security types and/or individual financial institutions. At year-end, the Village does not have any investments over 5 percent of the cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$5,809,861 and the bank balances totaled \$5,760,842.

Investments. The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2021:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Securities	\$ 9,574,398	1,371,573	3,176,811	3,919,659	1,106,355
U.S. Agency Securities	428,495	139	21,348	43,198	363,810
Corporate Bonds	6,083,907	752,589	1,178,453	1,269,210	2,883,655
Municipal Bonds	158,165	—	—	—	158,165
Totals	16,244,965	2,124,301	4,376,612	5,232,067	4,511,985

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

Investments - Continued. The Fund has the following recurring fair value measurements as of December 31, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasury Securities	\$ 9,574,398	9,574,398	—	—
U.S. Agency Securities	428,495	—	428,495	—
Corporate Bonds	6,083,907	—	6,083,907	—
Municipal Bonds	158,165	—	158,165	—
Equity Securities				
Mutual Funds	42,441,496	42,441,496	—	—
Total Investments by Fair Value Level	58,686,461	52,015,894	6,670,567	—

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

Interest Rate Risk. The Fund's investment policy limits exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities. The investment policy does not limit the maximum maturity length of investments.

Credit Risk. The Fund's investment policy helps limit exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Fund's investment in the U.S. Treasury Securities are rated AAA by Moody's. The ratings for investments in securities of the U.S. Agency Securities were not available. The Fund's investment in the Corporate Bonds are rated BAA2 to AAA by Moody's and the Municipal Bonds are rated AA2 by Moody's.

Custodial Credit Risk - Deposits. The Fund's investment policy does not limit custodial credit risk for deposits. At December 31, 2021, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

Custodial Credit Risk - Investments. The Fund's investment policy does not limit custodial credit risk for investments. At December 31, 2021, the U.S. Government Securities are categorized as insured, registered, or held by the Fund or its agent in the Fund's name.

Concentration of Credit Risk. At year-end, the Fund does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments). The Fund also has \$42,441,496 invested in mutual funds at year-end.

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

Asset Class	Target	Long-Term Expected Real Return
Domestic Equities	50.00%	5.85% - 6.65%
International Equities	12.00%	5.05%
Fixed Income	35.00%	1.45%
Private Real Estate	3.00%	4.15%
Cash and Cash Equivalents	0.00%	0.00%

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

The long-term expected rate of return on 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 expenses 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 by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2021 are listed in the table above.

Rate of Return

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 12.31%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$4,518,020 and the bank balances totaled \$4,451,069.

Investments. At year-end, the Fund has the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Securities	\$ 9,287,647	1,442,113	3,015,605	3,847,989	981,940
U.S. Agency Securities	417,802	135	21,347	43,198	353,122
Corporate Bonds	5,920,157	701,655	965,300	1,429,334	2,823,868
Municipal Bonds	158,164	—	—	—	158,164
Totals	15,783,770	2,143,903	4,002,252	5,320,521	4,317,094

The Fund has the following recurring fair value measurements as of December 31, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasury Securities	\$ 9,287,647	9,287,647	—	—
U.S. Agency Securities	417,802	—	417,802	—
Corporate Bonds	5,920,157	—	5,920,157	—
Municipal Bonds	158,164	—	158,164	—
Equity Securities				
Mutual Funds	43,476,775	43,476,775	—	—
Total Investments Measured at Fair Value	59,260,545	52,764,422	6,496,123	—

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

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

Interest Rate Risk. The Fund's investment policy limits exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities. The investment policy does not limit the maximum maturity length of investments.

Credit Risk. The Fund's investment policy helps limit exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The ratings for investments in securities of the U.S. Treasury Securities and U.S. Agency Securities were AAA by Moody's and not rated, respectively. The Fund's investment in the Corporate Bonds are rated BAA1 to AAA by Moody's and the Municipal Bonds ratings were AA2 Moody's.

Custodial Credit Risk - Deposits. The Fund's investment policy does not limit custodial credit risk for deposits. At December 31, 2021, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

Custodial Credit Risk - Investments. The Fund's investment policy does not limit custodial credit risk for investments. At December 31, 2021, the U.S. Government Securities are categorized as insured, registered, or held by the Fund or its agent in the Fund's name.

Concentration of Credit Risk. At year-end, the Fund does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments). The Fund also has \$43,476,775 invested in mutual funds at year-end.

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

Asset Class	Target	Long-Term Expected Real Return
Domestic Equities	50.00%	5.85% - 6.65%
International Equities	12.00%	5.1%
Fixed Income	35.00%	1.5%
Private Real Estate	3.00%	4.2%
Cash and Cash Equivalents	0.00%	0.00%

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

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

The long-term expected rate of return on 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 expenses 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 by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2021 are listed in the table above.

Rate of Return

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 12.75%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2021 attach as an enforceable lien on January 1, 2021, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1, 2022, and September 1, 2022. The County collects such taxes and remits them periodically. Since the 2021 levy is intended to finance the 2022 fiscal year, the levy has been recorded as receivable and deferred revenue.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Balances

The composition of interfund balances as of the date of this report is as follows:

Receivable Fund	Payable Fund	Amount
General	Debt Service	\$ 41,583
General	Water	862,423
General	Sewer	55,080
General	Internal Service	<u>11,685</u>
		<u>970,771</u>

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. Also, interfund balances are advances in anticipation of receipts to cover temporary cash shortages.

Interfund Transfers

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Water	\$ 1,050,000
General	Capital Projects Fund	<u>883,938</u>
		<u>1,933,938</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements December 31, 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
Nondepreciable Capital Assets				
Land	\$ 1,836,454	—	—	1,836,454
Construction in Progress	4,583,786	3,412,718	732,586	7,263,918
	<u>6,420,240</u>	<u>3,412,718</u>	<u>732,586</u>	<u>9,100,372</u>
Depreciable Capital Assets				
Buildings	21,075,414	—	—	21,075,414
Improvements Other Than Buildings	68,813,445	2,502,159	—	71,315,604
Motor Equipment	9,594,779	626,060	159,282	10,061,557
Office Furniture and Equipment	945,084	163,476	191,794	916,766
Other Equipment	3,416,730	365,548	107,820	3,674,458
	<u>103,845,452</u>	<u>3,657,243</u>	<u>458,896</u>	<u>107,043,799</u>
Less Accumulated Depreciation				
Buildings	8,681,972	517,918	—	9,199,890
Improvements Other Than Buildings	40,574,516	2,817,590	—	43,392,106
Motor Equipment	6,562,852	647,808	159,282	7,051,378
Office Furniture and Equipment	918,021	78,068	191,794	804,295
Other Equipment	2,704,740	319,608	102,429	2,921,919
	<u>59,442,101</u>	<u>4,380,992</u>	<u>453,505</u>	<u>63,369,588</u>
Total Net Depreciable Capital Assets	<u>44,403,351</u>	<u>(723,749)</u>	<u>5,391</u>	<u>43,674,211</u>
Total Net Capital Assets	<u>50,823,591</u>	<u>2,688,969</u>	<u>737,977</u>	<u>52,774,583</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 213,518
Streets and Sanitation	3,418,770
Public Safety - Police	337,625
Public Safety - Fire	<u>411,079</u>
	<u>4,380,992</u>

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements December 31, 2021

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
Capital Assets - Not Being Depreciated				
Land	\$ 832,453	—	—	832,453
Landscaping	60,231	—	—	60,231
Construction in Progress	36,397,441	16,087,431	236,372	52,248,500
	<u>37,290,125</u>	<u>16,087,431</u>	<u>236,372</u>	<u>53,141,184</u>
Other Capital Assets				
Buildings	13,166,851	—	—	13,166,851
Water System Improvements	30,446,428	254,648	—	30,701,076
Sewer System Improvements	84,872,286	29,704	—	84,901,990
Storm Water Pump Stations	2,001,674	—	—	2,001,674
Machinery, Equipment, and Vehicles	10,001,641	136,446	158,000	9,980,087
Parking Facilities/Improvements	4,948,698	—	—	4,948,698
	<u>145,437,578</u>	<u>420,798</u>	<u>158,000</u>	<u>145,700,376</u>
Less Accumulated Depreciation				
Buildings	7,354,190	304,304	—	7,658,494
Water System Improvements	12,371,046	507,145	—	12,878,191
Sewer System Improvements	20,616,273	1,045,888	—	21,662,161
Storm Water Pump Stations	1,305,236	37,190	—	1,342,426
Machinery, Equipment, and Vehicles	7,006,026	395,055	158,000	7,243,081
Parking Facilities/Improvements	2,621,009	124,838	—	2,745,847
	<u>51,273,780</u>	<u>2,414,420</u>	<u>158,000</u>	<u>53,530,200</u>
Total Other Capital Assets	<u>94,163,798</u>	<u>(1,993,622)</u>	<u>—</u>	<u>92,170,176</u>
Total Capital Assets	<u>131,453,923</u>	<u>14,093,809</u>	<u>236,372</u>	<u>145,311,360</u>

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

Water	\$ 1,118,188
Sewer	1,164,808
Parking Meter	<u>131,424</u>
	<u>2,414,420</u>

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Bonds

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

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$13,605,000 General Obligation Refunding Bonds of 2011, due in annual installments of \$740,000 to \$2,305,000 plus interest at 2.00% to 3.00% through December 1, 2023.				1,935,000 *	
	Sewer	\$ 3,150,000	—	1,215,000	—
	Water	2,625,000	—	1,630,000 *	—
\$9,920,000 General Obligation Bonds of 2013, due in annual installments of \$55,000 to \$1,00,000 plus interest at 2.00% to 4.35% through December 1, 2037.				505,000 *	
	Debt Service	570,000	—	65,000	—
	Sewer	8,820,000	—	8,720,000 *	—
\$20,315,000 General Obligation Bonds of 2014, due in annual installments of \$100,000 to \$1,850,000 plus interest at 3.00% to 4.00% through December 1, 2043.					
	Sewer	15,500,000	—	—	15,500,000
\$9,795,000 General Obligation Bonds of 2017A, due in annual installments of \$370,000 to \$1,375,000 plus interest at 2.00% to 3.00% through December 1, 2036.					
	Debt Service	5,065,000	—	—	5,065,000
	Water	915,000	—	915,000	—
\$3,470,000 General Obligation Refunding Bonds of 2017B, due in annual installments of \$380,000 to \$860,000 plus interest at 3.00% through December 1, 2023.					
	Debt Service	150,000	—	150,000	—
	Sewer	280,000	—	280,000	—
	Water	1,785,000	—	60,000	1,725,000

*Refunded

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

General Obligation Bonds - Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$30,025,000 General Obligation Bonds of 2020A, due in annual installments of \$190,000 to \$365,000 plus interest at 2.00% to 5.00% through December 1, 2050.	Sewer	\$ 25,045,000	—	705,000	24,340,000
	Water	4,025,000	—	225,000	3,800,000
\$15,700,000 General Obligation Refunding Bonds of 2020B, due in annual installments of \$1,140,000 to \$3,875,000 plus interest at 2.00% to 5.00% through December 1, 2026.	Debt Service	14,740,000	—	2,585,000	12,155,000
	Water	960,000	—	—	960,000
\$34,995,000 General Obligation Bonds of 2021, due in annual installments of \$610,000 to \$2,340,000 plus interest at 2.00% to 5.00% through December 1, 2051.	Debt Service	—	3,505,000	—	3,505,000
	Sewer	—	29,965,000	—	29,965,000
	Water	—	1,525,000	—	1,525,000
		83,630,000	34,995,000	20,085,000	98,540,000

IEPA Revenue Bonds

The Village has entered into an agreement with the IEPA to provide low interest financing for Sewerage improvements. The repayment schedule for the IEPA Revenue Bonds of 2017 will become available once final disbursement has been received by the Village. IEPA revenue bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Revenue Bonds of 2006, L17-2597, due in annual installments of \$27,847 including interest at 2.50% through September 13, 2026.	Sewer	\$ 154,263	—	24,140	130,123

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

IEPA Revenue Bonds - Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Revenue Bonds of 2007, L17-2807 & L17-2808, due in annual installments of \$41,495 including interest at 2.50% through October 21, 2027.	Sewer	\$ 264,163	—	35,109	229,054
IEPA Revenue Bonds of 2010, L17-2952, due in annual installments of \$8,822 including interest at 0.00% through April 7, 2030.	Sewer	83,808	—	8,822	74,986
IEPA Revenue Bonds of 2011, L17-4005, due in annual installments of \$42,888 including interest at 1.25% through July 18, 2031.	Sewer	439,481	—	37,510	401,971
IEPA Revenue Bonds of 2012, L17-4672, due in annual installments of \$47,414 including interest at 2.295% through August 5, 2032.	Sewer	494,888	—	36,264	458,624
IEPA Revenue Bonds of 2013, L17-4725, due in semi annual installments of \$17,634 including interest at 1.93% through December 1, 2033.	Sewer	399,650	—	27,688	371,962
IEPA Revenue Bonds of 2014, L17-4889, due in semi annual installments of \$19,563 including interest at 1.995% through December 3, 2034.	Sewer	475,862	—	29,780	446,082
IEPA Revenue Bonds of 2016, L17-5100, due in semi annual installments of \$21,519 including interest at 1.86% through July 19, 2036.	Sewer	593,227	—	32,153	561,074

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

IEPA Revenue Bonds - Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Revenue Bonds of 2017, L17-5100, due in annual installments including interest at 1.76% through May 18, 2040.	Water	\$ 8,792,223	90,865	324,725	8,558,363
IEPA Revenue Bonds of 2018, L17-5509, due in annual installments of \$47,546 including interest at 1.76% through April 4, 2038.	Sewer	713,452	—	35,144	678,308
IEPA Revenue Bonds of 2019, L17-5572, due in annual installments of \$112,822 including interest at 1.84% interest through April 3, 2040.	Sewer	1,831,368	—	69,102	1,762,266
		14,242,385	90,865	660,437	13,672,813

Installment Contracts

In June 2013, the Village received formal notification from the Office of the State Fire Marshal and the Illinois Finance Authority that the Village had been approved for a \$250,000 interest free loan for the purchase of a fire truck. The loan is from the Fire Trust Revolving Loan Program and is to be paid back in equal installments over 20 years. The loan was used to help defray the cost of the purchase of a new Emergency One Fire Pumping Apparatus to replace an approximately 25-year-old pumper. Installment contracts currently outstanding are governmental and are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$250,000 Installment Contract of 2012 - due in annual installments of \$12,500 through November 1, 2032.	General	\$ 150,000	—	12,500	137,500

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 4,359,359	58,328	116,656	4,301,031	860,206
Net Pension Liability					
Police Pension	19,236,566	—	3,372,648	15,863,918	—
Firefighters' Pension	24,699,284	—	2,463,804	22,235,480	—
Total OPEB Liability - RBP	3,894,985	17,054	—	3,912,039	—
General Obligation Bonds Payable	20,525,000	3,505,000	3,305,000	20,725,000	2,740,000
Plus: Unamortized Premium	2,296,369	350,615	382,728	2,264,256	—
Installment Contracts Payable	150,000	—	12,500	137,500	12,500
	<u>75,161,563</u>	<u>3,930,997</u>	<u>9,653,336</u>	<u>69,439,224</u>	<u>3,612,706</u>
Business-Type Activities					
Compensated Absences	277,200	13,200	26,400	264,000	52,800
Total OPEB Liability - RBP	903,567	27,824	—	931,391	—
General Obligation Bonds Payable	63,105,000	31,490,000	16,780,000	77,815,000	3,455,000
Plus: Unamortized Premium	1,624,481	1,873,828	78,804	3,419,505	—
IEPA Loans Payable	14,242,385	90,865	660,437	13,672,813	352,530
	<u>80,152,633</u>	<u>33,495,717</u>	<u>17,545,641</u>	<u>96,102,709</u>	<u>3,860,330</u>

For governmental activities, the General Fund makes payments on the compensated absences, the net pension liabilities, the total OPEB liability, and the installment contracts payable. The Debt Service Fund makes payments on the general obligation bonds payable.

For the business-type activities compensated absences are retired by the Water and Sewer Funds. The Water, the Sewer and the Parking Meter Funds make payments on the total OPEB liability. The Water Fund and Sewer Fund make payments on the IEPA loans payable. The Water and Sewer Funds make payments on the general obligation bonds payable.

VILLAGE OF WILMETTE, ILLINOIS**Notes to the Financial Statements****December 31, 2021****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****LONG-TERM DEBT - Continued****Debt Service Requirements to Maturity**

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

Fiscal Year	Governmental Activities			
	General Obligation		Installment Contracts	
	Bonds Payable		Principal	Interest
	Principal	Interest		
2022	\$ 2,740,000	876,998	12,500	—
2023	2,990,000	725,943	12,500	—
2024	3,085,000	576,443	12,500	—
2025	3,225,000	422,193	12,500	—
2026	1,705,000	272,043	12,500	—
2027	580,000	198,043	12,500	—
2028	595,000	180,593	12,500	—
2029	545,000	161,568	12,500	—
2030	560,000	145,318	12,500	—
2031	585,000	125,518	12,500	—
2032	600,000	106,368	12,500	—
2033	620,000	90,018	—	—
2034	630,000	73,118	—	—
2035	650,000	55,918	—	—
2036	670,000	38,168	—	—
2037	180,000	19,868	—	—
2038	185,000	16,268	—	—
2039	190,000	12,568	—	—
2040	195,000	8,532	—	—
2041	195,000	4,400	—	—
Totals	20,725,000	4,109,886	137,500	—

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity - Continued

Fiscal Year	Business-Type Activities				
	General Obligation		IEPA		
	Bonds Payable		Loans Payable		
	Principal	Interest	Principal	Interest	
2022	\$ 3,455,000	2,567,549	352,530	93,736	
2023	2,490,000	2,297,693	359,284	86,982	
2024	1,960,000	2,194,393	366,175	80,091	
2025	1,240,000	2,098,393	373,207	73,059	
2026	1,655,000	2,038,393	380,383	66,883	
2027	1,865,000	1,957,643	358,734	59,740	
2028	1,940,000	1,866,393	324,669	52,255	
2029	2,400,000	1,771,393	330,518	46,406	
2030	2,515,000	1,669,743	332,063	40,449	
2031	2,635,000	1,562,956	333,727	34,375	
2032	2,685,000	1,471,056	296,891	28,324	
2033	2,820,000	1,399,805	249,656	22,831	
2034	2,890,000	1,332,905	224,204	18,328	
2035	2,965,000	1,263,855	189,060	14,346	
2036	3,030,000	1,199,680	192,528	10,878	
2037	3,090,000	1,133,393	152,820	7,548	
2038	3,330,000	1,063,299	131,834	4,771	
2039	3,415,000	969,124	110,269	2,553	
2040	3,555,000	870,019	55,898	512	
2041	3,645,000	762,158	—	—	
2042	3,790,000	650,393	—	—	
2043	3,885,000	532,174	—	—	
2044	2,085,000	409,844	—	—	
2045	2,140,000	360,326	—	—	
2046	2,190,000	308,376	—	—	
2047	2,240,000	253,626	—	—	
2048	2,295,000	197,626	—	—	
2049	2,355,000	140,250	—	—	
2050	2,220,000	81,376	—	—	
2051	1,035,000	25,884	—	—	
Totals	77,815,000	34,449,718	5,114,450	744,067	

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Defeased Debt

On October 19, 2021, the Village issued \$34,995,000 par value General Obligation Bonds of 2021 to refund \$3,565,000 of the General Obligation Refunding Bonds of 2011 and \$9,225,000 of the General Obligation Bonds of 2013. The Village defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Through this refunding, the Village reduced its total debt service by \$2,107,409 and obtained an economic gain of \$1,823,357.

Legal Debt Margin

Article VII, Section 6(k) of the 1970 Illinois Constitution governs the computation of legal debt margin. "The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts." To date the Illinois General Assembly has set no limits for home rule municipalities. The Village is a home rule municipality.

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 52,774,583
Plus:	
Loss on Refunding	716,985
Unspent Bond Proceeds	300,508
Less Capital Related Debt:	
General Obligation Bonds Payable	(20,725,000)
Unamortized Premiums	(2,264,256)
Installment Contracts Payable	(137,500)
	<hr/>
Net Investment in Capital Assets	<u>30,665,320</u>

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS - Continued

Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 145,311,360
Plus: Unspent Bond Proceeds	12,801,171
Less Capital Related Debt:	
General Obligation Bonds Payable	(77,815,000)
Unamortized Premiums	(3,419,505)
IEPA Loans Payable	<u>(13,672,813)</u>
Net Investment in Capital Assets	<u>63,205,213</u>

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.

