



**DECATUR TOWNSHIP, ILLINOIS**

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**ANNUAL FINANCIAL STATEMENTS**

March 31, 2023

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**DECATUR TOWNSHIP, ILLINOIS**  
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**DECATUR TOWNSHIP, ILLINOIS**  
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## **INDEPENDENT AUDITOR'S REPORT**

Board of Trustees  
Decatur Township  
Decatur, Illinois

### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Decatur Township, Illinois, as of and for the year ended March 31, 2023, and the related notes to the financial statements which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position on a modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of Decatur Township as of March 31, 2023, and the respective changes in financial position for the year ended in accordance with the basis of accounting described in Note 1.

### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under these 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 Township and to meet our 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.

### ***Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The government-wide financial statements are prepared on a modified cash basis of accounting and the governmental fund financial statements are prepared on the cash basis of accounting, which are basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the basis of accounting described in Note 1; this includes determining the modified cash basis of accounting and the cash basis of accounting are an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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 Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS, 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 Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

### ***Other Matters***

#### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Decatur Township's basic financial statements. The accompanying financial information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

#### *Other Information*

Management is responsible for the other information included in the annual report. The other information comprises the Schedule of Changes in the Employer's Net Pension Liability and Related Ratios – IMRF, Schedule of Employer Contributions – IMRF and the Schedule of Assessed Valuations and Taxes Extended and Collected but does not include the basic financial statements or 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 form any assurance thereon.

The Township has not presented information related to the Retiree Health Plan, in accordance with Governmental Accounting Standards Board Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Such missing information, although not a requirement for the modified cash basis of accounting, 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. Our opinion on the basic financial statements is not affected by this missing information.

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 misstatement of the other information exists, we are required to describe it in our report.

***Sikich LLP***

Decatur, Illinois  
August 31, 2023

## **FINANCIAL STATEMENTS**

DECATUR TOWNSHIP, ILLINOIS

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

March 31, 2023

	<u>Governmental Activities</u>
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash and cash equivalents	\$ 4,889,109
Investments	579,926
Inventory	<u>902</u>
Total current assets	<u>5,469,937</u>
<b>NONCURRENT ASSETS</b>	
Capital assets, being depreciated	2,674,150
Less: accumulated depreciation	<u>(1,267,790)</u>
Total noncurrent assets	<u>1,406,360</u>
Total assets	<u>6,876,297</u>
<b>LIABILITIES</b>	
Deposit	12,503
Other Current Liabilities	<u>325</u>
Total liabilities	<u>12,828</u>
<b>NET POSITION</b>	
Net investment in capital assets	1,406,360
Restricted for:	
Nonexpendable - corpus of permanent fund	477,182
Cemetery	644,421
Public assistance	1,642,540
Insurance	83,948
Employee retirement	145,890
Transportation and public works	231,108
Unrestricted	<u>2,232,020</u>
<b>TOTAL NET POSITION</b>	<u><u>6,863,469</u></u>

See accompanying notes to financial statements.



DECATUR TOWNSHIP, ILLINOIS

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

Year Ended March 31, 2023

FUNCTIONS/PROGRAMS	Expenses Paid	Program Revenues		Governmental Activities	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions		
Governmental activities					
General government	\$ 1,435,463	\$ -	\$ -	\$ -	\$ (1,435,463)
Transportation and public works	33,354	18,967	-	-	(14,387)
Public assistance	26,073	-	-	-	(26,073)
Cemetery maintenance	283,168	78,084	-	-	(205,084)
<b>TOTAL PRIMARY GOVERNMENT</b>	<u>\$ 1,778,058</u>	<u>\$ 97,051</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(1,681,007)</u>
		General revenues collected			
			Property taxes	1,541,882	
			Personal property replacement tax	863,155	
			Miscellaneous	17,169	
			Investment income (loss)	(22,279)	
			Total general revenues collected	<u>2,390,541</u>	
			Change in net position	<u>709,533</u>	
			<b>NET POSITION, BEGINNING OF YEAR</b>	<u>6,153,936</u>	
			<b>NET POSITION, END OF YEAR</b>	<u>\$ 6,863,469</u>	

See accompanying notes to financial statements.

DECATUR TOWNSHIP, ILLINOIS

STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES - CASH BASIS

GOVERNMENTAL FUNDS

March 31, 2023

	<b>Town Fund</b>	<b>Cemetery Fund</b>	<b>General Assistance Fund</b>	<b>Cemetery Trust Fund</b>	<b>Nonmajor Governmental Fund</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 2,243,621	\$ 506,726	\$ 1,642,540	\$ 35,276	\$ 460,946	\$ 4,889,109
Investments	-	-	-	579,926	-	579,926
Inventory	-	-	902	-	-	902
<b>TOTAL ASSETS</b>	<b>\$ 2,243,621</b>	<b>\$ 506,726</b>	<b>\$ 1,643,442</b>	<b>\$ 615,202</b>	<b>\$ 460,946</b>	<b>\$ 5,469,937</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
LCFS security deposit	\$ 12,503	\$ -	\$ -	\$ -	\$ -	\$ 12,503
Other current liabilities	-	325	-	-	-	325
Total liabilities	12,503	325	-	-	-	12,828
<b>FUND BALANCES</b>						
Nonspendable						
Corpus of permanent fund	-	-	-	477,182	-	477,182
Inventory	-	-	902	-	-	902
Restricted for						
Cemetery	-	506,401	-	138,020	-	644,421
Public assistance	-	-	1,642,540	-	-	1,642,540
Insurance	-	-	-	-	83,948	83,948
Employee retirement	-	-	-	-	145,890	145,890
Transportation and public works	-	-	-	-	231,108	231,108
Assigned						
For future year's budget	535,605	-	-	-	-	535,605
Unrestricted						
Unassigned	1,695,513	-	-	-	-	1,695,513
Total fund balances	2,231,118	506,401	1,643,442	615,202	460,946	5,457,109
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 2,243,621</b>	<b>\$ 506,726</b>	<b>\$ 1,643,442</b>	<b>\$ 615,202</b>	<b>\$ 460,946</b>	<b>\$ 5,469,937</b>

See accompanying notes to financial statements.

