



ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2022

VILLAGE OF RIVERWOODS, ILLINOIS

Annual Financial Report

For the Year Ended December 31, 2022

Prepared by:
Finance Department

Village of Riverwoods, Illinois
Annual Comprehensive Financial Report
For the Year Ended December 31, 2022

Table of Contents

| | |
|---|-----------|
| Independent Auditor's Report | 1 - 3 |
| Management's Discussion and Analysis | MD&A 1-10 |
| Basic Financial Statements: | |
| Government-wide Financial Statements: | |
| Statement of Net Position | 4 - 5 |
| Statement of Activities | 6 - 7 |
| Fund Financial Statements: | |
| Balance Sheet - Governmental Funds | 8 |
| Reconciliation of Balance Sheet of Governmental Funds to the Statement of Net Position | 9 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds | 10 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 11 |
| Statement of Net Position - Proprietary Funds | 12 - 13 |
| Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds | 14 |
| Statement of Cash Flows - Proprietary Funds | 15 |
| Notes to the Financial Statements | 16 - 42 |
| Required Supplementary Information: | |
| Illinois Municipal Retirement Fund: | |
| Multiyear Schedule of Employer Contributions | 43 - 44 |
| Multiyear Schedule of Changes in the Employer's Net Pension Liability and Related Ratios | 45 - 46 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual: | |
| General Fund | 47 |
| TIF Fund | 48 |
| Notes to the Required Supplementary Information | 49 |

(cont'd)

**Village of Riverwoods, Illinois
Annual Comprehensive Financial Report
For the Year Ended December 31, 2022**

Table of Contents (cont'd)

Supplemental Information:

Governmental Funds:

General Fund:

Schedule of Revenues - Budget and Actual 50 - 51

Schedule of Expenditures - Budget and Actual 52 - 56

Nonmajor Governmental Funds:

Combining Balance Sheet 57 - 63

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances (Deficits) 64 - 70

Schedules of Revenues, Expenditures and Changes in Fund
Balance (Deficit) - Budget and Actual 71 - 95

Enterprise Funds:

Schedule of Revenues, Expenses and Changes in Net Position -
Budget and Actual:
Consolidated Water Fund 96 - 97

Sewer Fund 98 - 99

Other Information (Unaudited):

Schedules of Annual Debt Service Requirements:

Hiawatha Road - Special Service Area Number 19 Bonds 100

Thornmeadow Road - Special Service Area Number 24 Bonds 101

East Course Drive - Special Service Area Number 25 Bonds 102

Kenilwood Lane - Special Service Area Number 26 Bonds 103

Windlake Terrace - Special Service Area Number 27 Bonds 104

Burr Oak Trail - Special Service Area Number 30 Bonds 105

Sherry Lane/Hazelnut Road Improvements - Special Service
Area Number 31 Bonds 106

Timber Trail - Special Service Area Number 32 Bonds 107

Kingswood Trail - Special Service Area Number 34 Bonds 108

Timbers Road - Special Service Area Number 22 Bonds 109

Clendenin Lane - Special Service Area Number 35 Bonds 110

INDEPENDENT AUDITOR'S REPORT

Selden Fox

Accounting for your future

619 Enterprise Drive | Oak Brook, Illinois 60523 | www.seldenfox.com
p 630.954.1400 | f 630.954.1327 | email@seldenfox.com

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the Board of Trustees
Village of Riverwoods, Illinois

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **Village of Riverwoods, Illinois**, (Village) as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Riverwoods, Illinois, as of December 31, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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, multiyear schedule of changes in the employer's net pension liability and related ratios, multiyear schedule of employer contributions, and the General Fund schedule of revenues, expenditures and changes in fund balance – budget and actual for the General Fund and TIF Fund 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

Required Supplementary Information (cont'd)

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's basic financial statements. The General Fund schedule of revenues – budget and actual, the General Fund schedule of expenditures – budget and actual, the combining and individual nonmajor governmental fund financial statements, and the individual enterprise funds schedules of revenues, expenses and changes in net position – budget and actual, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information noted above is 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 schedules of annual debt service requirements 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.

Selden Fox, Ltd.

August 16, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

The Village of Riverwoods presents this management discussion and analysis (MDA) of the Village's financial activities, for the fiscal year ended December 31, 2022, in accordance with the requirements of the Governmental Accounting Standards Board (GASB). The purpose of the MDA is to serve as an introduction to the government-wide financial statements, fund financial statements, notes to the financial statements, and remaining sections of the Village's Annual Financial Report (sometimes referred to herein as "this report").

I. FINANCIAL HIGHLIGHTS

- **Net position.** The total assets of the Village exceeded its liabilities at the close of the most recent year resulting in a net position of \$34,385,242.
- **Long-term liabilities.** The Village's total long-term liabilities owed to third parties at the end of the year totaled \$2,121,731. The Village's long-term debt consists of limited obligation special service area (SSA) bonds and a TIF Fund bond. The TIF Fund bond in the amount of \$803,000 is a debt owed to the General Fund from the TIF Fund.
- **Cash and investment balance.** The Village's cash and investment balance at the close of the most recent year was \$16,669,636 against a monthly total operating expenditure average of \$530,943.
- **Fund balance.** At the close of the most recent fiscal year, the Village's governmental funds reported combined ending fund balances of \$12,782,418.
- **General fund summary.** The General Fund is the chief operating fund of the Village. For more information see page 10. The fund balance in the General Fund decreased from \$8,136,904 to \$5,181,113 for the year ended December 31, 2022, due to transfers out of \$3,000,000. Of this fund balance, \$117,104 was nonspendable and the remaining fund balance, \$5,064,009, was unassigned and available to be spent at the Village's discretion.

II. USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 4 - 7) provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 8. A fund is a grouping of related accounts aggregated for specific activities or objectives. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 4 - 7 of this report.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

II. USING THIS ANNUAL REPORT (cont'd)

Government-Wide Financial Statements (cont'd)

The Statement of Net Position reports information on all of the Village's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Village's property tax base and the condition of the Village's capital assets, is needed to assess the overall health of the Village.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and charges for services (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, highways and streets, police protection, planning and zoning, and economic development. The business-type activities of the Village include waterworks system and sewer system operations.

Fund Financial Statements

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

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village's near-term financing requirements.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

II. USING THIS ANNUAL REPORT (cont'd)

Governmental funds (cont'd)

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

The Village maintains 34 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, Village Capital Projects, and TIF Funds, each of which are considered major funds. Data from the other 31 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

The basic governmental fund financial statements can be found on pages 8 - 11 of this report.

Proprietary funds

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of income is necessary or useful to sound financial administration. The Village maintains one proprietary fund type: enterprise fund. Enterprise (proprietary) funds provide goods or services from such activities to outside parties. The Village utilizes two enterprise funds to account for its waterworks system and sewer system operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Consolidated Water Fund and the Sewer Fund, each of which is considered to be a major fund of the Village.

The basic proprietary fund financial statements can be found on pages 12 - 15 of this report.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

II. USING THIS ANNUAL REPORT (cont'd)

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. The notes to the financial statements can be found on pages 16 - 42 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain other supplementary information, supplemental data and other statistical information. Other supplementary information, supplemental data, and other statistical information can be found on pages 50 through 110 of this report.

III. GOVERNMENT-WIDE FINANCIAL ANALYSIS

The largest portion of the Village's net position reflects its investment in capital assets (i.e., land, infrastructure, buildings and improvements, vehicles, and equipment) less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The MDA reports a table summarizing the *Statement of Net Position*, which is presented in its entirety on pages 4 – 5 of this report. The Village's total net position as of December 31, 2022, was \$34,385,242, of which \$21,279,881 represents governmental activities net position and \$13,105,361 represents business-type activities net position. The net position of the Village increased during 2022 by approximately 3%. Total assets and deferred outflows of \$39,870,760 exceeded total liabilities and deferred inflows of \$5,485,518 at the end of the year.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

Over a multi-year period, an increase or decrease in net position can detect an improvement or deterioration in the financial position of the Village as a whole. However, one would need to evaluate nonfinancial factors, such as the condition of Village infrastructure, the satisfaction of constituents, and other information beyond the scope of this report to make a more complete assessment of whether the Village as a whole has improved.

SUMMARY STATEMENT OF NET POSITION

| | Governmental Activities | | Business-type Activities | | Total | |
|---|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| Current assets | \$ 15,310,842 | \$ 13,852,114 | \$ 4,438,374 | \$ 4,230,738 | \$ 19,749,216 | \$ 18,082,852 |
| Noncurrent assets | 11,008,349 | 11,744,810 | 8,897,549 | 9,273,059 | 19,905,898 | 21,017,869 |
| Deferred outflows | 203,543 | 196,440 | 12,103 | 11,208 | 215,646 | 207,648 |
| Total assets | 26,522,734 | 25,793,364 | 13,348,026 | 13,515,005 | 39,870,760 | 39,308,369 |
| Noncurrent liabilities - due within one year | 1,488,418 | 1,669,256 | 169,866 | 161,357 | 1,658,284 | 1,830,613 |
| Noncurrent liabilities - due in more than one year | 1,858,896 | 2,386,006 | - | 3,986 | 1,858,896 | 2,389,992 |
| Deferred inflows | 1,895,539 | 1,622,081 | 72,799 | 42,192 | 1,968,338 | 1,664,273 |
| Total liabilities | 5,242,853 | 5,677,343 | 242,665 | 207,535 | 5,485,518 | 5,884,878 |
| Net position: | | | | | | |
| Net investment in capital assets | 10,801,890 | 10,949,068 | 8,893,590 | 9,273,059 | 19,695,480 | 20,222,127 |
| Restricted by enabling legislation | 2,981,641 | 2,804,876 | - | - | 2,981,641 | 2,804,876 |
| Unrestricted | 7,496,350 | 6,362,077 | 4,211,771 | 4,034,411 | 11,708,121 | 10,396,488 |
| Total net position | \$ 21,279,881 | \$ 20,116,021 | \$ 13,105,361 | \$ 13,307,470 | \$ 34,385,242 | \$ 33,423,491 |

The MDA reports a table summarizing the *Statement of Activities*, which is presented in its entirety on pages 6 -7 of this report. Village revenues collected (excluding transfers) from governmental activities increased from \$3,951,661 in 2021 to \$5,635,421 in 2022, and revenues collected from business-type activities (water and sewer systems) increased from \$1,637,056 to \$1,697,649.

Village expenses paid from governmental activities increased from \$3,429,098 in 2021 to \$4,471,561 in 2022, while expenses paid from business-type activities decreased from \$1,959,419 to \$1,899,758.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

SUMMARY STATEMENT OF ACTIVITIES

| | Governmental Activities | | Business-type Activities | | Total | |
|--|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| Revenue collected: | | | | | | |
| Program revenue: | | | | | | |
| Charges for services: | | | | | | |
| Administration | \$ 471,545 | \$ 345,248 | \$ - | \$ - | \$ 471,545 | \$ 345,248 |
| Police | 265,153 | 253,106 | - | - | 265,153 | 253,106 |
| Water | - | - | 1,308,204 | 999,742 | 1,308,204 | 999,742 |
| Sewer | - | - | 379,452 | 627,591 | 379,452 | 627,591 |
| Operating grants: | | | | | | |
| Administration | - | 5,923 | - | - | - | 5,923 |
| Police | - | - | - | - | - | - |
| Public works | 484,734 | - | - | - | 484,734 | - |
| Capital grants | 150,100 | - | - | - | 150,100 | - |
| Total program revenue | 1,371,532 | 604,277 | 1,687,656 | 1,627,333 | 3,059,188 | 2,231,610 |
| General revenues: | | | | | | |
| Property taxes | 1,524,128 | 1,199,451 | - | - | 1,524,128 | 1,199,451 |
| Intergovernmental | 1,359,677 | 1,167,999 | - | - | 1,359,677 | 1,167,999 |
| Other local taxes | 1,163,003 | 914,111 | - | - | 1,163,003 | 914,111 |
| Other revenues | 52,310 | 53,912 | 6 | - | 52,316 | 53,912 |
| Gain on sale of land | 217,199 | - | - | - | 217,199 | - |
| Investment income (loss) | (52,428) | 11,911 | 9,987 | 9,723 | (42,441) | 21,634 |
| Total general revenues | 4,263,889 | 3,347,384 | 9,993 | 9,723 | 4,273,882 | 3,357,107 |
| Total revenues collected | 5,635,421 | 3,951,661 | 1,697,649 | 1,637,056 | 7,333,070 | 5,588,717 |
| Expenses: | | | | | | |
| Administration | 1,657,366 | 497,614 | - | - | 1,657,366 | 497,614 |
| Police | 2,104,419 | 1,842,246 | - | - | 2,104,419 | 1,842,246 |
| Public works | 680,347 | 1,031,506 | - | - | 680,347 | 1,031,506 |
| Water | - | - | 1,565,770 | 1,585,195 | 1,565,770 | 1,585,195 |
| Sewer | - | - | 333,988 | 374,224 | 333,988 | 374,224 |
| Interest | 29,429 | 57,732 | - | - | 29,429 | 57,732 |
| Total expenses | 4,471,561 | 3,429,098 | 1,899,758 | 1,959,419 | 6,371,319 | 5,388,517 |
| Increase (decrease) in net position | 1,163,860 | 522,563 | (202,109) | (322,363) | 961,751 | 200,200 |
| Net position, beginning of year | 20,116,021 | 19,593,458 | 13,307,470 | 13,629,833 | 33,423,491 | 33,223,291 |
| Net position, end of year | \$ 21,279,881 | \$ 20,116,021 | \$ 13,105,361 | \$ 13,307,470 | \$ 34,385,242 | \$ 33,423,491 |

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

IV. ANALYSIS OF BALANCES AND TRANSACTIONS OF INDIVIDUAL 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. Such information is useful in assessing the Village's financing requirements. 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.

General Fund. The General Fund is the chief operating fund of the Village and enjoys the most diverse revenue sources of any fund in the Village, including: (i) the local share of state sales tax and state income tax, and the Village's home rule sales tax, (ii) utility and telecommunications taxes, (iii) hotel tax, and (iv) building, liquor and other license and permit fees. Revenues in the current year in the General Fund were \$4,076,514, which represented an increase of \$745,652 from the revenues of the General Fund in the prior year of \$3,330,862. At the close of the most recent fiscal year, the fund balance in the General Fund decreased from \$8,136,904 to \$5,181,113. A portion of the fund balance in the General Fund remains "Nonspendable" (see discussion under "Reporting Fund Balances in Governmental Funds under GASB 54").

Special Revenue Funds. The special revenue funds include the Motor Fuel Tax Fund and various SSA funds that collect money for expenditures of a recurring nature for periodic maintenance and repair of streets. The Village received monthly allotments from the state of Illinois for deposit in the Motor Fuel Tax Fund that totaled \$229,602. The Village applies the balance in the Motor Fuel Tax Fund to its ongoing program of street repair and maintenance.

Debt Service Funds. The debt service funds were maintained to track receipt of SSA taxes and payment of debt service of the corresponding SSA bond issues.

Reporting Fund Balances in Governmental Funds under GASB 54. In 2012, the Village "assigned" \$1,800,000 of the fund balance in the General Fund to pay for necessary capital replacements to the Village's sanitary sewer system, if the financial reserves in the Sewer Fund are insufficient for such purposes. The Village took this action to acknowledge that the net position of the Sewer Fund was underfunded by this amount in relation to financial reserves which the Village determined to establish. Under the Village Replacement Reserve Policy adopted December 4, 2012, and modified in FY 2019, the Water Fund shall be managed to accumulate financial reserves of \$2 million and for the Sewer Fund a reserve of \$1 million, as a reserve to pay for the costs (anticipated and unanticipated) of capital repairs and replacements. During 2014, the Village passed a resolution to decrease the assigned fund balance to \$1,600,000. During 2022, the Village determined it was no longer necessary to maintain a committed designation in the General Fund because the Sewer Fund has achieved or exceeded its target balance.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

PROPRIETARY FUNDS. The Village's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The Consolidated Water Fund and Sewer Fund are the enterprise funds within the Village. In these funds, the non-operating revenues collected and expenses paid include the SSA property taxes and debt service for various SSA bonds that paid for previous sewer and water system improvements. Over the years, the Village has formed SSAs that installed sewers or water mains throughout previously unserved areas of the Village. Debt service on bonds issued to pay for such projects are retired typically on 10-year amortization schedules. As of the end of 2022, there were two SSAs that for reporting purposes are included in the Consolidated Water Fund and continue to have property taxes levied for retirement of bonds.

Consolidated Water Fund. Net position of the Consolidated Water Fund at the end of the year was \$8,696,680, as compared to \$8,947,562 for the prior year. The unrestricted amount at the end of the year is \$2,014,782, an increase from \$4,232 in 2022. After excluding non-operating revenues, the Consolidated Water Fund experienced a deficiency of operating revenues collected over operating expenses paid (and depreciation) of \$257,560 at the end of the year, as compared to a deficit of \$585,453 for the prior year. The fund's operating expenses are driven principally by the costs of water purchases under a long-term supply agreement entered into with the Village of Northbrook in 2006 under which the price of water would be held constant until 2015. However, if depreciation is excluded, operating expenses exceeded operating revenues by only \$2,446.

Sewer Fund. Net position of the Sewer Fund at the end of the year was \$4,408,681, as compared to \$4,359,908 for the prior year. After excluding non-operating revenues collected, the Sewer Fund experienced an excess of operating revenues collected over operating expenses paid (and depreciation) of \$45,464 at the end of the year, as compared to an excess of \$253,367 in the prior year. The Village has committed a portion of the fund balance in the General Fund to pay for certain capital replacements (see discussion under "Reporting Fund Balances in Governmental Funds under GASB 54"). The Village's sewer system interconnects with Lake County mains. Lake County charges fees to Village residents for transmission and treatment services. Under a long-term intergovernmental agreement with the Village signed in 2008, Lake County also performs routine maintenance of the Village's sewer system, while the Village remains responsible for performing and paying for capital repairs. Under this agreement, residents receive quarterly a single sewer bill from Lake County. Lake County deducts a portion of the user charges to pay for Lake County's charges and then remits the balance to the Village. The Village's share of user fees is recorded in a replacement account in the Sewer Fund to pay for future capital replacements.

V. GENERAL FUND BUDGETARY HIGHLIGHTS

The budget numbers as reported for the General Fund in summary form on page 47 and in further detail on pages 50-56 of this report are taken from the Village's appropriations ordinance, which is designed to provide ample spending authority for contingent events, which often do not occur. The General Fund is the largest fund as measured by financial assets and is the primary source of funds for nonrecurring repairs or capital expenses (except to the extent of borrowed funds) which might be incurred, among other purposes, for repair and replacements of the Village's water system, sanitary sewer system, streets and culverts. The fund balance in the General Fund decreased from \$8,136,904 at the end of 2021 to \$5,181,113 at the end of 2022. Other than the amount reported as nonspendable, the remaining fund balance in the General Fund, \$5,064,009, was unassigned and available to be spent at the Village's discretion.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

VI. DESCRIPTION OF SIGNIFICANT CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

The Village issued \$321,000 in bonds in 2021 to finance the costs of improvements in SSA #22 to be repaid by residents of that SSA. The Village previously financed certain SSA projects by issuing SSA bonds in various prior years (see Note D in the Notes to the Financial Statements). These bonds are payable solely out of SSA taxes.