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.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Minimum Fund Balance Policy. The Village's policy is cash flow based. It states that the General Fund should maintain a minimum fund balance equal to 25% of projected annual expenditures with a target level of 30% of operating expenditures. Excess balances will be allocated for one-time capital needs. The Water Fund should maintain a minimum net position equal to 20% of operating expenses with a target level of 25% of operating expenses. The Sewer Fund should maintain a minimum net position of 25% of total operating expenses.

Although the Village has reported land held for resale of \$630,000 in the General Fund at year-end, the Village also secured a line of credit related to the purchase of the land which it has not exercised at December 31, 2021. Due to the fact that the Village can exercise the line of credit at any time and immediately replenish the cash in the General Fund used to purchase the land, the land held for resale is not reported as nonspendable fund balance at December 31, 2021.

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

	General	Debt Service	Capital Projects	Nonmajor	Totals
Fund Balances					
Nonspendable					
Prepays	\$ 247,806	—	—	—	247,806
IRMA Insurance Deposit	2,492,829	—	—	—	2,492,829
	2,740,635	—	—	—	2,740,635
Restricted					
Police Seizures	493,346	—	—	—	493,346
Motor Fuel Tax	—	—	—	1,042,206	1,042,206
Fire Insurance Tax	—	—	—	579,616	579,616
	493,346	—	—	1,621,822	2,115,168
Assigned					
Road Maintenance	1,254,086	—	—	—	1,254,086
Capital Projects	2,214,587	—	888,061	—	3,102,648
Encumbrances					
Street Maintenance	177,167	—	—	—	177,167
	3,645,840	—	888,061	—	4,533,901
Unassigned	16,812,113	(41,583)	—	—	16,770,530
Total Fund Balances	23,691,934	(41,583)	888,061	1,621,822	26,160,234

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION

COMMITMENTS

Tax Abatements

The Village of Wilmette established a hotel-motel occupancy tax in 2011. Concurrently, the Village entered into an economic incentive agreement with a corporation for the development of the Village's only hotel on property where no development existed. The agreement provides for the rebate of a portion of the hotel-motel taxes for ten years or up to a maximum cap of \$3.2 million. For the fiscal year ended December 31, 2021, the Village rebated a total of \$224,312 in taxes under this agreement.

RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; illnesses to employees; and natural disasters. These risks are provided for through participation in the Intergovernmental Risk Management Agency and the North Suburban Employee Benefit Cooperative. 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.

Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration /litigation management services; unemployment claim administration; extensive risk management/ loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$1,000 of each occurrence for years prior to 2004 and \$2,500 for each occurrence in 2004 and subsequent years. Beginning in 2005, members were given the option to assume higher deductibles. IRMA has a mix of self-insurance and commercial insurance at various amounts about that level. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors. Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continues

North Suburban Employee Benefit Cooperative (NSEBC)

The Village participates in the North Suburban Employee's Benefit Cooperative (NSEBC), an agency of governmental entities created to finance and administer medical and dental care benefits to employees of its member organizations. Each municipality appoints one representative to serve on the Board of Directors. The Board determines the general policies, which includes approval of the annual budget. Members are contractually obligated to make all monthly payments and to fund any deficit upon dissolution of the pool. They will share in any surplus of the pool based on a decision by the Board. 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. The Village reports insurance activities within the Employee Insurance Fund. The Village's total payments for the year ended December 31, 2021 were \$3,178,709.

JOINT VENTURE

Solid Waste Agency of Northern Cook County (SWANCC)

The Village is a member of the Solid Waste Agency of Northern Cook County (SWANCC) which consists of twenty-three municipalities. SWANCC is a municipal corporation and public body politic established pursuant to the Constitution Act of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended.

SWANCC is empowered to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members. SWANCC is governed by a Board of Directors which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWANCC are appointed by the Board of Directors.

The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts bylaws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the SWANCC agreement or the by-laws. Separate audited financial statements are available at 3 Providence Way, Des Plaines, Illinois 60016.

SWANCC's bonds are revenue obligations. They are limited obligations of SWANCC, with a claim for payment solely from and secured by a pledge of the revenues of the system, and amounts in various funds and accounts established by SWANCC resolutions. SWANCC has no power to levy taxes.

Revenues of the system consist of: (a) all receipts derived from Solid Waste Disposal Contracts or any other contracts for the disposal of waste; (b) all income derived from the investment of monies; and (c) all income, fees, service charges, and all grants, rents, and receipts derived by SWANCC from the ownership and operation of the system.

SWANCC covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURE - Continued

Solid Waste Agency of Northern Cook County (SWANCC) - Continued

SWANCC has entered into Solid Waste Disposal Contracts with the member municipalities. The Contracts are irrevocable, and may not be terminated or amended, except as provided in the Contract. Each member is obligated, on a “take or pay” basis, to purchase or in any event to pay for a minimum annual cost of the system.

The obligation of the Village to make all payments as required by this Contract is unconditional and irrevocable, without regard to performance or nonperformance by SWANCC of its obligations under this Contract.

The payments required to be made by the Village under this Contract are required to be made solely from revenues to be derived by the Village from the operation of the Municipal Waste System Fund.

The Village is not prohibited by the Contract from using any other funds to make the payments required by the Contract. The Contract shall not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation. In accordance with the joint venture agreement, the Village remitted \$407,061 to SWANCC for the year ended December 31, 2021, which is recorded in the Village’s General Fund.

CONTINGENT LIABILITIES

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village’s attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

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.

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.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

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

The aggregate amounts recognized for the three pension plans are:

	Pension Expense/ (Revenue)	Net Pension Liability/ (Asset)	Deferred Outflows of Resources	Deferred Inflows of Resources
IMRF	\$ (2,662,181)	(9,746,918)	1,062,065	(10,543,731)
Police Pension	685,396	15,863,918	927,559	(6,481,668)
Firefighters' Pension	1,433,249	22,235,480	1,686,408	(5,682,224)
	(543,536)	28,352,480	3,676,032	(22,707,623)

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

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 WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

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

Inactive Plan Members Currently Receiving Benefits	174
Inactive Plan Members Entitled to but not yet Receiving Benefits	74
Active Plan Members	<u>123</u>
Total	<u><u>371</u></u>

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2021, the Village's contribution was 10.81% of covered payroll.

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

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

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	2.00%
Domestic Equities	39.00%	4.50%
International Equities	15.00%	5.75%
Real Estate	10.00%	5.90%
Blended	10.00%	4.30% - 8.10%
Cash and Cash Equivalents	1.00%	1.70%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension (Asset)	\$ (852,382)	(9,746,918)	(16,915,971)

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2020	\$ 74,303,932	76,707,555	(2,403,623)
Changes for the Year:			
Service Cost	1,040,899	—	1,040,899
Interest on the Total Pension Liability	5,272,365	—	5,272,365
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	1,367,755	—	1,367,755
Changes of Assumptions	—	—	—
Contributions - Employer	—	1,211,368	(1,211,368)
Contributions - Employees	—	514,145	(514,145)
Net Investment Income		13,162,378	(13,162,378)
Benefit Payments, Including Refunds of Employee Contributions	(4,204,208)	(4,204,208)	—
Other (Net Transfer)	—	136,423	(136,423)
Net Changes	3,476,811	10,820,106	(7,343,295)
Balances at December 31, 2021	77,780,743	87,527,661	(9,746,918)

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended December 31, 2021, the Village recognized pension revenue of \$2,662,181. At December 31, 2021, the Village reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 1,062,065	(9,660)	1,052,405
Change in Assumptions	—	(210,686)	(210,686)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	—	(10,323,385)	(10,323,385)
Total Deferred Amounts Related to IMRF	1,062,065	(10,543,731)	(9,481,666)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (1,930,106)
2023	(3,689,009)
2024	(2,325,355)
2025	(1,537,196)
2026	—
Thereafter	—
Total	(9,481,666)

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan

Plan Descriptions

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

Plan Membership. At December 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	47
Inactive Plan Members Entitled to but not yet Receiving Benefits	2
Active Plan Members	<u>44</u>
Total	<u><u>93</u></u>

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

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

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

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2021, the Village's contribution was 53.08% of covered payroll.

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	Service Based
Cost of Living Adjustments	3.00%
Inflation	2.25%

Mortality rates were based on the PubS-2010 employee mortality, projected 5 years past the valuation date with Scale MP-2021. 10% of active deaths are assumed to be in the line of duty.

Discount Rate

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 26,620,923	15,863,918	7,024,706

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2020	\$ 77,440,718	58,204,152	19,236,566
Changes for the Year:			
Service Cost	1,080,556	—	1,080,556
Interest on the Total Pension Liability	5,561,336	—	5,561,336
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	244,919	—	244,919
Changes of Assumptions	(254,785)	—	(254,785)
Contributions - Employer	—	2,705,000	(2,705,000)
Contributions - Employees	—	506,601	(506,601)
Net Investment Income	—	6,823,843	(6,823,843)
Benefit Payments, Including Refunds of Employee Contributions	(3,626,383)	(3,626,383)	—
Other (Net Transfer)	—	(30,770)	30,770
Net Changes	3,005,643	6,378,291	(3,372,648)
Balances at December 31, 2021	80,446,361	64,582,443	15,863,918

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the year ended December 31, 2021, the Village recognized pension expense of \$685,396. At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 596,869	(1,185,333)	(588,464)
Change in Assumptions	330,690	(203,828)	126,862
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(5,092,507)	(5,092,507)
Total Deferred Amounts Related to Police Pension	927,559	(6,481,668)	(5,554,109)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (787,769)
2023	(2,617,080)
2024	(1,623,248)
2025	(526,012)
2026	—
Thereafter	—
Total	(5,554,109)

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

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

Plan Membership. At December 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	59
Inactive Plan Members Entitled to but not yet Receiving Benefits	2
Active Plan Members	<u>44</u>
Total	<u><u>105</u></u>

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

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

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

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2021, the Village's contribution was 67.58% of covered payroll.

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	Service Based
Cost of Living Adjustments	3.00%
Inflation	2.25%

Mortality rates were based on the PubS-2010 employee mortality, projected 5 years past the valuation date with Scale MP-2021. 20% of active deaths are assumed to be in the line of duty.

Discount Rate

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

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Discount Rate Sensitivity

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

		1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$	33,785,223	22,235,480	12,802,006

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2020	\$ 82,155,278	57,455,994	24,699,284
Changes for the Year:			
Service Cost	1,182,181	—	1,182,181
Interest on the Total Pension Liability	5,882,005	—	5,882,005
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	1,063,785	—	1,063,785
Changes of Assumptions	82,049	—	82,049
Contributions - Employer	—	3,376,000	(3,376,000)
Contributions - Employees	136,601	591,823	(455,222)
Net Investment Income	—	6,901,253	(6,901,253)
Benefit Payments, Including Refunds of Employee Contributions	(4,412,701)	(4,412,701)	—
Other (Net Transfer)	—	(58,651)	58,651
Net Changes	3,933,920	6,397,724	(2,463,804)
Balances at December 31, 2021	86,089,198	63,853,718	22,235,480

VILLAGE OF WILMETTE, ILLINOIS**Notes to the Financial Statements****December 31, 2021****NOTE 4 - OTHER INFORMATION - Continued****EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued****Firefighters' Pension Plan - Continued****Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended December 31, 2021, the Village recognized pension expense of \$1,433,249. At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 851,028	(632,057)	218,971
Change in Assumptions	835,380	—	835,380
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(5,050,167)	(5,050,167)
Total Deferred Amounts Related to Firefighters' Pension	1,686,408	(5,682,224)	(3,995,816)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (601,102)
2023	(1,979,741)
2024	(1,093,351)
2025	(321,622)
2026	—
Thereafter	—
Total	(3,995,816)

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. RBP provides a retired employee and his or her spouse and eligible dependents are eligible to continue health insurance identical to active employees if they meet the eligibility for retirement under the applicable retirement plan. The retiree is responsible for paying the entire monthly premium for health coverage and that of any covered spouse or eligible dependents. At age 65, Medicare becomes primary.

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

Inactive Plan Members Currently Receiving Benefits	26
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>191</u>
Total	<u><u>217</u></u>

Total OPEB Liability

The Village's total OPEB liability was measured as of December 31, 2021, and was determined by an actuarial valuation as of December 31, 2020.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	2.50%
Salary Increases	Varies by Service
Discount Rate	2.25%
Healthcare Cost Trend Rates	Initial rate of 7.50% in fiscal 2021, grading down to the ultimate trend rate of 4.00% in fiscal year 2073
Retirees' Share of Benefit-Related Costs	100% of the active premium rate

The discount rate was based on the week closest but not later than the measurement date of the Bond Buyer 20-Bond Index as published by the Federal Reserve. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA.

Mortality rates were based on PubS-2010 Employee mortality, projected 5 years past the valuation date with Scale MP-2020.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2020	<u>\$ 4,798,552</u>
Changes for the Year:	
Service Cost	246,801
Interest on the Total OPEB Liability	95,854
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	(139,422)
Benefit Payments	<u>(158,355)</u>
Net Changes	<u>44,878</u>
Balance at December 31, 2021	<u><u>4,843,430</u></u>

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

The discount rate used to measure the total pension liability was 2.25%, while the prior valuation used 1.93%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.25%)	Current Discount Rate (2.25%)	1% Increase (3.25%)
Total OPEB Liability	\$ 5,295,751	4,843,430	4,436,628

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 4,304,873	4,843,430	5,480,458

VILLAGE OF WILMETTE, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended December 31, 2021, the Village recognized OPEB expense of \$331,489. At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ —	(316,503)	(316,503)
Change in Assumptions	503,113	(261,336)	241,777
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	503,113	(577,839)	(74,726)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (11,166)
2023	(11,166)
2024	(11,166)
2025	(11,166)
2026	(11,166)
Thereafter	(18,896)
Total	(74,726)

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 \$3,686,397, to be received in two installments. On August 20, 2021 the Village received their first installment of \$1,841,296. As of the date of this report, the Village has not received their second installment.

On June 7, 2022, the Village issued \$19,295,000 of General Obligation Bonds, Series 2022A. These bonds have an interest rate of 3.66% and a final maturity date of December 1, 2051.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

Notes to the Required Supplementary Information

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

VILLAGE OF WILMETTE, ILLINOIS

Illinois Municipal Retirement Fund Schedule of Employer Contributions December 31, 2021

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 1,072,680	\$ 1,072,680	\$ —	\$ 9,335,774	11.49%
2016	1,137,869	1,137,869	—	9,498,079	11.98%
2017	1,128,188	1,131,369	3,181	9,948,746	11.37%
2018	1,199,518	1,199,518	—	10,340,678	11.60%
2019	984,434	984,434	—	10,817,971	9.10%
2020	1,228,934	1,228,780	(154)	10,962,834	11.21%
2021	1,211,368	1,211,368	—	11,205,995	10.81%

Notes to the Required Supplementary Information:

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

Note:

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

VILLAGE OF WILMETTE, ILLINOIS

Police Pension Fund

Schedule of Employer Contributions

December 31, 2021

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
2014	\$ 1,775,948	\$ 1,800,000	\$ 24,052	\$ 4,263,576	42.22%
2015	1,763,100	1,763,100	—	4,385,426	40.20%
2016	1,890,902	1,891,000	98	4,539,433	41.66%
2017	2,022,056	2,023,000	944	4,363,788	46.36%
2018	2,062,486	2,127,000	64,514	4,540,859	46.84%
2019	2,237,585	2,273,000	35,415	4,790,179	47.45%
2020	2,492,900	2,492,000	(900)	4,948,108	50.36%
2021	2,395,655	2,705,000	309,345	5,096,433	53.08%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay
Remaining Amortization Period	19 Years
Asset Valuation Method	3-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	Service Based Rates
Investment Rate of Return	7.25%
Retirement Age	50-70
Mortality	PubS-2010 Employee mortality, projected 5 years past the valuation date with Scale MP-2020. 10% of active deaths are assumed to be in the line of duty.

Note:

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

VILLAGE OF WILMETTE, ILLINOIS

Firefighters' Pension Fund Schedule of Employer Contributions December 31, 2021

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
2014	\$ 2,177,181	\$ 2,200,000	\$ 22,819	\$ 4,333,254	50.77%
2015	2,295,995	2,296,000	5	4,464,767	51.42%
2016	2,421,031	2,422,000	969	4,481,012	54.05%
2017	2,608,114	2,609,000	886	4,296,430	60.72%
2018	2,633,068	2,750,000	116,932	4,591,448	59.89%
2019	2,756,834	2,823,000	66,166	4,719,208	59.82%
2020	2,934,974	2,935,000	26	4,793,064	61.23%
2021	2,989,546	3,376,000	386,454	4,995,704	67.58%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay
Remaining Amortization Period	19 Years
Asset Valuation Method	3-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	Service Based Rates
Investment Rate of Return	7.25%
Retirement Age	50 - 70
Mortality	PubS-2010 Employee mortality, projected 5 years past the valuation date with Scale MP-2020. 20% of active deaths are assumed to be in the line of duty.

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

VILLAGE OF WILMETTE, ILLINOIS

Illinois Municipal Retirement Fund

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

December 31, 2021

	<u>2015</u>
Total Pension Liability	
Service Cost	\$ 1,001,981
Interest	4,446,817
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	12,304
Change of Assumptions	72,972
Benefit Payments, Including Refunds of Member Contributions	(2,999,904)
Net Change in Total Pension Liability	2,534,170
Total Pension Liability - Beginning	60,369,011
Total Pension Liability - Ending	<u>62,903,181</u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 1,072,680
Contributions - Members	420,111
Net Investment Income	278,943
Benefit Payments, Including Refunds of Member Contributions	(2,999,904)
Other (Net Transfer)	284,970
Net Change in Plan Fiduciary Net Position	(943,200)
Plan Net Position - Beginning	56,542,202
Plan Net Position - Ending	<u>55,599,002</u>
Employer's Net Pension Liability/(Asset)	<u>\$ 7,304,179</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.39%
Covered Payroll	\$ 9,335,774
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	78.24%

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2021. Changes in assumptions related to the demographics were made in 2015 and 2017.

2016	2017	2018	2019	2020	2021
1,005,179	995,922	983,308	1,068,523	1,103,491	1,040,899
4,621,314	4,832,242	4,852,620	4,967,901	5,153,333	5,272,365
—	—	—	—	—	—
540,685	170,440	(138,743)	417,459	(20,998)	1,367,755
(149,306)	(2,101,568)	1,869,323	—	(457,972)	—
(3,246,994)	(3,484,262)	(3,753,777)	(3,822,115)	(4,005,254)	(4,204,208)
2,770,878	412,774	3,812,731	2,631,768	1,772,600	3,476,811
62,903,181	65,674,059	66,086,833	69,899,564	72,531,332	74,303,932
65,674,059	66,086,833	69,899,564	72,531,332	74,303,932	77,780,743
1,137,869	1,131,369	1,199,518	984,434	1,228,780	1,211,368
459,710	462,750	465,332	488,405	493,327	514,145
3,828,013	10,300,349	(3,780,714)	11,389,981	9,989,642	13,162,378
(3,246,994)	(3,484,262)	(3,753,777)	(3,822,115)	(4,005,254)	(4,204,208)
393,842	(1,386,107)	529,567	40,045	64,843	136,423
2,572,440	7,024,099	(5,340,074)	9,080,750	7,771,338	10,820,106
55,599,002	58,171,442	65,195,541	59,855,467	68,936,217	76,707,555
58,171,442	65,195,541	59,855,467	68,936,217	76,707,555	87,527,661
7,502,617	891,292	10,044,097	3,595,115	(2,403,623)	(9,746,918)
88.58%	98.65%	85.63%	95.04%	103.23%	112.53 %
9,498,079	9,948,746	10,340,678	10,817,971	10,962,834	11,205,995
78.99%	8.96%	97.13%	33.23%	(21.93%)	(86.98%)

VILLAGE OF WILMETTE, ILLINOIS

Police Pension Fund

Schedule of Changes in the Employer's Net Pension Liability

December 31, 2021

	2014
Total Pension Liability	
Service Cost	\$ 1,028,254
Interest	4,128,751
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	(165,348)
Change of Assumptions	—
Benefit Payments, Including Refunds of Member Contributions	(2,577,760)
Net Change in Total Pension Liability	2,413,897
Total Pension Liability - Beginning	57,208,911
Total Pension Liability - Ending	59,622,808
Plan Fiduciary Net Position	
Contributions - Employer	\$ 1,800,000
Contributions - Members	423,565
Net Investment Income	1,985,708
Benefit Payments, Including Refunds of Member Contributions	(2,577,761)
Administrative Expenses	(24,963)
Net Change in Plan Fiduciary Net Position	1,606,549
Plan Net Position - Beginning	39,794,407
Plan Net Position - Ending	41,400,956
Employer's Net Pension Liability	\$ 18,221,852
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.44%
Covered Payroll	\$ 4,263,576
Employer's Net Pension Liability as a Percentage of Covered Payroll	427.38%

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

Changes of Assumptions: Changes in assumptions related to the inflation rate were made in 2021.