**DECATUR TOWNSHIP, ILLINOIS**

**RECONCILIATION OF THE STATEMENT OF ASSETS, LIABILITIES AND FUND  
BALANCES - CASH BASIS - GOVERNMENTAL FUNDS TO THE  
STATEMENT OF NET POSITION - MODIFIED CASH BASIS**

March 31, 2023

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	\$ 5,457,109
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets of \$ 2,674,150 net of accumulated depreciation of \$(1,267,790), are not current financial resources and, therefore, are not reported in the governmental funds financial statements.	<u>1,406,360</u>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u><u>\$ 6,863,469</u></u>

See accompanying notes to financial statements.

DECATUR TOWNSHIP, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CASH BASIS  
GOVERNMENTAL FUNDS

Year Ended March 31, 2023

	<b>Town Fund</b>	<b>Cemetery Fund</b>	<b>General Assistance Fund</b>	<b>Cemetery Trust Fund</b>	<b>Nonmajor Governmental Fund</b>	<b>Total Governmental Funds</b>
<b>REVENUES</b>						
Property taxes	\$ 684,904	\$ 226,410	\$ 437,163	\$ -	\$ 193,405	\$ 1,541,882
Personal property replacement taxes	776,177	-	-	-	86,978	863,155
Service fees	-	78,084	-	-	18,967	97,051
Investment income (loss)	3,499	786	2,361	(33,856)	4,931	(22,279)
Miscellaneous income	9,119	8,050	-	-	-	17,169
Total revenues	<u>1,473,699</u>	<u>313,330</u>	<u>439,524</u>	<u>(33,856)</u>	<u>304,281</u>	<u>2,496,978</u>
<b>EXPENDITURES</b>						
Current						
General government	954,486	92,411	117,635	3,857	196,596	1,364,985
Transportation and public works	-	-	-	-	33,354	33,354
Public assistance	-	-	26,073	-	-	26,073
Cemetery maintenance	-	308,111	-	-	-	308,111
Total expenditures	<u>954,486</u>	<u>400,522</u>	<u>143,708</u>	<u>3,857</u>	<u>229,950</u>	<u>1,732,523</u>
<b>NET CHANGE IN FUND BALANCE</b>	519,213	(87,192)	295,816	(37,713)	74,331	764,455
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>1,711,905</u>	<u>593,593</u>	<u>1,347,626</u>	<u>652,915</u>	<u>386,615</u>	<u>4,692,654</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 2,231,118</u>	<u>\$ 506,401</u>	<u>\$ 1,643,442</u>	<u>\$ 615,202</u>	<u>\$ 460,946</u>	<u>\$ 5,457,109</u>

See accompanying notes to financial statements.

**DECATUR TOWNSHIP, ILLINOIS**

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

Year Ended March 31, 2023

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<b>NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>	764,455
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, they are capitalized and depreciated in the statement of activities. This is the amount by which depreciation \$(105,196) exceeded capital outlays of \$67,710	(37,486)
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The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations and disposals) is to increase/decrease net position	<u>(17,436)</u>
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<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u><u>\$ 709,533</u></u>
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See accompanying notes to financial statements.

# DECATUR TOWNSHIP, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

March 31, 2023

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Decatur Township (Township) have been prepared in conformity with the accounting principles generally accepted in the United States of America as applied to governmental activities (herein after referred to as generally accepted accounting principles (GAAP)), except as described in Note 1(e). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Township are described as follows:

#### a. Reporting Entity

The Decatur Township is a body corporate and politic established under Illinois Compiled Statutes (ILCS) governed by an elected Board of Trustees and an elected Supervisor. These financial statements include all functions, programs, and activities under control of the Board of Trustees of the Township. The Township is considered to be a primary government as defined by GASB Statement No. 14 since it is legally separate and fiscally independent.

The Township's financial statements include the accounts of all Township operations. The criteria for including organizations within the Township's reporting entity, as set forth in GASB No. 61, "The Financial Reporting Entity; Omnibus" is financial accountability. Financial accountability is defined as appointment of a voting majority of the component unit's board and either (1) the Township is able to influence the programs or services performed or provided by the organization; or (2) the Township is legally entitled to or can otherwise access the organization's resources; or (3) the Township is legally obligated or has otherwise assumed responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the Township is obligated for the debt of the organization.

The Road District (District) provides services for the citizens of the Township. The Township Board approves the budget and levies taxes on behalf of the District.

#### b. Government-wide Financial Statements

The basic financial statements include both government-wide financial statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

The statement of net position and statement of activities report information on all of the activities of the primary government. The effect of interfund activity has been removed from these statements. Governmental activities are normally financed through taxes and intergovernmental revenues.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

b. Government-wide Financial Statements (Continued)

The statement of net position presents the reporting entity's assets and liabilities, with the difference reported as net position.

The statement of activities demonstrates the degree to which the direct expenses of a given function or activity is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Program revenues include: (1) charges to customers who purchase, use or directly benefit from goods or services, provided by a given function or activity and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or activity.

Taxes and other items not properly included among program revenues are reported instead as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental program is self-financing or draws from the general revenues of the Township.

c. Fund Financial Statements

During the year, the Township segregates transactions related to certain functions or activities into separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Township at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds, if any, are aggregated and presented in a single column.

The Township uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Township uses governmental funds to account for all of its activities.

*Governmental Funds*

Governmental funds are those through which most governmental functions of the Township are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The Township reports the following major governmental funds:

**DECATUR TOWNSHIP, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c. Fund Financial Statements (Continued)

*Town Fund* – The Town Fund accounts for all activities of the Township, except those accounted for in other funds.

*General Assistance Fund* – The General Assistance Fund accounts for a Township-wide property tax levy and grants received from the State of Illinois used to provide general assistance in the Township to persons needing assistance as provided in the Illinois Public Aid Code.

*Cemetery Fund* – The Cemetery Fund accounts for a Township-wide property tax levy and for sales of cemetery lots located in the Township's cemeteries. Proceeds from these revenues are used to maintain and operate the Township's cemeteries.

*Cemetery Trust Fund* – The Cemetery Trust Fund accounts for a permanent care fund, the earnings of which are used to maintain the Township cemetery. The principal is to remain intact in perpetuity.

Additional governmental fund types which are combined as nonmajor funds are as follows:

*Road and Bridge Fund* – The Road and Bridge Fund accounts for revenues collected from the Road and Bridge portion of the property tax levies and the personal property replacement tax collected by the State of Illinois. Expenditures are related to constructing and maintaining the Township's roads and highways.

*Insurance Fund* – The Insurance Fund accounts for a Township-wide property tax levy used to pay for the Township's liability insurance.