The Village issued \$342,000 in bonds in 2021 to finance the costs of improvements in SSA #35 to be repaid by residents of that SSA. The Village previously financed certain SSA projects by issuing SSA bonds in various prior years (see Note D in the Notes to the Financial Statements). These bonds are payable solely out of SSA taxes.

The Village did not issue any bonds in 2022. Please see Notes C and D of this report for information concerning the Village's capital assets and long-term debt. The Village's long-term capital needs include repairs and replacements of its water system, sanitary sewer system, streets, bike paths and related drainage, public buildings, passive and active recreation areas and maintenance of its woodlands.

The Village formed a tax increment finance district in 2013 and adopted tax increment allocation financing. Under the ordinances establishing the TIF, the Village may issue obligations repayable from the incremental property tax revenues received from taxable property in the TIF project area. In 2015, the Village authorized an advance from the General Fund to the TIF Fund in the amount of \$803,000 for the purchase of a piece of property in the TIF District. The advance will be paid back by future increment or sale of the property for development. Development proposals are being evaluated for certain properties within this district.

The Village held public hearings for the establishment of a second TIF, adjacent to and east of existing TIF #1, and subsequently approved the TIF #2 establishment ordinances in January 2019. TIF #2 is intended to enhance the development potential of the commercial properties within the district including increased access and repair and replacement of infrastructure.

The Village applied for and received notice in early 2021 of the successful award of an ARPA (American Rescue Plan Act of 2021) grant from the State in the amount of \$484,734. This grant was used to cover Public Safety Compensation Costs in the current year and qualified as a Revenue Replacement.

VII. FACTORS WHICH MAY HAVE A SIGNIFICANT EFFECT ON FINANCIAL POSITION

The Village's population was 3,790 per the official 2020 census. The median price of homes sold in Riverwoods in 2019 was \$739,565. The Village is primarily a residential community. Its financial health stems from the beauty of the area and its attractive properties. The Village is a home rule community by referendum. The Village has funded the increasing cost of operations including police services almost entirely through non-property tax revenues. Operating expenses to pay for Village expenses (other than police services) have been maintained at stable levels. The Village has opportunities and challenges stemming from development pressures affecting the Milwaukee Avenue corridor, issues confronting the retail shopping properties in the Village, and the potential improvement of the Deerfield Road corridor in the Village. The Village intends to invest necessary resources in planning and implementing strategies to safeguard the character of the Village.

Under its home rule authority, the Village receives a home rule sales tax at a rate of 1.0%.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2022**

The Village has been reviewing capital needs and intends to periodically review and update its reserve fund policy for setting goals to increase the current assets and liquidity of the Consolidated Water Fund and Sewer Fund. In conjunction with such policy, the Village Board may elect to take formal action that would cause the fund balance within the General Fund to be reported as assigned or committed for various capital needs.

The Village intends for the current assets in the Consolidated Water Fund and Sewer Fund to be maintained at a level that will permit each fund to be self-sustaining without continually exerting pressure on the General Fund to absorb the costs for water and sewer system repairs. As part of this review, it was determined in FY 2019 that the Sewer Fund reserve could be reduced from the prior target of \$2.0 million to \$1.0 million which is the approximate current level. As such, both the Consolidated Water and Sewer funds are in balance with their respective target level and the rates are being monitored and adjusted to maintain these balances, anticipating future operating and capital expenditures.

VIII. CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide the Village's citizens, taxpayers, 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. If you have questions about this report or need additional financial information, contact the Mayor, 300 Portwine Road, Riverwoods, Illinois 60015, or call 847-945-3990.

BASIC FINANCIAL STATEMENTS

Village of Riverwoods, Illinois
Statement of Net Position
December 31, 2022

| Assets | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> |
|--|------------------------------------|-------------------------------------|-------------------|
| Current assets: | | | |
| Cash and cash equivalents | \$ 3,755,477 | \$ 2,507,988 | \$ 6,263,465 |
| Investments | 8,746,171 | 1,660,000 | 10,406,171 |
| Receivables: | | | |
| Property taxes | 1,448,000 | - | 1,448,000 |
| Intergovernmental | 327,631 | - | 327,631 |
| Accounts | 44,331 | 260,886 | 305,217 |
| Investment in municipal TIF bonds | 803,000 | - | 803,000 |
| Prepaid items and other | 117,104 | 4,000 | 121,104 |
| Due from developers | 74,628 | - | 74,628 |
| Internal balances, net | (5,500) | 5,500 | - |
| Total current assets | <u>15,310,842</u> | <u>4,438,374</u> | <u>19,749,216</u> |
| Noncurrent assets: | | | |
| Net pension asset | 206,459 | 3,959 | 210,418 |
| Capital assets, not being depreciated: | | | |
| Land | 3,061,072 | - | 3,061,072 |
| Capital assets, net of accumulated depreciation | <u>7,740,818</u> | <u>8,893,590</u> | <u>16,634,408</u> |
| Total noncurrent assets | <u>11,008,349</u> | <u>8,897,549</u> | <u>19,905,898</u> |
| Total assets | <u>26,319,191</u> | <u>13,335,923</u> | <u>39,655,114</u> |
| Deferred Outflows | | | |
| Deferred outflows related to pensions | <u>203,543</u> | <u>12,103</u> | <u>215,646</u> |
| Total assets and deferred outflows of resources | <u>26,522,734</u> | <u>13,348,026</u> | <u>39,870,760</u> |

See accompanying notes.

| Liabilities | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> |
|--|------------------------------------|-------------------------------------|----------------------|
| Current liabilities: | | | |
| Payroll deductions payable | \$ 25,539 | \$ - | \$ 25,539 |
| Accounts payable | 178,444 | 113,637 | 292,081 |
| Completion bond | 500,000 | - | 500,000 |
| Other current liabilities | 236,884 | 56,229 | 293,113 |
| Due to developers | 139,557 | - | 139,557 |
| Interest payable | 9,381 | - | 9,381 |
| Compensated absences payable - current | 102,258 | - | 102,258 |
| Special service area bonds - current | 296,355 | - | 296,355 |
| Total current liabilities | <u>1,488,418</u> | <u>169,866</u> | <u>1,658,284</u> |
| Noncurrent liabilities: | | | |
| Compensated absences payable | 33,520 | - | 33,520 |
| TIF Fund bonds | 803,000 | - | 803,000 |
| Special service area bonds | 1,022,376 | - | 1,022,376 |
| Total noncurrent liabilities | <u>1,858,896</u> | <u>-</u> | <u>1,858,896</u> |
| Total liabilities | <u>3,347,314</u> | <u>169,866</u> | <u>3,517,180</u> |
| Deferred Inflows of Resources | | | |
| Property taxes levied for a future period | 1,448,000 | - | 1,448,000 |
| Deferred inflows related to pensions | 447,539 | 72,799 | 520,338 |
| Total deferred inflows of resources | <u>1,895,539</u> | <u>72,799</u> | <u>1,968,338</u> |
| Total liabilities and deferred inflows of resources | <u>5,242,853</u> | <u>242,665</u> | <u>5,485,518</u> |
| Net Position | | | |
| Net investment in capital assets | 10,801,890 | 8,893,590 | 19,695,480 |
| Restricted by enabling legislation | 2,981,641 | - | 2,981,641 |
| Unrestricted | 7,496,350 | 4,211,771 | 11,708,121 |
| Total net position | <u>\$ 21,279,881</u> | <u>\$ 13,105,361</u> | <u>\$ 34,385,242</u> |

Village of Riverwoods, Illinois
Statement of Activities
For the Year Ended December 31, 2022

| Functions/Programs | Expenses | Program Revenues | |
|---------------------------------------|---------------------|----------------------|------------------------------------|
| | | Charges for Services | Operating Grants and Contributions |
| Governmental activities: | | | |
| Administration and general government | \$ 1,657,366 | \$ 471,545 | \$ - |
| Police | 2,104,419 | 265,153 | - |
| Public works | 680,347 | - | 484,734 |
| Interest on long-term debt | 29,429 | - | - |
| Total governmental activities | 4,471,561 | 736,698 | 484,734 |
| Business-type activities: | | | |
| Consolidated water | 1,565,770 | 1,308,204 | - |
| Sewer | 333,988 | 379,452 | - |
| Total business-type activities | 1,899,758 | 1,687,656 | - |
| Total primary government | \$ 6,371,319 | \$ 2,424,354 | \$ 484,734 |

General revenues:
Property and road and
bridge taxes
Intergovernmental
Other local taxes
Other revenues
Gain on sale of land
Investment income

Total general revenues

Changes in net position

Net position, beginning of the year,

Net position, end of the year

See accompanying notes.

| Capital Grants and Contributions | Net (Expense) Revenue and Changes in Net Position | | |
|--|--|-----------------------------|-------------------|
| | Governmental Activities | Business-type Activities | Total |
| \$ - | \$ (1,185,821) | \$ - | \$ (1,185,821) |
| - | (1,839,266) | - | (1,839,266) |
| 150,100 | (45,513) | - | (45,513) |
| - | (29,429) | - | (29,429) |
| 150,100 | (3,100,029) | - | (3,100,029) |
| - | - | (257,566) | (257,566) |
| - | - | 45,464 | 45,464 |
| - | - | (212,102) | (212,102) |
| \$ 150,100 | (3,100,029) | (212,102) | (3,312,131) |
| | 1,524,128 | - | 1,524,128 |
| | 1,359,677 | - | 1,359,677 |
| | 1,163,003 | - | 1,163,003 |
| | 52,310 | 6 | 52,316 |
| | 217,199 | - | 217,199 |
| | (52,428) | 9,987 | (42,441) |
| | 4,263,889 | 9,993 | 4,273,882 |
| | 1,163,860 | (202,109) | 961,751 |
| | 20,116,021 | 13,307,470 | 33,423,491 |
| \$ | <u>21,279,881</u> | <u>13,105,361</u> | <u>34,385,242</u> |

Village of Riverwoods, Illinois
Balance Sheet - Governmental Funds
December 31, 2022

| | General Fund | Village Capital Projects Fund | TIF Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|---|----------------------|-------------------------------------|---------------------|-----------------------------------|--------------------------------|
| Assets | | | | | |
| Cash and cash equivalents | \$ 601 | \$ 217,589 | \$ 1,468,292 | \$ 2,068,995 | \$ 3,755,477 |
| Investments | 8,746,171 | - | - | - | 8,746,171 |
| Receivables - net: | | | | | |
| Property taxes | 1,044,000 | - | - | 404,000 | 1,448,000 |
| Intergovernmental | 312,838 | - | - | 14,793 | 327,631 |
| Accounts | 44,331 | - | - | - | 44,331 |
| Investment in municipal TIF bonds | 803,000 | - | - | - | 803,000 |
| Prepaid items and other | 117,104 | - | - | - | 117,104 |
| Due from developers | 74,628 | - | - | - | 74,628 |
| Due from other funds | 86,053 | 4,519,069 | - | 53,624 | 4,658,746 |
| Total assets | \$ 11,228,726 | \$ 4,736,658 | \$ 1,468,292 | \$ 2,541,412 | \$ 19,975,088 |
| Liabilities | | | | | |
| Payroll deductions payable | \$ 25,539 | \$ - | - | \$ - | \$ 25,539 |
| Accounts payable | 147,280 | 7,417 | 2,888 | 20,859 | 178,444 |
| Completion bond | - | - | 500,000 | - | 500,000 |
| Other current liabilities | 236,884 | - | - | - | 236,884 |
| Due to developers | 139,557 | - | - | - | 139,557 |
| Due to other funds | 4,454,353 | - | 82,723 | 127,170 | 4,664,246 |
| Total liabilities | 5,003,613 | 7,417 | 585,611 | 148,029 | 5,744,670 |
| Deferred Inflows of Resources | | | | | |
| Property taxes | 1,044,000 | - | - | 404,000 | 1,448,000 |
| Fund Balances | | | | | |
| Nonspendable | 117,104 | - | - | - | 117,104 |
| Restricted | - | - | 882,681 | 2,098,960 | 2,981,641 |
| Assigned | - | 4,729,241 | - | - | 4,729,241 |
| Unassigned | 5,064,009 | - | - | (109,577) | 4,954,432 |
| Total fund balances | 5,181,113 | 4,729,241 | 882,681 | 1,989,383 | 12,782,418 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 11,228,726 | \$ 4,736,658 | \$ 1,468,292 | \$ 2,541,412 | \$ 19,975,088 |

See accompanying notes.

Village of Riverwoods, Illinois
Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2022

| | |
|--|----------------------|
| Total fund balance - governmental funds (page 8) | \$ 12,782,418 |
|--|----------------------|

Amounts reported for governmental activities in the statement of net position are different because:

| | |
|--|-------------------|
| Net capital assets used in governmental activities do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds. | 10,801,890 |
|--|-------------------|

| | |
|---|------------------|
| Deferred outflows (inflows) of resources related to the pensions are not reported in the funds. | |
| Deferred outflows of resources related to pensions | 203,543 |
| Deferred inflows of resources related to pensions | (447,539) |

| | |
|--|--------------------|
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. | |
| Special service area bonds | (1,318,731) |
| TIF fund bonds payable | (803,000) |
| Compensated absences payable | (135,778) |
| Net pension liability - IMRF | 206,459 |

| | |
|--|----------------|
| Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and , therefore, is not recognized in the governmental funds balance sheet. | (9,381) |
|--|----------------|

| | |
|--|-----------------------------|
| Net position of governmental activities (page 5) | <u>\$ 21,279,881</u> |
|--|-----------------------------|

See accompanying notes.

Village of Riverwoods, Illinois
Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds
For the Year Ended December 31, 2022

| | General | Village Capital Projects Fund | TIF Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|---|---------------------|-------------------------------------|-------------------|-----------------------------------|--------------------------------|
| Revenues: | | | | | |
| Property taxes: | | | | | |
| Police | \$ 1,046,788 | \$ - | \$ - | \$ - | \$ 1,046,788 |
| TIF | - | - | 73,150 | 5,496 | 78,646 |
| Special service areas | - | - | - | 398,050 | 398,050 |
| Township road and bridge taxes | 644 | - | - | - | 644 |
| Other intergovernmental taxes | 1,130,075 | - | - | 229,602 | 1,359,677 |
| Other local taxes | 1,163,003 | - | - | - | 1,163,003 |
| Special use fees | 93,095 | - | - | - | 93,095 |
| Licenses and permits | 471,475 | - | - | - | 471,475 |
| Fines and forfeitures | 162,472 | - | - | - | 162,472 |
| Grants | - | 634,834 | - | - | 634,834 |
| Investment income (loss) | (52,993) | - | - | 565 | (52,428) |
| Miscellaneous | 61,955 | - | - | 10 | 61,965 |
| Total revenues | 4,076,514 | 634,834 | 73,150 | 633,723 | 5,418,221 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Administration | 1,283,917 | - | 115,857 | - | 1,399,774 |
| Police | 2,196,770 | - | - | - | 2,196,770 |
| Building | 307,183 | - | - | - | 307,183 |
| Public works | 168,078 | 1,359 | 4,830 | 343,764 | 518,031 |
| Capital outlay | 109,132 | 9,940 | - | - | 119,072 |
| Debt service: | | | | | |
| Principal | - | - | - | 254,883 | 254,883 |
| Interest | - | - | - | 51,849 | 51,849 |
| Total expenditures | 4,065,080 | 11,299 | 120,687 | 650,496 | 4,847,562 |
| Revenues over (under) expenditures before other financing sources (uses) | 11,434 | 623,535 | (47,537) | (16,773) | 570,659 |
| Other financing sources (uses): | | | | | |
| Gain on sale of land | - | - | 217,199 | - | 217,199 |
| Transfer in | 32,775 | 3,000,000 | - | 22,820 | 3,055,595 |
| Transfer out | (3,000,000) | (32,775) | - | (22,820) | (3,055,595) |
| Total other financing sources (uses) | (2,967,225) | 2,967,225 | 217,199 | - | 217,199 |
| Net changes in fund balances | (2,955,791) | 3,590,760 | 169,662 | (16,773) | 787,858 |
| Fund balance: | | | | | |
| Beginning of the year | 8,136,904 | 1,138,481 | 713,019 | 2,006,156 | 11,994,560 |
| End of the year | \$ 5,181,113 | \$ 4,729,241 | \$ 882,681 | \$ 1,989,383 | \$ 12,782,418 |

See accompanying notes.

Village of Riverwoods, Illinois
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2022

Amounts reported for governmental activities in the statement of activities (pages 6 and 7) are different because:

| | | |
|---|----|-----------|
| Net changes in fund balances - total governmental funds (page 10) | \$ | 787,858 |
| Governmental funds report capital outlays as expenditures, however, they are capitalized and depreciated in the statement of activities. | | |
| Capital outlays | | 145,409 |
| Depreciation expense | | (292,587) |
| Changes in deferred outflows and inflows of resources related to pensions are only reported in the statement of activities: | | |
| Deferred outflows of resources related to IMRF pension | | 7,103 |
| Deferred inflows of resources related to IMRF pension | | (188,161) |
| 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. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources: | | |
| Principal repayments - special service area bonds | | 254,883 |
| Compensated absences, net | | 12,604 |
| IMRF pension liability, net | | 414,331 |
| 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. | | |
| | | 22,420 |
| Changes in net position of governmental activities (page 7) | \$ | 1,163,860 |

See accompanying notes.

Village of Riverwoods, Illinois
Statement of Net Position - Proprietary Funds
December 31, 2022

| Assets | Consolidated Water Fund | Sewer Fund | Total |
|--|------------------------------------|-----------------------|-------------------|
| Current assets: | | | |
| Cash and cash equivalents | \$ 880,083 | \$ 1,627,905 | \$ 2,507,988 |
| Investments | 1,110,000 | 550,000 | 1,660,000 |
| Accounts receivable | 202,338 | 58,548 | 260,886 |
| Prepaid items and other | 4,000 | - | 4,000 |
| Due from other funds | 5,500 | - | 5,500 |
| | <u>2,201,921</u> | <u>2,236,453</u> | <u>4,438,374</u> |
| Total current assets | | | |
| Noncurrent assets: | | | |
| Net pension asset | 2,792 | 1,167 | 3,959 |
| Capital assets | 13,055,466 | 6,146,170 | 19,201,636 |
| Accumulated depreciation | (6,373,568) | (3,934,478) | (10,308,046) |
| | <u>6,684,690</u> | <u>2,212,859</u> | <u>8,897,549</u> |
| Total noncurrent assets | | | |
| | <u>8,886,611</u> | <u>4,449,312</u> | <u>13,335,923</u> |
| Total assets | | | |
| Deferred Outflows of Resources | | | |
| Deferred outflows related to pensions | 7,272 | 4,831 | 12,103 |
| | <u>7,272</u> | <u>4,831</u> | <u>12,103</u> |
| Total deferred outflows of resources | | | |
| | <u>8,893,883</u> | <u>4,454,143</u> | <u>13,348,026</u> |
| Total assets and deferred outflows of resources | | | |

See accompanying notes.

| | Consolidated Water Fund | Sewer Fund | Total |
|--|----------------------------|---------------------|----------------------|
| Liabilities | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 101,044 | \$ 12,593 | \$ 113,637 |
| Other current liabilities | 56,229 | - | 56,229 |
| Total liabilities | 157,273 | 12,593 | 169,866 |
| Deferred Inflows of Resources | | | |
| Deferred inflows related to pensions | 39,930 | 32,869 | 72,799 |
| Total deferred inflows of resources | 39,930 | 32,869 | 72,799 |
| Total liabilities and deferred inflows of resources | 197,203 | 45,462 | 242,665 |
| Net Position | | | |
| Net investment in capital assets | 6,681,898 | 2,211,692 | 8,893,590 |
| Unrestricted | 2,014,782 | 2,196,989 | 4,211,771 |
| Total net position | \$ 8,696,680 | \$ 4,408,681 | \$ 13,105,361 |

Village of Riverwoods, Illinois
Statement of Revenues, Expenses and Changes in
Net Position - Proprietary Funds
For the Year Ended December 31, 2022

| | Consolidated Water Fund | Sewer Fund | Total |
|--|----------------------------|---------------------|----------------------|
| Operating revenues: | | | |
| Charges for sales and services | \$ 1,308,204 | \$ 379,452 | \$ 1,687,656 |
| Miscellaneous revenue | 6 | - | 6 |
| Total operating revenues | 1,308,210 | 379,452 | 1,687,662 |
| Operating expenses: | | | |
| Personnel | 15,605 | 16,078 | 31,683 |
| Contractual | 965,836 | 61,746 | 1,027,582 |
| Commodities | 335,751 | - | 335,751 |
| Capital outlay | (6,536) | - | (6,536) |
| Miscellaneous expense | - | 131,809 | 131,809 |
| Total operating expenses | 1,310,656 | 209,633 | 1,520,289 |
| Depreciation | 255,114 | 124,355 | 379,469 |
| Total operating expenses and depreciation | 1,565,770 | 333,988 | 1,899,758 |
| Operating income (loss) | (257,560) | 45,464 | (212,096) |
| Nonoperating revenue - interest income | 6,678 | 3,309 | 9,987 |
| Changes in net position | (250,882) | 48,773 | (202,109) |
| Total net position, beginning of the year | 8,947,562 | 4,359,908 | 13,307,470 |
| Total net position, end of the year | \$ 8,696,680 | \$ 4,408,681 | \$ 13,105,361 |

See accompanying notes.