2015	2016	2017	2018	2019	2020	2021
1,076,377	1,100,542	1,151,491	1,043,688	972,492	1,081,219	1,080,556
4,304,465	4,529,260	4,697,824	4,889,912	5,235,690	5,491,897	5,561,336
—	—	—	—	213,461	—	—
115,649	(453,275)	137,129	744,635	630,014	(1,975,555)	244,919
271,061	—	—	1,653,451	—	—	(254,785)
(2,654,506)	(2,727,692)	(3,077,212)	(3,381,115)	(3,601,127)	(3,651,865)	(3,626,383)
3,113,046	2,448,835	2,909,232	4,950,571	3,450,530	945,696	3,005,643
59,622,808	62,735,854	65,184,689	68,093,921	73,044,492	76,495,022	77,440,718
62,735,854	65,184,689	68,093,921	73,044,492	76,495,022	77,440,718	80,446,361
1,763,100	1,891,000	2,023,000	2,127,000	2,273,000	2,492,000	2,705,000
439,929	449,131	445,506	456,418	470,100	486,717	506,601
(827,422)	3,231,460	5,670,917	(3,311,013)	8,743,944	7,231,664	6,823,843
(2,654,506)	(2,727,692)	(3,077,212)	(3,381,115)	(3,601,127)	(3,651,865)	(3,626,383)
(27,269)	(34,484)	(25,794)	(12,569)	(28,376)	(31,246)	(30,770)
(1,306,168)	2,809,415	5,036,417	(4,121,279)	7,857,541	6,527,270	6,378,291
41,400,956	40,094,788	42,904,203	47,940,620	43,819,341	51,676,882	58,204,152
40,094,788	42,904,203	47,940,620	43,819,341	51,676,882	58,204,152	64,582,443
22,641,066	22,280,486	20,153,301	29,225,151	24,818,140	19,236,566	15,863,918
63.91%	65.82%	70.40%	59.99%	67.56%	75.16%	80.28%
4,385,426	4,539,433	4,363,788	4,540,859	4,790,179	4,948,108	5,096,433
516.28%	490.82%	461.83%	643.60%	518.10%	388.77%	311.27%

VILLAGE OF WILMETTE, ILLINOIS

Firefighter's Pension Fund Schedule of Changes in the Employer's Net Pension Liability December 31, 2021

	<u>2014</u>
Total Pension Liability	
Service Cost	\$ 1,353,552
Interest	4,447,479
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	915,150
Change of Assumptions	—
Benefit Payments, Including Refunds of Member Contributions	(3,143,670)
Net Change in Total Pension Liability	3,572,511
Total Pension Liability - Beginning	61,562,822
Total Pension Liability - Ending	<u>65,135,333</u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 2,200,000
Contributions - Members	404,901
Net Investment Income	2,008,758
Benefit Payments, Including Refunds of Member Contributions	(3,143,670)
Administrative Expenses	(67,965)
Net Change in Plan Fiduciary Net Position	1,402,024
Plan Net Position - Beginning	40,559,964
Plan Net Position - Ending	<u>41,961,988</u>
Employer's Net Pension Liability	<u>\$ 23,173,345</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	64.42%
Covered Payroll	\$ 4,333,254
Employer's Net Pension Liability as a Percentage of Covered Payroll	534.78%

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

Changes of Assumptions: Changes in assumptions related to the mortality and termination rate tables, assumed salary increase rates, and the inflation rate were made in 2021.

2015	2016	2017	2018	2019	2020	2021
1,354,485	1,180,425	1,266,392	1,246,034	1,118,682	1,208,748	1,182,181
4,701,473	5,001,380	5,081,130	5,271,850	5,543,638	5,702,602	5,882,005
—	—	—	—	218,888	—	—
1,365,723	(1,452,630)	239,018	(871,854)	(586,615)	(80,218)	1,063,785
323,382	—	—	2,309,222	—	—	82,049
(3,283,837)	(3,584,863)	(3,845,414)	(4,023,616)	(4,136,671)	(4,247,409)	(4,276,100)
4,461,226	1,144,312	2,741,126	3,931,636	2,157,922	2,583,723	3,933,920
65,135,333	69,596,559	70,740,871	73,481,997	77,413,633	79,571,555	82,155,278
69,596,559	70,740,871	73,481,997	77,413,633	79,571,555	82,155,278	86,089,198
2,296,000	2,422,000	2,609,000	2,750,000	2,823,000	2,935,000	3,376,000
427,887	429,767	427,546	427,374	442,442	458,589	591,823
(869,293)	3,240,709	5,749,816	(3,466,296)	8,751,390	6,981,089	6,901,253
(3,283,837)	(3,584,863)	(3,845,414)	(4,023,616)	(4,136,671)	(4,247,409)	(4,412,701)
(51,846)	(76,697)	(21,083)	(13,400)	(26,121)	(31,057)	(58,651)
(1,481,089)	2,430,916	4,919,865	(4,325,938)	7,854,040	6,096,212	6,397,724
41,961,988	40,480,899	42,911,815	47,831,680	43,505,742	51,359,782	57,455,994
40,480,899	42,911,815	47,831,680	43,505,742	51,359,782	57,455,994	63,853,718
29,115,660	27,829,056	25,650,317	33,907,891	28,211,773	24,699,284	22,235,480
58.17%	60.66%	65.09%	56.20%	64.55%	69.94%	74.17%
4,464,767	4,481,012	4,296,430	4,591,448	4,719,208	4,793,064	4,995,704
652.12%	621.04%	597.01%	738.50%	597.81%	515.31%	445.09%

VILLAGE OF WILMETTE, ILLINOIS

Police Pension Fund

Schedule of Investment Returns

December 31, 2021

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	5.01%
2015	(2.00%)
2016	8.24%
2017	7.72%
2018	(7.47%)
2019	20.22%
2020	14.54%
2021	12.31%

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

VILLAGE OF WILMETTE, ILLINOIS

**Firefighters' Pension Fund
Schedule of Investment Returns
December 31, 2021**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	4.99%
2015	(2.09%)
2016	8.23%
2017	7.71%
2018	(7.63%)
2019	20.47%
2020	14.25%
2021	12.75%

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

VILLAGE OF WILMETTE, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2021

	2018	2019	2020	2021
Total OPEB Liability				
Service Cost	\$ 187,043	170,297	208,652	246,801
Interest	148,224	173,317	155,433	95,854
Changes in Benefit Terms	—	—	—	—
Differences Between Expected and Actual Experience	—	—	(406,933)	—
Change of Assumptions or Other Inputs	(247,329)	324,353	368,841	(139,422)
Benefit Payments	(146,740)	(159,213)	(171,950)	(158,355)
Net Change in Total OPEB Liability	(58,802)	508,754	154,043	44,878
Total OPEB Liability - Beginning	4,194,557	4,135,755	4,644,509	4,798,552
Total OPEB Liability - Ending	4,135,755	4,644,509	4,798,552	4,843,430
Covered-Employee Payroll	\$ 18,039,186	18,717,459	19,045,988	19,640,223
Total OPEB Liability as a Percentage of Covered-Employee Payroll	22.93%	24.81%	25.19%	24.66%

Notes:

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

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2021.

VILLAGE OF WILMETTE, ILLINOIS

General Fund

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

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Revenues			
Taxes	\$ 16,399,800	16,399,800	23,254,485
Licenses, Permits and Fees	3,700,000	3,700,000	4,610,864
Intergovernmental	7,108,883	7,108,883	8,937,537
Charges for Services	3,180,900	3,180,900	3,415,762
Fines and Forfeitures	303,700	303,700	263,054
Investment Earnings	300,000	300,000	769,878
Miscellaneous	1,245,700	1,245,700	1,483,887
Total Revenues	32,238,983	32,238,983	42,735,467
Expenditures			
General Government	4,303,207	4,303,207	5,067,962
Public Safety	17,550,636	17,550,636	22,755,970
Streets and Sanitation	6,291,717	6,291,717	6,130,433
Other Public Works	4,618,310	4,618,310	5,035,603
Public Health	46,360	46,360	46,360
Community Development	2,128,837	2,128,837	2,190,141
Capital Outlay	972,000	972,000	440,294
Debt Service			
Principal Retirement	12,500	12,500	12,500
Total Expenditures	35,923,567	35,923,567	41,679,263
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,684,584)	(3,684,584)	1,056,204
Other Financing Sources (Uses)			
Transfers In	1,340,000	1,340,000	1,933,938
Transfers Out	(20,000)	(20,000)	—
	1,320,000	1,320,000	1,933,938
Net Change in Fund Balance	(2,364,584)	(2,364,584)	2,990,142
Fund Balance - Beginning			20,701,792
Fund Balance - Ending			23,691,934

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

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

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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 funds received from the State of Illinois Motor Fuel Tax to be used for operating and maintaining local streets and roads.

Fire Insurance Tax Fund

The Fire Insurance Tax Fund is used to account for foreign fire insurance tax receipts held on behalf of retiring Village firefighters' to be applied to their retiree health insurance premiums.

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.

CAPITAL PROJECTS FUND

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

ENTERPRISE FUNDS

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

INDIVIDUAL FUND DESCRIPTIONS - Continued

ENTERPRISE FUNDS - Continued

Water Fund

The Water Fund is used to account for the provision of water to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

Sewer Fund

The Sewer Fund is used to account for the provision of the sewer system to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

Parking Meter Fund

The Parking Meter Fund is used to account for the provision of parking to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies other governmental unit, or to other governmental units, on a cost-reimbursement basis.

Municipal Garage Fund

The Municipal Garage Fund is used to account for the activity necessary to operate and maintain the Village's automotive fleet. User departments are charged a proportionate share determined by the number and types of vehicles in each department.

Employee Insurance Fund

The Employee Insurance Fund is used to for account employer provided health and life insurance, employer flexible benefit contributions, and unemployment compensation. User departments are charged the expense incurred on behalf of their employees.

Workers' Compensation Fund

The Workers' Compensation Fund is used to account for employer workers' compensation expense. User departments are charged a proportionate share of this expense determined by the employees in each department.

INDIVIDUAL FUND DESCRIPTIONS - Continued

INTERNAL SERVICE FUNDS - Continued

Illinois Municipal Retirement Fund

The Illinois Municipal Retirement Fund is used to account for employer Social Security and Medicare contributions as well as employer pension contributions to the Illinois Municipal Retirement Fund (the statewide pension plan for the Village's full-time employees other than sworn police and fire personnel.) User departments are charged a proportionate share of this expense determined by the employees in each department.

Section 105 Sick Leave Fund

The Section 105 Sick Leave Fund is used to account for employer Section 105 sick leave expense. User departments are charged a proportionate share of this expense determined by the employees in each department.

TRUST FUNDS

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. The fund does not account for the administrative costs of the system, which are borne by the General Fund. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

Firefighters' Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees in the firefighting service at appropriate amounts and times in the future. The fund does not account for the administrative costs of the system, which are borne by the General Fund. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Taxes			
Property Taxes	\$ 10,813,800	10,813,800	16,187,399
Municipal Sales Tax - Home Rule	1,600,000	1,600,000	2,342,016
Utility Tax	1,905,000	1,905,000	1,738,190
Wireless 911 Tax	636,000	636,000	612,813
Real Estate Transfer Tax	1,080,000	1,080,000	1,869,717
Fuel Use Tax	212,000	212,000	212,657
Hotel Tax	153,000	153,000	291,693
Total Taxes	16,399,800	16,399,800	23,254,485
Licenses, Permits and Fees			
Licenses			
Vehicle	1,515,000	1,515,000	1,595,440
Taxi/Valet	—	—	100
Animal	1,500	1,500	2,035
Business	82,000	82,000	80,865
Contractor	148,000	148,000	149,520
Liquor Licenses	84,000	84,000	86,375
Permits			
Building	1,061,000	1,061,000	1,690,656
Roof	11,000	11,000	14,391
Demolition	80,000	80,000	109,053
Electric	80,000	80,000	93,685
Plumbing	46,400	46,400	56,895
Right-of Way	19,600	19,600	25,420
Grading	93,400	93,400	136,582
Other	43,100	43,100	58,486
Fees			
Inspections	200,000	200,000	277,173
Pavement Degradation Fee	120,000	120,000	95,427
Plan Review	80,000	80,000	86,097
Filing	20,000	20,000	22,913
Permit Penalties	15,000	15,000	29,751
	3,700,000	3,700,000	4,610,864

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Intergovernmental			
Municipal Sales Tax	\$ 3,530,000	3,530,000	4,446,737
State Income Tax	2,492,000	2,492,000	3,586,221
Personal Property Replacement Tax	244,000	244,000	467,823
Police Grants	205,000	205,000	12,798
Fire Grants	20,000	20,000	3,207
Federal Grant - Central Ave. Improvements	517,100	517,100	367,944
State Grant - Skokie/Lake Improvements	75,783	75,783	—
Miscellaneous Grant Revenue	25,000	25,000	52,807
Total Intergovernmental	7,108,883	7,108,883	8,937,537
Charges for Services			
Refuse Collection Charges	2,491,000	2,491,000	2,421,564
Sales of Yard Waste Bags	85,500	85,500	88,072
Recycling Revenue Share	—	—	39,624
Ambulance Transport Charges	475,000	475,000	760,763
Burglar Alarms	20,000	20,000	14,295
Damage to Village Property	20,000	20,000	4,460
Traffic and Parking Study Reimbursement	—	—	14,938
School & Park District Ethernet Reimbursements	5,000	5,000	3,924
French Market Services	2,200	2,200	2,900
Park District Personnel Reimbursements	40,000	40,000	25,168
Elevator Inspections	13,200	13,200	10,589
Shore Line Place Services	28,000	28,000	28,801
Health Department Charges	1,000	1,000	664
Total Charges for Services	3,180,900	3,180,900	3,415,762
Fines and Forfeitures			
Court Fines	35,000	35,000	48,760
Adjudication Collections	50,000	50,000	46,922
Vehicle License and Parking	215,000	215,000	166,388
Animal and Impounding Fees	3,700	3,700	984
	303,700	303,700	263,054

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Investment Earnings			
Interest	\$ 300,000	300,000	74,786
I.R.M.A. Excess Surplus Investment Earnings	—	—	695,092
Total Investment Earnings	300,000	300,000	769,878
Miscellaneous			
Rental Income			
Wilmette Park District	55,000	55,000	61,659
Depot Nuevo	48,800	48,800	48,887
3545 Lake Avenue	2,400	2,400	2,000
Cellular Antennae Leases	370,000	370,000	387,563
Cable TV Franchise Fees	540,000	540,000	526,159
Cable PEG Fees	37,500	37,500	34,146
Commercial Waste Collection Franchise Fees	92,000	92,000	91,608
Sale of General Capital Assets	20,000	20,000	86,086
Contribution from Wilmette Historical Society	30,000	30,000	44,427
Insurance Reimbursements	—	—	13,285
Donations	10,000	10,000	120,000
Other	20,000	20,000	44,746
Police Seizures	20,000	20,000	23,321
Total Miscellaneous	1,245,700	1,245,700	1,483,887
Total Revenues	32,238,983	32,238,983	42,735,467

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
General Government			
Legislative			
Memberships	\$ 19,000	19,000	18,061
Annual Audit	5,000	5,000	5,000
Incidentals	2,000	2,000	419
Total Legislative	26,000	26,000	23,480
General Administration			
Salaries - Regular	460,022	460,022	475,025
Employee Benefits	155,391	155,391	156,525
Memberships	6,325	6,325	2,487
Professional Services	96,550	96,550	68,947
Lease/Purchase - Copier	9,000	9,000	3,446
Pre-employment Exams	5,500	5,500	9,663
Office Supplies	3,000	3,000	1,916
Incidentals	1,500	1,500	2,834
Training	11,200	11,200	5,417
Employee Recognition Program	9,100	9,100	5,373
Newsletters	16,750	16,750	10,591
Publishing Legal Notices	1,500	1,500	126
Classified Advertisements	4,200	4,200	1,100
Total General Administration	780,038	780,038	743,450
Administrative Services			
Salaries - Regular	274,841	274,841	256,359
Employee Benefits	94,436	94,436	90,969
Memberships	300	300	300
Professional Services	17,750	17,750	63,926
Geographic Information System	30,500	30,500	30,143
Administrative Adjudication	4,750	4,750	5,531
Contractual Hardware Support	9,200	9,200	10,639
Contractual Software Support	214,585	214,585	224,318
PC Software Subscription	105,200	105,200	107,597
Contractual Internet Expenditures	22,760	22,760	22,813
Telephone Service - Cellular	2,000	2,000	2,704
Computer Communications	45,390	45,390	86,090

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
General Government - Continued			
Administrative Services - Continued			
Computer Parts	\$ 17,600	17,600	35,741
Computer Software	2,000	2,000	1,309
Office Supplies	500	500	6,235
Automotive	1,422	1,422	2,020
Incidentals	200	200	207
Training	3,200	3,200	(1,709)
Motor Equipment - Car Laptops	13,750	13,750	9,621
Office Furniture and Equipment	51,780	51,780	75,645
Total Administrative Services	912,164	912,164	1,030,458
Finance Department			
Salaries - Regular	852,832	852,832	884,720
Salaries - Overtime	—	—	3,039
Employee Benefits	277,701	277,701	282,161
Memberships	1,600	1,600	1,015
Professional Services	33,000	33,000	24,986
Lease/Purchase - Copier	19,000	19,000	10,328
Bank Charges	80,000	80,000	72,603
Postage - General Office	40,000	40,000	42,496
Contractual Services	23,000	23,000	21,847
Maintenance of Office Equipment	2,000	2,000	3,079
Telephone - Office Service	13,850	13,850	32,889
Telephone - Maintenance	1,000	1,000	207
Telephone - Long Distance	100	100	1
Office Supplies	20,000	20,000	20,991
Supplies Other than Office	9,000	9,000	7,876
Incidentals	500	500	870
Training	4,500	4,500	451
Publishing Legal Notices	2,100	2,100	2,054
Total Finance Department	1,380,183	1,380,183	1,411,613

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
General Government - Continued			
Law Department			
Salaries - Regular	\$ 206,677	206,677	206,550
Employee Benefits	36,673	36,673	36,418
Memberships	1,815	1,815	1,826
Code Revision service	10,000	10,000	2,902
Special Attorney Fees	45,000	45,000	116,197
On-Line Legal Research Service	1,025	1,025	816
Supplies - Legal	1,500	1,500	170
Incidentals	150	150	235
Training	4,610	4,610	959
Litigation Costs	1,000	1,000	—
Total Law Department	308,450	308,450	366,073
Boards and Commissions			
Incidentals	1,000	1,000	—
Housing Commission	3,000	3,000	2,911
Historic Preservation Commission	1,200	1,200	150
Human Relations Commission	1,750	1,750	—
Sesquicentennial Planning	—	—	9,868
Bicycle Task Force	2,000	2,000	—
Total Boards and Commissions	8,950	8,950	12,929
Historical Museum			
Salaries - Regular	148,301	148,301	156,687
Employee Benefits	29,345	29,345	29,001
Total Historical Museum	177,646	177,646	185,688
Cable Programming Services			
Salaries - Regular	101,200	101,200	97,726
Employee Benefits	41,531	41,531	38,799
Memberships	195	195	195
Contractual Website Services	4,000	4,000	—
Maintenance - Office Equipment	4,000	4,000	—
Hi-Speed Ethernet Service	5,500	5,500	13,659
Supplies - Office	250	250	—
Supplies - Video	2,000	2,000	500