*Illinois Municipal Retirement Fund* – The Illinois Municipal Retirement Fund accounts for a property tax levy which is legally restricted for the payment of Illinois Municipal Retirement Fund (IMRF) expenses.

*Social Security Fund* – The Social Security Fund accounts for revenues collected from property taxes restricted to paying the Township's portion of Social Security.

d. Measurement Focus

In the government-wide statement of net position and the statement of activities, governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as defined in Note 1(e).



**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

d. Measurement Focus (Continued)

In the fund financial statements, all government funds utilize a “current financial resources” measurement focus, as applied to the cash basis of accounting. 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.

e. Basis of Accounting

In the government-wide statement of net position and the statement of activities, governmental activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenses when they result from cash transactions with a provision for depreciation in the government-wide statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

The governmental fund financial statements are presented using a cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. This basis recognizes assets, liabilities, fund equity, revenues and expenditures when they result from cash transactions.

f. Interfund Activity

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as “due to/from other funds.” All other interfund transactions are treated as transfers, which are reported as other financing sources/uses in governmental funds. Interfund balances within governmental activities are eliminated on the government-wide statement of net position.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

g. Investments

The Township has adopted a formal investment policy that states, the Township will use investments approved for governmental units as set forth in the most current issue of the Illinois Compiled Statutes including Securities Exchange Commission registered and AAA rated by Moody's and Standard and Poor's money market mutual funds consisting of U.S. Government Treasuries. Investments in the permanent fund are stated at fair market value. The Cemetery Trust Fund does not have a separate written investment policy.

h. Inventories

The inventory recorded in the General Assistance Fund is recorded at cost. Cost is determined under the first-in, first-out method. Inventory costs are recorded as expenditures when consumed.

i. Capital Assets

The Township's modified cash basis of accounting reports capital assets resulting from cash transactions and reports depreciation where appropriate. The accounting treatment over the property, plant, and equipment (capital assets) depends on whether they are reported in the government-wide or fund financial statements.

*Government-wide Statements*

In the government-wide financial statements, capital assets arising from cash transactions are accounted for as assets in the statement of net position. All capital assets are recorded at historical cost or estimated historical cost, if purchased or constructed. Contributed capital assets are recorded at acquisition value as of the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

The costs of routine maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Improvements costing \$5,000 or greater are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is computed using the straight-line method over the assets' estimated useful lives.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

i. Capital Assets (Continued)

*Government-wide Statements (Continued)*

The range of estimated useful lives by type of asset is as follows:

Machinery & Equipment	5 – 20 years
Land Improvements	20 years
Buildings	20 – 40 years
Infrastructure	20 – 50 years
Software	4 years

The Township has a formally adopted capitalization policy.

The Township has elected to report only those infrastructure capital assets that were acquired or constructed after May 1, 2004.

*Fund Financial Statements*

In the fund financial statements, capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

j. Fund Balance/Net Position

*Government-wide Statements*

Equity is classified as net position and displayed in three components:

- a. Net investments 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 improvements of those assets.
- b. Restricted net position – Consists of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets”.

The Township has adopted a formal policy regarding the utilization of restricted net position prior to the utilization of unrestricted net position when an expenditure is incurred for a purpose which qualifies for the use of the restricted assets.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

j. Fund Balance/Net Position (Continued)

*Fund Financial Statements (Continued)*

Fund balance is the difference between assets and liabilities and is displayed in five components:

- a. Non-spendable – Amounts that cannot be spent because they are either not in spendable form or legally or contractually require to be maintained intact.
- b. Restricted – Resources that are subject to constraints imposed by external parties or enabling legislation.
- c. Committed – Amounts constrained for specific purposes by the Township Board of Trustees through formal action (ordinance).
- d. Assigned – Amounts constrained by the Township Supervisor to be used for specific purposes, but are neither restricted nor committed.
- e. Unassigned – The residual classification for the town fund. This fund balance that has not been reported in any other fund that can report a positive unassigned fund balance. Other governmental funds would report deficit fund balances as unassigned.

The Township has not adopted a policy regarding which fund balance category to use first when an expenditure is incurred. The Township has adopted a policy to maintain an unrestricted fund balance of no less than two months of operating revenues or operating expenditures. Committed funds would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

k. Compensated Absences

The Township does not report accrued vacation leave or sick leave under the modified cash basis of accounting. Such amounts are reported as expenditures when paid. The Township's policy is that all vacation earned must be used within one year of earning it or it is lost.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

l. Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

m. Long-term Debt

All long-term debt arising from cash transactions to be repaid from governmental resources is reported as liabilities in the government-wide statements. Long-term debt arising from cash basis transactions of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payments of principal and interest is reported as expenditures.

**2. PROPERTY TAXES**

The Township's property tax is levied and attached as an enforceable lien on January 1 of each year on property values assessed as of the same date. The 2022 tax levy was filed and published on November 3, 2022. The 2021 tax levy is recorded as revenue in the year ended March 31, 2023.

Taxes levied in one year become due and payable in two installments during the following year. The first installment is due no later than June 1 and second installment is due no later than September 1. Property taxes are collected by the Macon County Treasurer who remits to each taxing unit its respective share of the collections.

**3. DEPOSITS AND INVESTMENTS**

The Township's investment policy stipulates they follow the Illinois Compiled Statutes (ILCS), which authorize the Township to invest funds in interest-bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designated by ordinances, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market mutual funds whose portfolios consist of governmental securities, The Illinois Funds, and annuities.

The deposits and investments of the Cemetery Trust fund are held separately from those of other funds. The Cemetery Trust fund does not have a separate written investment policy.

**DECATUR TOWNSHIP, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**3. DEPOSITS AND INVESTMENTS (Continued)**

*Deposits with Financial Institutions*

- (a) Deposits - Separate cash accounts are not maintained for all of the Townships funds; instead, the individual funds maintain their balances in a common bank account, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund. Occasionally, certain funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures that have been approved by the Board of Trustees. Separate investment accounts are maintained for all of the Townships funds. These investment accounts are used to reimburse overdrafts in the common bank account for the corresponding fund.
- (b) Custodial credit risk - Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Township's deposits may not be returned to them. At March 31, 2023, there were no bank balances exposed to custodial credit risk due to the fact that all balances were either insured or collateralized with collateral held by a third party institution in the name of the District.

*Investments*

- (a) Interest rate risk – The risk that changes in interest rates will adversely affect the fair value of an investment. The Township's investment policy requires investing to achieve the highest rate available while maintaining safety of principal.