Village of Riverwoods, Illinois
Statement of Cash Flows - Proprietary Funds
For the Year Ended December 31, 2022

| | Consolidated Water Fund | Sewer Fund | Total |
|--|----------------------------|---------------------|---------------------|
| Cash flows from operating activities: | | | |
| Cash received from customers and users | \$ 1,153,572 | \$ 486,442 | \$ 1,640,014 |
| Cash payments for goods and services | (1,300,176) | (183,921) | (1,484,097) |
| Cash payments to employees | (4,958) | (4,958) | (9,916) |
| Net cash from operating activities | <u>(151,562)</u> | <u>297,563</u> | <u>146,001</u> |
| Cash flows from investing activities - interest received | <u>6,678</u> | <u>3,309</u> | <u>9,987</u> |
| Net change in cash and cash equivalents | (144,884) | 300,872 | 155,988 |
| Balance, beginning of the year | <u>1,024,967</u> | <u>1,327,033</u> | <u>2,352,000</u> |
| Balance, end of the year | <u>\$ 880,083</u> | <u>\$ 1,627,905</u> | <u>\$ 2,507,988</u> |
| Reconciliation of operating income (loss) to net cash from operating activities: | | | |
| Operating income (loss) | \$ (257,560) | \$ 45,464 | \$ (212,096) |
| Adjustments to reconcile operating income (loss) to net cash from operating activities: | | | |
| Depreciation expense | 255,114 | 124,355 | 379,469 |
| Changes in assets and liabilities: | | | |
| Accounts receivable | (154,638) | (21,818) | (176,456) |
| Prepaid items and other | (4,000) | - | (4,000) |
| Intergovernmental receivable | - | 128,808 | 128,808 |
| Accounts payable | 6,187 | 9,634 | 15,821 |
| Other current liabilities | (7,312) | - | (7,312) |
| Pension-related deferred outflows | (538) | (357) | (895) |
| Pension-related deferred inflows | 16,788 | 13,819 | 30,607 |
| Net pension asset | (5,603) | (2,342) | (7,945) |
| Net cash from operating activities | <u>\$ (151,562)</u> | <u>\$ 297,563</u> | <u>\$ 146,001</u> |

See accompanying notes.

Village of Riverwoods, Illinois Notes to the Financial Statements

Note A – Summary of Significant Accounting Policies

The financial statements of the Village of Riverwoods, Illinois, (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), as applied to government units. 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 is located in Lake County, Illinois, and was incorporated on December 14, 1959. The Village is governed by an elected Mayor and Board of Trustees. The Board of Trustees maintains final responsibility for all personnel, budgetary, taxing and debt matters.

The Village includes all funds of its operations that are controlled by or dependent upon the Village, as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the Village, as there are no organizations for which it has financial accountability.

The Village is also not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

Fund Accounting

The accounts of the Village are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental and proprietary. Each category, in turn, is divided into separate "fund types".

Governmental funds are used to account for all or most of the Village's general activities, except those accounted for in proprietary funds, including the collection and disbursement of earmarked monies (special revenue funds), the payment of bond principal and interest (debt service funds), and the acquisition or construction of capital assets (capital projects funds).

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of income is necessary or useful to sound financial administration. Enterprise (proprietary) funds provide goods or services from such activities to outside parties.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Government- Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all nonfiduciary activities of the Village. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and other intergovernmental revenues, while business-type activities normally are supported by user fees for the provision of water and sewerage services.

The statement of net position presents the Villages assets and deferred outflows, liabilities and deferred inflows, with the difference reported as net position in three categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position arises when constraints placed on the use of net position are either externally imposed by creditors, grantors, contributors and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net positions that do not meet the criteria of the two preceding categories.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) amounts paid by recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and enterprise (proprietary) funds. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated in the fund financial statements and reported separately in the supplementary financial information.

The Village reports the following major governmental funds:

The *General Fund* is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Its primary revenue sources include property taxes and intergovernmental revenues.

The *Village Capital Projects Fund* accounts for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from transfers from other funds.

The *TIF Fund* accounts for the financial resources of the TIF district. Its revenue is derived from property taxes.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Government- Wide and Fund Financial Statements (cont'd)

The Village reports the following major enterprise (proprietary) funds:

The *Consolidated Water Fund* accounts for the provision of water 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, operation, maintenance, financing, and billing and collection.

The *Sewer Fund* accounts for the provision of sewerage services to the residents of the Village and operation of the sewer infrastructure. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operation, maintenance, financing, and billing and collection.

Measurement Focus and Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues and additions are recorded when earned, and expenses and deductions are reported when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they are both “measurable and available”. “Measurable” means that the amount of the transaction cannot be determined, and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Village considers most revenues available if they are collected within 60 days after year end. Expenditures are generally recorded when a fund liability is incurred, except for unmatured principal and interest on long-term debt, which are recognized when due, and certain compensated absences, claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available resources.

Proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting.

Enterprise (proprietary) funds distinguish operating revenues collected and expenses paid from nonoperating items. Operating revenues collected and expenses paid 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 Consolidated Water enterprise fund and the Sewer enterprise fund are charges to customers for sales and services. The Village also recognizes as operating revenue collected the portion of tap-on fees intended to recover the cost of connecting new customers to the system. Operating expenses paid for

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Measurement Focus and Basis of Accounting and Financial Statement Presentation (cont'd)

enterprise funds include the cost of sales and services and administrative expenses. All revenue collected and expenses paid not meeting this definition (except depreciation on capital assets) are reported as nonoperating revenues collected and expenses paid.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

Deferred Outflows/Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflow of resources. Deferred outflow of resources represents a consumption of net position/fund balance that applies to a future period. At December 31, 2022, the Village has deferred outflows of resources related to pensions. In addition to liabilities, the Village may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period. At December 31, 2022, the Village reported deferred inflows related to property taxes levied for a future period and pension liabilities.

Appropriations

The appropriations ordinance, which is the legal authority to spend, was passed on March 15, 2022. All appropriations lapse at year end. The financial statements herein are compared with the operating budget, which is approximately 20% less than the appropriations.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, deposits in interest-bearing and noninterest-bearing checking accounts, money market accounts, and certificates of deposit with original maturities of three months or less from the date of acquisition.

Investments

Investments are stated at fair value. Changes in fair value are included in investment income.

Interfund Receivables and Payables

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which the transactions are executed. Advances between funds are offset by nonspendable fund balance, in applicable governmental funds, to indicate that they are not available for appropriation and are not expendable, available financial resources.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased. Reported prepaid items are equally offset by fund balance reserves, which indicate they do not constitute “available spendable resources”, even though they are a component of current assets.

Capital Assets

Capital assets, which include land, construction in progress, buildings and improvements, equipment, vehicles, and infrastructure assets (e.g., roads, storm sewers, and similar items) are reported in the government-wide and proprietary fund financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value as of the date of the donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

| | |
|----------------------------|---------------|
| Buildings and improvements | 50 years |
| Office equipment | 5 – 10 years |
| Infrastructure | 20 – 50 years |
| Vehicles | 5 years |
| Water/sewer systems* | 10 – 50 years |

* Including pumping stations and reservoirs, water tower, water mains, water meters and sewers.

Construction in progress is stated at cost and includes engineering, design, material, and labor costs incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Accumulated Unpaid Vacation and Sick Pay

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, because of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2022, are determined on the basis of current salary rates and include salary related payments.

Full-time sworn police employees are entitled to be compensated for vacation and sick time. Applicable employees are allowed to carryover earned but unused vacation into the next fiscal year, with certain restrictions. The liability for unused compensation absences is reported on the government-wide and proprietary fund financial statements.

Long-Term Obligations

In the government-wide and proprietary 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 applicable bonds. 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, and losses on refunding are reported as debt service expenditures.

Pensions

For purposes of measuring the net pension asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plan and additions to/deductions from the pension plan's fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are stated at fair value.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Fund Balance

The governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned and unassigned.

- a. *Nonspendable* – includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash. The Village reports nonspendable fund balances of \$117,104 in the General Fund relating to prepaid items.
- b. *Restricted* – refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specific purposes.
- c. *Committed* – refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority (the Board of Trustees). The Board of Trustees commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the Village removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The Village does not have any committed fund balances at December 31, 2022.
- d. *Assigned* – refers to amounts that are constrained by the Village's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board of Trustees or the individual the Board of Trustees delegates the authority to assign amounts to be used for specific purposes. The Board of Trustees has not delegated this authority to any individual. The fund balance in the Village Capital Projects Fund is assigned for major capital outlay.
- e. *Unassigned* – refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Unless specifically identified, expenditures act to reduce restricted fund balances first, then committed balances, next assigned balances, and finally they act to reduce unassigned balances. Expenditures for a specifically assigned purpose will act to reduce the specific classification of fund balance that is identified.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions, or (3) imposed by enabling legislation. All of the Village's restricted net position was a result of enabling legislation.

When both restricted and unrestricted net resources are available for use, it is the Village's policy to use restricted resources first, and then unrestricted resources, as they are needed.

Interfund Transactions

Quasi-external transactions are accounted for as revenues collected, expenditures paid, or expenses paid. Transactions that constitute reimbursement to a fund for expenditures/expenses paid initially from it, that are properly applicable to another fund, are recorded as expenditures/expenses paid in the reimbursing fund as reductions of expenditures/expenses paid in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

Property Taxes

The Village must file its tax levy resolution by the last Tuesday of December of each year. The tax levy resolution was approved by the Board on December 6, 2022. The Village's property tax is levied each year on all taxable real property located in the Village and it becomes a lien on the property on January 1 of that tax year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year. The Village's annual property tax levy is subject to two statutory limitations: individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

The County Clerk adds the Equalized Assessed Valuation of all real property in the Village to the valuation of property assessed directly by the state (to which the Equalization Factor is not applied) to arrive at the base amount (the Assessment Base) used to calculate the annual tax rates, as described above. The Equalized Assessed Valuation for the extension for the 2021 tax levy was \$351,773,968.

Property taxes are collected by the Lake County Collector/Treasurer, who remits to the Village its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the Village within 60 days of the respective installment dates.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Fair Value Measurements

Certain account standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quote prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted market prices for identical assets or liabilities in active markets that the Village has the ability to access.

Level 2 – Inputs to the valuation methodology include the following:

- Quoted prices for similar assets or liabilities in active markets
- Quoted prices for identical or similar assets in inactive markets
- Inputs other than quoted prices that are observable for the asset or liability
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for the Village's investments measured at fair value.

U.S. Treasury Securities, U.S. Government Agency Obligations, municipal bonds, and negotiable certificates of deposit: Valued based on matrix pricing models, maximizing the use of observable inputs for similar securities.

Corporate bonds: Valued at closing price of similar investments with comparable durations reported on the active market on which the individual securities are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Village believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note A – Summary of Significant Accounting Policies (cont'd)

Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources; the disclosure of contingent assets, deferred outflows of resources, liabilities and deferred inflows of resources at the date of the financial statements; and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note B – Deposits and Investments

The Village maintains a cash pool that is available for use by all funds. Each fund's portion of this pool is included in cash and cash equivalents on the governmental funds balance sheet, or the enterprise funds statement of net position. In addition, deposits are separately held by several of the Village's funds.

The Village's investment policy is in line with state statutes. The investments that the Village may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding \$500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other investments.

At December 31, 2022, the Village's deposits and investments consisted of the following:

| | Governmental Activities | Business-type Activities | Total |
|---------------------------|----------------------------|-----------------------------|----------------------|
| Cash and cash equivalents | \$ 3,755,477 | \$ 2,507,988 | \$ 6,263,465 |
| Investments | 8,746,171 | 1,660,000 | 10,406,171 |
| | \$ 12,501,648 | \$ 4,167,988 | \$ 16,669,636 |

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note B – Deposits and Investments (cont'd)

For disclosure purposes, this amount is segregated into the following components:

| | Total |
|---------------------------------------|----------------------|
| Cash on hand | \$ 500 |
| Deposits with financial institutions* | 6,262,965 |
| Other investments | 10,406,171 |
| | \$ 16,669,636 |

*Includes amounts held in demand and savings accounts, and non-negotiable certificates of deposit, which are valued at cost.

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's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increased interest rates. The objective is to maintain a core portfolio with short maturities. A periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification, and overall performance the Village requires. Maturity information on other investments is shown in the table below.

| | Fair Value | Investment Maturity (in Years) | |
|---------------------------------------|----------------------|--------------------------------|---------------------|
| | | Less Than One Year | 1 - 5 Years |
| Corporate bonds | \$ 2,538,490 | \$ 2,059,651 | \$ 478,839 |
| Municipal bonds | 2,765,215 | 2,765,215 | - |
| Federal Home Loan Mortgage Corp bonds | 493,732 | 493,732 | - |
| US Treasury Note | 3,448,701 | 3,448,701 | - |
| Negotiable certificates of deposit | 1,160,033 | - | 1,160,033 |
| | \$ 10,406,171 | \$ 8,767,299 | \$ 1,638,872 |

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note B – Deposits and Investments (cont'd)

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investment in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). The Village's investment policy authorizes investments in any type of security as permitted by State statute. The Village's investments in U.S. Treasury Notes and negotiable certificates of deposit are not rated. As of December 31, 2022, the Village's other investments had ratings with their applicable rating agency as follows:

| | <u>Moody's Investor</u> | <u>Standards & Poor's</u> |
|--|-----------------------------|-----------------------------------|
| Corporate bonds | A2 to AA3 | A+ to BBB+ |
| Municipal bonds | AAA to A3 | AAA to BBB+ |
| Federal Home Loan Mortgage Corp bonds | AAA | AA+ |

Concentration of Credit Risk

It is the policy of the Village to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in an overconcentration in a security, maturity, issuer, or class of securities. At December 31, 2022, the Village had investment concentrations in the following issuers:

| | <u>Percent of Other Investments</u> |
|--|---|
| United States Treasury | 33.14% |
| New Jersey Transportation Trust Fund Authority | 6.65% |
| Port Authority of New York and New Jersey | 5.57% |

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note B – Deposits and Investments (cont'd)

Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At December 31, 2022, the bank balances of the Village's deposits with financial institutions totaled \$5,610,124, of which \$1,171,174 was uninsured and uncollateralized.

With respect to investments, custodial credit risk is the risk that, in the event of failure of the counterparty, the Village will not be able to recover the value of its investments of collateral securities that are in the possession of an outside party. The Village's investment policy limits the exposure to custodial credit risk by diversifying its investment portfolio.

Fair Value Measurement of 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. All of the Village's investments are considered Level 2 investments at December 31, 2022.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note C – Capital Assets

Governmental Activities

Governmental capital asset activity for the year ended December 31, 2022, was as follows:

| | Balances January 1, 2022 | Additions | Reclassifications | Balances December 31, 2022 |
|---|-----------------------------|---------------------|-------------------|----------------------------------|
| Governmental Activities | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 3,061,072 | \$ - | \$ - | \$ 3,061,072 |
| Construction in progress | 624,173 | 76,827 | (701,000) | - |
| Total capital assets not being depreciated | 3,685,245 | 76,827 | (701,000) | 3,061,072 |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | 6,890,422 | 48,516 | - | 6,938,938 |
| Office equipment | 315,498 | 15,502 | - | 331,000 |
| Infrastructure | 1,369,824 | - | 701,000 | 2,070,824 |
| Vehicles | 382,925 | 4,564 | - | 387,489 |
| | 8,958,669 | 68,582 | 701,000 | 9,728,251 |
| Less accumulated depreciation: | | | | |
| Buildings and improvements | 887,745 | 148,213 | - | 1,035,958 |
| Office equipment | 249,956 | 17,838 | - | 267,794 |
| Infrastructure | 267,874 | 88,459 | - | 356,333 |
| Vehicles | 289,271 | 38,077 | - | 327,348 |
| | 1,694,846 | 292,587 | - | 1,987,433 |
| Total capital assets being depreciated, net | 7,263,823 | (224,005) | 701,000 | 7,740,818 |
| Governmental activities, capital assets, net | \$ 10,949,068 | \$ (147,178) | \$ - | \$ 10,801,890 |

Depreciation expense was charged to functions/programs of the governmental activities of the primary government, as follows:

| | |
|---|-------------------|
| Administration and general | \$ 182,794 |
| Police | 63,853 |
| Public works | 45,940 |
| Total depreciation – governmental activities | \$ 292,587 |

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note C – Capital Assets (cont'd)

Business-Type Activities

Business-type capital asset activity for the year ended December 31, 2022, was as follows:

| | Balances January 1, 2022 | Additions | Retirements | Balances December 31, 2022 |
|--|-----------------------------|---------------------|-------------|----------------------------------|
| Business-type Activities | | | | |
| Capital assets being depreciated: | | | | |
| Pumping stations and reservoirs | \$ 2,866,149 | \$ - | \$ - | \$ 2,866,149 |
| Water tower | 50,000 | - | - | 50,000 |
| Water meters | 215,777 | - | - | 215,777 |
| Water mains | 9,923,540 | - | - | 9,923,540 |
| Sewers | 6,146,170 | - | - | 6,146,170 |
| | <u>19,201,636</u> | <u>-</u> | <u>-</u> | <u>19,201,636</u> |
| Less accumulated depreciation: | | | | |
| Pumping stations and reservoirs | 1,589,344 | 57,323 | - | 1,646,667 |
| Water tower | 17,000 | 1,000 | - | 18,000 |
| Water meters | 214,215 | 1,553 | - | 215,768 |
| Water mains | 4,297,895 | 195,239 | - | 4,493,134 |
| Sewers | 3,810,123 | 124,354 | - | 3,934,477 |
| | <u>9,928,577</u> | <u>379,469</u> | <u>-</u> | <u>10,308,046</u> |
| Business-type activities, capital assets, net | <u>\$ 9,273,059</u> | <u>\$ (379,469)</u> | <u>\$ -</u> | <u>\$ 8,893,590</u> |