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
General Government - Continued			
Cable Programming Services - Continued			
Incidentals	\$ 300	300	—
Training	600	600	—
Office Space Rent	13,200	13,200	13,736
Office Furniture and Equipment	7,000	7,000	—
Total Cable Programming Services	179,776	179,776	164,615
Insurance			
General Liability and Property Insurance			
Fixed Premiums	—	—	1,560
Village Use of Excess IRMA Surplus Reserve	—	—	569,404
Deductible Payments	30,000	30,000	9,272
Total Insurance	30,000	30,000	580,236
Contingencies			
Regular	—	—	26,152
Employer Pension Contribution	500,000	500,000	500,000
Residential Assistance Program	—	—	23,268
	500,000	500,000	549,420
Total General Government	4,303,207	4,303,207	5,067,962
Public Safety			
Fire and Police Commission			
Salaries - Regular	47,390	47,390	47,285
Employee Benefits	20,088	20,088	19,269
Professional Services	11,000	11,000	40,211
Total Fire and Police Commission	78,478	78,478	106,765
Police			
General Operations			
Salaries - Regular	5,311,143	5,311,143	5,170,115
Salaries - Overtime	300,000	300,000	321,343
Employee Benefits	952,754	952,754	969,665
Employer Pension Contribution	—	—	2,455,000
Memberships	1,740	1,740	1,445
Professional Services	—	—	23,565

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Public Safety - Continued			
Police - Continued			
General Operations - Continued			
Physical Exams	\$ 16,650	16,650	15,400
Contractual Animal Observation	18,000	18,000	11,283
Maintenance - Equipment	51,900	51,900	42,920
Maintenance - Radios	36,500	36,500	30,893
Telephone Services - Cellular	1,800	1,800	1,716
Uniforms	43,400	43,400	34,835
Range Supplies	9,500	9,500	9,851
Supplies other than Office	14,050	14,050	15,138
Community Relations Materials	4,000	4,000	2,875
Automotive	253,832	253,832	208,150
Incidentals	7,000	7,000	4,706
Training	39,900	39,900	46,318
Police Seizure Expenditures	20,000	20,000	28,094
Crime Lab Contributions	40,670	40,670	41,193
NIPAS Contribution	8,710	8,710	6,205
Major Crimes Task Force	5,600	5,600	5,600
NIPSTA Contribution	7,400	7,400	7,747
C.E.R.F. Contribution	125,690	125,690	—
Total General Operations	7,270,239	7,270,239	9,454,057
General Services			
Salaries - Regular	598,227	598,227	601,671
Salaries - Overtime	300	300	—
Employee Benefits	258,546	258,546	253,801
Memberships	470	470	472
Professional Services	19,380	19,380	18,268
Lease/Purchase - Copier	6,100	6,100	4,118
Maintenance - Office Equipment	500	500	—
Reaccreditation Fees	5,600	5,600	4,695
Professional Services - Police Grant Work	1,500	1,500	—
Towing - Contractual	800	800	525
Telephone Services - Cellular	2,800	2,800	2,516
Computer Communications	1,200	1,200	—
Uniforms	300	300	218
Office Supplies	8,000	8,000	8,163

VILLAGE OF WILMETTE, ILLINOIS**General Fund****Schedule of Detailed Expenditures - Budget and Actual - Continued****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual
	Original	Final	Amounts
Public Safety - Continued			
Police - Continued			
General Services - Continued			
Supplies Other than Office	\$ 2,000	2,000	1,899
Incidentals	300	300	180
Training	1,200	1,200	280
Care of Prisoners	1,500	1,500	1,078
Total General Services	908,723	908,723	897,884
Public Safety Communications			
Salaries - Regular	784,086	784,086	790,850
Salaries - Overtime	64,000	64,000	62,623
Employee Benefits	313,274	313,274	308,785
Memberships	170	170	181
Professional Services	8,000	8,000	7,900
Contractual Regional Fire Dispatch	266,568	266,568	292,182
Contractual Software Support - C.A.D.	76,500	76,500	81,524
Software - 911 System	9,400	9,400	—
Maintenance - Office Equipment	6,200	6,200	6,181
Maintenance - E-911 System	18,350	18,350	11,126
IWIN Program	8,000	8,000	7,617
Computer Communications	5,500	5,500	17,218
Uniforms	4,000	4,000	1,170
Incidentals	200	200	22
Training	2,300	2,300	636
Total Public Safety Communications	1,566,548	1,566,548	1,588,015
School Crossing Protection			
Salaries - Regular	260,962	260,962	248,037
Employee Benefits	21,812	21,812	20,545
Uniforms	1,000	1,000	181
Supplies Other than Office	500	500	—
Total School Crossing Protection	284,274	284,274	268,763
Total Police	10,029,784	10,029,784	12,208,719

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Public Safety - Continued			
Emergency Fire and Medical Services			
Salaries - Regular	\$ 5,242,737	5,242,737	5,110,104
Salaries - Overtime	312,750	312,750	507,228
Salaries - Off-Duty Response	10,000	10,000	7,072
Employee Benefits	1,149,731	1,149,731	1,111,035
Employer Pension Contribution	—	—	3,126,000
Memberships	3,720	3,720	2,380
Lease/Purchase - Copier	5,000	5,000	2,897
Physical Exams	19,680	19,680	17,404
Maintenance - Equipment	6,190	6,190	2,479
Maintenance - Radios	9,350	9,350	28,043
Maintenance - Breathing Equipment	5,988	5,988	5,735
Maintenance - Telemetry Equipment	790	790	715
Maintenance - Special Rescue Equipment	7,080	7,080	3,478
Reaccreditation Fees	17,400	17,400	1,885
Telephone Services - Cellular	6,400	6,400	8,128
Uniforms	25,650	25,650	22,299
Protective Clothing	35,449	35,449	34,831
Supplies - Fire Hose	6,500	6,500	7,340
Supplies - Medical	18,803	18,803	10,614
Supplies - Emergency Equipment	5,100	5,100	12,379
Supplies - Office	2,000	2,000	1,237
Supplies - Other than Office	8,400	8,400	4,328
Materials - Public Education Programming	4,000	4,000	2,637
Automotive	333,466	333,466	281,150
Incidentals	1,000	1,000	1,104
Training	54,000	54,000	37,077
NIPSTA Contribution	7,305	7,305	7,304
MABAS Contribution	5,500	5,500	5,390
C.E.R.F. Contribution	137,810	137,810	—
GEMT Transfer	—	—	38,055
Rent - Commonwealth Edison	575	575	604
Cardiac Defibrillator and Telemetry	—	—	26,879
Office Furniture	—	—	12,675
Total Emergency Fire and Medical Services	7,442,374	7,442,374	10,440,486
Total Public Safety	17,550,636	17,550,636	22,755,970

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Streets and Sanitation			
Streets Department			
Salaries - Regular	\$ 1,108,967	1,108,967	1,073,756
Salaries - Overtime	93,860	93,860	123,615
Employee Benefits	427,353	427,353	431,414
Memberships	3,085	3,085	2,534
G.P.S. Fleet Management	5,725	5,725	5,286
Lease/Purchase - Copier	5,000	5,000	4,643
Professional Services	—	—	2,000
Contractual Services	40,150	40,150	38,930
Contractual Snow Removal	79,970	79,970	115,230
J.U.L.I.E. Expenditures	8,170	8,170	8,170
Landscaping and Maintenance of PRW	41,810	41,810	43,929
Reaccreditation Fees	5,500	5,500	—
Lease Leaf Packers	10,000	10,000	15,252
Telephone Services - Cellular	4,200	4,200	2,577
Uniforms	9,230	9,230	5,160
Supplies - Miscellaneous Tools and Equipment	3,125	3,125	3,441
Supplies - Office	3,000	3,000	1,840
Supplies - Other than Office	1,000	1,000	2,064
Materials - Traffic Signs	16,400	16,400	17,397
Materials - Salt	118,830	118,830	124,668
Materials - Street Repair and Landscaping	44,250	44,250	32,727
Materials - Other	11,000	11,000	—
Automotive	457,027	457,027	527,200
Incidentals	1,300	1,300	1,008
Training	8,300	8,300	5,042
NIPSTA Contribution	1,500	1,500	1,500
Snow Plows	12,500	12,500	—
C.E.R.F. Contribution	159,860	159,860	—
Other Equipment	—	—	1,333
Total Streets Department	2,681,112	2,681,112	2,590,716
Refuse Collection and Disposal			
Contractual Refuse Collection	1,031,785	1,031,785	1,025,418
Recycling Collection	796,895	796,895	791,796

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Streets and Sanitation - Continued			
Refuse Collection and Disposal - Continued			
Landfill Tipping Fees	\$ 411,415	411,415	407,061
Contractual Yard Waste Collection	216,380	216,380	214,979
Yard Waste Supplies	2,550	2,550	1,920
Promotional and Educational	600	600	200
Total Refuse Collection and Disposal	2,459,625	2,459,625	2,441,374
Maintenance of Trees			
Salaries - Regular	301,039	301,039	300,590
Salaries - Overtime	8,990	8,990	7,169
Employee Benefits	121,986	121,986	117,171
Contractual Services	2,000	2,000	2,400
Tree Planting Program	49,850	49,850	38,441
Contractual Tree Pruning	232,650	232,650	239,440
Emerald Ash Borer - Tree Removals	17,625	17,625	7,912
Telephone Services - Cellular	600	600	480
Uniforms	1,435	1,435	884
Materials	2,200	2,200	817
Automotive	42,661	42,661	29,060
Training	1,400	1,400	1,120
Replacement Chain Saws	700	700	864
Total Maintenance of Trees	783,136	783,136	746,348
Street Lighting			
Salaries - Regular	106,568	106,568	106,657
Salaries - Overtime	6,560	6,560	4,526
Employee Benefits	39,844	39,844	37,653
Contractual Services	5,300	5,300	1,463
Maintenance & Disposal of Transformers	1,000	1,000	—
Street Light Pole Painting	—	—	33,040
Uniforms	600	600	50
Supplies	24,400	24,400	30,136
Supplies - Light Poles and Parts	71,140	71,140	38,007
Commonwealth Edison Leased Lighting	22,000	22,000	16,217
Street Light Power - Village System	73,000	73,000	62,816

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Streets and Sanitation - Continued			
Street Lighting - Continued			
Automotive	\$ 17,062	17,062	20,940
Training	370	370	490
Total Street Lighting	367,844	367,844	351,995
Total Streets and Sanitation	6,291,717	6,291,717	6,130,433
Other Public Works			
Village Engineer			
Salaries - Regular	573,585	573,585	557,960
Salaries - Overtime	500	500	—
Employee Benefits	182,598	182,598	181,065
Memberships	3,470	3,470	2,941
Professional Services	40,000	40,000	25,897
Mater Bike Plan	—	—	3,014
Plan Review Services	60,000	60,000	29,556
Plan Review Services - Non-Operating	30,000	30,000	17,779
Maintenance - Office Equipment	1,000	1,000	—
Maintenance - Traffic Signals	58,900	58,900	53,983
Sidewalk Replacement Program	75,000	75,000	74,722
Curb Replacement Program	26,000	26,000	25,083
Street and Alley Maintenance Program	574,000	574,000	479,911
Baker Alley Reconstruction	—	—	15,994
Street Patching	95,000	95,000	93,617
Pavement Surface Rejuvenation	88,000	88,000	63,418
Pavement Marking Program	52,000	52,000	51,658
Brick Street Maintenance	113,000	113,000	101,079
Brick Street Renovations	341,000	341,000	218,138
Crack Sealing Program	26,000	26,000	26,001
Traffic Calming Program	25,000	25,000	30,553
Pedestrian Improvements	55,000	55,000	54,245
Bike Plan Implementation	50,000	50,000	28,612
Street Resurfacing Program	574,000	574,000	1,212,133
Engineering	186,000	186,000	123,837
Central Avenue Reconstruction	517,100	517,100	431,273

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Other Public Works - Continued			
Village Engineer - Continued			
Street Surfacing Program	\$ 99,055	99,055	—
Telephone Services - Cellular	2,300	2,300	1,856
Supplies - Office	2,100	2,100	1,675
Supplies - Other than Office	3,600	3,600	5,233
Automotive	5,688	5,688	9,450
Incidentals	1,800	1,800	1,398
Training	3,900	3,900	3,206
Parking Lots	15,000	15,000	11,635
Skokie Valley Bike Trail	25,000	25,000	—
Total Village Engineer	3,905,596	3,905,596	3,936,922
Building and Grounds			
Salaries - Regular	231,166	231,166	218,517
Salaries - Overtime	10,580	10,580	10,578
Employee Benefits	108,209	108,209	93,629
Memberships	500	500	431
Contractual Services	91,000	91,000	99,586
Contractual Custodial Services	66,900	66,900	67,236
Heating and Cooling System Repairs	53,000	53,000	58,841
Uniforms	1,100	1,100	1,236
Supplies - Building	47,250	47,250	53,308
Supplies - Grounds	2,500	2,500	4,368
Supplies - Printing	6,000	6,000	3,525
Building Furniture and Repairs	55,000	55,000	85,041
Heating - Gas	25,000	25,000	24,721
Automotive	13,509	13,509	10,790
Training	1,000	1,000	185
Building Improvements	—	—	1,499
Total Building and Grounds	712,714	712,714	733,491
	4,618,310	4,618,310	4,670,413

VILLAGE OF WILMETTE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Other Public Works - Continued			
NonGAAP Activity			
Plus Prior Year Encumbrances - Central Avenue			
Reconstruction	\$ —	—	365,190
Total Other Public Works	4,618,310	4,618,310	5,035,603
Public Health			
Sanitarian Services	46,360	46,360	46,360
Community Development			
Community Development			
Salaries - Regular	1,122,391	1,122,391	1,138,219
Salaries - Overtime	500	500	18,216
Employee Benefits	415,486	415,486	414,250
Memberships	2,545	2,545	2,476
Professional Services	5,450	5,450	5,603
Comprehensive Plan	175,000	175,000	74,781
Digital Records Conversion	17,400	17,400	9,637
Contractual Planning & Inspection Services	2,000	2,000	5,097
Contractual Elevator Inspection Services	10,000	10,000	8,805
Maintenance - Office Equipment	200	200	—
Telephone Services - Cellular	1,500	1,500	2,612
Supplies - Office	2,500	2,500	1,505
Supplies - Other than Office	1,385	1,385	1,678
Automotive	14,220	14,220	16,230
Incidentals	300	300	651
Training	5,250	5,250	688
Publishing Legal Notices	2,000	2,000	2,821
Total Community Development	1,778,127	1,778,127	1,703,269
Business Development			
Salaries - Regular	63,980	63,980	63,785
Employee Benefits	23,479	23,479	22,203
Memberships	1,425	1,425	21,802

VILLAGE OF WILMETTE, ILLINOIS**General Fund****Schedule of Detailed Expenditures - Budget and Actual - Continued****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual
	Original	Final	Amounts
Community Development - Continued			
Business Development - Continued			
Business Promotion Activities	\$ 112,750	112,750	131,770
Incidentals	650	650	—
Land Acquisition	30,000	30,000	23,000
Hotel Tax Rebate	118,426	118,426	224,312
Total Business Development	350,710	350,710	486,872
Total Community Development	2,128,837	2,128,837	2,190,141
Capital Outlay - C.E.R.F. Program			
Public Works Vehicles - Pick-Up T-44	—	—	640
Public Works Vehicles - Sidewalk Snowplow C-20	168,000	168,000	—
Public Works Large Dump Truck T-16	—	—	91,997
Public Works Large Dump Truck T-17	235,000	235,000	6,163
911 System Replacement	185,000	185,000	—
Cardiac Defibrillator and Telemetry	68,000	68,000	93,401
Public Works Vehicles - Other	190,000	190,000	—
Police Vehicles	46,000	46,000	72,907
Fire Vehicles	—	—	14,193
Phone System Replacement	—	—	21,093
VH Council Chamber AV Replacement	80,000	80,000	139,900
Total Capital Outlay	972,000	972,000	440,294
Debt Service			
Fire Truck Loan Principal Retirement	12,500	12,500	12,500
Total Expenditures	35,923,567	35,923,567	41,679,263

VILLAGE OF WILMETTE, ILLINOIS**Debt Service Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
Revenues			
Taxes			
Property Taxes	\$ 3,663,500	3,663,500	3,634,703
Expenditures			
Debt Service			
Principal Retirement	2,800,000	2,800,000	2,800,000
Interest and Fiscal Charges	895,000	895,000	887,661
Total Expenditures	3,695,000	3,695,000	3,687,661
Excess (Deficiency) of Revenues Over (Under) Expenditures	(31,500)	(31,500)	(52,958)
Other Financing Sources (Uses)			
Debt Issuance	—	—	430,000
Premium on Debt Issuance	—	—	77,818
Payment to Escrow Agent	—	—	(514,244)
Transfers In	20,000	20,000	—
	20,000	20,000	(6,426)
Net Change in Fund Balance	<u>(11,500)</u>	<u>(11,500)</u>	(59,384)
Fund Balance - Beginning			<u>17,801</u>
Fund Balance - Ending			<u>(41,583)</u>

VILLAGE OF WILMETTE, ILLINOIS

Capital Projects Fund

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

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Revenues			
Investment Earnings	\$ —	—	545
Expenditures			
Capital Projects			
Street Resurfacing Program	2,326,843	2,326,843	1,528,546
Building Improvements	174,500	174,500	—
Debt Service			
Interest and Fiscal Charges	60,000	60,000	47,797
Total Expenditures	2,561,343	2,561,343	1,576,343
Excess (Deficiency) of Revenues Over(Under) Expenditures	(2,561,343)	(2,561,343)	(1,575,798)
Other Financing Sources (Uses)			
Debt Issuance	3,360,000	3,360,000	3,075,000
Premium on Debt Issuance	—	—	272,797
Transfers Out	—	—	(883,938)
	3,360,000	3,360,000	2,463,859
Net Change in Fund Balance	798,657	798,657	888,061
Fund Balance - Beginning			—
Fund Balance - Ending			888,061

VILLAGE OF WILMETTE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds
Combining Balance Sheet
December 31, 2021

	Motor Fuel Tax	Fire Insurance Tax	Totals
ASSETS			
Cash and Investments	\$ 1,704,287	579,616	2,283,903
Receivables - Net of Allowances			
Accounts	701	—	701
Due from Other Governments	100,727	—	100,727
Total Assets	1,805,715	579,616	2,385,331
LIABILITIES			
Accounts Payable	763,509	—	763,509
FUND BALANCES			
Restricted	1,042,206	579,616	1,621,822
Total Liabilities and Fund Balances	1,805,715	579,616	2,385,331

VILLAGE OF WILMETTE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances

December 31, 2021

	Motor Fuel Tax	Fire Insurance Tax	Totals
Revenues			
Taxes			
Foreign Fire Insurance Tax	\$ —	103,446	103,446
Intergovernmental	1,656,370	—	1,656,370
Investment Earnings	6,916	3,530	10,446
Total Revenues	1,663,286	106,976	1,770,262
Expenditures			
Public Safety			
Employee Benefits	—	134,084	134,084
Capital Outlay			
Road Resurfacing Improvements	1,619,018	—	1,619,018
Total Expenditures	1,619,018	134,084	1,753,102
Net Change in Fund Balances	44,268	(27,108)	17,160
Fund Balances - Beginning	997,938	606,724	1,604,662
Fund Balances - Ending	1,042,206	579,616	1,621,822

VILLAGE OF WILMETTE, ILLINOIS**Motor Fuel Tax - Special Revenue Fund****Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 1,067,200	1,067,200	1,061,323
Grant	595,000	595,000	595,047
Investment Earnings	4,500	4,500	6,916
Total Revenues	1,666,700	1,666,700	1,663,286
Expenditures			
Capital Outlay			
Road Resurfacing Improvements	1,795,000	1,795,000	1,619,018
Net Change in Fund Balance	(128,300)	(128,300)	44,268
Fund Balance - Beginning			997,938
Fund Balance - Ending			1,042,206

VILLAGE OF WILMETTE, ILLINOIS

Water - Enterprise Fund

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

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Operating Revenues			
Charges for Services			
Water Sales			
Residential	\$ 3,211,900	3,211,900	3,530,515
Village of Glenview	3,946,670	3,946,670	4,087,843
Illinois American Water Company	1,041,450	1,041,450	1,148,036
Village of Golf	36,200	36,200	45,232
North Main	1,425,960	1,425,960	1,478,178
Kenilworth	218,070	218,070	227,256
Other Water Sales	—	—	1,969
Other	170,000	170,000	149,837
Total Operating Revenues	10,050,250	10,050,250	10,668,866
Operating Expenses			
Administration			
General	188,481	188,481	164,604
Administrative	673,122	673,122	784,980
Operations			
Water Plant Operations	3,133,993	3,133,993	3,146,236
Distribution	1,189,372	1,189,372	1,125,631
Meter and Reservoir Maintenance	338,339	338,339	304,797
Depreciation and Amortization	—	—	1,080,093
Total Operating Expenses	5,523,307	5,523,307	6,606,341
Operating Income	4,526,943	4,526,943	4,062,525
Nonoperating Revenues (Expenses)			
Investment Earnings	100,000	100,000	48,412
Interest Expense	(322,000)	(322,000)	(444,868)
	(222,000)	(222,000)	(396,456)
Income Before Transfers	4,304,943	4,304,943	3,666,069
Transfers Out	(1,340,000)	(1,340,000)	(1,050,000)
Change in Net Position	2,964,943	2,964,943	2,616,069
Net Position - Beginning			24,888,538
Net Position - Ending			27,504,607