As of March 31, 2023, the Township (Cemetery Trust) had the following investment balances subject to interest rate risk (using the segmented time distribution method):

	March 31, 2023				
	Fair Value	Investment Maturities (in Years)			No Maturity
		Less than 1	1-5	6-10	
Investments:					
Mutual Funds, fixed	\$ 203,340	\$ -	\$ -	\$ -	\$ 203,340
	<u>\$ 203,340</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 203,340</u>

- (b) Custodial credit risk – The risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments that is in the possession of an outside party. The trustee of the Greenwood Cemetery Trust is the counterparty to these transactions. The District does not have a policy that specifically addresses custodial credit risk for investments.
- (c) Foreign currency risk – The risk that changes in exchange rates will adversely affect the investment. As of March 31, 2023, the Township had no investments in common stocks of foreign companies.

**DECATUR TOWNSHIP, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**3. DEPOSITS AND INVESTMENTS (Continued)**

*Investments (Continued)*

- (d) Credit risk – The risk that an issuer of an investment will not fulfill its obligations. Credit risk is mitigated by limiting investments to those specified in the Board-approved policy; and diversifying the investment portfolio so that the failure of any one issuer or backer will not place an undue financial burden on the Township. Board policy requires the Township to use investments approved for governmental units as set forth in the most current issue of the Illinois Compiled Statutes including Securities Exchange Commission registered and AAA rated by Moody’s and Standard & Poor’s money market mutual funds consisting of U.S. Government Treasuries. U.S. Treasuries are federal government securities that do not require the disclosure of credit risk.

The Township (Cemetery Trust) has mutual funds, municipal bonds, corporate bonds, and U.S. government agencies as follows as of March 31, 2023:

	March 31, 2023	
	Amount	Rating
<i>Mutual Funds, equity:</i>		
Consumer Discretionary Funds	\$ 16,774	n/a
Consumer Staple Funds	12,646	n/a
Energy Funds	19,584	n/a
Financial Funds	25,095	n/a
Healthcare Funds	22,295	n/a
Industrial Funds	18,848	n/a
Information Technology Funds	50,247	n/a
Materials Funds	6,551	n/a
Communications Services Funds	14,883	n/a
Utilities Funds	3,982	n/a
Mid Cap Funds	17,620	n/a
Small Cap Funds	27,313	n/a
International Equity Funds	81,620	n/a
Global Reit Estate Fund	8,028	n/a
Emerging Markets Equity Funds	38,621	n/a
Alternative Asset Funds	9,270	n/a
Miscellaneous Funds	3,209	n/a
	<u>\$ 376,586</u>	
<i>Mutual Funds, fixed income:</i>		
Vanguard Short Term Treasury Index Fund	\$ 43,368	not rated
Vanguard Short Term Corporate Bond Index Fund	47,873	not rated
Vanguard Intermediate Term Corporate Bond Index Fund	36,901	not rated
Vanguard Intermediate Term Treasury Index Fund	42,022	not rated
Vanguard Emerging Markets Government Bond ETF	11,839	not rated
ISHARES Investment Grade Corporate Bond ETF	13,191	not rated
Fidelity Intermediate Treasury Bond Index Fund	8,146	not rated
	<u>203,340</u>	
Total	<u>\$ 579,926</u>	

**DECATUR TOWNSHIP, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**3. DEPOSITS AND INVESTMENTS (Continued)**

*Investments (Continued)*

- (e) Concentration of credit risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the Township’s investment in a single insurer. The Township’s investment policy states that investments shall not exceed 65 percent of any financial institution’s capital and surplus. At March 31, 2023, none of the Township’s investments exceeded 65% of any financial institution’s capital and surplus.

The Township has the following recurring fair value measurement as of March 31, 2023:

	<u>3/31/2023</u>	<u>Level 1</u>
<b>Investments by fair value level</b>		
Mutual Funds, equity	\$ 376,586	\$ 376,586
Mutual Funds, fixed	203,340	203,340
Total investment by fair value level	<u>\$ 579,926</u>	<u>\$ 579,926</u>

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities.

**4. CAPITAL ASSETS**

Capital asset activity, resulting from modified cash basis transactions, for the year ending March 31, 2023, consists of the following:

	Balances April 1	Additions	Retirements	Balances March 31
Governmental Activities				
Capital Assets being depreciated:				
Buildings and Improvements	\$ 2,300,394	\$ 42,586	\$ -	\$ 2,342,980
Machinery and Equipment	337,803	25,124	(31,757)	331,170
Total capital assets being depreciated	<u>2,638,197</u>	<u>67,710</u>	<u>(31,757)</u>	<u>2,674,150</u>
Less accumulated depreciation for:				
Buildings and Improvements	(942,106)	(84,067)	-	(1,026,173)
Machinery and Equipment	(234,809)	(21,129)	14,321	(241,617)
Total accumulated depreciation	<u>(1,176,915)</u>	<u>(105,196)</u>	<u>14,321</u>	<u>(1,267,790)</u>
Total capital assets, net of accumulated depreciation	<u>\$ 1,461,282</u>	<u>\$ (37,486)</u>	<u>\$ (17,436)</u>	<u>\$ 1,406,360</u>

Depreciation expense was charged to functions/programs of the primary government in the following manner:

Governmental Activities:	
General government	\$ 83,710
Cemetery	21,486
Total Depreciation Expense – Governmental Activities	<u>\$ 105,196</u>



**5. RISK MANAGEMENT**

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; employee's health, and natural disasters.

The Township has joined together with other townships in the State of Illinois to form the Township Officials of Illinois Risk Management Association (TOIRMA), a public entity risk pool currently operating as a common risk management and insurance program for its member townships. The Township pays an annual premium to TOIRMA for its general insurance coverage which includes workers' compensation, comprehensive general liability, inland marine, automobile physical damage, and property loss. Each area of coverage is subject to limitations that would be comparable to commercial insurance coverage. The agreement for formation of TOIRMA provides that TOIRMA will be self-sustaining through member contributions and will reinsure through commercial companies for claims in excess of \$15 million for each insured event. Settled claims from these risks have not exceeded commercial insurance coverage during the fiscal year or the prior two fiscal years.

The Township participates in the Local Government Health Plan for health insurance, which is a public entity risk pool. Settled claims have not exceeded commercial insurance coverage during the fiscal year or the prior two fiscal years.