Depreciation expense was charged to functions/programs of the business-type activities of the primary government, as follows:

| | |
|--------------------|-------------------|
| Consolidated water | \$ 255,114 |
| Sewer | <u>124,355</u> |
| | <u>\$ 379,469</u> |

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note D – Long-Term Debt

Changes in Long-Term Liabilities

During the year, the following changes occurred in long-term liabilities reported in the governmental funds:

| Issue | January 1, 2022 | Additions | Retirements | December 31, 2022 | Due Within One Year |
|--|--------------------|-----------|-------------|----------------------|------------------------|
| Special Service Area Bonds: | | | | | |
| Village of Riverwoods Special Service Area Number 24. Original issue of \$587,500. Due Sept. 1, 2023, interest at 2.22%. | \$ 136,500 | \$ - | \$ 67,501 | \$ 68,999 | \$ 68,999 |
| Village of Riverwoods Special Service Area Number 25. Original issue of \$260,000. Due March 1, 2024, interest at 4.90%. | 78,781 | - | 30,386 | 48,395 | 31,875 |
| Village of Riverwoods Special Service Area Number 26. Original issue of \$644,000. Due March 1, 2024, interest at 4.90%. | 195,133 | - | 75,265 | 119,868 | 78,953 |
| Village of Riverwoods Special Service Area Number 27. Original issue of \$60,000. Due March 1, 2024, interest at 4.60%. | 17,620 | - | 6,811 | 10,809 | 7,125 |
| Village of Riverwoods Special Service Area Number 30. Original issue of \$70,000. Due February 1, 2027, interest at 2.75%. | 41,743 | - | 7,129 | 34,614 | 7,327 |
| Village of Riverwoods Special Service Area Number 31. Original issue of \$140,000. Due February 1, 2028, interest at 3.85%. | 98,955 | - | 13,688 | 85,267 | 14,215 |
| Village of Riverwoods Special Service Area Number 32. Original issue of \$25,000. Due February 1, 2028, interest at 3.85%. | 17,671 | - | 2,444 | 15,227 | 2,538 |
| Village of Riverwoods Special Service Area Number 19 Special Tax Bonds, Series 2018. Original issue of \$300,000. Due February 1, 2029, interest at 4.53%. | 243,475 | - | 27,983 | 215,492 | 29,251 |
| Village of Riverwoods Special Service Area Number 34 Special Tax Bonds, Series 2020. Original issue of \$84,000. Due August 1, 2030, interest at 2.40%. | 80,736 | - | 8,139 | 72,597 | 8,335 |

(cont'd)

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note D – Long-Term Debt (cont'd)

Changes in Long-Term Liabilities (cont'd)

| Issue | January 1, 2022 | Additions | Retirements | December 31, 2022 | Due Within One Year |
|--|---------------------|-------------|-------------------|----------------------|------------------------|
| Special Service Area Bonds (cont'd): Village of Riverwoods Special Service Area Number 22 Special Tax Bonds, Series 2021. Original issue of \$321,000. Due February 1, 2037, interest at 3.35%. | \$ 321,000 | \$ - | \$ 4,512 | \$ 316,488 | \$ 17,275 |
| Village of Riverwoods Special Service Area Number 35 Special Tax Bonds, Series 2021. Original issue of \$342,000. Due February 1, 2032, interest at 3.10%. | 342,000 | - | 11,025 | 330,975 | 30,462 |
| Total Special Service Area Bonds | \$ 1,573,614 | \$ - | \$ 254,883 | \$ 1,318,731 | \$ 296,355 |

Long-Term Liabilities Activity

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

| Type of Debt | Beginning Balances | Additions | Deductions | Ending Balances | Amounts Due Within One Year |
|-------------------------------|-----------------------|-------------------|---------------------|---------------------|-----------------------------------|
| Governmental activities: | | | | | |
| Special service area bonds | \$ 1,573,614 | \$ - | \$ 254,883 | \$ 1,318,731 | \$ 296,355 |
| TIF bonds | 803,000 | - | - | 803,000 | - |
| Compensated absences | 148,382 | 89,654 | 102,258 | 135,778 | 102,258 |
| Net pension liability (asset) | 207,872 | 423,347 | 837,678 | (206,459) | - |
| | \$ 2,732,868 | \$ 513,001 | \$ 1,194,819 | \$ 2,051,050 | \$ 398,613 |
| Business-type activities: | | | | | |
| Net pension liability (asset) | \$ 3,986 | \$ 8,118 | \$ 16,063 | \$ (3,959) | \$ - |
| | \$ 3,986 | \$ 8,118 | \$ 16,063 | \$ (3,959) | \$ - |

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note D – Long-Term Debt (cont'd)

Debt Service Requirements to Maturity

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

| <u>Fiscal Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|--------------------|---------------------|-------------------|---------------------|
| 2023 | \$ 296,355 | \$ 44,695 | \$ 341,050 |
| 2024 | 174,433 | 33,785 | 208,218 |
| 2025 | 117,370 | 28,217 | 145,587 |
| 2026 | 121,575 | 23,990 | 145,565 |
| 2027 | 121,821 | 19,604 | 141,425 |
| 2028-2032 | 372,213 | 46,857 | 419,070 |
| 2033-2037 | 114,964 | 9,840 | 124,804 |
| Totals | \$ <u>1,318,731</u> | \$ <u>206,988</u> | \$ <u>1,525,719</u> |

These payments will be made from amounts levied for special service area property tax receipts in future periods.

TIF Note

The Village issued an \$803,000 Tax Increment Allocation Revenue Note, Series 2015, dated December 16, 2015, between the General Fund and the TIF Fund. The Note matures on December 15, 2035. Interest is payable annually at 4%. The Note is payable from incremental tax revenues generated by the Milwaukee/Deerfield TIF District, which are first used to reimburse the Village for any administrative costs, and next any redevelopment costs, then interest expense, with any remaining increments used to pay down principal.

Note E – Interfund Balances

Interfund balances were as follows at December 31, 2022:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
|--------------------------|-----------------------|---------------------|
| General | TIF Fund | \$ 82,723 |
| General | Nonmajor Governmental | 3,330 |
| Village Capital Projects | General | 4,432,918 |
| Village Capital Projects | Nonmajor Governmental | 82,723 |
| Village Capital Projects | Nonmajor Governmental | 3,428 |
| Nonmajor Governmental | General | 21,435 |
| Nonmajor Governmental | Nonmajor Governmental | 32,189 |
| Consolidated Water | Nonmajor Governmental | 5,500 |
| | | <u>\$ 4,664,246</u> |

The interfund advances are for the purposes of providing cash to fund operations. The advances are not expected to be repaid within one year, and as such, are classified as long-term on the governmental funds balance sheet and the proprietary funds statement of net position.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note F – Interfund Transfers

The Village transferred \$3,000,000 from the General Fund to the Village Capital Projects Fund for the purpose of providing funding for construction projects. An additional \$1,000,000 was budgeted but not transferred as potential land acquisition did not occur in 2022. The Village transferred \$32,775 from the Village Capital Projects Fund to the General Fund to reimburse General Fund for project cost charged to the General Fund.

Note G – Restrictions of Net Position

The government-wide statement of net position reports net position by enabling legislation, which consists of the following at December 31, 2022:

| <u>Net Position Restricted For:</u> | <u>Amount</u> |
|-------------------------------------|---------------------|
| Road improvements | \$ 1,897,248 |
| Special service areas: | |
| Special revenue purposes | 723,876 |
| Capital projects | 148,741 |
| Debt service | <u>211,776</u> |
| | <u>\$ 2,981,641</u> |

Note H – Joint Ventures

1. Solid Waste Agency of Lake County (SWALCO)

The Village is a member of the Solid Waste Agency of Lake County (the “Agency”) which consists of 43 municipalities, Great Lakes Naval Training Center, and Lake County. The Agency is a municipal corporation and public body politic established pursuant to the Illinois Intergovernmental Cooperation Act (the Act). The Agency is empowered under the Act to plan, construct, finance, operate and maintain a solid waste disposal system to serve its members.

The members form a contiguous geographic service area which is located in Lake County. Under the Agency agreement, additional members may join the Agency upon approval of each Board member.

The Agency is governed by a Board of Directors which consists of one appointed mayor, president, trustee, or chief administrative officer from each member municipality. Each director has one equal vote. The Board of Directors determines the policies of the Agency, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by the Agency, adopts by-laws, rules, and regulations, and exercises such duties as may be prescribed in the Agency agreement or by-laws.

Complete financial statements are available from the Solid Waste Agency of Lake County, 1311 N Estes Street, Gurnee, Illinois 60031.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note H – Joint-Ventures (cont'd)

2. Northeastern Illinois Regional Crime Laboratory (NIRCL)

The Village is a member of the Northeastern Illinois Regional Crime Laboratory (the Laboratory). Each of the more than 50 members of the Laboratory are assessed annual fees based on their population, as assessments are due in May of each year. The Laboratory is organized as a tax-exempt organization qualifying under Internal Revenue Code Section 501c(3). The Village contributed \$8,161 to the Laboratory during 2022.

Complete financial statements are available from the Northeastern Illinois Regional Crime Laboratory, 1000 Butterfield Road, Suite 109, Vernon Hills, Illinois 60061.

3. North Suburban Special Recreation Association (NSSRA)

The Village, along with twelve other governments, has entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each partner agency provides funding based on a two-part formula that includes the partner's relative share of the aggregate equalized assessed valuation and that partner's relative share of the aggregate gross population. The Village contributed \$47,422 to NSSRA during the year ended December 31, 2022.

The Village does not have a direct financial interest in NSSRA; therefore, its investment therein is not reported within the financial statements. Upon dissolution of NSSRA, the assets, if any, shall be divided among the members in accordance with an equitable formula as determined by a unanimous vote of the Board of Directors of NSSRA.

Complete financial statements for the Association can be obtained from NSSRA's administrative offices at 1221 County Line Road, Highland Park, Illinois 60035.

Note I – Illinois Municipal Retirement Fund (IMRF)

Plan Description

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of the IMRF's pension benefits is provided in the **Benefits Provided** section below. Details of all benefits are available from IMRF. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available annual comprehensive financial report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report may be obtained online at www.imrf.org.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note I – Illinois Municipal Retirement Fund (IMRF) (cont'd)

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for benefits when they have at least 8 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 percent of their final rate of earnings for the first 15 years of service credit, plus 2% for each year of credited service 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 services, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 of 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 10 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 percent of their final rate of earnings, for the first 15 years of service credit, plus 2% for each year of credited service 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 96 months within the last 10 years of services, divided by 96. Under Tier 2, the pension is increased on January 1 of every year after retirement, upon reaching age 67, by the lesser of 3% or 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

At December 31, 2022, the IMRF Plan membership consisted of:

| | |
|--|-----------|
| Retirees and beneficiaries currently receiving benefits | 14 |
| Inactive plan members entitled to but not yet receiving benefits | 6 |
| Active plan members | <u>13</u> |
| Total | <u>33</u> |

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note I – Illinois Municipal Retirement Fund (IMRF) (cont'd)

Contributions

As set by statute, Regular plan members are required to contribute 4.5 percent of their annual covered salary. The statutes require the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2022 was 9.75%. For the year ended December 31, 2022, the Village contributed \$118,404 to the plan. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Asset (Liability)

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

Actuarial Valuation and Assumptions – The actuarial assumptions used in the December 31, 2021, valuation were based on an actuarial experience study for the period 2017 – 2019, using the entry age normal actuarial cost method. The total pension liability in the December 31, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|-----------------------------------|--|
| Asset valuation method | Market value of assets |
| Inflation | 2.25% |
| Salary increases | 2.85% to 13.75% |
| Investment rate of return | 7.25% |
| Post-retirement benefit increase: | |
| Tier 1 | 3.0%-simple |
| Tier 2 | Lesser of 3.0%-simple or ½ increase in CPI |

The actuarial value of IMRF assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with 20% corridor between the actuarial and market value of assets. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2022, was 21 years.

Mortality Rates – For non-disabled lives, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (Adjusted 105%) tables, and future mortality improvement projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, 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.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note I – Illinois Municipal Retirement Fund (IMRF) (cont'd)

Actuarial Valuation and Assumptions (cont'd)

Long-term Expected Rate of Return – The long-term expected rate of return is the expected return to be earned over the entire trust portfolio based on the asset allocation of the portfolio, using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) developed for each major asset class. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

| Asset Class | Target Allocation | Long-term Expected Real Rate of Return |
|------------------------|-------------------|--|
| Equities | 36% | 6.50% |
| International equities | 18% | 7.60% |
| Fixed income | 25% | 4.90% |
| Real estate | 11% | 6.20% |
| Alternatives: | 9% | |
| Private equity | | 9.90% |
| Hedge funds | | N/A |
| Commodities | | 6.25% |
| Cash equivalents | 1% | 4.00% |

Discount Rate – The discount rate used to measure the total pension liability, computed for the Village of Riverwoods as a whole, was 7.25%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees for the next 99 years. Therefore, the long-term expected rate of return on pension plan investments (7.25%) was applied to the next 99 periods of projected benefit payments, and then the tax-exempt municipal bond rate (1.84%) (based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date), was utilized, resulting in a single discount rate of 7.25% being used to determine the total pension liability.

Based on the assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees for the next 99 years.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note I – Illinois Municipal Retirement Fund (IMRF) (cont'd)

Changes in Net Pension (Asset) Liability

| | Total Pension Liability | Plan Fiduciary Net Position | Net Pension (Asset) Liability |
|---|-------------------------------|-----------------------------------|-------------------------------------|
| Balances 12/31/20 | \$ 4,516,183 | \$ 4,304,325 | \$ 211,858 |
| Changes for the year: | | | |
| Service cost | 108,674 | - | 108,674 |
| Interest | 322,791 | - | 322,791 |
| Differences between expected and actual experience | 67,507 | - | 67,507 |
| Contributions - employer | - | 116,636 | (116,636) |
| Contributions - employee | - | 49,797 | (49,797) |
| Net investment income | - | 703,450 | (703,450) |
| Benefit payments, including refunds of employee contributions | (236,463) | (236,463) | - |
| Other changes | - | 51,365 | (51,365) |
| | <u>\$ 4,778,692</u> | <u>\$ 4,989,110</u> | <u>\$ (210,418)</u> |
| Balances 12/31/21 | <u>\$ 4,778,692</u> | <u>\$ 4,989,110</u> | <u>\$ (210,418)</u> |

Discount Rate Sensitivity – The following presents the net pension liability of the Village, calculated using the discount rate of 7.25%, 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 higher or lower than the current rate:

| | 1% Decrease (6.25%) | Current Discount Rate (7.25%) | 1% Increase (8.25%) |
|----------------------------------|------------------------|-------------------------------------|------------------------|
| Net pension (asset) liability | <u>\$ 285,427</u> | <u>\$ (210,418)</u> | <u>\$ (622,813)</u> |

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued IMRF financial report.

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note I – Illinois Municipal Retirement Fund (IMRF) (cont'd)

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

For the year ended December 31, 2022, the Village recognized pension income of \$92,456 in the government-wide financial statements. At December 31, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> | <u>Net Deferred Inflows of Resources</u> |
|--|---|--|--|
| Differences between expected and actual experience | \$ 75,474 | \$ - | \$ 75,474 |
| Changes in assumptions | - | 9,724 | (9,724) |
| Net difference between projected and actual earnings on pension plan investments | <u>-</u> | <u>510,614</u> | <u>(510,614)</u> |
| | 75,474 | 520,338 | (444,864) |
| Pension contributions made subsequent to measurement date | <u>140,172</u> | <u>-</u> | <u>140,172</u> |
| Total | <u>\$ 215,646</u> | <u>\$ 520,338</u> | <u>\$ (304,692)</u> |

The Village reported \$140,171 as deferred outflows of resources related to pensions resulting from the Village contributions subsequent to the measurement date that will be disclosed as a reduction of the net pension liability in the reporting year ended December 31, 2023.

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

| <u>Year Ending December 31,</u> | |
|---------------------------------|---------------------|
| 2023 | \$ (74,011) |
| 2024 | (165,962) |
| 2025 | (126,480) |
| 2026 | <u>(78,411)</u> |
| | <u>\$ (444,864)</u> |

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note J – Deficit Fund Balances

The Village reports deficit fund balances in TIF 2 Fund of \$74,308, the Special Service Area 19 Hiawatha Road Debt Service Fund of \$10,160, the Special Service Area 27 Windlake Terrace Debt Service Fund of \$5,013, and the Special Service Area 35 Clendenin Lane Debt Service Fund of \$20,096. Funding of these deficits is expected from future incremental tax revenues in the TIF 2 Fund and from future tax revenues from the property owners in the special service area.

Note K – Risk Management

The Village is exposed to various risks related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; and natural disasters. For all claims, settlement amounts have not exceeded insurance in the current or three prior years.

The Village is a member of the Illinois Counties Risk Management Trust (ICRMT), a joint risk management pool through which property, general liability, automobile liability, law enforcement coverage, equipment breakdown coverage, comprehensive crime coverage, public officials' and workers' compensation and employers' liability coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

Financial statements can be obtained by writing ICRMT at jakcie.kin@ipmg.com

Note L – Tax Abatement Agreement

The Village entered into an intergovernmental agreement with the Village of Deerfield whereby the Village of Deerfield agreed to deannex and permit the Village of Riverwoods to annex certain property ("subject property") for which a plan of redevelopment of a restaurant has been submitted to the Village of Riverwoods. Under terms of the agreement, the Village of Riverwoods will pay the Village of Deerfield fifty percent of the property taxes levied and collected on the subject property commencing with the 2017 property taxes levied in 2018, and fifty percent of the sales tax revenue collected from the restaurant or other business located on the subject property for a ten-year period commencing with the first day of the first full month after the restaurant opens for business. The agreement terminates with the Village of Deerfield on January 31, 2029. The Village has not yet been required to make any payments under this agreement.

Note M – Contingencies

Grants

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

Village of Riverwoods, Illinois
Notes to the Financial Statements (cont'd)

Note M – Contingencies (cont'd)

Litigation

The Village is not involved in any significant litigation that would materially affect the balances reported at December 31, 2022. With regard to other pending matters, management has determined that the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

COVID-19

The long-term direct and indirect impacts of the COVID-19 pandemic on the Village's economy, population, vendors, operations and financing arrangements are currently unknown, as is the duration and severity of any impacts the Village may experience. The Village has experienced significant loss in home rule sales tax, state sales tax, hotel tax, and investment income since the start of the pandemic in March 2020.

While the Village's evaluation is ongoing, management is currently unable to quantify the full effects that this pandemic will have on its operations, cash flows and financial position; however, they may be significant. No adjustments have been made to these financial statements as a result of this uncertainty.

Note N – Subsequent Events

Management has evaluated subsequent events through August 16, 2023, the date of these financial statements were available to be issued. Management has determined that no events or transactions, other than the event noted below, have occurred subsequent to the balance sheet date that require disclosure in the financial statements.