VILLAGE OF WILMETTE, ILLINOIS

Water - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Administration			
General			
Salaries - Regular	\$ 53,670	53,670	53,359
Salaries - Overtime	500	500	22
Employee Benefits	19,311	19,311	18,999
Annual Audit	18,000	18,000	14,000
Bank Charges	42,300	42,300	58,917
Postage	17,000	17,000	15,738
Contractual Services	25,000	25,000	1,616
Supplies - Office - Administrative	8,000	8,000	149
Supplies - Office - Water Plant	2,400	2,400	1,720
Incidentals	300	300	84
Training	2,000	2,000	—
Total General	188,481	188,481	164,604
Administrative			
Salaries - Regular	397,067	397,067	402,721
Salaries - Overtime	—	—	561
Employee Benefits	130,845	130,845	128,634
OPEB Expense	—	—	46,984
Memberships	2,960	2,960	2,334
Telephone - Regular Service	30,600	30,600	82,991
Telephone - Maintenance	1,500	1,500	—
Telephone - Cellular	—	—	1,268
Supplies - Building	8,000	8,000	8,426
Building Furniture and Repairs	7,500	7,500	18,210
Training	4,450	4,450	2,651
General Liability and Property Insurance	90,200	90,200	90,200
Total Administrative	673,122	673,122	784,980
Operations			
Water Plant Operations			
Salaries - Regular	1,529,613	1,529,613	1,539,141
Salaries - Overtime	35,725	35,725	27,370
Employee Benefits	659,939	659,939	648,248
Professional Services - SCADA System Maintenance	3,000	3,000	—
Contractual Services	30,300	30,300	76,131

VILLAGE OF WILMETTE, ILLINOIS

Water - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Operations - Continued			
Water Plant Operations - Continued			
Contractual Custodial Services	\$ 11,000	11,000	10,860
Maintenance of Equipment	34,000	34,000	16,923
Telephone - Cellular	1,500	1,500	—
Computer Communications Expense	460	460	—
Uniforms	5,800	5,800	5,269
Supplies	32,000	32,000	39,498
Supplies - Computer Parts	1,000	1,000	1,088
Supplies - Laboratory	16,800	16,800	15,405
Equipment Repair Materials	32,500	32,500	37,565
Power	465,000	465,000	420,488
Heating Gas	40,000	40,000	36,655
Chemicals	164,000	164,000	198,721
Automotive	16,356	16,356	8,780
Incidentals	1,000	1,000	2,015
Water Reclamation District User Charges	50,000	50,000	58,584
Instrumentation Replacement	70,000	70,000	—
Vehicle	36,500	36,500	—
Laboratory Equipment	4,000	4,000	3,495
	3,240,493	3,240,493	3,146,236
Less Nonoperating Items			
Capital Outlay	(106,500)	(106,500)	—
Total Water Plant Operations	3,133,993	3,133,993	3,146,236
Distribution			
Salaries - Regular	481,419	481,419	463,271
Salaries - Overtime	37,600	37,600	30,499
Employee Benefits	206,094	206,094	203,117
Geographic Information System	30,500	30,500	28,769
Distribution System Leak Detection	15,000	15,000	13,237
Professional Services	13,000	13,000	12,742
Contractual Services	116,230	116,230	63,683
Transmission Main Repair	21,500	21,500	20,938
Maintenance - Distribution System	30,000	30,000	33,109
Telephone Service - Cellular	1,300	1,300	1,476
Uniforms	4,515	4,515	3,027

VILLAGE OF WILMETTE, ILLINOIS

Water - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Operations - Continued			
Distribution - Continued			
Supplies - Miscellaneous Tools and Equipment	\$ 6,000	6,000	18,737
Materials	71,250	71,250	87,253
Replacement Fire Hydrants	24,800	24,800	24,693
Automotive	125,139	125,139	114,880
Incidentals	500	500	262
Training	4,525	4,525	5,938
Valve Installation	91,000	91,000	108,654
Replacement Pick-Up Truck	28,500	28,500	17,337
Small Dump Truck	31,500	31,500	17,521
Water Mains	12,000	12,000	11,248
	1,352,372	1,352,372	1,280,391
NonGAAP Activity			
Plus Prior Year Encumbrances - Central Avenue			
Main Replacement	—	—	534,131
Less Nonoperating Items			
Capital Outlay	(163,000)	(163,000)	(688,891)
Total Distribution	1,189,372	1,189,372	1,125,631
Meter and Reservoir Maintenance			
Salaries - Regular	161,766	161,766	161,770
Salaries - Overtime	625	625	—
Employee Benefits	56,439	56,439	55,682
Contractual Services	13,800	13,800	15,930
Maintenance - Reservoir/Pumping Station	3,500	3,500	1,300
Maintenance - Standpipe	5,200	5,200	4,250
Uniforms	700	700	594
Supplies	2,300	2,300	2,255
Supplies - Reservoir	3,000	3,000	4,944
Water Meters - Cost of Sales	20,000	20,000	15,659
Water Meters - Repair Parts	2,200	2,200	—
Water Meter Replacement Program	50,000	50,000	29,258
	5,000	5,000	5,055

VILLAGE OF WILMETTE, ILLINOIS

Water - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Operations - Continued			
Meter and Reservoir Maintenance - Continued			
Water Meter AMR Program			
Automotive	\$ 13,509	13,509	8,100
Training	300	300	—
Total Meter and Reservoir Maintenance	338,339	338,339	304,797
Capital Outlay			
Water Plant Improvements	—	—	42,095
Water Plant Electrical Improvements	400,000	400,000	90,865
Less Nonoperating Items			
Capital Outlay	(400,000)	(400,000)	(132,960)
Total Capital Outlay	—	—	—
Debt Service			
Principal Retirement	2,693,000	2,693,000	4,149,725
Interest Expense & Fiscal Charges	319,000	319,000	443,368
Bond Registrar Fees	3,000	3,000	1,500
	3,015,000	3,015,000	4,594,593
Less Nonoperating Items			
Debt Service	(3,015,000)	(3,015,000)	(4,594,593)
Total Debt Service	—	—	—
Depreciation and Amortization	—	—	1,080,093
Total Operating Expenses	5,523,307	5,523,307	6,606,341

VILLAGE OF WILMETTE, ILLINOIS

Sewer - Enterprise Fund

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

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operating Revenues			
Charges for Services			
Sewer Charges	\$ 6,711,300	6,711,300	7,230,851
Operating Expenses			
Operations			
Maintenance of Sewers	2,190,702	2,190,702	2,002,355
Storm Water Pumping Station	174,567	174,567	150,873
Depreciation and Amortization	—	—	1,124,099
Total Operating Expenses	2,365,269	2,365,269	3,277,327
Operating Income	4,346,031	4,346,031	3,953,524
Nonoperating Revenues (Expenses)			
Debt Issuance	16,320,000	16,320,000	—
Disposal of Capital Assets	—	—	22,500
Investment Earnings	—	—	13,543
Interest Expense	(1,738,000)	(1,738,000)	(2,507,883)
	14,582,000	14,582,000	(2,471,840)
Change in Net Position	18,928,031	18,928,031	1,481,684
Net Position - Beginning			35,862,786
Net Position - Ending			37,344,470

VILLAGE OF WILMETTE, ILLINOIS

Sewer - Enterprise Fund

Scheduling of Operating Expenses - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operations			
Maintenance of Sewers			
Salaries - Regular	\$ 630,068	630,068	615,527
Salaries - Overtime	10,900	10,900	9,996
Employee Benefits	252,290	252,290	249,019
OPEB Expense	—	—	4,062
Professional Services	37,580	37,580	21,997
Geographic Information System	30,500	30,500	28,768
Contractual Services	89,800	89,800	49,614
Contractual Sewer Maintenance	366,500	366,500	351,951
Sewer Flow Monitoring	60,000	60,000	60,000
N.P.D.E.S. Phase II	6,000	6,000	6,000
Telephone Service - Cellular	1,300	1,300	1,476
Uniforms	4,400	4,400	3,176
Supplies - Miscellaneous Tools and Equipment	4,000	4,000	17,176
Materials	40,000	40,000	43,031
Automotive	125,139	125,139	114,880
Incidentals	500	500	262
Training	5,725	5,725	5,708
Rain Ready Program	60,000	60,000	8,350
Sewer Main Repairs	466,000	466,000	411,362
Replacement Pick-Up Truck	28,500	28,500	17,337
Small Dump Truck	31,500	31,500	17,521
Vehicles - Other	145,000	145,000	136,446
	2,395,702	2,395,702	2,173,659
Less Nonoperating Items			
Capital Outlay	(205,000)	(205,000)	(171,304)
Total Maintenance of Sewers	2,190,702	2,190,702	2,002,355
Storm Water Pumping Station			
Salaries - Regular	65,610	65,610	65,283
Salaries - Overtime	13,000	13,000	13,123
Employee Benefits	42,557	42,557	31,467
Contractual Services	2,500	2,500	1,053
Maintenance - Equipment	2,400	2,400	2,750
Supplies	2,000	2,000	3,499

VILLAGE OF WILMETTE, ILLINOIS

Sewer - Enterprise Fund

Scheduling of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operations - Continued			
Storm Water Pumping Station - Continued			
Power	\$ 40,800	40,800	28,520
Heating Gas	5,700	5,700	5,178
Total Storm Water Pumping Station	174,567	174,567	150,873
Capital Outlay			
Electrical Improvements	600,000	600,000	55,080
Sewer Lining and Rehabilitation	820,000	820,000	—
Storm Sewers	19,400,000	19,400,000	15,223,622
Less Nonoperating Items			
Capital Outlay	(20,820,000)	(20,820,000)	(15,278,702)
Total Capital Outlay	—	—	—
Debt Service			
Principal Retirement	2,748,000	2,748,000	13,290,712
Interest Expense	1,736,000	1,736,000	1,781,594
Bond Issuance Costs	60,000	60,000	514,004
Bond Registrar Fees	2,000	2,000	1,300
	4,546,000	4,546,000	15,587,610
Less Nonoperating Items			
Debt Service	(4,546,000)	(4,546,000)	(15,587,610)
Total Debt Service	—	—	—
Depreciation and Amortization	—	—	1,124,099
Total Operating Expenses	2,365,269	2,365,269	3,277,327

VILLAGE OF WILMETTE, ILLINOIS**Parking Meter - Nonmajor Enterprise Fund****Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operating Revenues			
Charges for Services			
Parking Fees	\$ 255,300	255,300	154,496
Operating Expenses			
Operations			
Central Business District	199,356	199,356	179,817
CTA Station	128,533	128,533	109,533
Burmeister Parking Facility	7,180	7,180	7,058
Depreciation	—	—	131,424
Total Operating Expenses	335,069	335,069	427,832
Change in Net Position	(79,769)	(79,769)	(273,336)
Net Position - Beginning			4,079,539
Net Position - Ending			3,806,203

VILLAGE OF WILMETTE, ILLINOIS**Parking Meter - Nonmajor Enterprise Fund
Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operating Revenues			
Charges for Services			
Central Business District			
Parking Meter Revenue	\$ 119,000	119,000	45,550
Permit Fees	30,100	30,100	46,420
METRA Station Rent	3,000	3,000	—
Total Central Business District	152,100	152,100	91,970
CTA Station			
Commuter Daily Drop Box	65,000	65,000	37,921
Commuter Permit Fees	11,000	11,000	5,120
Merchant Permit Fees	4,200	4,200	3,780
Residential Permit Fees	3,000	3,000	3,680
Total CTA Station	83,200	83,200	50,501
Burmeister Parking Facility			
Permit Fees	20,000	20,000	12,025
Total Operating Revenues	255,300	255,300	154,496

VILLAGE OF WILMETTE, ILLINOIS

Parking Meter - Nonmajor Enterprise Fund

Schedule of Operating Expenses - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operations			
Central Business District			
Salaries - Regular	\$ 50,943	50,943	53,146
Salaries - Overtime	560	560	188
Employee Benefits	24,118	24,118	24,071
OPEB Expense	—	—	1,229
Bank Charges	20,000	20,000	8,024
Contractual Services - Railroad Property	36,855	36,855	43,917
Contractual Snow Plowing	16,480	16,480	24,922
Building Supplies - Railroad Property	400	400	372
Grounds Supplies - Village Property	4,000	4,000	1,836
Grounds Supplies - Railroad Property	2,000	2,000	2,000
Power - METRA Station	5,000	5,000	5,048
Lighting	5,400	5,400	3,375
Heating Gas - Railroad Property	1,500	1,500	1,686
Parking Meter Parts - Village Property	400	400	—
Parking Meter Parts - Railroad Property	1,500	1,500	2,435
Rent - Commuter Lot	25,000	25,000	6,364
Rent - Poplar Drive Lots	2,800	2,800	1,204
Rent - St. Augustine Lot	2,400	2,400	—
Total Central Business District	199,356	199,356	179,817
CTA Station			
Salaries - Regular	45,447	45,447	45,393
Salaries - Overtime	2,250	2,250	—
Employee Benefits	21,321	21,321	20,388
Bank Charges	7,000	7,000	3,252
Contractual Services	6,810	6,810	7,850
Contractual Grounds Maintenance	3,000	3,000	2,996
Contractual Snow Plowing	9,185	9,185	14,872
Materials	3,520	3,520	1,748
Rent - CTA	30,000	30,000	13,034
	128,533	128,533	109,533

VILLAGE OF WILMETTE, ILLINOIS

Parking Meter - Nonmajor Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operations - Continued			
Burmeister Parking Facility			
Contractual Services	\$ 4,580	4,580	5,406
Materials	500	500	92
Lighting	2,100	2,100	1,560
Total Burmeister Parking Facility	7,180	7,180	7,058
Depreciation	—	—	131,424
Total Operating Expenses	335,069	335,069	427,832

VILLAGE OF WILMETTE, ILLINOIS

Internal Service Funds

Combining Statement of Net Position

December 31, 2021

	<u>Municipal Garage</u>
ASSETS	
Current Assets	
Cash and Investments	\$ —
Receivables - Net of Allowances	
Accounts	—
Prepays	—
	<u>—</u>
Total Assets	<u>—</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	—
Deposits Payable	—
Retiree Benefits Payable	—
Due to Other Funds	—
	<u>—</u>
Total Liabilities	<u>—</u>
NET POSITION	
Unrestricted	<u>—</u>

Employee Insurance	Workers' Compensation	Illinois Municipal Retirement	Section Sick Leave	Totals
35,216	—	15,768	1,567,225	1,618,209
—	16,117	—	1,059	17,176
4,756	—	—	—	4,756
39,972	16,117	15,768	1,568,284	1,640,141
—	3,440	8,834	—	12,274
—	—	—	28,546	28,546
—	—	—	1,526,093	1,526,093
—	11,685	—	—	11,685
—	15,125	8,834	1,554,639	1,578,598
39,972	992	6,934	13,645	61,543

VILLAGE OF WILMETTE, ILLINOIS

Internal Service Funds

Combining Statement of Revenues, Expenses, and Changes in Net Position

For the Fiscal Year Ended December 31, 2021

	<u>Municipal Garage</u>
Operating Revenues	
Interfund Services	\$ 1,352,618
Operating Expenses	
Operating Expenses	<u>1,352,618</u>
Operating Income (Loss)	—
Nonoperating Revenues	—
Investment Earnings	<u>—</u>
Change in Net Position	—
Net Position - Beginning	<u>—</u>
Net Position - Ending	<u><u>—</u></u>

Employee Insurance	Workers' Compensation	Illinois Municipal Retirement	Section 105 Sick Leave	Totals
3,602,899	160,612	2,214,061	259,000	7,589,190
3,581,888	154,185	2,214,061	308,208	7,610,960
21,011	6,427	—	(49,208)	(21,770)
—	—	—	5,474	5,474
21,011	6,427	—	(43,734)	(16,296)
18,961	(5,435)	6,934	57,379	77,839
39,972	992	6,934	13,645	61,543

VILLAGE OF WILMETTE, ILLINOIS

Internal Service Funds

Combining Statement of Cash Flows

For the Fiscal Year Ended December 31, 2021

	Municipal Garage
Cash Flows from Operating Activities	
Receipts from Interfund Services	\$ 1,352,618
Payments to Employees	(607,456)
Payments to Suppliers	(745,162)
	<u>—</u>
Cash Flows from Investing Activities	
Investment Earnings	<u>—</u>
Net Change in Cash and Cash Equivalents	<u>—</u>
Cash and Cash Equivalents - Beginning	<u>—</u>
Cash and Cash Equivalents - Ending	<u><u>—</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income (Loss)	<u>—</u>
Adjustments to Reconcile Operating Income to	
Net Cash Provided by Operating Activities:	
Changes in Assets and Liabilities	
(Increase) Decrease in Current Assets	<u>—</u>
Increase (Decrease) in Current Liabilities	<u>—</u>
Net Cash Provided by Operating Activities	<u><u>—</u></u>

Employee Insurance	Workers' Compensation	Illinois Municipal Retirement	Section 105 Sick Leave	Totals
3,598,143	156,958	2,214,061	264,244	7,586,024
(140,010)	—	—	—	(747,466)
(3,441,878)	(156,958)	(2,214,031)	(153,313)	(6,711,342)
16,255	—	30	110,931	127,216
—	—	—	5,474	5,474
16,255	—	30	116,405	132,690
18,961	—	15,738	1,450,820	1,485,519
35,216	—	15,768	1,567,225	1,618,209
21,011	6,427	—	(49,208)	(21,770)
(4,756)	(3,654)	—	5,244	(3,166)
—	(2,773)	30	154,895	152,152
16,255	—	30	110,931	127,216

VILLAGE OF WILMETTE, ILLINOIS

Municipal Garage - Internal Service Fund

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

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operating Revenues			
Interfund Services			
General Fund Billings	\$ 1,138,887	1,138,887	1,104,990
Sewer Fund Billings	125,139	125,139	114,880
Water Fund Billings	155,004	155,004	131,760
Insurance Reimbursements	3,000	3,000	988
Total Operating Revenues	1,422,030	1,422,030	1,352,618
Operating Expenses			
Operations			
Maintenance			
Regular Salaries	674,823	674,823	597,901
Overtime Salaries	6,000	6,000	9,555
Employee Benefits	264,322	264,322	229,053
Contractual Services	40,000	40,000	50,401
Contractual Maintenance - Emergency Vehicles	58,720	58,720	69,805
Maintenance - Radios	4,500	4,500	—
Contractual Services - Vehicle Washing	2,120	2,120	76
Telephone Service - Cellular	1,000	1,000	2,208
Uniforms	4,500	4,500	3,289
Supplies - Automotive Parts	160,700	160,700	151,387
Supplies - Auto Shop	15,375	15,375	22,653
Supplies - Vehicle Stripping and Safety	2,200	2,200	4,329
Squad Car Transfer Rehabilitation	3,100	3,100	5,611
Gasoline and Oil	168,775	168,775	194,105
Mechanics' Tool Allowance	3,000	3,000	3,000
Incidentals	400	400	968
Training	3,100	3,100	2,538
Licenses, Titles and Inspection Fees	5,240	5,240	5,739
Total Operating Expenses	1,417,875	1,417,875	1,352,618
Change in Net Position	4,155	4,155	—
Net Position - Beginning			—
Net Position - Ending			—

VILLAGE OF WILMETTE, ILLINOIS**Employee Insurance - Internal Service Fund****Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operating Revenues			
Interfund Services			
General Fund Billings	\$ 2,825,280	2,825,280	2,803,422
Municipal Garage Fund Billings	121,985	121,985	106,509
Parking Meter Fund Billings	25,754	25,754	25,707
Sewer Fund Billings	149,499	149,499	143,824
Water Fund Billings	522,554	522,554	523,437
Total Operating Revenues	3,645,072	3,645,072	3,602,899
Operating Expenses			
Operations			
Flexible Benefit Program Contributions	142,561	142,561	140,010
Employee Health Insurance			
North Suburban Employee Benefit Co-Op	2,298,789	2,298,789	2,346,212
HMO - Illinois	1,132,239	1,132,239	1,057,548
Employee Life Insurance	40,176	40,176	38,118
Unemployment Compensation	31,307	31,307	—
Total Operating Expenses	3,645,072	3,645,072	3,581,888
Change in Net Position	—	—	21,011
Net Position - Beginning			18,961
Net Position - Ending			39,972