**6. RETIREMENT PLAN**

The Township contributes to a defined benefit pension plan: the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions and employer contributions for the plan is governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

*Plan Administration*

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

**DECATUR TOWNSHIP, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. RETIREMENT PLAN (Continued)**

Illinois Municipal Retirement Fund

*Plan Membership*

At December 31, 2022, IMRF membership consisted of :

Inactive employees or their beneficiaries currently receiving benefits	34
Inactive employees entitled to but not yet receiving benefits	14
Active employees	<u>14</u>
TOTAL	<u><u>62</u></u>

*Benefits Provided*

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

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

*Contributions*

Participating members are required to contribute 4.5% of their annual salary to IMRF. The Township is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the fiscal year 2023 was 7.83% of covered payroll.

*Net Pension Liability*

*Actuarial Assumptions*

The Township's net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions. Since the Township presents its government-wide financial statements on the modified cash basis of accounting, no liability has been recorded.

**DECATUR TOWNSHIP, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. RETIREMENT PLAN (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Net Pension Liability (Continued)*

Actuarial valuation date	December 31, 2022
Actuarial cost method	Entry-age normal
Assumptions	
Wage Growth	2.75%
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Asset valuation method	Market Value

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 projecting 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.

*Discount Rate*

The discount rate used to measure the total pension liability was 7.25%. The projections of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Township 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 IMRF's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**DECATUR TOWNSHIP, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. RETIREMENT PLAN (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Changes in the Net Pension Liability (Asset)*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
Balances at January 1, 2022	<u>\$ 5,100,445</u>	<u>\$ 5,829,884</u>	<u>\$ (729,439)</u>
Changes for the period:			
Service cost	64,930	-	64,930
Interest	358,462	-	358,462
Difference between expected and actual experience	(384,656)	-	(384,656)
Changes in assumptions	-	-	-
Employer contributions	-	62,120	(62,120)
Employee contributions	-	30,061	(30,061)
Net investment income	-	(804,012)	804,012
Benefit payments and refunds	(377,216)	(377,216)	-
Administrative expense	-	-	-
Other (net transfer)	-	(433,412)	433,412
Net changes	<u>(338,480)</u>	<u>(1,522,459)</u>	<u>1,183,979</u>
<b>BALANCES AT</b>			
DECEMBER 31, 2022	<u>\$ 4,761,965</u>	<u>\$ 4,307,425</u>	<u>\$ 454,540</u>

Since the Township presents its government-wide financial statements on the modified cash basis of accounting, no liability (asset) has been recorded.

**DECATUR TOWNSHIP, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. RETIREMENT PLAN (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended March 31, 2023, the Township incurred pension expense of \$63,368. At March 31, 2023, the Township deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Difference between expected and actual experience	\$ -	\$ 207,827	\$ (207,827)
Changes in assumption	-	-	-
Net difference between projected and actual earnings on pension plan investments	960,508	620,029	340,479
<b>TOTAL</b>	<u>\$ 960,508</u>	<u>\$ 827,856</u>	<u>\$ 132,652</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be amortized as follows:

<u>Year Ending March 31,</u>	
2023	\$ (264,090)
2024	32,988
2025	123,627
2026	240,127
2027	-
Thereafter	-
<b>TOTAL</b>	<u>\$ 132,652</u>

The net pension liability, deferred outflows of resources and deferred inflows of resources are not reported on the Township's financial statements as the Township reports on the modified cash basis of accounting as discussed in Note 1e.

**DECATUR TOWNSHIP, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**6. RETIREMENT PLAN (Continued)**

Illinois Municipal Retirement Fund (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 pension liability of the Township calculated using the discount rate of 7.25% as well as what the Township’s net pension liability would be if it were calculated using a discount rate that is 1 (one) percentage point lower (6.25%) or 1 (one) percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 947,941	\$ 454,540	\$ 62,343

**7. DEFERRED COMPENSATION PLAN**

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457 and administered by Nationwide Retirement Solutions. Participants authorize the Township to withhold funds from their salaries, which are invested within a range of options, in individual accounts at Nationwide Retirement Solutions. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The Township made no contributions to the Plan. All assets of the Plan are held in trust by the plan administrator for the exclusive benefit of the participants and their beneficiaries. The Township does not take an active role in managing the plan assets. Therefore, in accordance with GASB Statement No. 32, the deferred compensation plan is not reported in the Township’s financial statements.

**8. OTHER POSTEMPLOYMENT BENEFITS**

Retiree’s Health Plan

The Township is legally required to provide postemployment healthcare benefits to former employees and retirees. Former employees, who are not retirees, are provided healthcare benefits mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). Former employees, who are qualified under COBRA, may apply for coverage by the Township’s health plan. The cost is 100% funded on a monthly pay-as-you-go basis by the former employee based upon the actual cost of the health plan for the chosen level for coverage.

**8. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

Retiree's Health Plan (Continued)

Illinois Compiled Statutes (ILCS) mandate that the Township must offer its retirees a health insurance plan equivalent to that offered to active employees. ILCS enable a government to make the health plan benefits supplemental to Medicare and to offer these supplemental benefits at a different retiree contribution rate than regular benefits provided by the group plan. ILCS does not presently require the government to pay any portion of the cost of the plan for retired employees. Retired employees covered under the Township's plan are required to pay 100% of the cost of their insurance based on the rates paid by the Township. Retired employees must be covered under the Township's health insurance plan at the time of retirement to receive this benefit and must continue coverage with the Township's plan to maintain this benefit. The Township did not consider the effects of implementing GASB 75. In addition, the total OPEB liability, deferred outflows of resources and deferred inflows of resources would not be reported on the Township's financial statements as the Township reports on the modified cash basis of accounting as discussed in Note 1e. Therefore, the Township has not recorded any postemployment benefit liability as of March 31, 2023.