The Village sold land to a developer in the current year for \$1,445,000, and as a condition of the sale the Village agreed to rebate a portion of the purchase price if the buyer began development of the property by January 2023. Subsequent to year end, the Village paid a rebate of \$360,000 to the buyer.

REQUIRED SUPPLEMENTARY INFORMATION

**Village of Riverwoods, Illinois
 Illinois Municipal Retirement Fund
 Required Supplementary Information -
 Multiyear Schedule of Employer Contributions - Last Ten Fiscal Years
 December 31,**

| | <u>2021</u> | <u>2020</u> |
|--|---------------------|---------------------|
| Actuarially determined contribution | \$ 116,636 | \$ 124,385 |
| Contributions in relation to actuarially determined contribution | 116,636 | 124,384 |
| Contribution excess (deficiency) | \$ - | \$ 1 |
| Covered payroll | \$ 1,106,602 | \$ 1,215,880 |
| Contributions as a percentage of covered payroll | 10.54% | 10.23% |

Note to Required Supplementary Information:

Actuarial Cost Method - Aggregate Entry Age Normal
 Amortization Method - Level % of Pay (Closed)
 Remaining Amortization Period - 22 Years
 Asset Valuation Method - 5-Year Smoothed Market; 20% Corridor
 Wage Growth - 3.25%
 Price Inflation - 2.50%
 Salary Increases - 3.35% to 14.25% Including Inflation
 Investment Rate of Return - 7.25%
 Retirement Age - Experienced-based table of rates that are specific to the type of eligibility condition.
 Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.

Mortality - For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied to non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Note:

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

See independent auditor's report.

| 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|--------------|--------------|--------------|------------|------------|------------|
| \$ 111,290 | \$ 132,750 | \$ 112,269 | \$ 107,361 | \$ 117,485 | \$ 109,495 |
| 111,290 | 132,750 | 112,269 | 107,360 | 117,485 | 108,444 |
| \$ - | \$ - | \$ - | \$ 1 | \$ - | \$ 1,051 |
| \$ 1,182,673 | \$ 1,204,630 | \$ 1,013,258 | \$ 974,239 | \$ 973,360 | \$ 981,142 |
| 9.41% | 11.02% | 11.08% | 11.02% | 12.07% | 11.05% |

Village of Riverwoods, Illinois
Illinois Municipal Retirement Fund
Required Supplementary Information - Multiyear Schedule of
Changes in the Employer's Net Pension Liability and Related Ratios
Last Ten Calendar Years

| | <u>2021</u> | <u>2020</u> |
|--|----------------------------|----------------------------|
| Total pension liability: | | |
| Service cost | \$ 108,674 | \$ 125,648 |
| Interest | 322,791 | 305,006 |
| Changes in benefit terms | - | - |
| Differences between expected and actual experience | 67,507 | 42,288 |
| Changes in assumptions | - | (20,794) |
| Benefit payments, including refunds of member contributions | <u>(236,463)</u> | <u>(160,237)</u> |
| Net change in total pension liability | 262,509 | 291,911 |
| Total pension liability, beginning of year | <u>4,516,183</u> | <u>4,224,272</u> |
| Total pension liability, end of year | <u>\$ 4,778,692</u> | <u>\$ 4,516,183</u> |
| Plan fiduciary net position: | | |
| Contributions - employer | \$ 116,636 | \$ 124,384 |
| Contributions - member | 49,797 | 54,715 |
| Net investment income | 703,450 | 520,523 |
| Benefit payments, including refunds of member contributions | (236,463) | (160,237) |
| Administrative expense | <u>51,365</u> | <u>23,956</u> |
| Net changes in plan fiduciary net position | 684,785 | 563,341 |
| Plan fiduciary net position, beginning of year | <u>4,304,325</u> | <u>3,740,984</u> |
| Plan fiduciary net position, end of year | <u>\$ 4,989,110</u> | <u>\$ 4,304,325</u> |
| Employer's net pension liability | <u>\$ (210,418)</u> | <u>\$ 211,858</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 104.40% | 95.31% |
| Covered payroll | <u>\$ 1,106,602</u> | <u>\$ 1,215,880</u> |
| Employer's net pension liability as a percentage of covered payroll | <u>-19.01%</u> | <u>17.42%</u> |

Note:

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

See independent auditor's report.

| 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$ 129,478 | \$ 106,618 | \$ 110,942 | \$ 109,399 | \$ 116,333 | \$ 117,907 |
| 280,763 | 264,883 | 255,626 | 238,237 | 217,846 | 203,983 |
| - | - | - | - | - | - |
| 81,650 | (3,823) | (11,954) | (2,437) | 53,594 | (158,795) |
| - | 98,889 | (107,116) | (22,245) | 7,031 | 141,342 |
| (150,938) | (123,431) | (120,368) | (114,620) | (104,207) | (116,816) |
| 340,953 | 343,136 | 127,130 | 208,334 | 290,597 | 187,621 |
| 3,883,319 | 3,540,183 | 3,413,053 | 3,204,719 | 2,914,122 | 2,726,501 |
| <u>\$ 4,224,272</u> | <u>\$ 3,883,319</u> | <u>\$ 3,540,183</u> | <u>\$ 3,413,053</u> | <u>\$ 3,204,719</u> | <u>\$ 2,914,122</u> |
| \$ 111,290 | \$ 132,750 | \$ 112,269 | \$ 107,360 | \$ 117,485 | \$ 108,444 |
| 53,221 | 54,208 | 46,739 | 43,841 | 43,801 | 43,728 |
| 549,989 | (156,650) | 487,531 | 177,581 | 12,710 | 144,290 |
| (150,938) | (123,431) | (120,368) | (114,620) | (104,207) | (116,816) |
| 70,617 | (74,350) | (48,211) | 16,327 | (17,479) | (13,857) |
| 634,179 | (167,473) | 477,960 | 230,489 | 52,310 | 165,789 |
| 3,106,805 | 3,274,278 | 2,796,318 | 2,565,829 | 2,513,519 | 2,347,730 |
| <u>\$ 3,740,984</u> | <u>\$ 3,106,805</u> | <u>\$ 3,274,278</u> | <u>\$ 2,796,318</u> | <u>\$ 2,565,829</u> | <u>\$ 2,513,519</u> |
| <u>\$ 483,288</u> | <u>\$ 776,514</u> | <u>\$ 265,905</u> | <u>\$ 616,735</u> | <u>\$ 638,890</u> | <u>\$ 400,603</u> |
| 88.56% | 80.00% | 92.49% | 81.93% | 80.06% | 86.25% |
| <u>\$ 1,182,673</u> | <u>\$ 1,204,630</u> | <u>\$ 1,013,258</u> | <u>\$ 974,239</u> | <u>\$ 973,360</u> | <u>\$ 981,142</u> |
| <u>40.86%</u> | <u>64.46%</u> | <u>26.24%</u> | <u>63.30%</u> | <u>65.64%</u> | <u>40.83%</u> |

Village of Riverwoods, Illinois
General Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|-----------------------|-----------------------|---------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 1,015,800 | \$ 1,015,800 | \$ 1,046,788 | \$ 30,988 |
| Township road and bridge tax | 250 | 250 | 644 | 394 |
| Other intergovernmental taxes | 792,352 | 792,352 | 1,130,075 | 337,723 |
| Other local taxes | 895,989 | 895,989 | 1,163,003 | 267,014 |
| Special use fees | 96,000 | 96,000 | 93,095 | (2,905) |
| Licenses and permits | 491,440 | 491,440 | 471,475 | (19,965) |
| Fines and forfeitures | 170,500 | 170,500 | 162,472 | (8,028) |
| Grants | 1,500 | 1,500 | - | (1,500) |
| Investment income (loss) | 161,700 | 161,700 | (52,993) | (214,693) |
| Other | 29,750 | 29,750 | 61,955 | 32,205 |
| Total revenues | 3,655,281 | 3,655,281 | 4,076,514 | 421,233 |
| Expenditures: | | | | |
| Current: | | | | |
| Administration | 1,124,997 | 1,124,997 | 1,283,917 | (158,920) |
| Police | 2,051,115 | 2,051,115 | 2,196,770 | (145,655) |
| Building | 346,496 | 346,496 | 307,183 | 39,313 |
| Public works | 55,521 | 55,521 | 168,078 | (112,557) |
| Capital outlay | 42,000 | 42,000 | 109,132 | (67,132) |
| Total expenditures | 3,620,129 | 3,620,129 | 4,065,080 | (444,951) |
| Excess of revenues over expenditures before other financing sources (uses) | 35,152 | 35,152 | 11,434 | (23,718) |
| Other financing sources (uses): | | | | |
| Transfers in | 87,675 | 87,675 | 32,775 | (54,900) |
| Transfers out | (4,000,000) | (4,000,000) | (3,000,000) | 1,000,000 |
| Total other financing sources (uses) | (3,912,325) | (3,912,325) | (2,967,225) | 945,100 |
| Net changes in fund balance | \$ (3,877,173) | \$ (3,877,173) | (2,955,791) | \$ 921,382 |
| Fund balance, beginning of the year | | | 8,136,904 | |
| Fund balance, end of the year | | | \$ 5,181,113 | |

See independent auditor's report.

Village of Riverwoods, Illinois
TIF Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|--------------------|------------------|-------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 80,000 | \$ 80,000 | \$ 73,150 | \$ (6,850) |
| Total revenues | <u>80,000</u> | <u>80,000</u> | <u>73,150</u> | <u>(6,850)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Administration: | | | | |
| Legal | 40,000 | 40,000 | 111,179 | (71,179) |
| Other professional services | 10,000 | 10,000 | 4,678 | 5,322 |
| Public works: | | | | |
| Engineer | 15,000 | 15,000 | 4,830 | 10,170 |
| Debt service: | | | | |
| Principal | 805,000 | 805,000 | - | 805,000 |
| Interest | 200,000 | 200,000 | - | 200,000 |
| Total expenditures | <u>1,070,000</u> | <u>1,070,000</u> | <u>120,687</u> | <u>949,313</u> |
| Revenues under expenditures before other financing sources | <u>(990,000)</u> | <u>(990,000)</u> | <u>(47,537)</u> | <u>942,463</u> |
| Other financing sources: | | | | |
| Transfer in | 1,000,000 | 1,000,000 | - | (1,000,000) |
| Gain on sale of land | - | - | 217,199 | 217,199 |
| Total other financing sources (uses) | <u>1,000,000</u> | <u>1,000,000</u> | <u>217,199</u> | <u>(782,801)</u> |
| Net changes in fund balance | <u>\$ 10,000</u> | <u>\$ 10,000</u> | <u>169,662</u> | <u>\$ 159,662</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>713,019</u> | |
| End of year | | | <u>\$ 882,681</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Notes to the Required Supplementary Information

1. Legal Compliance and Accountability – Appropriations

All departments of the Village submit budget requests to the Mayor so that an appropriation ordinance may be prepared. The appropriation ordinance is prepared by fund and includes requested appropriations for the next fiscal year. All annual appropriations lapse at the end of the fiscal year.

The proposed appropriation ordinance is presented to the Board of Trustees for review. The Board of Trustees holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the appropriation ordinance. The appropriation ordinance was approved by the Board of Trustees on March 15, 2022.

The Mayor is authorized to transfer appropriated amounts between departments within any fund; however, any revisions that alter the total expenditure of any fund must be approved by the Board of Trustees.

The Village also approves an annual operating budget which is presented in this annual financial report. Budgeted expenses are approximately twenty percent less than the appropriated amount, such that expenditures may exceed budgeted amounts but still be less than the appropriated amount. Expenditures may not legally exceed appropriations at the fund level. The following funds are funds with excess expenditures over appropriations.

| Fund | Amount |
|---|----------|
| Special Service Area Number 35 – Clendenin Lane Special Revenue Fund | \$ 9,910 |
| TIF 2 Special Revenue Fund | 6,199 |
| Consolidated Water Fund | 134,185 |

No budget was adopted for the following funds:

- Debt Service – Special Service Area Number 10 – North Robinwood Sewer
- Debt Service – Special Service Area Number 19 – Hiawatha Road
- Debt Service – Special Service Area Number 22 – Timbers Road
- Capital Projects – Special Service Area Number 24 – Thornmeadow Road
- Capital Projects – Special Service Area Number 27 – Windlake Terrace
- Capital Projects – Special Service Area Number 30 – Burr Oak
- Capital Projects – Special Service Area Number 34 – Kingswood Trail

SUPPLEMENTARY FINANCIAL INFORMATION

Village of Riverwoods, Illinois
General Fund
Schedule of Revenues - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|--------------------|-----------------|------------------|------------------------------------|
| Property tax | \$ 1,015,800 | \$ 1,015,800 | \$ 1,046,788 | \$ 30,988 |
| Township road and bridge tax | 250 | 250 | 644 | 394 |
| Other intergovernmental taxes: | | | | |
| Personal property replacement tax | 2,000 | 2,000 | 6,784 | 4,784 |
| Illinois municipal sales tax | 250,000 | 250,000 | 342,152 | 92,152 |
| Local use tax | 145,000 | 145,000 | 153,471 | 8,471 |
| State income tax | 395,352 | 395,352 | 613,721 | 218,369 |
| Other | - | - | 13,947 | 13,947 |
| Total other intergovernmental taxes | 792,352 | 792,352 | 1,130,075 | 337,723 |
| Local taxes: | | | | |
| Home rule sales tax | 200,000 | 200,000 | 294,443 | 94,443 |
| Utility tax - electric | 250,000 | 250,000 | 278,477 | 28,477 |
| Utility tax - gas | 100,000 | 100,000 | 163,957 | 63,957 |
| Utility tax - excise | 214,661 | 214,661 | 296,347 | 81,686 |
| Hotel tax | 131,328 | 131,328 | 129,779 | (1,549) |
| Total local taxes | 895,989 | 895,989 | 1,163,003 | 267,014 |
| Special use fees | 96,000 | 96,000 | 93,095 | (2,905) |
| Licenses and permits: | | | | |
| Liquor license | 7,500 | 7,500 | 31,306 | 23,806 |
| Cable television franchise fees | 80,000 | 80,000 | 105,604 | 25,604 |
| Telephone franchise fee | 4,000 | 4,000 | - | (4,000) |
| Building permits - construction fees | 307,000 | 307,000 | 304,284 | (2,716) |
| Special inspection fees | - | - | 1,491 | 1,491 |
| Elevator permits | 5,280 | 5,280 | 7,660 | 2,380 |
| Forestry fees | 27,000 | 27,000 | 2,825 | (24,175) |
| Other | 60,660 | 60,660 | 18,305 | (42,355) |
| Total licenses and permits | 491,440 | 491,440 | 471,475 | (19,965) |

(cont'd)

Village of Riverwoods, Illinois
General Fund
Schedule of Revenues - Budget and Actual (cont'd)
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|---------------------|---------------------|---------------------|------------------------------------|
| Fines and forfeitures: | | | | |
| Code violations | \$ - | \$ - | \$ 75 | \$ 75 |
| Administrative tow | 25,000 | 25,000 | 23,500 | (1,500) |
| Circuit court fines | 120,000 | 120,000 | 136,891 | 16,891 |
| False alarm fines | 500 | 500 | 150 | (350) |
| Patrol violations | 25,000 | 25,000 | 1,856 | (23,144) |
| Total fines and forfeitures | <u>170,500</u> | <u>170,500</u> | <u>162,472</u> | <u>(8,028)</u> |
| Grants | <u>1,500</u> | <u>1,500</u> | <u>-</u> | <u>(1,500)</u> |
| Investment income (loss) | <u>161,700</u> | <u>161,700</u> | <u>(52,993)</u> | <u>(214,693)</u> |
| Other: | | | | |
| Miscellaneous | <u>29,750</u> | <u>29,750</u> | <u>61,955</u> | <u>32,205</u> |
| Total other | <u>29,750</u> | <u>29,750</u> | <u>61,955</u> | <u>32,205</u> |
| Total revenues | <u>\$ 3,655,281</u> | <u>\$ 3,655,281</u> | <u>\$ 4,076,514</u> | <u>\$ 421,233</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|-----------------|----------------|------------------------------------|
| Administration: | | | | |
| Personnel: | | | | |
| Salaries | \$ 170,126 | \$ 170,126 | \$ 153,089 | \$ 17,037 |
| FICA | 13,101 | 13,101 | 11,711 | 1,390 |
| IMRF | 16,588 | 16,588 | 8,869 | 7,719 |
| Unemployment insurance | 2,000 | 2,000 | 2,386 | (386) |
| Health insurance | 19,000 | 19,000 | 8,616 | 10,384 |
| Total personnel | 220,815 | 220,815 | 184,671 | 36,144 |
| Contractual services: | | | | |
| Building maintenance | 20,000 | 20,000 | 82,478 | (62,478) |
| Grounds maintenance | 40,000 | 40,000 | 73,592 | (33,592) |
| Woodland preserve maintenance | 2,000 | 2,000 | 1,062 | 938 |
| Equipment maintenance | 3,500 | 3,500 | 15,950 | (12,450) |
| Insurance | 34,429 | 34,429 | 56,082 | (21,653) |
| Telephone and internet | 11,500 | 11,500 | 20,513 | (9,013) |
| Website design and maintenance | 7,500 | 7,500 | 7,091 | 409 |
| Utilities | 35,000 | 35,000 | 6,599 | 28,401 |
| Travel and meeting expense | 7,850 | 7,850 | 4,582 | 3,268 |
| Postage | 5,000 | 5,000 | 6,774 | (1,774) |
| Advertising and printing | 4,500 | 4,500 | 1,397 | 3,103 |
| Office expense | 10,000 | 10,000 | 6,217 | 3,783 |
| Village Voice | 30,500 | 30,500 | 30,516 | (16) |
| Accounting and auditing | 108,928 | 108,928 | 155,998 | (47,070) |
| Engineering services | 90,000 | 90,000 | 117,488 | (27,488) |
| Legal services | 175,000 | 175,000 | 126,120 | 48,880 |
| Administrative hearings | 10,000 | 10,000 | 6,958 | 3,042 |
| Ecologist/forester | 40,000 | 40,000 | 26,015 | 13,985 |
| Other professional services | 10,000 | 10,000 | 93,120 | (83,120) |
| Dues and subscriptions | 12,500 | 12,500 | 10,183 | 2,317 |
| Forest program | 69,000 | 69,000 | 94,079 | (25,079) |
| NSSRA | 50,000 | 50,000 | 47,422 | 2,578 |
| Miscellaneous contractual services | 14,300 | 14,300 | 27,124 | (12,824) |
| Senior transportation | 300 | 300 | 100 | 200 |
| Training | 3,000 | 3,000 | - | 3,000 |

(cont'd)