VILLAGE OF WILMETTE, ILLINOIS**Workers' Compensation - Internal Service Fund****Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operating Revenues			
Interfund Services			
General Fund Billings	\$ 126,885	126,885	107,962
Municipal Garage Fund Billings	4,813	4,813	4,100
Parking Meter Fund Billings	689	689	570
Sewer Fund Billings	4,972	4,972	4,210
Water Fund Billings	18,732	18,732	15,870
Insurance Reimbursements	—	—	27,900
Total Operating Revenues	156,091	156,091	160,612
Operating Expenses			
Operations			
Workers' Compensation			
Fixed Premium Portion	114,191	114,191	114,191
Payment of Deductibles	41,900	41,900	39,994
Total Operating Expenses	156,091	156,091	154,185
Change in Net Position	—	—	6,427
Net Position - Beginning			(5,435)
Net Position - Ending			992

VILLAGE OF WILMETTE, ILLINOIS**Illinois Municipal Retirement - Internal Service Fund****Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operating Revenues			
Interfund Services			
General Fund Billings	\$ 1,511,696	1,511,696	1,468,293
Municipal Garage Fund Billings	126,049	126,049	111,174
Parking Meter Fund Billings	18,458	18,458	18,181
Sewer Fund Billings	133,021	133,021	127,006
Water Fund Billings	497,092	497,092	489,407
Total Operating Revenues	2,286,316	2,286,316	2,214,061
Operating Expenses			
Operations			
Employer IMRF Contributions	1,236,695	1,236,695	1,211,368
Employer FICA Contributions	716,923	716,923	683,391
Employer Medicare Contributions	332,698	332,698	319,302
Total Operating Expenses	2,286,316	2,286,316	2,214,061
Change in Net Position	—	—	—
Net Position - Beginning			6,934
Net Position - Ending			6,934

VILLAGE OF WILMETTE, ILLINOIS**Section 105 Sick Leave - Internal Service Fund****Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Operating Revenues			
Interfund Services			
General Fund Billings	\$ 206,376	206,376	220,320
Municipal Garage Fund Billings	11,475	11,475	7,270
Sewer Fund Billings	7,355	7,355	5,445
Water Fund Billings	34,250	34,250	25,965
Parking Meter Fund Billings	538	538	—
Total Operating Revenues	259,994	259,994	259,000
Operating Expenses			
Administration	310,000	310,000	308,208
Operating (Loss)	(50,006)	(50,006)	(49,208)
Nonoperating Revenues			
Investment Earnings	15,000	15,000	5,474
Change in Net Position	(35,006)	(35,006)	(43,734)
Net Position - Beginning			57,379
Net Position - Ending			13,645

VILLAGE OF WILMETTE, ILLINOIS**Pension Trust Funds****Combining Statement of Fiduciary Net Position****December 31, 2021**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 5,809,861	4,518,020	10,327,881
Investments			
U.S. Treasury Securities	9,574,398	9,287,647	18,862,045
U.S. Agency Securities	428,495	417,802	846,297
Corporate Bonds	6,083,907	5,920,157	12,004,064
Municipal Bonds	158,165	158,164	316,329
Mutual Funds	42,441,496	43,476,775	85,918,271
Receivables			
Accrued Interest	93,666	89,947	183,613
Total Assets	64,589,988	63,868,512	128,458,500
LIABILITIES			
Accounts Payable	7,545	14,794	22,339
NET POSITION			
Net Position Restricted for Pensions	64,582,443	63,853,718	128,436,161

VILLAGE OF WILMETTE, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2021

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 2,705,000	3,376,000	6,081,000
Contributions - Plan Members	506,601	591,823	1,098,424
Total Contributions	3,211,601	3,967,823	7,179,424
Investment Income			
Interest Earned	377,924	368,018	745,942
Net Change in Fair Value	6,501,918	6,587,258	13,089,176
	6,879,842	6,955,276	13,835,118
Less Investment Expenses	(55,999)	(54,023)	(110,022)
Net Investment Income	6,823,843	6,901,253	13,725,096
Total Additions	10,035,444	10,869,076	20,904,520
Deductions			
Administration	30,770	58,651	89,421
Benefits and Refunds	3,626,383	4,412,701	8,039,084
Total Deductions	3,657,153	4,471,352	8,128,505
Change in Fiduciary Net Position	6,378,291	6,397,724	12,776,015
Net Position Restricted for Pensions			
Beginning	58,204,152	57,455,994	115,660,146
Ending	64,582,443	63,853,718	128,436,161

VILLAGE OF WILMETTE, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in the Fiduciary Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Additions			
Contributions - Employer	\$ 2,705,000	2,705,000	2,705,000
Contributions - Plan Members	508,000	508,000	506,601
Total Contributions	3,213,000	3,213,000	3,211,601
Investment Income			
Interest Earned	3,800,000	3,800,000	377,924
Net Change in Fair Value	—	—	6,501,918
	3,800,000	3,800,000	6,879,842
Less Investment Expenses	(150,200)	(150,200)	(55,999)
Net Investment Income	3,649,800	3,649,800	6,823,843
Total Additions	6,862,800	6,862,800	10,035,444
Deductions			
Administration	19,000	19,000	30,770
Benefits and Refunds	4,115,000	4,115,000	3,626,383
Total Deductions	4,134,000	4,134,000	3,657,153
Change in Fiduciary Net Position	2,728,800	2,728,800	6,378,291
Net Position Restricted for Pensions			
Beginning			58,204,152
Ending			64,582,443

VILLAGE OF WILMETTE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

Schedule of Changes in the Fiduciary Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Additions			
Contributions - Employer	\$ 3,376,000	3,376,000	3,376,000
Contributions - Plan Members	483,000	483,000	591,823
Total Contributions	3,859,000	3,859,000	3,967,823
Investment Income			
Interest Earned	3,800,000	3,800,000	368,018
Net Change in Fair Value	—	—	6,587,258
	3,800,000	3,800,000	6,955,276
Less Investment Expenses	(150,200)	(150,200)	(54,023)
Net Investment Income	3,649,800	3,649,800	6,901,253
Total Additions	7,508,800	7,508,800	10,869,076
Deductions			
Administration	19,000	19,000	58,651
Benefits and Refunds	4,670,000	4,670,000	4,412,701
Total Deductions	4,689,000	4,689,000	4,471,352
Change in Fiduciary Net Position	2,819,800	2,819,800	6,397,724
Net Position Restricted for Pensions			
Beginning			57,455,994
Ending			63,853,718

VILLAGE OF WILMETTE, ILLINOIS**Consolidated Year-End Financial Report
December 31, 2021**

CSFA #	Program Name	State	Federal	Other	Totals
444-26-1565	Tobacco Enforcement Program	\$ —	2,383	—	2,383
494-10-0343	State and Community Highway/National Safety Priority Program	—	11,551	—	11,551
494-42-0495	Local Surface Transportation Program	—	367,944	—	367,944
592-00-1729	State Fire Marshall	3,207	—	—	3,207
494-00-1488	Motor Fuel Tax Program	1,027,040	—	—	1,027,040
494-00-2356	Local REBUILD Illinois Bond Program	591,978	—	—	591,978
	Other Grant Programs and Activities	—	47,183	95,353	142,536
	All Other Costs Not Allocated	—	—	47,005,084	47,005,084
	Totals	1,622,225	429,061	47,100,437	49,151,723



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS**

June 16, 2022

The Honorable Village President
Members of the Board of Trustees and Village Manager
Village of Wilmette, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Wilmette, Illinois, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated June 16, 2022.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

SUPPLEMENTAL SCHEDULES

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements General Obligation Bonds of 2014 December 31, 2021

Date of Issue	December 2, 2014
Date of Maturity	December 1, 2043
Authorized Issue	\$20,315,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% to 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ —	576,625	576,625
2023	200,000	576,625	776,625
2024	100,000	570,625	670,625
2025	100,000	567,625	667,625
2026	100,000	564,625	664,625
2027	100,000	561,625	661,625
2028	100,000	558,625	658,625
2029	500,000	555,625	1,055,625
2030	550,000	540,625	1,090,625
2031	600,000	523,438	1,123,438
2032	600,000	503,938	1,103,938
2033	700,000	483,687	1,183,687
2034	750,000	459,187	1,209,187
2035	300,000	432,937	732,937
2036	350,000	422,062	772,062
2037	400,000	409,375	809,375
2038	1,500,000	394,375	1,894,375
2039	1,550,000	338,125	1,888,125
2040	1,650,000	280,000	1,930,000
2041	1,700,000	214,000	1,914,000
2042	1,800,000	146,000	1,946,000
2043	1,850,000	74,000	1,924,000
	15,500,000	9,753,749	25,253,749
	15,500,000	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements General Obligation Bonds of 2017A December 31, 2021

Date of Issue	November 8, 2017
Date of Maturity	December 1, 2036
Authorized Issue	\$9,795,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ —	134,725	134,725
2023	—	134,725	134,725
2024	—	134,725	134,725
2025	370,000	134,725	504,725
2026	375,000	127,325	502,325
2027	385,000	119,825	504,825
2028	390,000	112,125	502,125
2029	400,000	103,350	503,350
2030	410,000	94,350	504,350
2031	425,000	82,050	507,050
2032	435,000	69,300	504,300
2033	450,000	56,250	506,250
2034	460,000	42,750	502,750
2035	475,000	28,950	503,950
2036	490,000	14,700	504,700
	5,065,000	1,389,875	6,454,875
	<u>5,065,000</u>	Debt Service Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

General Obligation Refunding Bonds of 2017B

December 31, 2021

Date of Issue	December 5, 2017
Date of Maturity	December 1, 2023
Authorized Issue	\$3,470,000
Denomination of Bonds	\$5,000
Interest Rate	3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 865,000	51,750	916,750
2023	860,000	25,800	885,800
	1,725,000	77,550	1,802,550
	1,725,000	Water Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements General Obligation Bonds of 2020A December 31, 2021

Date of Issue	July 9, 2020
Date of Maturity	December 1, 2050
Authorized Issue	\$30,025,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 390,000	796,150	1,186,150
2023	190,000	776,650	966,650
2024	460,000	767,150	1,227,150
2025	685,000	744,150	1,429,150
2026	720,000	709,900	1,429,900
2027	755,000	673,900	1,428,900
2028	795,000	636,150	1,431,150
2029	835,000	596,400	1,431,400
2030	865,000	563,000	1,428,000
2031	900,000	528,400	1,428,400
2032	930,000	501,400	1,431,400
2033	960,000	473,500	1,433,500
2034	975,000	454,300	1,429,300
2035	995,000	434,800	1,429,800
2036	1,020,000	414,900	1,434,900
2037	1,035,000	394,500	1,429,500
2038	1,060,000	372,506	1,432,506
2039	1,080,000	349,981	1,429,981
2040	1,105,000	325,681	1,430,681
2041	1,130,000	300,820	1,430,820
2042	1,155,000	275,393	1,430,393
2043	1,180,000	247,962	1,427,962
2044	1,210,000	219,938	1,429,938
2045	1,240,000	191,200	1,431,200
2046	1,270,000	161,750	1,431,750
2047	1,300,000	130,000	1,430,000
2048	1,330,000	97,500	1,427,500
2049	1,365,000	64,250	1,429,250
2050	1,205,000	30,126	1,235,126
	<u>28,140,000</u>	<u>12,232,357</u>	<u>40,372,357</u>
	24,340,000	Sewer Fund	
	<u>3,800,000</u>	Water Fund	
	<u>28,140,000</u>		

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

General Obligation Refunding Bonds of 2020B

December 31, 2021

Date of Issue	October 13, 2020
Date of Maturity	December 1, 2026
Authorized Issue	\$15,700,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Wells Fargo Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 2,600,000	655,750	3,255,750
2023	2,825,000	525,750	3,350,750
2024	3,875,000	384,500	4,259,500
2025	2,675,000	190,750	2,865,750
2026	1,140,000	57,000	1,197,000
	<u>13,115,000</u>	<u>1,813,750</u>	<u>14,928,750</u>
	12,155,000	Debt Service Fund	
	<u>960,000</u>	Water Fund	
	<u>13,115,000</u>		

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements General Obligation Bonds of 2021 December 31, 2021

Date of Issue	October 19, 2021
Date of Maturity	December 1, 2051
Authorized Issue	\$34,995,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 2,340,000	1,229,547	3,569,547
2023	1,405,000	984,086	2,389,086
2024	610,000	913,836	1,523,836
2025	635,000	883,336	1,518,336
2026	1,025,000	851,586	1,876,586
2027	1,205,000	800,336	2,005,336
2028	1,250,000	740,086	1,990,086
2029	1,210,000	677,586	1,887,586
2030	1,250,000	617,086	1,867,086
2031	1,295,000	554,586	1,849,586
2032	1,320,000	502,786	1,822,786
2033	1,330,000	476,386	1,806,386
2034	1,335,000	449,786	1,784,786
2035	1,845,000	423,086	2,268,086
2036	1,840,000	386,186	2,226,186
2037	1,835,000	349,386	2,184,386
2038	955,000	312,686	1,267,686
2039	975,000	293,586	1,268,586
2040	995,000	272,870	1,267,870
2041	1,010,000	251,738	1,261,738
2042	835,000	229,000	1,064,000
2043	855,000	210,212	1,065,212
2044	875,000	189,906	1,064,906
2045	900,000	169,126	1,069,126
2046	920,000	146,626	1,066,626
2047	940,000	123,626	1,063,626
2048	965,000	100,126	1,065,126
2049	990,000	76,000	1,066,000
2050	1,015,000	51,250	1,066,250
2051	1,035,000	25,884	1,060,884
	<u>34,995,000</u>	<u>13,292,323</u>	<u>48,287,323</u>
	3,505,000	Debt Service Fund	
	29,965,000	Sewer Fund	
	<u>1,525,000</u>	Water Fund	
	<u>34,995,000</u>		

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2006

December 31, 2021

Date of Issue	March 13, 2007
Date of Maturity	September 13, 2026
Authorized Issue	\$420,715
Denomination of Bonds	Various
Interest Rate	2.50%
Interest Dates	March 13 and September 13
Principal Maturity Date	September 13
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-2597

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 24,747	3,100	27,847
2023	25,370	2,477	27,847
2024	26,008	1,839	27,847
2025	26,663	1,184	27,847
2026	27,335	512	27,847
	130,123	9,112	139,235
	<u>130,123</u>	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2007

December 31, 2021

Date of Issue	May 25, 2007
Date of Maturity	October 21, 2027
Authorized Issue	\$677,122
Denomination of Bonds	Various
Interest Rate	2.50%
Interest Dates	April 21 and October 21
Principal Maturity Dates	April 21 and October 21
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-2807 and L17-2808

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 35,993	5,502	41,495
2023	36,898	4,597	41,495
2024	37,826	3,669	41,495
2025	38,778	2,717	41,495
2026	39,752	1,743	41,495
2027	39,807	743	40,550
	229,054	18,971	248,025
	229,054	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2010

December 31, 2021

Date of Issue	September 30, 2010
Date of Maturity	April 7, 2030
Authorized Issue	\$172,028
Denomination of Bonds	Various
Interest Rate	0.00%
Interest Date	N/A
Principal Maturity Date	April 7
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-2952

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 8,822	—	8,822
2023	8,822	—	8,822
2024	8,822	—	8,822
2025	8,822	—	8,822
2026	8,822	—	8,822
2027	8,822	—	8,822
2028	8,822	—	8,822
2029	8,822	—	8,822
2030	4,410	—	4,410
	74,986	—	74,986
	<u>74,986</u>	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2011

December 31, 2021

Date of Issue	August 30, 2011
Date of Maturity	July 18, 2031
Authorized Issue	\$740,135
Denomination of Bonds	Various
Interest Rate	1.25%
Interest Dates	January 18 and July 18
Principal Maturity Date	July 18
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-4005

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 37,981	4,906	42,887
2023	38,457	4,430	42,887
2024	38,939	3,948	42,887
2025	39,427	3,460	42,887
2026	39,922	3,965	43,887
2027	40,422	3,465	43,887
2028	40,929	1,958	42,887
2029	41,443	1,444	42,887
2030	41,962	925	42,887
2031	42,489	398	42,887
	401,971	28,899	430,870
	<u>401,971</u>	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2012

December 31, 2021

Date of Issue	September 28, 2012
Date of Maturity	August 5, 2032
Authorized Issue	\$742,022
Denomination of Bonds	Various
Interest Rate	2.295%
Interest Dates	February 5 and August 5
Principal Maturity Date	August 5
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-4672

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 37,101	10,313	47,414
2023	37,957	9,457	47,414
2024	38,833	8,581	47,414
2025	39,729	7,685	47,414
2026	40,646	6,768	47,414
2027	41,585	5,829	47,414
2028	42,545	4,869	47,414
2029	43,526	3,888	47,414
2030	44,532	2,882	47,414
2031	45,559	1,855	47,414
2032	46,611	803	47,414
	458,624	62,930	521,554
	458,624	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2013

December 31, 2021

Date of Issue	November 26, 2013
Date of Maturity	December 1, 2033
Authorized Issue	\$582,886
Denomination of Bonds	Various
Interest Rate	1.93%
Interest Dates	June 1 and December 1
Principal Maturity Dates	June 1 and December 1
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-4725

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 28,226	7,043	35,269
2023	28,773	6,496	35,269
2024	29,332	5,937	35,269
2025	29,900	5,369	35,269
2026	30,480	4,789	35,269
2027	31,070	4,199	35,269
2028	31,673	3,596	35,269
2029	32,288	2,981	35,269
2030	32,913	2,356	35,269
2031	33,552	1,717	35,269
2032	34,203	1,066	35,269
2033	29,552	403	29,955
	371,962	45,952	417,914
	<u>371,962</u>	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2014

December 31, 2021

Date of Issue	December 5, 2014
Date of Maturity	December 3, 2034
Authorized Issue	\$640,503
Denomination of Bonds	Various
Interest Rate	1.995%
Interest Dates	June 1 and December 1
Principal Maturity Dates	June 1 and December 1
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-4889

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 30,377	8,749	39,126
2023	30,986	8,140	39,126
2024	31,607	7,519	39,126
2025	32,241	6,885	39,126
2026	32,888	6,238	39,126
2027	33,547	5,579	39,126
2028	34,220	4,906	39,126
2029	34,906	4,220	39,126
2030	35,605	3,521	39,126
2031	36,320	2,806	39,126
2032	37,047	2,079	39,126
2033	37,790	1,336	39,126
2034	38,548	578	39,126
	446,082	62,556	508,638
	446,082	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2016

December 31, 2021

Date of Issue	December 22, 2016
Date of Maturity	July 19, 2036
Authorized Issue	\$701,187
Denomination of Bonds	Various
Interest Rate	1.86%
Interest Dates	January 19 and July 19
Principal Maturity Dates	January 19 and July 19
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-5100

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 32,753	10,285	43,038
2023	33,365	9,673	43,038
2024	33,989	9,049	43,038
2025	34,624	8,414	43,038
2026	35,271	7,767	43,038
2027	35,930	7,108	43,038
2028	36,602	6,436	43,038
2029	37,286	5,752	43,038
2030	37,982	5,056	43,038
2031	38,692	4,346	43,038
2032	39,415	3,623	43,038
2033	40,152	2,886	43,038
2034	40,902	2,136	43,038
2035	41,666	1,372	43,038
2036	42,445	593	43,038
	561,074	84,496	645,570
	561,074	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2018

December 31, 2021

Date of Issue	December 14, 2018
Date of Maturity	April 4, 2038
Authorized Issue	\$820,000
Denomination of Bonds	Various
Interest Rate	1.76%
Interest Dates	April 4 and October 4
Principal Maturity Dates	April 4 and October 4
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-5509

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 35,765	11,781	47,546
2023	36,397	11,149	47,546
2024	37,040	10,506	47,546
2025	37,695	9,851	47,546
2026	38,362	9,184	47,546
2027	39,039	8,507	47,546
2028	39,730	7,816	47,546
2029	40,433	7,113	47,546
2030	41,147	6,399	47,546
2031	41,875	5,671	47,546
2032	42,615	4,931	47,546
2033	43,368	4,178	47,546
2034	44,135	3,411	47,546
2035	44,915	2,631	47,546
2036	45,709	1,837	47,546
2037	46,517	1,029	47,546
2038	23,566	217	23,783
	678,308	106,211	784,519
	678,308	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