**SUPPLEMENTARY INFORMATION**



**DECATUR TOWNSHIP, ILLINOIS**

COMBINING STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES - CASH BASIS

NONMAJOR GOVERNMENTAL FUNDS

March 31, 2023

	Special Revenue				
	Insurance Fund	Social Security Fund	Illinois Municipal Retirement Fund	Road & Bridge Fund	Total Nonmajor Governmental Funds
<b>ASSETS</b>					
Cash and cash equivalents	\$ 83,948	\$ 11,843	\$ 134,047	\$ 231,108	\$ 460,946
<b>TOTAL ASSETS</b>	<b>\$ 83,948</b>	<b>\$ 11,843</b>	<b>\$ 134,047</b>	<b>\$ 231,108</b>	<b>\$ 460,946</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
None	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES</b>					
Restricted for					
Insurance	83,948	-	-	-	83,948
Employee retirement	-	11,843	134,047	-	145,890
Transportation and public works	-	-	-	231,108	231,108
Total fund balance	83,948	11,843	134,047	231,108	460,946
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 83,948</b>	<b>\$ 11,843</b>	<b>\$ 134,047</b>	<b>\$ 231,108</b>	<b>\$ 460,946</b>

**DECATUR TOWNSHIP, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS

Year Ended March 31, 2023

	<b>Special Revenue</b>				<b>Total Nonmajor Governmental Funds</b>
	<b>Insurance Fund</b>	<b>Social Security Fund</b>	<b>Illinois Municipal Retirement Fund</b>	<b>Road &amp; Bridge Fund</b>	
<b>REVENUES</b>					
Property taxes	\$ 30,633	\$ 54,404	\$ 79,517	\$ 28,851	\$ 193,405
Personal property replacement taxes	-	-	-	86,978	86,978
Licenses, permits, fees, fines, and service charges	-	-	-	18,967	18,967
Investment income	4,595	-	-	336	4,931
<b>Total revenues</b>	<u>35,228</u>	<u>54,404</u>	<u>79,517</u>	<u>135,132</u>	<u>304,281</u>
<b>EXPENDITURES</b>					
General government	31,776	58,643	63,368	42,809	196,596
Transportation and public works	-	-	-	33,354	33,354
<b>Total expenditures</b>	<u>31,776</u>	<u>58,643</u>	<u>63,368</u>	<u>76,163</u>	<u>229,950</u>
<b>NET CHANGE IN FUND BALANCE</b>	3,452	(4,239)	16,149	58,969	74,331
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>80,496</u>	<u>16,082</u>	<u>117,898</u>	<u>172,139</u>	<u>386,615</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 83,948</u>	<u>\$ 11,843</u>	<u>\$ 134,047</u>	<u>\$ 231,108</u>	<u>\$ 460,946</u>

**DECATUR TOWNSHIP, ILLINOIS**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - CASH BASIS - BUDGET AND ACTUAL

TOWN FUND

For the Year Ended March 31, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 697,645	\$ 697,645	\$ 684,904	\$ (12,741)
Personal property replacement taxes	300,000	300,000	776,177	476,177
Investment income	3,000	3,000	3,499	499
Miscellaneous	2,350	2,350	9,119	6,769
Total revenues collected	1,002,995	1,002,995	1,473,699	470,704
<b>EXPENDITURES PAID</b>				
General government				
Salaries	565,100	565,100	490,270	(74,830)
Utilities	34,600	38,200	36,713	(1,487)
Office expenses	90,200	85,100	45,947	(39,153)
Professional fees	50,000	50,000	33,096	(16,904)
Repairs and maintenance	300,050	301,550	119,655	(181,895)
Assessor	68,000	68,000	68,000	-
Insurance	162,700	162,700	122,275	(40,425)
Professional development	18,000	18,000	10,603	(7,397)
Mileage	9,750	9,750	4,617	(5,133)
Security	500	500	300	(200)
Donations and social services	53,000	53,000	15,529	(37,471)
Miscellaneous	204,900	204,900	7,481	(197,419)
Total expenditures paid	1,556,800	1,556,800	954,486	(602,314)
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (553,805)</b>	<b>\$ (553,805)</b>	519,213	<b>\$ 1,073,018</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			1,711,905	
<b>FUND BALANCE, END OF YEAR</b>			<b>\$ 2,231,118</b>	

**DECATUR TOWNSHIP, ILLINOIS**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - CASH BASIS - BUDGET AND ACTUAL

CEMETERY FUND

For the Year Ended March 31, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 230,616	\$ 230,616	\$ 226,410	\$ (4,206)
Cemetery service fees	80,000	80,000	78,084	(1,916)
Investment income	7,100	7,100	786	(6,314)
Miscellaneous	250	250	8,050	7,800
Total revenues collected	<u>317,966</u>	<u>317,966</u>	<u>313,330</u>	<u>(4,636)</u>
<b>EXPENDITURES PAID</b>				
General government				
Utilities	11,300	12,100	11,237	(863)
Office expenses	3,300	3,400	2,569	(831)
Insurance	85,533	85,533	70,241	(15,292)
Legal fees	5,000	6,500	6,441	(59)
Security	450	450	430	(20)
Professional development	1,000	1,000	-	(1,000)
Miscellaneous	4,050	4,050	1,493	(2,557)
Total general government	<u>110,633</u>	<u>113,033</u>	<u>92,411</u>	<u>(20,622)</u>
Cemetery maintenance				-
Salaries	182,500	182,500	172,626	(9,874)
Fuel and oil	12,000	14,700	14,651	(49)
Maintenance - equipment	50,000	50,000	52,317	2,317
Uniform allowance	1,500	1,500	1,406	(94)
Maintenance - cemetery	147,700	142,500	67,111	(75,389)
Total cemetery maintenance	<u>393,700</u>	<u>391,200</u>	<u>308,111</u>	<u>(83,089)</u>
Total expenditures paid	<u>504,333</u>	<u>504,233</u>	<u>400,522</u>	<u>(103,711)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (186,367)</u>	<u>\$ (186,267)</u>	(87,192)	<u>\$ 99,075</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>593,593</u>	
<b>FUND BALANCE, END OF YEAR</b>			<u>\$ 506,401</u>	

**DECATUR TOWNSHIP, ILLINOIS**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - CASH BASIS - BUDGET AND ACTUAL

GENERAL ASSISTANCE FUND

For the Year Ended March 31, 2023

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 445,294	\$ 445,294	\$ 437,163	\$ (8,131)
Investment income	1,500	1,500	2,361	861
Miscellaneous	250	250	-	(250)
Total revenues collected	<u>447,044</u>	<u>447,044</u>	<u>439,524</u>	<u>(7,520)</u>
<b>EXPENDITURES PAID</b>				
General government				
Salaries	99,000	99,000	78,849	(20,151)
Utilities	1,700	1,700	1,628	(72)
Office expenses	23,350	23,350	10,139	(13,211)
Mileage	400	400	-	(400)
Legal Fees	20,000	20,000	8,931	(11,069)
Professional Development	1,000	1,000	-	(1,000)
Insurance	26,900	26,900	18,088	(8,812)
Total general government	<u>172,350</u>	<u>172,350</u>	<u>117,635</u>	<u>(54,715)</u>
Public assistance	<u>102,000</u>	<u>102,000</u>	<u>26,073</u>	<u>(75,927)</u>
Total expenditures paid	<u>274,350</u>	<u>274,350</u>	<u>143,708</u>	<u>(130,642)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 172,694</u>	<u>\$ 172,694</u>	295,816	<u>\$ 123,122</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>1,347,626</u>	
<b>FUND BALANCE, END OF YEAR</b>			<u>\$ 1,643,442</u>	