Village of Riverwoods, Illinois
General Fund
Schedule of Expenditures - Budget and Actual (cont'd)
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|-----------------------------------|--------------------|------------------|------------------|------------------------------------|
| Administration (cont'd): | | | | |
| Contractual services (cont'd): | | | | |
| Donations | \$ 10,000 | \$ 10,000 | \$ 2,203 | \$ 7,797 |
| Village events and activities | 7,500 | 7,500 | 10,192 | (2,692) |
| Equipment lease | 4,200 | 4,200 | 3,183 | 1,017 |
| Total contractual services | 816,507 | 816,507 | 1,033,038 | (216,531) |
| Commodities: | | | | |
| Office supplies | 87,675 | 87,675 | 66,208 | 21,467 |
| Total commodities | 87,675 | 87,675 | 66,208 | 21,467 |
| Total administration | 1,124,997 | 1,124,997 | 1,283,917 | (158,920) |
| Police: | | | | |
| Personnel: | | | | |
| Salaries | 1,240,000 | 1,240,000 | 1,286,261 | (46,261) |
| FICA | 94,860 | 94,860 | 92,761 | 2,099 |
| IMRF | 118,000 | 118,000 | 103,077 | 14,923 |
| Health insurance | 170,000 | 170,000 | 160,265 | 9,735 |
| Total personnel | 1,622,860 | 1,622,860 | 1,642,364 | (19,504) |
| Contractual services: | | | | |
| Insurance | 88,677 | 88,677 | 173,112 | (84,435) |
| Maintenance | 30,700 | 30,700 | 33,240 | (2,540) |
| Dispatch services | 149,378 | 149,378 | 153,219 | (3,841) |
| Animal control | 1,000 | 1,000 | 1,145 | (145) |
| Legal | 35,000 | 35,000 | 78,083 | (43,083) |
| Other professional services | 1,000 | 1,000 | 60 | 940 |
| Crime laboratory | 8,200 | 8,200 | 8,161 | 39 |
| Postage | 1,000 | 1,000 | 635 | 365 |
| Telephone | 6,200 | 6,200 | 4,754 | 1,446 |
| Dues and subscriptions | 12,000 | 12,000 | 10,267 | 1,733 |
| Travel and meetings | 700 | 700 | 2,327 | (1,627) |

(cont'd)

Village of Riverwoods, Illinois
General Fund
Schedule of Expenditures - Budget and Actual (cont'd)
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|-----------------------------------|--------------------|------------------|------------------|------------------------------------|
| Police (cont'd): | | | | |
| Contractual services (cont'd): | | | | |
| Training | \$ 9,000 | \$ 9,000 | \$ 9,538 | \$ (538) |
| Utilities | 1,250 | 1,250 | 1,189 | 61 |
| Computer expense | 30,200 | 30,200 | 24,181 | 6,019 |
| Miscellaneous | 18,950 | 18,950 | 20,920 | (1,970) |
| Total contractual services | 393,255 | 393,255 | 520,831 | (127,576) |
| Commodities: | | | | |
| Fuel for squad cars | 35,000 | 35,000 | 33,575 | 1,425 |
| Total commodities | 35,000 | 35,000 | 33,575 | 1,425 |
| Total police | 2,051,115 | 2,051,115 | 2,196,770 | (145,655) |
| Building: | | | | |
| Personnel: | | | | |
| Salaries | 164,100 | 164,100 | 137,713 | 26,387 |
| FICA | 12,636 | 12,636 | 10,535 | 2,101 |
| IMRF | 16,000 | 16,000 | 5,457 | 10,543 |
| Health insurance | 35,000 | 35,000 | - | 35,000 |
| Total personnel | 227,736 | 227,736 | 153,705 | 74,031 |
| Contractual services: | | | | |
| Travel and meetings | - | - | 47 | (47) |
| Printing | - | - | (273) | 273 |
| Engineering services | 10,000 | 10,000 | 46,402 | (36,402) |
| Fire department | 8,000 | 8,000 | 4,288 | 3,712 |
| Inspection fees | 21,760 | 21,760 | 54,476 | (32,716) |
| Ecologist/forester | 4,000 | 4,000 | 12,483 | (8,483) |
| Other professional fees | 60,000 | 60,000 | 31,190 | 28,810 |
| Legal | - | - | 503 | (503) |

(cont'd)

Village of Riverwoods, Illinois
General Fund
Schedule of Expenditures - Budget and Actual (cont'd)
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|-----------------------------------|--------------------|------------------|------------------|------------------------------------|
| Building (cont'd): | | | | |
| Contractual services (cont'd): | | | | |
| Miscellaneous | \$ 15,000 | \$ 15,000 | \$ 4,362 | \$ 10,638 |
| Total contractual services | 118,760 | 118,760 | 153,478 | (34,718) |
| Total building | 346,496 | 346,496 | 307,183 | 39,313 |
| Public works: | | | | |
| Personnel: | | | | |
| Salaries | 15,514 | 15,514 | 15,302 | 212 |
| FICA | 1,195 | 1,195 | 1,170 | 25 |
| IMRF | 1,512 | 1,512 | 531 | 981 |
| Total personnel | 18,221 | 18,221 | 17,003 | 1,218 |
| Contractual services: | | | | |
| Maintenance - streets | 9,500 | 9,500 | 59,361 | (49,861) |
| Maintenance - grounds | - | - | 7,130 | (7,130) |
| Maintenance - culverts/drainage | 20,000 | 20,000 | - | 20,000 |
| Snow removal | - | - | 1,846 | (1,846) |
| Pollution control | - | - | 7,060 | (7,060) |
| Street lighting | - | - | 9,279 | (9,279) |
| Engineering services | 2,000 | 2,000 | 44,303 | (42,303) |
| Miscellaneous | 1,000 | 1,000 | 22,096 | (21,096) |
| Dues and subscriptions | 4,800 | 4,800 | - | 4,800 |
| Total contractual services | 37,300 | 37,300 | 151,075 | (113,775) |
| Total public works | 55,521 | 55,521 | 168,078 | (112,557) |
| Total current expenditures | 3,578,129 | 3,578,129 | 3,955,948 | (377,819) |

(cont'd)

Village of Riverwoods, Illinois
General Fund
Schedule of Expenditures - Budget and Actual (cont'd)
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|-----------------------------|--------------------|-----------------|---------------------|------------------------------------|
| Capital outlay: | | | | |
| Administration | \$ - | \$ - | \$ 37,700 | \$ (37,700) |
| Police | 42,000 | 42,000 | 71,432 | (29,432) |
| Total capital outlay | 42,000 | 42,000 | 109,132 | (67,132) |
| Total expenditures | \$ 3,620,129 | \$ 3,620,129 | \$ 4,065,080 | \$ (444,951) |

See independent auditor's report.

**Village of Riverwoods, Illinois
Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2022**

| | Special Revenue Funds | | | |
|--|------------------------------|---|---|--|
| | Motor Fuel Tax | Special Service Area 5 Duffy Roads | Special Service Area 7 Russell's Storm Sewer | Special Service Area 19 Hiawatha Road |
| Assets | | | | |
| Cash and investments | \$ 1,011,933 | \$ 67,511 | \$ 63,266 | \$ 240,077 |
| Property taxes receivable | - | 6,000 | - | 21,000 |
| Intergovernmental receivable | 14,793 | - | - | - |
| Due from other funds | - | - | - | 21,435 |
| Total assets | \$ 1,026,726 | \$ 73,511 | \$ 63,266 | \$ 282,512 |
| Liabilities and Deferred Inflows | | | | |
| Accounts payable | \$ 12,159 | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - | 4,540 |
| Total liabilities | 12,159 | - | - | 4,540 |
| Deferred inflow - property taxes levied for a future period | - | 6,000 | - | 21,000 |
| Fund Balances (Deficits) | | | | |
| Restricted | 1,014,567 | 67,511 | 63,266 | 256,972 |
| Unassigned | - | - | - | - |
| Total fund balances (deficits) | 1,014,567 | 67,511 | 63,266 | 256,972 |
| Total liabilities, deferred inflows, and fund balances (deficits) | \$ 1,026,726 | \$ 73,511 | \$ 63,266 | \$ 282,512 |

See independent auditor's report.

Special Revenue Funds (cont'd)

| Special Service Area 22 Timbers Road | Special Service Area 26 Kenilwood Lane | Special Service Area 28 S. Robinwood Lane | Special Service Area 29 Ringland Road | Special Service Area 30 Burr Oak | Special Service Area 31 Sherry Lane/ Hazelnut | Special Service Area 33 Arrowwood |
|---|---|--|--|-------------------------------------|---|--------------------------------------|
| \$ 84,382 | \$ 100,033 | \$ 8,259 | \$ 21,148 | \$ 20,313 | \$ 9,701 | \$ 4,500 |
| 17,000 | 40,200 | 10,800 | 6,000 | 3,768 | - | - |
| - | - | - | - | - | - | - |
| - | - | 12,093 | - | - | - | - |
| \$ 101,382 | \$ 140,233 | \$ 31,152 | \$ 27,148 | \$ 24,081 | \$ 9,701 | \$ 4,500 |
| \$ 4,750 | \$ 3,999 | \$ (696) | \$ - | \$ 647 | \$ - | \$ - |
| - | - | - | 13,053 | - | - | - |
| 4,750 | 3,999 | (696) | 13,053 | 647 | - | - |
| 17,000 | 40,200 | 10,800 | 6,000 | 3,768 | - | - |
| 79,632 | 96,034 | 21,048 | 8,095 | 19,666 | 9,701 | 4,500 |
| - | - | - | - | - | - | - |
| 79,632 | 96,034 | 21,048 | 8,095 | 19,666 | 9,701 | 4,500 |
| \$ 101,382 | \$ 140,233 | \$ 31,152 | \$ 27,148 | \$ 24,081 | \$ 9,701 | \$ 4,500 |

**Village of Riverwoods, Illinois
Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2022**

| | Special Service Area 34 Kingswood Trail | Special Service Area 35 Clendenin Lane | TIF Fund 2 | Total Special Revenue Funds |
|--|--|---|-----------------|--------------------------------------|
| Assets | | | | |
| Cash and investments | \$ - | \$ 77,355 | \$ - | \$ 1,708,478 |
| Property taxes receivable | - | - | - | 104,768 |
| Intergovernmental receivable | - | - | - | 14,793 |
| Due from other funds | - | 20,096 | - | 53,624 |
| Total assets | \$ - | \$ 97,451 | \$ - | \$ 1,881,663 |
| Liabilities and Deferred Inflows | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 20,859 |
| Due to other funds | - | - | 74,308 | 91,901 |
| Total liabilities | - | - | 74,308 | 112,760 |
| Deferred inflow - property taxes levied for a future period | - | - | - | 104,768 |
| Fund Balances (Deficits) | | | | |
| Restricted | - | 97,451 | - | 1,738,443 |
| Unassigned | - | - | (74,308) | (74,308) |
| Total fund balances (deficits) | - | 97,451 | (74,308) | 1,664,135 |
| Total liabilities, deferred inflows, and fund balances (deficits) | \$ - | \$ 97,451 | \$ - | \$ 1,881,663 |

See independent auditor's report.

Capital Projects Funds

| Special Service Area 24 Thornmeadow Road | Special Service Area 25 East Course Drive | Special Service Area 27 Windlake Terrace | Special Service Area 30 Burr Oak | Special Service Area 34 Kingswood Trail | Total Capital Projects Funds |
|---|--|---|---|--|---------------------------------------|
| \$ 11,655 | \$ 42,118 | \$ 10,558 | \$ 10,852 | 73,558 | \$ 148,741 |
| - | 2,834 | - | - | - | 2,834 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| \$ 11,655 | \$ 44,952 | \$ 10,558 | \$ 10,852 | \$ 73,558 | \$ 151,575 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 2,834 | - | - | - | 2,834 |
| 11,655 | 42,118 | 10,558 | 10,852 | 73,558 | 148,741 |
| - | - | - | - | - | - |
| 11,655 | 42,118 | 10,558 | 10,852 | 73,558 | 148,741 |
| \$ 11,655 | \$ 44,952 | \$ 10,558 | \$ 10,852 | \$ 73,558 | \$ 151,575 |

**Village of Riverwoods, Illinois
Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2022**

| | Special Service Area 10 North Robinwood Sewer | Special Service Area 19 Hiawatha Road | Special Service Area 22 Timbers Road |
|--|--|--|---|
| Assets | | | |
| Cash and investments | \$ 6,567 | \$ - | \$ 14,474 |
| Property taxes receivable | - | 38,600 | 27,750 |
| Intergovernmental receivable | - | - | - |
| Due from other funds | - | - | - |
| Total assets | \$ 6,567 | \$ 38,600 | \$ 42,224 |
| Liabilities and Deferred Inflows | | | |
| Accounts payable | \$ - | \$ - | \$ - |
| Due to other funds | - | 10,160 | - |
| Total liabilities | - | 10,160 | - |
| Deferred inflow - property taxes levied for a future period | - | 38,600 | 27,750 |
| Fund Balances (Deficits) | | | |
| Restricted | 6,567 | - | 14,474 |
| Unassigned | - | (10,160) | - |
| Total fund balances (deficits) | 6,567 | (10,160) | 14,474 |
| Total liabilities, deferred inflows, and fund balances (deficits) | \$ 6,567 | \$ 38,600 | \$ 42,224 |

See independent auditor's report.

Debt Service Funds

| Special Service Area 24 Thornmeadow Road | Special Service Area 25 East Course Drive | Special Service Area 26 Kenilwood Lane | Special Service Area 27 Windlake Terrace | Special Service Area 30 Burr Oak | Special Service Area 31 Sherry Lane/ Hazelnut | Special Service Area 32 Timber Trail |
|---|--|---|---|---|--|---|
| \$ 60,903 | \$ 15,347 | \$ 63,794 | \$ - | \$ 8,492 | \$ 34,823 | \$ 2,192 |
| 73,000 | 33,837 | 66,145 | 5,933 | 8,300 | 17,333 | 3,100 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| \$ 133,903 | \$ 49,184 | \$ 129,939 | \$ 5,933 | \$ 16,792 | \$ 52,156 | \$ 5,292 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | 5,013 | - | - | - |
| - | - | - | 5,013 | - | - | - |
| 73,000 | 33,837 | 66,145 | 5,933 | 8,300 | 17,333 | 3,100 |
| 60,903 | 15,347 | 63,794 | - | 8,492 | 34,823 | 2,192 |
| - | - | - | (5,013) | - | - | - |
| 60,903 | 15,347 | 63,794 | (5,013) | 8,492 | 34,823 | 2,192 |
| \$ 133,903 | \$ 49,184 | \$ 129,939 | \$ 5,933 | \$ 16,792 | \$ 52,156 | \$ 5,292 |

**Village of Riverwoods, Illinois
Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2022**

| | Special Service Area 34 Kingswood Trail | Special Service Area 35 Clendenin Lane | Total Debt Service Funds | Total Nonmajor Governmental Funds |
|--|--|---|-----------------------------------|--|
| Assets | | | | |
| Cash and investments | \$ 5,184 | \$ - | \$ 211,776 | \$ 2,068,995 |
| Property taxes receivable | 10,050 | 12,350 | 296,398 | 404,000 |
| Intergovernmental receivable | - | - | - | 14,793 |
| Due from other funds | - | - | - | 53,624 |
| Total assets | \$ 15,234 | \$ 12,350 | \$ 508,174 | \$ 2,541,412 |
| Liabilities and Deferred Inflows | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 20,859 |
| Due to other funds | - | 20,096 | 35,269 | 127,170 |
| Total liabilities | - | 20,096 | 35,269 | 148,029 |
| Deferred inflow - property taxes levied for a future period | 10,050 | 12,350 | 296,398 | 404,000 |
| Fund Balances (Deficits) | | | | |
| Restricted | 5,184 | - | 211,776 | 2,098,960 |
| Unassigned | - | (20,096) | (35,269) | (109,577) |
| Total fund balances (deficits) | 5,184 | (20,096) | 176,507 | 1,989,383 |
| Total liabilities, deferred inflows, and fund balances (deficits) | \$ 15,234 | \$ 12,350 | \$ 508,174 | \$ 2,541,412 |

Village of Riverwoods, Illinois
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Deficits) - Nonmajor Governmental Funds
For the Year Ended December 31, 2022

| | Special Revenue Funds | | | |
|--|------------------------------|---|---|--|
| | Motor Fuel Tax | Special Service Area 5 Duffy Roads | Special Service Area 7 Russell's Storm Sewer | Special Service Area 19 Hiawatha Road |
| Revenues: | | | | |
| Taxes | \$ - | \$ 5,986 | \$ - | \$ 30,575 |
| Intergovernmental | 229,602 | - | - | - |
| Investment income | 464 | - | - | - |
| Miscellaneous | - | - | - | - |
| Total revenues | 230,066 | 5,986 | - | 30,575 |
| Expenditures: | | | | |
| Public works | 145,005 | - | - | 3,374 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Total expenditures | 145,005 | - | - | 3,374 |
| Revenue over (under) expenditures before other financing uses | 85,061 | 5,986 | - | 27,201 |
| Other financing sources (uses): | | | | |
| Transfers in | - | - | - | - |
| Transfers out | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - |
| Net changes in fund balances (deficits) | 85,061 | 5,986 | - | 27,201 |
| Fund balances (deficits), beginning of the year | 929,506 | 61,525 | 63,266 | 229,771 |
| Fund balances (deficits), end of the year | \$ 1,014,567 | \$ 67,511 | \$ 63,266 | \$ 256,972 |

See independent auditor's report.

| Special Service Area 22 Timbers Road | Special Service Area 26 Kenilwood Lane | Special Service Area 28 S. Robinwood Lane | Special Service Area 29 Ringland Road | Special Service Area 30 Burr Oak | Special Service Area 31 Sherry Lane/ Hazelnut | Special Service Area 33 Arrowwood |
|---|---|--|--|-------------------------------------|---|--------------------------------------|
| \$ 16,842 | \$ 42,451 | \$ 9,500 | \$ 700 | \$ 4,002 | \$ 2,868 | \$ 187 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | 10 | - | - | - | - | - |
| 16,842 | 42,461 | 9,500 | 700 | 4,002 | 2,868 | 187 |
| 45,333 | 17,150 | 3,785 | 112 | 3,395 | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 45,333 | 17,150 | 3,785 | 112 | 3,395 | - | - |
| (28,491) | 25,311 | 5,715 | 588 | 607 | 2,868 | 187 |
| - | 22,820 | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | 22,820 | - | - | - | - | - |
| (28,491) | 48,131 | 5,715 | 588 | 607 | 2,868 | 187 |
| 108,123 | 47,903 | 15,333 | 7,507 | 19,059 | 6,833 | 4,313 |
| \$ 79,632 | \$ 96,034 | \$ 21,048 | \$ 8,095 | \$ 19,666 | \$ 9,701 | \$ 4,500 |

Village of Riverwoods, Illinois
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Deficits) - Nonmajor Governmental Funds
For the Year Ended December 31, 2022

| | Special Service Area 34 Kingswood Trail | Special Service Area 35 Clendenin Lane | TIF Fund 2 | Total Special Revenue Funds |
|--|--|---|--------------------|--------------------------------------|
| Revenues: | | | | |
| Taxes | \$ - | \$ 8,568 | \$ 5,496 | \$ 127,175 |
| Intergovernmental | - | - | - | 229,602 |
| Investment income | - | - | - | 464 |
| Miscellaneous | - | - | - | 10 |
| Total revenues | - | 8,568 | 5,496 | 357,251 |
| Expenditures: | | | | |
| Public works | - | 27,411 | 98,199 | 343,764 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Total expenditures | - | 27,411 | 98,199 | 343,764 |
| Revenue over (under) expenditures before other financing uses | - | (18,843) | (92,703) | 13,487 |
| Other financing sources (uses): | | | | |
| Transfers in | - | - | - | 22,820 |
| Transfers out | - | - | - | - |
| Total other financing sources (uses) | - | - | - | 22,820 |
| Net changes in fund balances (deficits) | - | (18,843) | (92,703) | 36,307 |
| Fund balances (deficits), beginning of the year | - | 116,294 | 18,395 | 1,627,828 |
| Fund balances (deficits), end of the year | \$ - | \$ 97,451 | \$ (74,308) | \$ 1,664,135 |

See independent auditor's report.