IEPA Revenue Bonds of 2019

December 31, 2021

Date of Issue	November 15, 2019
Date of Maturity	April 3, 2040
Authorized Issue	\$2,000,000
Denomination of Bonds	Various
Interest Rate	1.84%
Interest Dates	April 3 and October 3
Principal Maturity Dates	April 3 and October 3
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-5572

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 80,765	32,057	112,822
2023	82,259	30,563	112,822
2024	83,779	29,043	112,822
2025	85,328	27,494	112,822
2026	86,905	25,917	112,822
2027	88,512	24,310	112,822
2028	90,148	22,674	112,822
2029	91,814	21,008	112,822
2030	93,512	19,310	112,822
2031	95,240	17,582	112,822
2032	97,000	15,822	112,822
2033	98,794	14,028	112,822
2034	100,619	12,203	112,822
2035	102,479	10,343	112,822
2036	104,374	8,448	112,822
2037	106,303	6,519	112,822
2038	108,268	4,554	112,822
2039	110,269	2,553	112,822
2040	55,898	512	56,410
	1,762,266	324,940	2,087,206
	<u>1,762,266</u>	Sewer Fund	

VILLAGE OF WILMETTE, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2012

December 31, 2021

Date of Issue	July 24, 2012
Date of Maturity	November 1, 2032
Authorized Issue	\$250,000
Interest Rate	0.000%
Interest Dates	Monthly
Principal Maturity Dates	Monthly
Payable at	Illinois Finance Authority

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 12,500	—	12,500
2023	12,500	—	12,500
2024	12,500	—	12,500
2025	12,500	—	12,500
2026	12,500	—	12,500
2027	12,500	—	12,500
2028	12,500	—	12,500
2029	12,500	—	12,500
2030	12,500	—	12,500
2031	12,500	—	12,500
2032	12,500	—	12,500
	137,500	—	137,500
	137,500	General Fund	

STATISTICAL SECTION (Unaudited)

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

VILLAGE OF WILMETTE, ILLINOIS

Net Position by Component - Last Ten Fiscal Years
December 31, 2021 (Unaudited)

See Following Page

VILLAGE OF WILMETTE, ILLINOIS

Net Position by Component - Last Ten Fiscal Years* December 31, 2021 (Unaudited)

	2012	2013	2014
Governmental Activities			
Net Investment in Capital Assets	\$ 14,842,391	15,481,696	15,800,477
Restricted	549,806	560,482	749,557
Unrestricted (Deficit)	2,197,088	2,961,727	4,888,765
Total Governmental Activities Net Position	17,589,285	19,003,905	21,438,799
Business-Type Activities			
Net Investment in Capital Assets	41,954,891	43,766,118	44,837,017
Unrestricted	6,162,747	6,382,765	6,272,753
Total Business-Type Activities Net Position	48,117,638	50,148,883	51,109,770
Primary Government			
Net Investment in Capital Assets	56,797,282	59,247,814	60,637,494
Restricted	549,806	560,482	749,557
Unrestricted (Deficit)	8,359,835	9,344,492	11,161,518
Total Primary Government Net Position	65,706,923	69,152,788	72,548,569

Data Source: Village Records

*Accrual Basis of Accounting

2015	2016	2017	2018	2019	2020	2021
17,261,630	18,950,815	18,019,675	22,487,908	25,260,994	28,712,604	30,665,320
636,365	449,840	2,269,063	1,094,836	1,496,080	2,050,726	2,115,168
(36,780,535)	(38,168,942)	(39,793,063)	(46,481,274)	(47,147,049)	(43,201,520)	(31,937,590)
(18,882,540)	(18,768,287)	(19,504,325)	(22,898,530)	(20,389,975)	(12,438,190)	842,898
46,156,060	47,608,423	50,486,458	52,858,687	59,063,416	57,055,085	63,205,213
6,853,154	7,839,077	8,251,237	6,629,611	2,350,632	7,775,778	5,450,067
53,009,214	55,447,500	58,737,695	59,488,298	61,414,048	64,830,863	68,655,280
63,417,690	66,559,238	68,506,133	75,346,595	84,324,410	85,767,689	93,870,533
636,365	449,840	2,269,063	1,094,836	1,496,080	2,050,726	2,115,168
(29,927,381)	(30,329,865)	(31,541,826)	(39,851,663)	(44,796,417)	(35,425,742)	(26,487,523)
34,126,674	36,679,213	39,233,370	36,589,768	41,024,073	52,392,673	69,498,178

VILLAGE OF WILMETTE, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years* December 31, 2021 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental Activities										
General Government	\$ 3,266,556	3,303,014	3,432,230	6,138,251	4,214,252	4,498,769	4,632,977	4,224,292	3,126,780	1,492,232
Public Safety	18,405,275	18,979,618	19,306,629	27,886,999	23,273,654	22,744,932	25,155,494	24,621,004	20,026,864	19,651,025
Streets and Sanitation	8,353,031	8,740,030	8,952,573	9,070,216	9,722,953	9,630,001	9,388,292	9,225,468	9,001,717	9,549,203
Other Public Works	1,388,357	1,655,627	1,592,014	1,861,330	1,607,339	2,824,508	1,874,096	2,180,159	2,122,931	2,311,464
Public Health	1,293,984	1,305,083	249,781	246,680	257,189	163,601	45,000	44,980	45,450	46,360
Community Development	228,675	237,168	1,678,387	2,313,551	2,026,595	1,992,934	1,932,627	1,936,593	1,840,631	2,190,141
Interest	1,464,346	1,395,538	1,321,442	1,259,047	1,155,678	1,198,440	1,101,931	999,583	954,482	669,547
Total Governmental Activities Expenses	34,400,224	35,616,078	36,533,056	48,776,074	42,257,660	43,053,185	44,130,417	43,232,079	37,118,855	35,909,972
Business-Type Activities										
Water	6,417,546	6,150,922	6,229,920	6,117,781	6,132,147	6,191,777	6,706,771	6,415,220	6,803,148	7,051,209
Sewer	2,798,432	2,860,481	3,526,186	3,790,454	3,749,215	3,992,876	3,850,938	4,075,661	4,989,203	5,762,710
Parking	451,720	456,325	527,875	532,640	507,837	429,583	485,861	504,306	388,858	427,832
Total Business-Type Activities Expenses	9,667,698	9,467,728	10,283,981	10,440,875	10,389,199	10,614,236	11,043,570	10,995,187	12,181,209	13,241,751
Total Primary Government Expenses	44,067,922	45,083,806	46,817,037	59,216,949	52,646,859	53,667,421	55,173,987	54,227,266	49,300,064	49,151,723
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	394,563	416,400	439,014	468,820	443,273	334,110	337,350	327,440	313,015	318,795
Public Safety	2,245,305	2,307,524	2,440,980	2,375,151	2,453,251	2,338,553	2,417,149	2,505,794	2,281,658	2,658,820
Streets and Sanitation	2,286,245	2,390,723	2,494,038	2,547,578	2,541,607	2,543,282	2,629,794	2,632,440	2,685,381	2,568,658
Other Public Works	97,662	146,524	202,605	153,549	197,663	117,080	100,766	85,754	84,462	111,150
Public Health	1,737,213	2,329,847	76,757	95,546	61,520	39,513	1,350	2,470	1,150	664
Community Development	68,483	71,738	2,318,366	2,347,760	3,166,999	3,083,201	3,186,349	3,210,172	2,157,052	2,631,593
Operating Grants/Contributions	963,214	1,033,870	1,569,576	970,153	887,779	766,029	865,233	1,189,023	1,837,140	1,725,182
Capital Grants/Contributions	—	—	—	—	—	221,265	267,068	646,536	373,339	367,944
Total Governmental Activities Program Revenues	7,792,685	8,696,626	9,541,336	8,958,557	9,752,092	9,443,033	9,805,059	10,599,629	9,733,197	10,382,806
Business-Type Activities										
Charges for Services										
Water	8,130,836	7,806,574	7,390,257	7,926,936	8,427,635	8,846,310	8,672,692	8,635,978	9,768,285	10,668,866
Sewer	4,647,206	4,423,168	4,317,893	4,810,735	4,950,217	5,018,879	4,738,054	4,622,014	6,651,917	7,230,851
Parking	393,697	397,322	369,977	419,424	431,910	483,969	468,824	488,478	142,976	154,496
Operating Grants/Contributions	192,168	94,793	5,230	101,403	—	—	—	—	—	—
Capital Grants/Contributions	—	—	47,218	—	—	539,968	—	—	—	—
Total Business-Type Activities Program Revenues	13,363,907	12,721,857	12,130,575	13,258,498	13,809,762	14,889,126	13,879,570	13,746,470	16,563,178	18,054,213
Total Primary Government Program Revenues	21,156,592	21,418,483	21,671,911	22,217,055	23,561,854	24,332,159	23,684,629	24,346,099	26,296,375	28,437,019

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (Expense) Revenue										
Governmental Activities	\$ (26,607,539)	(26,919,452)	(26,991,720)	(39,817,517)	(32,505,568)	(33,610,152)	(34,325,358)	(32,632,450)	(27,385,658)	(25,527,166)
Business-Type Activities	3,696,209	3,254,129	1,846,594	2,817,623	3,420,563	4,274,890	2,836,000	2,751,283	4,381,969	4,812,462
Total Primary Government										
Net Revenue (Expense)	(22,911,330)	(23,665,323)	(25,145,126)	(36,999,894)	(29,085,005)	(29,335,262)	(31,489,358)	(29,881,167)	(23,003,689)	(20,714,704)
General Revenues and										
Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	14,095,090	14,525,635	15,091,068	15,609,775	16,250,485	16,727,164	17,604,960	18,127,524	19,150,239	19,822,102
Home Rule Sales Taxes	508,670	522,842	539,087	2,073,611	2,052,250	2,133,211	1,971,959	1,751,402	1,513,803	2,342,016
Utility Taxes	2,488,225	2,481,566	2,344,098	2,265,314	2,225,629	2,037,460	2,131,007	1,955,308	1,809,078	1,738,190
Real Estate Transfer	937,983	1,081,380	1,285,913	1,311,792	1,303,787	1,410,066	1,418,805	1,238,816	1,482,836	1,869,717
Other Taxes	752,065	758,549	1,002,184	1,123,928	1,051,368	1,382,125	1,534,123	1,640,130	1,088,556	1,220,609
Intergovernmental										
State Income Taxes	2,380,064	2,580,859	2,593,413	2,882,144	2,636,758	2,487,918	2,594,015	2,883,115	3,718,465	4,446,737
Sales Taxes	3,262,102	3,442,043	3,709,236	3,661,837	3,663,967	3,790,679	3,647,752	3,530,063	2,943,516	3,586,221
Personal Property Replacement Tax	231,765	256,932	264,480	249,503	249,816	296,240	239,834	298,171	266,488	467,823
Investment Earnings	204,852	254,192	239,627	242,722	313,939	336,272	985,038	774,906	1,081,751	786,343
Miscellaneous	1,163,937	1,180,074	1,357,508	1,351,366	1,702,662	1,272,979	1,265,190	1,327,508	1,232,711	1,478,496
Transfers In (Out)	1,400,000	1,250,000	1,000,000	1,100,000	1,000,000	1,000,000	950,000	1,000,000	1,050,000	1,050,000
Total Governmental Activities	27,424,753	28,334,072	29,426,614	31,871,992	32,450,661	32,874,114	34,342,683	34,526,943	35,337,443	38,808,254
Business-Type Activities										
Investment Earnings	24,292	27,116	30,175	34,134	17,723	15,305	171,337	174,467	84,846	61,955
Miscellaneous	—	—	84,118	147,687	—	—	—	—	—	—
Transfers In (Out)	(1,400,000)	(1,250,000)	(1,000,000)	(1,100,000)	(1,000,000)	(1,000,000)	(950,000)	(1,000,000)	(1,050,000)	(1,050,000)
Total Business-Type Activities	(1,375,708)	(1,222,884)	(885,707)	(918,179)	(982,277)	(984,695)	(778,663)	(825,533)	(965,154)	(988,045)
Total Primary Government	26,049,045	27,111,188	28,540,907	30,953,813	31,468,384	31,889,419	33,564,020	33,701,410	34,372,289	37,820,209
Changes in Net Position										
Governmental Activities	817,214	1,414,620	2,434,894	(7,945,525)	(54,907)	(736,038)	17,325	1,894,493	7,951,785	13,281,088
Business-Type Activities	2,320,501	2,031,245	960,887	1,899,444	2,438,286	3,290,195	2,057,337	1,925,750	3,416,815	3,824,417
Total Primary Government	3,137,715	3,445,865	3,395,781	(6,046,081)	2,383,379	2,554,157	2,074,662	3,820,243	11,368,600	17,105,505

Data Source: Village Records

*Accrual Basis of Accounting

VILLAGE OF WILMETTE, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years* December 31, 2021 (Unaudited)

	2012	2013	2014
General Fund			
Nonspendable	\$ 961,697	1,067,921	1,222,557
Restricted	128,968	64,251	64,712
Assigned	503,336	198,348	816,646
Unassigned	5,171,969	6,701,690	7,856,971
Total General Fund	6,765,970	8,032,210	9,960,886
All Other Governmental Funds			
Restricted	669,561	577,842	717,918
Assigned	437,095	554,643	69,638
Unassigned	—	—	—
Total All Other Governmental Funds	1,106,656	1,132,485	787,556
Total Governmental Funds	7,872,626	9,164,695	10,748,442

Data Source: Village Records

*Modified Accrual Basis of Accounting

2015	2016	2017	2018	2019	2020	2021
1,378,759	1,552,347	1,705,075	2,010,529	2,187,549	2,619,286	2,740,635
107,367	103,817	82,288	246,400	206,255	446,064	493,346
359,773	2,694,923	3,013,575	3,348,405	3,689,857	3,254,986	3,645,840
9,391,977	10,018,868	11,409,395	12,982,324	14,459,262	14,381,456	16,812,113
11,237,876	14,369,955	16,210,333	18,587,658	20,542,923	20,701,792	23,691,934
562,598	346,023	2,186,775	923,093	1,357,586	1,622,463	1,621,822
81,724	53,334	—	—	—	—	888,061
—	—	—	—	—	—	(41,583)
644,322	399,357	2,186,775	923,093	1,357,586	1,622,463	2,468,300
11,882,198	14,769,312	18,397,108	19,510,751	21,900,509	22,324,255	26,160,234

VILLAGE OF WILMETTE, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years December 31, 2021 (Unaudited)

	2012	2013	2014
Revenues			
Taxes	\$ 24,655,964	25,649,806	26,829,479
Licenses and Permits	3,505,584	4,167,041	4,407,036
Intergovernmental	963,214	1,033,870	1,569,576
Charges for Services	2,989,446	3,137,432	3,191,053
Fines and Forfeitures	334,441	358,283	373,671
Investment Earnings	201,172	250,614	237,646
Miscellaneous	1,163,937	1,180,074	1,357,508
Total Revenues	33,813,758	35,777,120	37,965,969
Expenditures			
General Government	3,054,387	3,267,339	3,258,505
Public Safety	18,599,081	18,691,624	19,061,947
Streets and Sanitation	5,832,631	5,905,510	6,156,261
Other Public Works	1,909,400	2,382,792	1,951,515
Public Health	226,412	235,339	244,963
Community Development	1,274,590	1,280,804	1,675,987
Capital Outlay	918,493	1,676,552	1,655,988
Debt Service			
Principal	1,720,000	2,027,500	2,157,500
Interest and Fiscal Charges	1,338,899	1,267,591	1,219,556
Total Expenditures	34,873,893	36,735,051	37,382,222
Excess of Revenues Over (Under) Expenditures	(1,060,135)	(957,931)	583,747
Other Financing Sources (Uses)			
Debt Issuance	250,000	1,000,000	150,000
Premium on Debt Issuance	—	—	20,000
Payments to Escrow Agent	—	—	(170,000)
Transfers In	1,400,000	1,250,000	1,060,000
Transfers Out	—	—	(60,000)
	1,650,000	2,250,000	1,000,000
Net Change in Fund Balances	589,865	1,292,069	1,583,747
Debt Service as a Percentage of Noncapital Expenditures	9.41%	9.75%	9.62%

Data Source: Village Records

2015	2016	2017	2018	2019	2020	2021
29,177,904	23,133,335	23,986,266	24,900,688	25,011,351	25,044,512	26,992,634
4,313,554	5,215,126	4,976,559	5,090,864	5,151,660	4,036,933	4,610,864
970,152	7,188,505	7,265,891	7,374,068	8,248,737	9,138,948	10,593,907
3,342,773	3,338,934	3,169,267	3,281,434	3,282,778	3,264,325	3,415,762
332,078	310,252	309,913	300,460	329,632	221,460	263,054
240,651	311,681	333,875	957,792	744,256	1,071,363	780,869
1,351,366	1,704,470	1,272,979	1,265,230	1,428,921	1,232,711	1,483,887
39,728,478	41,202,303	41,314,750	43,170,536	44,197,335	44,010,252	48,140,977
3,588,764	3,734,719	3,846,318	3,934,554	3,863,562	4,595,584	5,067,962
19,749,081	19,662,967	20,205,642	20,688,317	21,339,618	21,774,599	22,890,054
6,352,641	5,912,101	5,828,382	6,031,721	5,960,745	5,630,381	6,130,433
3,085,813	3,210,852	3,663,532	3,781,568	4,687,143	4,646,296	5,035,603
249,180	258,189	163,601	45,000	44,980	45,450	46,360
2,307,447	1,790,405	1,745,244	1,875,595	1,936,593	1,840,631	2,190,141
1,013,861	1,463,819	4,705,810	2,895,523	1,899,123	2,380,555	3,587,858
2,212,500	2,397,500	2,447,500	2,742,500	2,792,500	2,897,500	2,812,500
1,135,435	1,053,797	1,091,223	1,012,115	897,375	900,224	935,458
39,694,722	39,484,349	43,697,252	43,006,893	43,421,639	44,711,220	48,696,369
33,756	1,717,954	(2,382,502)	163,643	775,696	(700,968)	(555,392)
—	—	5,585,000	—	—	14,740,000	3,505,000
—	—	—	—	—	2,296,369	350,615
—	—	(574,702)	—	—	(16,961,655)	(514,244)
1,130,000	1,065,000	1,110,000	950,000	1,000,000	1,079,846	1,933,938
(30,000)	(65,000)	(110,000)	—	—	(29,846)	(883,938)
1,100,000	1,000,000	6,010,298	950,000	1,000,000	1,124,714	4,391,371
1,133,756	2,717,954	3,627,796	1,113,643	1,775,696	423,746	3,835,979
9.15%	9.51%	9.27%	9.95%	9.50%	9.58%	8.85%

VILLAGE OF WILMETTE, ILLINOIS

Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years - Cook County December 31, 2021 (Unaudited)

Tax Levy Year	Real Property New Trier Township	Real Property Northfield Township	Railroad Property New Trier Township	Total Equalized Assessed Value	Total Estimated Actual Value	Equalization Value	Direct Tax Rate
2011	\$ 1,862,667,826	\$ 6,957,756	\$ 302,445	\$ 1,869,928,027	\$ 5,609,784,642	2.9706	0.778
2012	1,728,489,728	6,510,620	337,900	1,735,338,248	5,206,015,265	2.8056	0.867
2013	1,554,334,757	5,837,318	413,686	1,560,585,761	4,681,757,751	2.6621	0.996
2014	1,577,697,700	6,205,661	430,687	1,584,334,048	4,753,002,619	2.7253	1.015
2015	1,534,993,844	5,982,278	513,941	1,541,490,063	4,624,470,651	2.6685	1.078
2016	1,915,777,269	7,491,237	522,654	1,923,791,160	5,771,374,057	2.8032	0.907
2017	1,954,525,971	7,758,116	532,915	1,962,817,002	5,888,451,595	2.9627	0.924
2018	1,894,143,276	7,738,450	571,442	1,902,453,168	5,707,360,075	2.9109	0.979
2019	2,054,961,202	8,135,139	622,394	2,063,718,735	6,191,156,824	2.9160	0.948
2020	2,059,476,293	8,092,164	648,209	2,068,216,666	6,204,650,618	3.2230	0.983

Data Source: Cook County Clerk

VILLAGE OF WILMETTE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
December 31, 2021 (Unaudited)**

See Following Page

VILLAGE OF WILMETTE, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years December 31, 2021 (Unaudited)