**DECATUR TOWNSHIP, ILLINOIS**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - CASH BASIS - BUDGET AND ACTUAL

INSURANCE FUND

For the Year Ended March 31, 2023

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 31,175	\$ 31,175	\$ 30,633	\$ (542)
Investment income	100	100	4,595	4,495
Total revenues collected	<u>31,275</u>	<u>31,275</u>	<u>35,228</u>	<u>3,953</u>
<b>EXPENDITURES PAID</b>				
General government				
General insurance	<u>32,000</u>	<u>32,000</u>	<u>31,776</u>	<u>(224)</u>
Total expenditures paid	<u>32,000</u>	<u>32,000</u>	<u>31,776</u>	<u>(224)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (725)</u>	<u>\$ (725)</u>	3,452	<u>\$ 4,177</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>80,496</u>	
<b>FUND BALANCE, END OF YEAR</b>			<u>\$ 83,948</u>	

**DECATUR TOWNSHIP, ILLINOIS**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - CASH BASIS - BUDGET AND ACTUAL

SOCIAL SECURITY FUND

For the Year Ended March 31, 2023

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 55,387	\$ 55,387	\$ 54,404	\$ (983)
Total revenues collected	<u>55,387</u>	<u>55,387</u>	<u>54,404</u>	<u>(983)</u>
<b>EXPENDITURES PAID</b>				
General government				
Payroll taxes	71,000	71,000	58,643	(12,357)
Total expenditures paid	<u>71,000</u>	<u>71,000</u>	<u>58,643</u>	<u>(12,357)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (15,613)</u>	<u>\$ (15,613)</u>	(4,239)	<u>\$ 11,374</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>16,082</u>	
<b>FUND BALANCE, END OF YEAR</b>			<u>\$ 11,843</u>	

**DECATUR TOWNSHIP, ILLINOIS**

**STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - CASH BASIS - BUDGET AND ACTUAL**

**ILLINOIS MUNICIPAL RETIREMENT FUND**

For the Year Ended March 31, 2023

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 81,000	\$ 81,000	\$ 79,517	\$ (1,483)
Total revenues collected	<u>81,000</u>	<u>81,000</u>	<u>79,517</u>	<u>(1,483)</u>
<b>EXPENDITURES PAID</b>				
General government				
IMRF	<u>81,200</u>	<u>81,200</u>	<u>63,368</u>	<u>(17,832)</u>
Total expenditures paid	<u>81,200</u>	<u>81,200</u>	<u>63,368</u>	<u>(17,832)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (200)</u>	<u>\$ (200)</u>	16,149	<u>\$ 16,349</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>117,898</u>	
<b>FUND BALANCE, END OF YEAR</b>			<u>\$ 134,047</u>	



**DECATUR TOWNSHIP, ILLINOIS**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - CASH BASIS - BUDGET AND ACTUAL

ROAD & BRIDGE FUND

For the Year Ended March 31, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 26,615	\$ 26,615	\$ 28,851	\$ 2,236
Replacement taxes	30,000	30,000	86,978	56,978
Licenses, permits, fees, fines, and service charges	10,000	10,000	18,967	8,967
Investment income	250	250	336	86
Total revenues collected	<u>66,865</u>	<u>66,865</u>	<u>135,132</u>	<u>68,267</u>
<b>EXPENDITURES PAID</b>				
General government				
Mileage	1,000	1,000	539	(461)
Legal fees	2,000	2,000	-	(2,000)
Accounting and auditing fees	500	500	-	(500)
Office expenditures	675	375	26	(349)
Miscellaneous	38,897	25,697	141	(25,556)
Intergovernmental	28,700	42,200	42,103	(97)
Transportation and public works				
Street maintenance	63,700	63,700	28,447	(35,253)
Street lighting	6,000	6,000	4,907	(1,093)
Total expenditures paid	<u>141,472</u>	<u>141,472</u>	<u>76,163</u>	<u>(65,309)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (74,607)</u>	<u>\$ (74,607)</u>	58,969	<u>133,576</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>172,139</u>	
<b>FUND BALANCE, END OF YEAR</b>			<u>\$ 231,108</u>	

# DECATUR TOWNSHIP, ILLINOIS

## NOTES TO SUPPLEMENTARY INFORMATION

March 31, 2023

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### 1. BUDGETS AND BUDGETARY ACCOUNTING

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

- a. Annually the expenditure budget for each governmental fund, except the Cemetery Trust Fund, is legally enacted through passage of an appropriation ordinance. The appropriation ordinance is prepared on the cash basis.
- b. The Board must approve the Township appropriation ordinance on or before June 30 of the fiscal year of the Township.
- c. Except as to expenditures pending adoption of the appropriation ordinance for the new year, prior unexpended appropriations lapse.
- d. The Township Board determines any amendments that may be made to the expenditure budget, and evaluation and financial control are determined at the fund level, which is the legal level of budgetary control. There was one amendment to the budget during the fiscal year ended March 31, 2023.

## **OTHER INFORMATION**

DECATUR TOWNSHIP, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Eight Years