Capital Projects Funds

| Special Service Area 24 Thornmeadow Road | Special Service Area 25 East Course Drive | Special Service Area 27 Windlake Terrace | Special Service Area 30 Burr Oak | Special Service Area 34 Kingswood Trail | Total Capital Projects Funds |
|---|--|---|---|--|---------------------------------------|
| \$ - | \$ 2,836 | \$ - | \$ - | \$ - | \$ 2,836 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 2,836 | - | - | - | 2,836 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 2,836 | - | - | - | 2,836 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 2,836 | - | - | - | 2,836 |
| 11,655 | 39,282 | 10,558 | 10,852 | 73,558 | 145,905 |
| \$ 11,655 | \$ 42,118 | \$ 10,558 | \$ 10,852 | \$ 73,558 | \$ 148,741 |

Village of Riverwoods, Illinois
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Deficits) - Nonmajor Governmental Funds
For the Year Ended December 31, 2022

| | Special Service Area 10 North Robinwood Sewer | Special Service Area 19 Hiawatha Road | Special Service Area 22 Timbers Road |
|--|--|--|---|
| Revenues: | | | |
| Taxes | \$ - | \$ 28,893 | \$ 28,186 |
| Intergovernmental | - | - | - |
| Investment income | - | - | - |
| Miscellaneous | - | - | - |
| Total revenues | - | 28,893 | 28,186 |
| Expenditures: | | | |
| Public works | - | - | - |
| Debt service | | | |
| Principal | - | 27,983 | 4,512 |
| Interest | - | 10,719 | 9,200 |
| Total expenditures | - | 38,702 | 13,712 |
| Revenue over (under) expenditures before other financing uses | - | (9,809) | 14,474 |
| Other financing sources (uses): | | | |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Total other financing sources (uses) | - | - | - |
| Net changes in fund balances (deficits) | - | (9,809) | 14,474 |
| Fund balances (deficits), beginning of the year | 6,567 | (351) | - |
| Fund balances (deficits), end of the year | \$ 6,567 | \$ (10,160) | \$ 14,474 |

See independent auditor's report.

Debt Service Funds

| Special Service Area 24 Thornmeadow Road | Special Service Area 25 East Course Drive | Special Service Area 26 Kenilwood Lane | Special Service Area 27 Windlake Terrace | Special Service Area 30 Burr Oak | Special Service Area 31 Sherry Lane/ Hazelnut | Special Service Area 32 Timber Trail |
|---|--|---|---|---|--|---|
| \$ 73,083 | \$ 33,843 | \$ 63,894 | \$ 5,509 | \$ 8,903 | \$ 17,748 | \$ 3,325 |
| - | - | - | - | - | - | - |
| 101 | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>73,184</u> | <u>33,843</u> | <u>63,894</u> | <u>5,509</u> | <u>8,903</u> | <u>17,748</u> | <u>3,325</u> |
| - | - | - | - | - | - | - |
| 67,501 | 30,386 | 75,265 | 6,811 | 7,129 | 13,688 | 2,444 |
| 2,658 | 3,493 | 8,650 | 733 | 1,099 | 3,680 | 657 |
| <u>70,159</u> | <u>33,879</u> | <u>83,915</u> | <u>7,544</u> | <u>8,228</u> | <u>17,368</u> | <u>3,101</u> |
| <u>3,025</u> | <u>(36)</u> | <u>(20,021)</u> | <u>(2,035)</u> | <u>675</u> | <u>380</u> | <u>224</u> |
| - | - | - | - | - | - | - |
| - | - | (22,820) | - | - | - | - |
| - | - | (22,820) | - | - | - | - |
| 3,025 | (36) | (42,841) | (2,035) | 675 | 380 | 224 |
| <u>57,878</u> | <u>15,383</u> | <u>106,635</u> | <u>(2,978)</u> | <u>7,817</u> | <u>34,443</u> | <u>1,968</u> |
| \$ 60,903 | \$ 15,347 | \$ 63,794 | \$ (5,013) | \$ 8,492 | \$ 34,823 | \$ 2,192 |

Village of Riverwoods, Illinois
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Deficits) - Nonmajor Governmental Funds
For the Year Ended December 31, 2022

| | Special Service Area 34 Kingswood Trail | Special Service Area 35 Clendenin Lane | Total Debt Service Funds | Total Nonmajor Governmental Funds |
|--|--|---|-----------------------------------|--|
| Revenues: | | | | |
| Taxes | \$ 10,151 | \$ - | \$ 273,535 | \$ 403,546 |
| Intergovernmental | - | - | - | 229,602 |
| Investment income | - | - | 101 | 565 |
| Miscellaneous | - | - | - | 10 |
| Total revenues | 10,151 | - | 273,636 | 633,723 |
| Expenditures: | | | | |
| Public works | - | - | - | 343,764 |
| Debt service | | | | |
| Principal | 8,139 | 11,025 | 254,883 | 254,883 |
| Interest | 1,889 | 9,071 | 51,849 | 51,849 |
| Total expenditures | 10,028 | 20,096 | 306,732 | 650,496 |
| Revenue over (under) expenditures before other financing uses | 123 | (20,096) | (33,096) | (16,773) |
| Other financing sources (uses): | | | | |
| Transfers in | - | - | - | 22,820 |
| Transfers out | - | - | (22,820) | (22,820) |
| Total other financing sources (uses) | - | - | (22,820) | - |
| Net changes in fund balances (deficits) | 123 | (20,096) | (55,916) | (16,773) |
| Fund balances (deficits), beginning of the year | 5,061 | - | 232,423 | 2,006,156 |
| Fund balances (deficits), end of the year | \$ 5,184 | \$ (20,096) | \$ 176,507 | \$ 1,989,383 |

See independent auditor's report.

Village of Riverwoods, Illinois
Motor Fuel Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|-------------------|----------------------------|------------------------------------|
| Revenues: | | | | |
| Motor fuel tax | \$ 100,000 | \$ 100,000 | \$ 149,199 | \$ 49,199 |
| Rebuild Illinois grant | - | - | 80,403 | 80,403 |
| Interest revenue | 500 | 500 | 464 | (36) |
| Total revenues | <u>100,500</u> | <u>100,500</u> | <u>230,066</u> | <u>129,566</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Snow removal | - | - | 145,005 | (145,005) |
| Total expenditures | <u>-</u> | <u>-</u> | <u>145,005</u> | <u>(145,005)</u> |
| Net changes in fund balance | <u>\$ 100,500</u> | <u>\$ 100,500</u> | <u>85,061</u> | <u>\$ (15,439)</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>929,506</u> | |
| End of year | | | <u>\$ 1,014,567</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #5 - Duffy Road Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|-----------------|-------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 6,000 | \$ 6,000 | \$ 5,986 | \$ (14) |
| Total revenues | <u>6,000</u> | <u>6,000</u> | <u>5,986</u> | <u>(14)</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 1,000 | 1,000 | - | 1,000 |
| Maintenance - supplies | 200 | 200 | - | 200 |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | <u>2,200</u> | <u>2,200</u> | <u>-</u> | <u>2,200</u> |
| Net changes in fund balance | <u>\$ 3,800</u> | <u>\$ 3,800</u> | <u>5,986</u> | <u>\$ 2,186</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>61,525</u> | |
| End of year | | | <u>\$ 67,511</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #7 - Russell's Storm Sewer Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|-------------------|------------------|------------------------------------|
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - grounds | \$ 1,000 | \$ 1,000 | \$ - | \$ 1,000 |
| Maintenance - culverts | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | <u>2,000</u> | <u>2,000</u> | <u>-</u> | <u>2,000</u> |
| Net changes in fund balance | <u>\$ (2,000)</u> | <u>\$ (2,000)</u> | <u>-</u> | <u>\$ 2,000</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>63,266</u> | |
| End of year | | | <u>\$ 63,266</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #19 - Hiawatha Road Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|--------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ - | \$ - | \$ 30,575 | \$ 30,575 |
| Total revenues | <u>-</u> | <u>-</u> | <u>30,575</u> | <u>30,575</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 20,000 | 20,000 | - | 20,000 |
| Snow removal | 20,000 | 20,000 | 3,374 | 16,626 |
| Engineer | 5,000 | 5,000 | - | 5,000 |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | <u>46,000</u> | <u>46,000</u> | <u>3,374</u> | <u>42,626</u> |
| Net changes in fund balance | <u>\$ (46,000)</u> | <u>\$ (46,000)</u> | <u>27,201</u> | <u>\$ 73,201</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>229,771</u> | |
| End of year | | | <u>\$ 256,972</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #22 - Timber Roads Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|-------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 17,000 | \$ 17,000 | \$ 16,842 | \$ (158) |
| Total revenues | <u>17,000</u> | <u>17,000</u> | <u>16,842</u> | <u>(158)</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 55,000 | 55,000 | 35,164 | 19,836 |
| Snow removal | 15,000 | 15,000 | 3,354 | 11,646 |
| Engineering services | - | - | 68 | (68) |
| Insurance | - | - | 1,351 | (1,351) |
| Miscellaneous | 1,000 | 1,000 | 5,396 | (4,396) |
| Total expenditures | <u>71,000</u> | <u>71,000</u> | <u>45,333</u> | <u>25,667</u> |
| Net changes in fund balance | <u>\$ (54,000)</u> | <u>\$ (54,000)</u> | <u>(28,491)</u> | <u>\$ 25,509</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>108,123</u> | |
| End of year | | | <u>\$ 79,632</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #26 - Kenilwood Lane Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|--------------------|------------------|------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 40,200 | \$ 40,200 | \$ 42,451 | \$ 2,251 |
| Miscellaneous | - | - | 10 | 10 |
| Total revenues | <u>40,200</u> | <u>40,200</u> | <u>42,461</u> | <u>2,261</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 25,000 | 25,000 | 1,795 | 23,205 |
| Engineer expense | 3,000 | 3,000 | 132 | 2,868 |
| Legal | 1,000 | 1,000 | - | 1,000 |
| Snow removal | - | - | 15,223 | (15,223) |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | <u>30,000</u> | <u>30,000</u> | <u>17,150</u> | <u>12,850</u> |
| Revenues over expenditures before other financing sources | <u>10,200</u> | <u>10,200</u> | <u>25,311</u> | <u>15,111</u> |
| Other financing sources: | | | | |
| Transfer in | - | - | 22,820 | 22,820 |
| Net changes in fund balance | <u>\$ 10,200</u> | <u>\$ 10,200</u> | <u>48,131</u> | <u>\$ 37,931</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>47,903</u> | |
| End of year | | | <u>\$ 96,034</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #28 - S. Robinwood Lane Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|-------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 9,000 | \$ 9,000 | \$ 9,500 | \$ 500 |
| Total revenues | <u>9,000</u> | <u>9,000</u> | <u>9,500</u> | <u>500</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 25,000 | 25,000 | - | 25,000 |
| Snow removal | 10,000 | 10,000 | 225 | 9,775 |
| Engineering services | 5,000 | 5,000 | - | 5,000 |
| Insurance | - | - | 960 | (960) |
| Other professional services | - | - | 2,600 | (2,600) |
| Total expenditures | <u>40,000</u> | <u>40,000</u> | <u>3,785</u> | <u>36,215</u> |
| Net changes in fund balance | <u>\$ (31,000)</u> | <u>\$ (31,000)</u> | <u>5,715</u> | <u>\$ 36,715</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>15,333</u> | |
| End of year | | | <u>\$ 21,048</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #29 - Ringland Road Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|-----------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 1,200 | \$ 1,200 | \$ 700 | \$ (500) |
| Total revenues | <u>1,200</u> | <u>1,200</u> | <u>700</u> | <u>(500)</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 25,000 | 25,000 | - | 25,000 |
| Snow removal | 7,000 | 7,000 | - | 7,000 |
| Legal | - | - | 112 | (112) |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | <u>33,000</u> | <u>33,000</u> | <u>112</u> | <u>32,888</u> |
| Net changes in fund balance | <u>\$ (31,800)</u> | <u>\$ (31,800)</u> | <u>588</u> | <u>\$ 32,388</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>7,507</u> | |
| End of year | | | <u>\$ 8,095</u> | |

See independent auditor's report.

**Village of Riverwoods, Illinois
Special Service Area #30 - Burr Oak Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022**

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 3,768 | \$ 3,768 | \$ 4,002 | \$ 234 |
| Total revenues | 3,768 | 3,768 | 4,002 | 234 |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 15,000 | 15,000 | - | 15,000 |
| Snow removal | 10,000 | 10,000 | 30 | 9,970 |
| Engineer | 3,000 | 3,000 | - | 3,000 |
| Insurance | - | - | 453 | (453) |
| Other professional services | - | - | 2,792 | (2,792) |
| Miscellaneous | 1,000 | 1,000 | 120 | 880 |
| Total expenditures | 29,000 | 29,000 | 3,395 | 25,605 |
| Net changes in fund balance | \$ (25,232) | \$ (25,232) | 607 | \$ 25,839 |
| Fund balance: | | | | |
| Beginning of year | | | 19,059 | |
| End of year | | | \$ 19,666 | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #31 - Sherry Lane/Hazelnut Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ - | \$ - | \$ 2,868 | \$ 2,868 |
| Total revenues | <u>-</u> | <u>-</u> | <u>2,868</u> | <u>2,868</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 15,000 | 15,000 | - | 15,000 |
| Snow removal | 10,000 | 10,000 | - | 10,000 |
| Engineer | 3,000 | 3,000 | - | 3,000 |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | <u>29,000</u> | <u>29,000</u> | <u>-</u> | <u>29,000</u> |
| Net changes in fund balance | <u>\$ (29,000)</u> | <u>\$ (29,000)</u> | <u>2,868</u> | <u>\$ 31,868</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>6,833</u> | |
| End of year | | | <u>\$ 9,701</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #33 - Arrowwood Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|-----------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 4,500 | \$ 4,500 | \$ 187 | \$ (4,313) |
| Total revenues | <u>4,500</u> | <u>4,500</u> | <u>187</u> | <u>(4,313)</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 20,000 | 20,000 | - | 20,000 |
| Snow removal | 1,000 | 1,000 | - | 1,000 |
| Engineer | 3,000 | 3,000 | - | 3,000 |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | <u>25,000</u> | <u>25,000</u> | <u>-</u> | <u>25,000</u> |
| Net changes in fund balance | <u>\$ (20,500)</u> | <u>\$ (20,500)</u> | <u>187</u> | <u>\$ 20,687</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>4,313</u> | |
| End of year | | | <u>\$ 4,500</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #34 - Kingswood Trail Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|---------------|------------------------------------|
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | \$ 10,000 | \$ 10,000 | \$ - | \$ 10,000 |
| Snow removal | 1,000 | 1,000 | - | 1,000 |
| Engineer | 3,000 | 3,000 | - | 3,000 |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| | <u>15,000</u> | <u>15,000</u> | <u>-</u> | <u>15,000</u> |
| Total expenditures | <u>15,000</u> | <u>15,000</u> | <u>-</u> | <u>15,000</u> |
| Net changes in fund balance | <u>\$ (15,000)</u> | <u>\$ (15,000)</u> | <u>-</u> | <u>\$ 15,000</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>-</u> | |
| End of year | | | <u>\$ -</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area #35 - Clendenin Lane
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ - | \$ - | \$ 8,568 | \$ 8,568 |
| Total revenues | - | - | 8,568 | 8,568 |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 10,000 | 10,000 | 27,411 | (17,411) |
| Snow removal | 1,000 | 1,000 | - | 1,000 |
| Engineer | 3,000 | 3,000 | - | 3,000 |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | 15,000 | 15,000 | 27,411 | (12,411) |
| Net changes in fund balance | \$ (15,000) | \$ (15,000) | (18,843) | \$ (3,843) |
| Fund balance: | | | | |
| Beginning of year | | | 116,294 | |
| End of year | | | \$ 97,451 | |

See independent auditor's report.