	2011	2012	2013
Village of Wilmette			
General Corporate Rate	0.615	0.679	0.785
Debt Service Rate	0.163	0.188	0.211
Total Direct Tax Rate	0.778	0.867	0.996
Overlapping			
School District #39	2.620	2.922	3.326
School District #203	1.674	1.864	2.111
Community College #535	0.196	0.219	0.256
Wilmette Park District	0.451	0.493	0.548
Wilmette Public Library	0.302	0.335	0.381
Cook County	0.487	0.531	0.598
Sanitary District	0.320	0.370	0.417
Forest Preserve District	0.058	0.063	0.069
New Trier Township	0.047	0.053	0.054
Mosquito Abatement Dist.	0.010	0.010	0.007
Total Overlapping Rates	6.165	6.860	7.767
Total Tax Rates	6.943	7.727	8.763

Data Source: Cook County Clerk

2014	2015	2016	2017	2018	2019	2020
0.803	0.856	0.726	0.733	0.784	0.767	0.803
0.212	0.222	0.181	0.191	0.195	0.181	0.180
1.015	1.078	0.907	0.924	0.979	0.948	0.983
3.356	3.502	2.840	2.880	3.081	2.939	3.023
2.268	2.380	1.974	1.993	2.111	2.028	2.085
0.258	0.271	0.231	0.232	0.246	0.221	0.227
0.546	0.518	0.418	0.419	0.445	0.415	0.380
0.381	0.395	0.316	0.302	0.295	0.272	0.271
0.575	0.586	0.533	0.527	0.489	0.484	0.453
0.430	0.426	0.406	0.402	0.396	0.389	0.378
0.069	0.069	0.063	0.062	0.060	0.059	0.058
0.055	0.066	0.056	0.057	0.061	0.059	0.061
0.011	0.012	0.010	0.010	0.010	0.009	0.009
7.949	8.225	6.847	6.884	7.194	6.875	6.945
8.964	9.303	7.754	7.808	8.173	7.823	7.928

VILLAGE OF WILMETTE, ILLINOIS

Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago December 31, 2021 (Unaudited)

Taxpayer	2021			2012		
	Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Edens Plaza LLC	\$ 41,822,458	1	2.02%			
Plaza del Lago, Inc.	21,765,687	2	1.05%	\$ 13,761,649	2	0.66%
1630 Sheridan Corp.	12,864,603	3	0.62%	12,151,293	3	0.58%
Chalet Nursery	7,172,065	4	0.35%			
CH Retail Fund II	6,651,775	5	0.32%			
GER Wilmette	6,083,703	6	0.29%			
Albertson's	6,043,875	7	0.29%	6,577,009	4	0.66%
JP Morgan Chase	5,286,202	8	0.26%			
Residences at Wilmette	5,190,825	9	0.25%			
Mather Place	5,164,303	10	0.25%			
Joseph Freed & Assoc.				30,683,770	1	1.48%
Landau & Heyman				5,842,912	5	0.32%
L.J. Thalman & Co.				5,295,769	6	0.28%
William C. Kagan				4,859,025	7	0.25%
Avgeris & Assoc.				4,618,859	8	0.23%
Beth Corp.				3,583,904	9	0.17%
Manor Health Care Corp.				3,290,049	10	0.16%
	<u>118,045,496</u>		<u>5.70%</u>	<u>90,664,239</u>		<u>4.79%</u>

Data Source: Village Records

VILLAGE OF WILMETTE, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

See Following Page

VILLAGE OF WILMETTE, ILLINOIS

Property Tax Levies and Collections - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Tax Levy Year	Taxes Levied for the Fiscal Year		Collected within the		Collections in Subsequent Years	Total Collections to Date				
			Fiscal Year of the Levy			Amount	Percentage of Levy			
			Amount	Percentage of Levy						
2012	\$	15,039,800	\$	14,864,317	98.83%	\$	42,885	\$	14,907,202	99.12%
2013		15,548,900		15,355,103	98.75%		120,455		15,475,558	99.53%
2014		16,070,450		15,871,443	98.76%		69,954		15,941,397	99.20%
2015		16,607,923		16,502,688	99.37%		(76,739)		16,425,949	98.90%
2016		17,433,764		17,282,279	99.13%		(87,349)		17,194,930	98.63%
2017		18,122,196		18,001,240	99.33%		(37,061)		17,964,179	99.13%
2018		18,620,800		18,551,991	99.63%		18,231		18,570,222	99.73%
2019		19,549,400		19,291,500	98.68%		(28,294)		19,263,206	98.54%
2020		20,326,000		19,848,545	97.65%		—		19,848,545	97.65%
2021		20,826,300		*	*		*		*	*

*Taxes are collected in two installments due in March and August of the following year.

Note: Levies for all Special Service Areas have been excluded from this table.

Data Source: Village Records

VILLAGE OF WILMETTE, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Fiscal Year	Governmental Activities		Business Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Installment Contracts	Water General Obligation Bonds	Sewer General Obligation Bonds	IEPA Revolving Loans			
2012	\$ 36,250,000	\$ 250,000	\$ 18,810,000	\$ 16,035,000	\$ 1,793,691	\$ 73,138,691	3.93%	\$ 2,725
2013	35,235,000	237,500	17,945,000	23,825,000	2,462,695	79,705,195	4.27%	2,960
2014	33,070,000	225,000	16,745,000	37,880,000	2,939,046	90,859,046	4.86%	3,372
2015	30,870,000	212,500	15,575,000	36,310,916	3,428,688	86,397,104	4.59%	3,183
2016	28,485,000	200,000	14,235,000	34,618,000	3,252,559	80,790,559	4.33%	3,002
2017	31,045,000	187,500	12,265,000	32,910,000	3,772,878	80,180,378	4.26%	2,953
2018	28,315,000	175,000	10,375,000	31,160,000	3,573,479	73,598,479	4.01%	2,784
2019	25,535,000	162,500	8,330,000	29,410,000	5,391,874	68,829,374	4.01%	2,784
2020	22,821,369	150,000	10,713,203	54,016,278	11,964,007	99,664,857	5.43%	3,764
2021	22,989,256	137,500	8,480,184	72,754,321	13,672,813	118,034,074	4.34%	4,190

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements. See Demographic and Economic Statistics schedule for personal income and population data.

Data Source: Village's Records

VILLAGE OF WILMETTE, ILLINOIS

Ratio of General Obligation Bonded Debt to Equalized Assessed Valuation and Net General Obligation Bonded Debt - Last Ten Fiscal Years

December 31, 2021 (Unaudited)

Fiscal Year	Gross General Obligation Bonds	Less: Amounts Available for Debt Service	Net General Obligation Bonds	Total Estimated Actual Value	Percentage of Actual Taxable Value of Property (1)	Per Capita (2)
2012	\$ 71,095,000	\$ 167,376	\$ 70,927,624	\$ 5,609,784,642	1.26%	\$ 2,625
2013	77,005,000	81,611	76,923,389	5,206,015,265	1.48%	2,843
2014	87,695,000	33,073	87,661,927	4,681,757,751	1.87%	3,238
2015	82,755,916	33,600	82,722,316	4,753,002,619	1.74%	3,055
2016	77,338,000	49,207	77,288,793	4,624,470,651	1.67%	2,855
2017	76,220,000	145,485	76,074,515	5,771,374,057	1.32%	2,814
2018	69,850,000	2,534	69,847,466	5,888,451,595	1.19%	2,579
2019	63,275,000	4,585	63,270,415	5,707,360,075	1.11%	2,336
2020	87,550,850	—	87,550,850	6,191,156,824	1.41%	3,232
2021	104,223,761	—	104,223,761	6,204,650,618	1.68%	3,700

Notes:

Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See Demographic and Economic Statistics schedule for personal income and population data.

(2) See Assessed Value and Actual Value of Taxable Property schedule for the taxable value of property data.

Data Source: Village Records

VILLAGE OF WILMETTE, ILLINOIS

Schedule of Direct and Overlapping Bonded Debt December 31, 2021 (Unaudited)

Governmental Unit	Gross Debt**	Percentage of Debt Applicable to Village*	Village's Share of Debt
Village of Wilmette	\$ 23,126,756	100.00%	\$ 23,126,756
School Districts:			
Avoca School District #37	8,005,000	38.56%	3,086,648
Kenilworth School District #38	6,435,000	2.74%	176,383
Wilmette School District #39	9,800,000	95.62%	9,370,564
Community College #535	45,110,000	8.06%	3,635,415
District #203	81,525,000	36.00%	29,344,924
Total School Districts	150,875,000		45,613,934
Other Agencies:			
Cook County and Forest Preserve	2,494,931,750	1.19%	29,689,688
District of Greater Chicago	2,599,744,000	1.21%	31,456,902
Wilmette Park District	3,521,000	100.00%	3,521,000
Glenview Park District	17,490,000	0.12%	20,114
Total Other Agencies	5,115,686,750		64,687,704
Total Overlapping Debt	5,266,561,750		110,301,638
Total Direct and Overlapping Debt	5,289,688,506		133,428,394

*Determined by the ratio of assessed value of property in the Village subject to taxation by the Governmental Unit to the total assessed value of property of the Governmental Unit.

**Does not include unamortized loss on refunding.

Data Source: Cook County Clerk's Office and Publicly Available Sources

VILLAGE OF WILMETTE, ILLINOIS

Legal Debt Margin

December 31, 2021 (Unaudited)

The Village is a home rule municipality.

Article VII, Section 6(k) of the Illinois Constitution governs computation of the legal debt margin.

"The General Assembly may limit by law the amount and may require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property ... (2) if its population is more than 25,000 and less than 500,000 an aggregate of one per cent: ... indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum ... shall not be included in the foregoing percentage amounts."

To date the General Assembly has set no limits for home rule municipalities.

Data Source: Village Records

VILLAGE OF WILMETTE, ILLINOIS

Pledged Revenue Coverage - Last Ten Fiscal Years December 31, 2021 (Unaudited)

General Obligation Bonds Serviced by Water, Sewer and Parking Revenues and Illinois Environmental Protection Agency Loans Serviced by Sewer Revenues							
Fiscal Year	Operating		Less:		Net		Coverage (4)
	Revenues (1)		Operating		Available	Debt Service	
			Expenses (2)		Revenue (3)	Principal Interest	
2012	\$ 13,171,739	\$	6,346,773	\$	6,824,966	\$ 1,653,018 \$ 1,196,965	2.39
2013	12,627,064		6,080,132		6,546,932	2,101,536 1,199,973	1.98
2014	12,078,127		6,414,787		5,663,340	7,433,558 1,543,830	0.63
2015	13,304,781		6,297,453		7,007,328	2,744,129 1,973,201	1.49
2016	13,809,762		6,214,045		7,595,717	3,213,868 1,898,932	1.49
2017	14,349,158		6,699,108		7,650,050	3,764,399 1,638,905	1.42
2018	13,879,570		7,179,854		6,699,716	3,858,425 1,541,744	1.24
2019	13,746,470		7,128,111		6,618,359	4,052,347 1,461,920	1.20
2020	16,563,178		7,337,276		9,225,902	5,911,554 2,414,487	1.11
2021	18,054,213		7,975,884		10,078,329	17,440,437 2,952,751	0.49

(1) As defined in applicable bond indentures and governing laws.

(2) Total expenses exclusive of depreciation and bond interest.

(3) Gross revenues minus expenses.

(4) Net revenue available for debt service divided by total debt requirements.

Data Source: Village Records

VILLAGE OF WILMETTE, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Income	Median Age	School Enrollment	Unemployment Percentage
2012	27,087	\$ 1,878,800	\$ 69,363	44.5	8,401	5.20%
2013	27,087	1,878,800	69,363	44.5	8,401	5.50%
2014	27,087	1,878,800	69,363	44.5	8,401	4.50%
2015	27,087	1,878,800	69,363	44.5	8,401	4.10%
2016	27,087	1,878,800	69,363	44.5	8,401	3.80%
2017	27,087	1,878,800	69,363	44.5	8,401	3.10%
2018	27,087	1,878,800	69,363	44.5	8,401	2.50%
2019	27,087	1,878,800	69,363	44.5	8,401	1.70%
2020	27,087	1,878,800	69,363	44.5	8,401	4.30%
2021	28,170	2,719,100	96,523	46.0	7,359	2.40%

Data Source: U.S. Census Bureau - QuickFacts - Wilmette population and Homefacts.com

VILLAGE OF WILMETTE, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago December 31, 2021 (Unaudited)

Employer	2021			2012		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Wilmette School District #39	580	1	N/A	540	1	N/A
Wilmette Park District	297	2	N/A	328	2	N/A
Loyola Academy (Faculty only)	191	3	N/A	275	3	N/A
Village of Wilmette (FTE)	221	4	N/A	214	6	N/A
Chalet Nursery	185	5	N/A	100	7	N/A
Jewel (2 locations)	163	6	N/A	222	4	N/A
Westmoreland Country Club	87	7	N/A	70	10	N/A
ManorCare Health Services	79	8	N/A	90	9	N/A
Baker Demonstration School	66	9	N/A			
Kerrigan Plumbing Co.	65	10	N/A			
Carson, Pirie, Scott & Co.				220	5	N/A
Koenig & Strey Inc.				100	8	N/A
	<u>1,934</u>		<u>N/A</u>	<u>2,159</u>		<u>N/A</u>

N/A - Not Available

Data Source: Illinois Manufacturer Directory, Illinois Services Directory, and selective telephone survey.

VILLAGE OF WILMETTE, ILLINOIS

Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government										
Administration & Law	6.15	6.35	6.05	5.70	5.70	5.85	6.70	6.70	6.70	6.00
Finance & Information										
Services	11.95	11.95	12.78	13.35	13.35	12.70	13.74	13.54	13.54	14.54
Other	3.10	3.10	3.10	3.10	3.10	3.10	3.10	3.10	3.10	3.40
Police										
Officers	44.00	44.00	44.00	44.00	44.00	44.00	44.00	44.00	44.00	44.00
Telecommunicators	9.00	9.00	9.00	9.00	9.00	8.75	8.75	8.75	8.75	8.75
Other Civilians	14.33	14.33	14.33	14.83	14.83	14.83	14.83	15.41	15.83	15.83
Fire										
Firefighters and Officers	45.00	46.00	46.00	46.00	45.00	45.00	44.00	44.00	44.00	44.00
Civilians	2.25	2.25	2.35	2.60	2.60	1.60	1.91	1.91	1.91	2.15
Health	2.00	2.00	2.00	2.00	2.00	2.00	—	—	—	—
Public Works										
Streets and Sanitation	28.18	28.40	27.20	27.45	27.00	27.45	27.45	27.45	27.50	29.25
Water and Sewer	28.80	28.80	29.80	31.00	30.00	30.00	30.00	30.00	30.00	30.00
Engineering	5.55	5.55	5.55	5.50	4.50	4.75	6.25	7.50	8.45	7.45
Other	3.50	3.50	3.50	3.00	3.00	3.00	3.00	3.00	3.00	3.50
Community Development	9.95	10.23	10.43	10.95	11.25	11.25	10.75	11.75	11.75	12.00
Total	213.76	215.46	216.09	218.48	215.33	214.28	214.48	217.11	218.53	220.87

Data Source: Village Records

VILLAGE OF WILMETTE, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

See Following Page

VILLAGE OF WILMETTE, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Function/Program	2012	2013	2014
Police			
Part I Offenses	417	251	354
Other Offenses	350	410	342
Calls for Service	18,712	18,320	18,540
Traffic Accidents	779	796	807
Fire			
Emergency Responses	3,122	3,149	3,064
Fires Extinguished	40	37	32
Inspections	680	736	1,199
Public Works			
Street Resurfacing (Miles)	0.90	0.90	1.76
Potholes Repaired	889	889	2,048
Water			
Average Daily Consumption (Thousands of Gallons)	11,997	11,400	11,340
Peak Daily Consumption (Thousands of Gallons)	24,281	19,770	16,600

Data Source: Village Records

2015	2016	2017	2018	2019	2020	2021
415	351	387	380	352	350	—
341	412	547	429	526	665	—
19,045	17,655	18,497	20,285	21,542	17,468	19,214
828	805	751	633	540	367	490
2,876	3,181	3,268	3,330	3,352	2,990	3,324
41	40	51	40	25	44	29
881	740	624	764	700	186	195
2.00	1.06	1.18	1.44	1.36	4.00	5.75
2,787	2,511	2,260	2,192	3,788	2,143	1,288
10,510	10,930	11,200	10,920	10,600	12,391	13,736
17,300	18,203	19,211	18,403	20,775	22,200	25,200

VILLAGE OF WILMETTE, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Function/Program	2012	2013	2014
Police			
Stations	1	1	1
Patrol Units	20	20	20
Fire Stations	2	2	2
Public Works			
Streets (Miles)	89	89	89
Streetlights	2,580	2,580	2,580
Traffic Signals:			
Village Owned	10	11	11
Other	16	16	16
Water			
Water Mains (Miles)	91	91	91
Fire Hydrants	984	977	977
System Capacity (Millions of Gallons)	44	44	44

Data Source: Village Records

2015	2016	2017	2018	2019	2020	2021
1	1	1	1	1	1	1
20	20	20	20	20	20	20
2	2	2	2	2	2	2
90	90	90	90	90	90	90
2,581	2,583	2,583	2,587	2,589	2,589	2,589
11	11	11	11	11	11	11
16	16	16	16	16	16	16
91	91	91	91	107	107	106
977	979	977	977	985	996	1,007
44	44	44	44	44	44	44

VILLAGE OF WILMETTE, ILLINOIS
MANAGEMENT LETTER

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2021



June 16, 2022

The Honorable Village President
Members of the Board of Trustees and Village Manager
Village of Wilmette, Illinois

In planning and performing our audit of the financial statements of the Village of Wilmette (the Village), Illinois, for the year ended December 31, 2021, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

We do not intend to imply that our audit failed to disclose commendable aspects of your system and structure. For your consideration, we herein submit our comments and suggestions which are designed to assist in effecting improvements in internal controls and procedures. Those less-significant matters, if any, which arose during the course of the audit, were reviewed with management as the audit field work progressed.

The accompanying comments and recommendations are intended solely for the information and use of the Board of Trustees, management, and others within the Village of Wilmette, Illinois.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with various Village personnel. We would be pleased to discuss our comments and suggestions in further detail with you at your convenience, to perform any additional study of these matters, or to review the procedures necessary to bring about desirable changes.

We commend the finance department for the well prepared audit package and we appreciate the courtesy and assistance given to us by the entire Village staff.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

CURRENT RECOMMENDATION

1. GASB STATEMENT NO. 87 LEASES

Comment

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87, *Leases*, which provides guidance regarding the information needs of financial statement users by improving accounting and financial reporting for leases by governments. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. In accordance with GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, which was issued as temporary relieve to governments and other stakeholders in light of the COVID-19 pandemic, GASB Statement No. 87, *Leases* is applicable to the Village's financial statements for the year ended December 31, 2022.

Recommendation

Lauterbach & Amen, LLP will work directly with the Village to review the new lease criteria in conjunction with the Village's current leases to determine the appropriate financial reporting for these activities under GASB Statement No. 87.

Management Response

Management acknowledges this comment and will work with Lauterbach and Amen, LLP to implement by December 31, 2022, as required by GASB.

PRIOR RECOMMENDATIONS

1. FUNDS OVER BUDGET

Comment

Previously, we noted that the following funds had an excess of actual expense/expenditures over budget for the fiscal year:

Fund	12/31/2019	12/31/2020
Debt Service	\$ —	83,224
Capital Projects	278,573	—
Workers' Compensation	—	13,066
Section 105 Sick Leave	2,265	—

Recommendation

We recommended the Village investigate the causes of the funds over budget and adopt appropriate future funding measures.

Status

This comment has been implemented and will not be repeated in the future.

2. FUNDS WITH DEFICIT FUND BALANCE/NET POSITION

Comment

Previously and during our current year-end audit procedures, we noted the following funds with deficit fund balance/net position.

Fund	12/31/2020	12/31/2021
Debt Service	\$ —	41,583
Workers' Compensation	5,435	—

Recommendation

We recommended the Village investigate the cause of the deficits and adopt appropriate future funding measures.

Status

This comment has not been implemented and will be repeated in the future.

Management Response

The negative fund balance in the Debt Service Fund is a result of timing of property tax receipt collections and the increase in property tax refunds being issued. When the County has a delay in getting out the property tax bills, it results in fewer tax receipts for the year. Staff will monitor the property tax collections and refunds. The Village has included in the 2022 Budget a planned transfer from the General Fund to the Debt Service Fund to eliminate the deficit.