Measurement Date December 31,	2022	2021	2020	2019	2018	2017	2016	2015
<b>TOTAL PENSION LIABILITY</b>								
Service cost	64,930	63,344	64,305	66,249	65,972	67,793	58,008	72,130
Interest	358,462	366,244	360,314	353,229	397,872	405,339	399,664	375,460
Changes of benefit terms	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(384,656)	(154,274)	102,965	76,604	(619,763)	22,586	33,965	294,795
Changes of assumptions	-	-	(53,580)	-	119,738	(191,254)	(16,722)	16,630
Benefit payments, including refunds of member contributions	(377,216)	(389,664)	(393,802)	(400,976)	(392,623)	(413,587)	(437,511)	(378,141)
Net change in total pension liability	(338,480)	(114,350)	80,202	95,106	(428,804)	(109,123)	37,404	380,874
<b>TOTAL PENSION LIABILITY - BEGINNING</b>	<b>5,100,445</b>	<b>5,214,795</b>	<b>5,134,593</b>	<b>5,039,487</b>	<b>5,468,291</b>	<b>5,577,414</b>	<b>5,540,010</b>	<b>5,159,136</b>
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 4,761,965</b>	<b>\$ 5,100,445</b>	<b>\$ 5,214,795</b>	<b>\$ 5,134,593</b>	<b>\$ 5,039,487</b>	<b>\$ 5,468,291</b>	<b>\$ 5,577,414</b>	<b>\$ 5,540,010</b>
<b>PLAN FIDUCIARY NET POSITION</b>								
Contributions - employer	62,120	77,877	76,382	53,643	76,856	110,494	56,560	71,956
Contributions - member	30,061	28,148	27,215	28,089	29,017	28,678	26,905	39,244
Net investment income	(804,012)	954,596	739,052	869,356	(384,769)	965,584	337,108	25,426
Benefit payments, including refunds of member contributions	(377,216)	(389,664)	(393,802)	(400,976)	(392,623)	(413,587)	(437,511)	(378,141)
Administrative expense	-	-	-	-	-	-	-	-
Other income (expense)	(433,412)	(230,397)	47,358	10,179	(524,656)	(168,420)	7,069	38,934
Net change in plan fiduciary net position	(1,522,459)	440,560	496,205	560,291	(1,196,175)	522,749	(9,869)	(202,581)
<b>PLAN FIDUCIARY NET POSITION - BEGINNING</b>	<b>5,829,884</b>	<b>5,389,324</b>	<b>4,893,119</b>	<b>4,332,828</b>	<b>5,529,003</b>	<b>5,006,254</b>	<b>5,016,123</b>	<b>5,218,704</b>
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 4,307,425</b>	<b>\$ 5,829,884</b>	<b>\$ 5,389,324</b>	<b>\$ 4,893,119</b>	<b>\$ 4,332,828</b>	<b>\$ 5,529,003</b>	<b>\$ 5,006,254</b>	<b>\$ 5,016,123</b>
<b>EMPLOYER'S NET PENSION LIABILITY (ASSET)</b>	<b>\$ 454,540</b>	<b>\$ (729,439)</b>	<b>\$ (174,529)</b>	<b>\$ 241,474</b>	<b>\$ 706,659</b>	<b>\$ (60,712)</b>	<b>\$ 571,160</b>	<b>\$ 523,887</b>
Plan fiduciary net position as a percentage of the total pension liability	90.45%	114.30%	103.35%	95.30%	85.98%	101.11%	89.76%	90.54%
Covered-employee payroll	\$ 712,960	\$ 625,517	\$ 604,769	\$ 621,687	\$ 643,615	\$ 637,303	\$ 597,889	\$ 750,326
Employer's net pension liability (asset) as a percentage of covered-employee payroll	63.75%	(116.61%)	(28.86%)	38.84%	109.80%	(9.53%)	95.53%	69.82%

These schedules are intended to present information for a ten-year period. As updated information becomes available, additional years will be presented.

2021 - Changes in assumptions related to salary increases and mortality rates.

2020 - Changes in assumptions related to inflation rates, salary increases, retirement age and mortality rates.

2018 - Change in assumptions relate to investment rate of return, which changed from 7.50% to 7.25%.

2017 - Change in assumptions relate to price inflation rate, salary increases, retirement age experience study, and mortality. Price inflation rate changed from 2.75% to 2.50%; Salary increases changed from 3.75% - 14.75% to 3.39% - 14.25%; retirement age experience study change from 2011-2013 to 2014-2016; and mortality changed from MP-2014 (base year 2012) projection scale to the MP-2017 (base year 2015) projection scale.

**DECATUR TOWNSHIP, ILLINOIS**

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Seven Years

Fiscal Year Ending March 31,	2023	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 63,368	\$ 73,688	\$ 80,177	\$ 57,991	\$ 71,521	\$ 77,612	\$ 62,032
Contributions in relation to the actuarially determined contribution	\$ 63,368	\$ 73,688	\$ 80,177	\$ 57,991	\$ 71,521	\$ 77,612	\$ 62,032
<b>CONTRIBUTION DEFICIENCY (EXCESS)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 809,744	\$ 746,242	\$ 736,013	\$ 719,612	\$ 643,615	\$ 637,303	\$ 597,889
Contributions as a percentage of covered payroll	7.83%	9.87%	10.89%	8.06%	11.11%	12.18%	10.38%

Notes to Schedule:

The information presented was determined as part of the actuarial valuations as of December 31, 2022. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 22 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 3.35% to 14.25% compounded annually and postretirement benefit increases of 3.25% compounded annually.

These schedules are intended to present information for a ten-year period. As updated information becomes available, additional years will be presented.

**DECATUR TOWNSHIP, ILLINOIS**

SCHEDULE OF ASSESSED VALUATIONS AND TAXES  
EXTENDED AND COLLECTED

Last Three Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b>Assessed Valuations</b>	<u>\$ 526,298,138</u>	<u>\$ 489,132,560</u>	<u>\$ 467,403,087</u>
Tax Rates			
Town - Corporate	0.13256	0.14263	0.14926
IMRF	0.01540	0.01656	0.01733
Road and Bridge	0.00696	0.01158	0.01818
Public Assist	0.08461	0.09104	0.09527
Cemetery	0.04382	0.04715	0.04934
Liability Insurance	0.00593	0.00638	0.00667
Social Security	0.01053	0.01133	0.01185
<b>TOTALS</b>	<u>0.29981</u>	<u>0.32667</u>	<u>0.34790</u>
Tax Extensions			
Town - Corporate	\$ 697,661	\$ 697,679	\$ 697,645
IMRF	81,050	81,000	81,001
Road and Bridge	36,630	56,641	84,974
Public Assist	445,301	445,306	445,295
Cemetery	230,624	230,626	230,616
Liability Insurance	31,209	31,207	31,176
Social Security	55,419	55,419	55,387
<b>TOTALS</b>	<u>\$ 1,577,894</u>	<u>\$ 1,597,878</u>	<u>\$ 1,626,094</u>
Collections			
Town - Corporate		684,904	\$ 691,095
IMRF		79,517	80,238
Road and Bridge		28,851	44,091
Public Assist		437,163	441,114
Cemetery		226,410	228,449
Liability Insurance		30,633	30,880
Social Security		54,404	54,867
<b>TOTALS</b>		<u>\$ 1,541,882</u>	<u>\$ 1,570,734</u>
Percentage of Extensions Collected		96.50%	96.60%