Village of Riverwoods, Illinois
TIF 2 Fund - Deerfield Road Redevelopment Project Area Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|---------------------|---------------------|--------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ - | \$ - | \$ 5,496 | \$ 5,496 |
| Total revenues | - | - | 5,496 | 5,496 |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Engineer | 15,000 | 15,000 | 3,069 | 11,931 |
| Legal | 40,000 | 40,000 | 73,798 | (33,798) |
| Other professional services | 25,000 | 25,000 | 21,332 | 3,668 |
| Total contractual services | 80,000 | 80,000 | 98,199 | (18,199) |
| Capital outlay: | | | | |
| Capital expenditures | 22,000 | 22,000 | - | 22,000 |
| Total capital outlay | 22,000 | 22,000 | - | 22,000 |
| Total expenditures | 102,000 | 102,000 | 98,199 | 3,801 |
| Net changes in fund balance (deficit) | \$ (102,000) | \$ (102,000) | (92,703) | \$ 9,297 |
| Fund balance (deficit): | | | | |
| Beginning of year | | | 18,395 | |
| End of year | | | \$ (74,308) | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 25 - East Course Drive Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|--------------------|-------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 3,000 | \$ 3,000 | \$ 2,836 | \$ (164) |
| Total revenues | <u>3,000</u> | <u>3,000</u> | <u>2,836</u> | <u>(164)</u> |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Maintenance - streets | 22,000 | 22,000 | - | 22,000 |
| Engineer | 3,000 | 3,000 | - | 3,000 |
| Miscellaneous | 1,000 | 1,000 | - | 1,000 |
| Total expenditures | <u>26,000</u> | <u>26,000</u> | <u>-</u> | <u>26,000</u> |
| Net changes in fund balance | <u>\$ (23,000)</u> | <u>\$ (23,000)</u> | <u>2,836</u> | <u>\$ 25,836</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>39,282</u> | |
| End of year | | | <u>\$ 42,118</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Village Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--------------------------------------|---------------------|---------------------|---------------------|------------------------------------|
| Revenues: | | | | |
| Grants | \$ 242,117 | \$ 242,117 | \$ 634,834 | \$ 392,717 |
| Expenditures: | | | | |
| Contractual services: | | | | |
| Engineer | 20,000 | 20,000 | 1,359 | 18,641 |
| Architect | 2,500 | 2,500 | - | 2,500 |
| Contractor expense | 470,000 | 470,000 | - | 470,000 |
| Total contractual services | 492,500 | 492,500 | 1,359 | 491,141 |
| Capital outlay: | | | | |
| Village Campus | 258,237 | 258,237 | - | 258,237 |
| Road program | - | - | 9,940 | (9,940) |
| Miscellaneous | 5,000 | 5,000 | - | 5,000 |
| Total capital outlay | 263,237 | 263,237 | 9,940 | 253,297 |
| Total expenditures | 755,737 | 755,737 | 11,299 | 744,438 |
| Revenues over (under) | | | | |
| expenditures before other | | | | |
| financing sources | (513,620) | (513,620) | 623,535 | 1,137,155 |
| Other financing sources (uses): | | | | |
| Transfers from General Fund | 3,000,000 | 3,000,000 | 3,000,000 | - |
| Transfers to General Fund | (87,675) | (87,675) | (32,775) | 54,900 |
| Total other financing | | | | |
| sources (uses) | 2,912,325 | 2,912,325 | 2,967,225 | 54,900 |
| Net changes in fund balance | \$ 2,398,705 | \$ 2,398,705 | 3,590,760 | \$ 1,192,055 |
| Fund balance: | | | | |
| Beginning of the year | | | 1,138,481 | |
| End of the year | | | \$ 4,729,241 | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 24 - Thornmeadow Road Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|------------------|------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 73,000 | \$ 73,000 | \$ 73,083 | \$ 83 |
| Interest revenue | - | - | 101 | 101 |
| Total revenues | <u>73,000</u> | <u>73,000</u> | <u>73,184</u> | <u>184</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 23,000 | 23,000 | 67,501 | (44,501) |
| Interest | 23,000 | 23,000 | 2,658 | 20,342 |
| Total expenditures | <u>46,000</u> | <u>46,000</u> | <u>70,159</u> | <u>(24,159)</u> |
| Net changes in fund balance | <u>\$ 27,000</u> | <u>\$ 27,000</u> | <u>3,025</u> | <u>\$ (23,975)</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>57,878</u> | |
| End of year | | | <u>\$ 60,903</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 25 - East Course Drive Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|------------------|-------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 33,928 | \$ 33,928 | \$ 33,843 | \$ (85) |
| Total revenues | <u>33,928</u> | <u>33,928</u> | <u>33,843</u> | <u>(85)</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 5,750 | 5,750 | 30,386 | (24,636) |
| Interest | 14,950 | 14,950 | 3,493 | 11,457 |
| Total expenditures | <u>20,700</u> | <u>20,700</u> | <u>33,879</u> | <u>(13,179)</u> |
| Net changes in fund balance | <u>\$ 13,228</u> | <u>\$ 13,228</u> | <u>(36)</u> | <u>\$ (13,264)</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>15,383</u> | |
| End of year | | | <u>\$ 15,347</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 26 - Kenilwood Lane Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|------------------|-------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 66,145 | \$ 66,145 | \$ 63,894 | \$ (2,251) |
| Total revenues | <u>66,145</u> | <u>66,145</u> | <u>63,894</u> | <u>(2,251)</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 14,950 | 14,950 | 75,265 | (60,315) |
| Interest | 35,650 | 35,650 | 8,650 | 27,000 |
| Total expenditures | <u>50,600</u> | <u>50,600</u> | <u>83,915</u> | <u>(33,315)</u> |
| Other financing sources (uses) - | | | | |
| - transfer out | - | - | (22,820) | (22,820) |
| Net changes in fund balance | <u>\$ 15,545</u> | <u>\$ 15,545</u> | <u>(42,841)</u> | <u>\$ (58,386)</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>106,635</u> | |
| End of year | | | <u>\$ 63,794</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 27 - Windlake Terrace Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|--------------------|-----------------|--------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 5,933 | \$ 5,933 | \$ 5,509 | \$ (424) |
| Total revenues | <u>5,933</u> | <u>5,933</u> | <u>5,509</u> | <u>(424)</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 2,875 | 2,875 | 6,811 | (3,936) |
| Interest | 1,725 | 1,725 | 733 | 992 |
| Total expenditures | <u>4,600</u> | <u>4,600</u> | <u>7,544</u> | <u>(2,944)</u> |
| Net changes in fund balance (deficit) | <u>\$ 1,333</u> | <u>\$ 1,333</u> | <u>(2,035)</u> | <u>\$ (3,368)</u> |
| Fund balance (deficit): | | | | |
| Beginning of year | | | <u>(2,978)</u> | |
| End of year | | | <u>\$ (5,013)</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 30 - Burr Oak Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|-------------------|------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 8,300 | \$ 8,300 | \$ 8,903 | \$ 603 |
| Total revenues | <u>8,300</u> | <u>8,300</u> | <u>8,903</u> | <u>603</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 8,000 | 8,000 | 7,129 | 871 |
| Interest | 2,500 | 2,500 | 1,099 | 1,401 |
| Total expenditures | <u>10,500</u> | <u>10,500</u> | <u>8,228</u> | <u>2,272</u> |
| Net changes in fund balance | <u>\$ (2,200)</u> | <u>\$ (2,200)</u> | <u>675</u> | <u>\$ 2,875</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>7,817</u> | |
| End of year | | | <u>\$ 8,492</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 31 - Sherry Lane/Hazelnut Road Improvement Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|-------------------|-------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 17,382 | \$ 17,382 | \$ 17,748 | \$ 366 |
| Total revenues | <u>17,382</u> | <u>17,382</u> | <u>17,748</u> | <u>366</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 15,000 | 15,000 | 13,688 | 1,312 |
| Interest | 5,000 | 5,000 | 3,680 | 1,320 |
| Total expenditures | <u>20,000</u> | <u>20,000</u> | <u>17,368</u> | <u>2,632</u> |
| Net changes in fund balance | <u>\$ (2,618)</u> | <u>\$ (2,618)</u> | 380 | <u>\$ 2,998</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>34,443</u> | |
| End of year | | | <u>\$ 34,823</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 32 - Timber Trail Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|-----------------|------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 3,103 | \$ 3,103 | \$ 3,325 | \$ 222 |
| Total revenues | <u>3,103</u> | <u>3,103</u> | <u>3,325</u> | <u>222</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 3,000 | 3,000 | 2,444 | 556 |
| Interest | 500 | 500 | 657 | (157) |
| Total expenditures | <u>3,500</u> | <u>3,500</u> | <u>3,101</u> | <u>399</u> |
| Net changes in fund balance | <u>\$ (397)</u> | <u>\$ (397)</u> | <u>224</u> | <u>\$ 621</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>1,968</u> | |
| End of year | | | <u>\$ 2,192</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 34 - Kingswood Trail Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|------------------------------------|--------------------|-----------------|------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 10,500 | \$ 10,500 | \$ 10,151 | \$ (349) |
| Total revenues | <u>10,500</u> | <u>10,500</u> | <u>10,151</u> | <u>(349)</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 3,000 | 3,000 | 8,139 | (5,139) |
| Interest | 500 | 500 | 1,889 | (1,389) |
| Total expenditures | <u>3,500</u> | <u>3,500</u> | <u>10,028</u> | <u>(6,528)</u> |
| Net changes in fund balance | <u>\$ 7,000</u> | <u>\$ 7,000</u> | <u>123</u> | <u>\$ (6,877)</u> |
| Fund balance: | | | | |
| Beginning of year | | | <u>5,061</u> | |
| End of year | | | <u>\$ 5,184</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Special Service Area 35 - Clendenin Lane Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|--------------------|------------------|---------------------------|------------------------------------|
| Revenues: | | | | |
| Property tax | \$ 20,250 | \$ 20,250 | \$ - | \$ (20,250) |
| Total revenues | <u>20,250</u> | <u>20,250</u> | <u>-</u> | <u>(20,250)</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 3,000 | 3,000 | 11,025 | (8,025) |
| Interest | 500 | 500 | 9,071 | (8,571) |
| Total expenditures | <u>3,500</u> | <u>3,500</u> | <u>20,096</u> | <u>(16,596)</u> |
| Net changes in fund balance (deficit) | <u>\$ 16,750</u> | <u>\$ 16,750</u> | <u>(20,096)</u> | <u>\$ (36,846)</u> |
| Fund balance (deficit): | | | | |
| Beginning of year | | | <u>-</u> | |
| End of year | | | <u>\$ (20,096)</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Consolidated Water Fund
Schedule of Revenues, Expenditures and Changes in
Net Position - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|-----------------------------------|--------------------|------------------|---------------------|------------------------------------|
| Operating revenues: | | | | |
| Charges for sales and services: | | | | |
| Water sales and penalty | \$ 1,100,000 | \$ 1,100,000 | \$ 1,308,204 | \$ 208,204 |
| Meter cost and install | 2,000 | 2,000 | - | (2,000) |
| Miscellaneous revenue | - | - | 6 | 6 |
| Total operating revenues | 1,102,000 | 1,102,000 | 1,308,210 | 206,210 |
| Operating expenses: | | | | |
| Personnel: | | | | |
| Salary - staff | 27,438 | 27,438 | 4,355 | 23,083 |
| FICA - staff | 2,113 | 2,113 | 333 | 1,780 |
| IMRF - staff | 2,675 | 2,675 | 10,917 | (8,242) |
| Total personnel | 32,226 | 32,226 | 15,605 | 16,621 |
| Contractual services: | | | | |
| Swanson water treatment | - | - | 14,797 | (14,797) |
| Engineer expense | 6,000 | 6,000 | 112,477 | (106,477) |
| Other professional services | 9,000 | 9,000 | 84,432 | (75,432) |
| Water testing - IEPA | 2,000 | 2,000 | - | 2,000 |
| Water testing - Suburban Labs | 5,000 | 5,000 | - | 5,000 |
| Postage | 3,000 | 3,000 | - | 3,000 |
| Telephone | 250 | 250 | 2 | 248 |
| Printing | 1,000 | 1,000 | - | 1,000 |
| Utility | 3,000 | 3,000 | 1,357 | 1,643 |
| Water purchase - Deerfield | 800 | 800 | 20,195 | (19,395) |
| Water purchase - Lincolnshire | 240 | 240 | 37 | 203 |
| Water purchase - Northbrook | 900,000 | 900,000 | 727,491 | 172,509 |
| Software - maintenance | 1,700 | 1,700 | 2,829 | (1,129) |
| Water meters expense | - | - | 1,863 | (1,863) |
| Accounting | 22,596 | 22,596 | - | 22,596 |
| Miscellaneous | - | - | 356 | (356) |
| Total contractual services | 954,586 | 954,586 | 965,836 | (11,250) |

(cont'd)

Village of Riverwoods, Illinois
Consolidated Water Fund
Schedule of Revenues, Expenditures and Changes in
Net Position - Budget and Actual (cont'd)
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|---------------------|---------------------|---------------------|------------------------------------|
| Operating expenses (cont'd): | | | | |
| Commodities: | | | | |
| Maintenance and supplies | \$ - | \$ - | \$ 2,593 | \$ (2,593) |
| Operating supplies | - | - | 605 | (605) |
| Miscellaneous | 1,120 | 1,120 | 332,553 | (331,433) |
| Total commodities | <u>1,120</u> | <u>1,120</u> | <u>335,751</u> | <u>(334,631)</u> |
| Capital outlay | 243,880 | 243,880 | (6,536) | 250,416 |
| Total operating expenses | <u>1,231,812</u> | <u>1,231,812</u> | <u>1,310,656</u> | <u>(78,844)</u> |
| Depreciation | - | - | 255,114 | (255,114) |
| Total operating expenses and depreciation | <u>1,231,812</u> | <u>1,231,812</u> | <u>1,565,770</u> | <u>(333,958)</u> |
| Deficiency of operating revenues over operating expenses and depreciation | <u>(129,812)</u> | <u>(129,812)</u> | <u>(257,560)</u> | <u>(127,748)</u> |
| Nonoperating revenue: | | | | |
| Interest income | 20,000 | 20,000 | 6,678 | (13,322) |
| Total nonoperating revenues | <u>20,000</u> | <u>20,000</u> | <u>6,678</u> | <u>(13,322)</u> |
| Changes in net position | <u>\$ (109,812)</u> | <u>\$ (109,812)</u> | <u>(250,882)</u> | <u>\$ (141,070)</u> |
| Net position: | | | | |
| Beginning of year | | | <u>8,947,562</u> | |
| End of year | | | <u>\$ 8,696,680</u> | |

See independent auditor's report.

Village of Riverwoods, Illinois
Sewer Fund
Schedule of Revenues, Expenditures and Changes in
Net Position - Budget and Actual
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|--------------------|-----------------|----------------|------------------------------------|
| Operating revenues: | | | | |
| Charges for sales and services: | | | | |
| Tap on fees | \$ 4,000 | \$ 4,000 | \$ - | \$ (4,000) |
| Sewer fees | 340,000 | 340,000 | 198,198 | (141,802) |
| Transmission revenue | 8,000 | 8,000 | - | (8,000) |
| Replacement reserve | 100,000 | 100,000 | 181,254 | 81,254 |
| Total operating revenues | 452,000 | 452,000 | 379,452 | (72,548) |
| Operating expenses: | | | | |
| Personnel: | | | | |
| Salary - staff | 27,438 | 27,438 | 4,355 | 23,083 |
| FICA - staff | 2,113 | 2,113 | 333 | 1,780 |
| IMRF - staff | 2,675 | 2,675 | 11,390 | (8,715) |
| Total personnel | 32,226 | 32,226 | 16,078 | 16,148 |
| Contractual services: | | | | |
| Grinder pump maintenance | - | - | 5,685 | (5,685) |
| Maintenance - utility system | - | - | 1,952 | (1,952) |
| Engineer | 15,000 | 15,000 | 17,863 | (2,863) |
| Other professional services | 10,000 | 10,000 | 24,857 | (14,857) |
| Annual sanitary sewer transmission fee | 3,500 | 3,500 | - | 3,500 |
| Postage | 3,000 | 3,000 | - | 3,000 |
| Telephone | 2,400 | 2,400 | 454 | 1,946 |
| Utilities | 28,000 | 28,000 | 9,648 | 18,352 |
| Insurance | 652 | 652 | - | 652 |
| Legal | - | - | 237 | (237) |
| Miscellaneous | - | - | 1,050 | (1,050) |
| Total contractual services | 62,552 | 62,552 | 61,746 | 806 |

(cont'd)

Village of Riverwoods, Illinois
Sewer Fund
Schedule of Revenues, Expenditures and Changes in
Net Position - Budget and Actual (cont'd)
For the Year Ended December 31, 2022

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|--------------------|--------------------|----------------------------|------------------------------------|
| Operating expenses (cont'd): | | | | |
| Capital outlay | \$ 398,000 | \$ 398,000 | \$ - | \$ 398,000 |
| Miscellaneous | 9,851 | 9,851 | 131,809 | (121,958) |
| Total operating expenses | <u>502,629</u> | <u>502,629</u> | <u>209,633</u> | <u>292,996</u> |
| Depreciation | - | - | 124,355 | (124,355) |
| Total operating expenses and depreciation | <u>502,629</u> | <u>502,629</u> | <u>333,988</u> | <u>168,641</u> |
| Excess of operating revenues over operating expenses and depreciation | <u>(50,629)</u> | <u>(50,629)</u> | <u>45,464</u> | <u>96,093</u> |
| Nonoperating revenues: | | | | |
| Interest income | 11,000 | 11,000 | 3,309 | (7,691) |
| Changes in net position | <u>\$ (39,629)</u> | <u>\$ (39,629)</u> | <u>48,773</u> | <u>\$ 88,402</u> |
| Net position: | | | | |
| Beginning of year | | | <u>4,359,908</u> | |
| End of year | | | <u>\$ 4,408,681</u> | |

See independent auditor's report.

OTHER INFORMATION

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Hiawatha Road
Special Service Area Number 19 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | June 22, 2018 |
| Original Issue: | \$300,000 |
| Due: | February 1, 2029 |
| Payment Date: | February 1 and August 1 |
| Interest Rate | 4.53% |

Current and Future Principal and Interest Requirements

| Year | Requirements | | |
|------|-------------------|------------------|-------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 29,251 | \$ 9,434 | \$ 38,685 |
| 2024 | 30,576 | 8,094 | 38,670 |
| 2025 | 31,961 | 6,694 | 38,655 |
| 2026 | 33,409 | 5,230 | 38,639 |
| 2027 | 34,922 | 3,699 | 38,621 |
| 2028 | 36,504 | 2,100 | 38,604 |
| 2029 | 18,869 | 427 | 19,296 |
| | <u>\$ 215,492</u> | <u>\$ 35,678</u> | <u>\$ 251,170</u> |

See independent auditor's report.

**Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Thornmeadow Road
Special Service Area Number 24 Bonds
December 31, 2022**

| | |
|-----------------|-------------------------|
| Dated: | May 7, 2013 |
| Original Issue: | \$587,500 |
| Due: | September 1, 2023 |
| Payment Date: | March 1 and September 1 |
| Interest Rate | 2.22% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|--------------|----------|-----------|
| | Principal | Interest | Totals |
| 2023 | \$ 68,999 | \$ 1,151 | \$ 70,150 |
| | \$ 68,999 | \$ 1,151 | \$ 70,150 |

See independent auditor's report.

**Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
East Course Drive
Special Service Area Number 25 Bonds
December 31, 2022**

| | |
|-----------------|-------------------------|
| Dated: | September 20, 2013 |
| Original Issue: | \$260,000 |
| Due: | March 1, 2024 |
| Payment Date: | March 1 and September 1 |
| Interest Rate | 4.90% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|------------------|-----------------|------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 31,875 | \$ 1,986 | \$ 33,861 |
| 2024 | 16,520 | 406 | 16,926 |
| | <u>\$ 48,395</u> | <u>\$ 2,392</u> | <u>\$ 50,787</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Kenilwood Lane
Special Service Area Number 26 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | September 20, 2013 |
| Original Issue: | \$644,000 |
| Due: | March 1, 2024 |
| Payment Date: | March 1 and September 1 |
| Interest Rate | 4.90% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|-------------------|-----------------|-------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 78,953 | \$ 4,918 | \$ 83,871 |
| 2024 | 40,915 | 1,002 | 41,917 |
| | <u>\$ 119,868</u> | <u>\$ 5,920</u> | <u>\$ 125,788</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Windlake Terrace
Special Service Area Number 27 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | February 27, 2014 |
| Original Issue: | \$60,000 |
| Due: | March 1, 2024 |
| Payment Date: | March 1 and September 1 |
| Interest Rate | 4.60% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|------------------|---------------|------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 7,125 | \$ 416 | \$ 7,541 |
| 2024 | 3,684 | 85 | 3,769 |
| | <u>\$ 10,809</u> | <u>\$ 501</u> | <u>\$ 11,310</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Burr Oak Trail
Special Service Area Number 30 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | April 22, 2016 |
| Original Issue: | \$70,000 |
| Due: | February 1, 2027 |
| Payment Date: | August 1 and February 1 |
| Interest Rate | 2.75% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|------------------|-----------------|------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 7,327 | \$ 902 | \$ 8,229 |
| 2024 | 7,531 | 699 | 8,230 |
| 2025 | 7,740 | 491 | 8,231 |
| 2026 | 7,956 | 276 | 8,232 |
| 2027 | 4,060 | 56 | 4,116 |
| | <u>\$ 34,614</u> | <u>\$ 2,424</u> | <u>\$ 37,038</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Sherry Lane/Hazelnut Road Improvements
Special Service Area Number 31 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | July 11, 2017 |
| Original Issue: | \$140,000 |
| Due: | February 1, 2028 |
| Payment Date: | August 1 and February 1 |
| Interest Rate | 3.85% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|------------------|------------------|------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 14,215 | \$ 3,147 | \$ 17,362 |
| 2024 | 14,762 | 2,595 | 17,357 |
| 2025 | 15,331 | 2,021 | 17,352 |
| 2026 | 15,921 | 1,425 | 17,346 |
| 2027 | 16,534 | 806 | 17,340 |
| 2028 | 8,504 | 164 | 8,668 |
| | <u>\$ 85,267</u> | <u>\$ 10,158</u> | <u>\$ 95,425</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Timber Trail
Special Service Area Number 32 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | July 11, 2017 |
| Original Issue: | \$25,000 |
| Due: | February 1, 2028 |
| Payment Date: | August 1 and February 1 |
| Interest Rate | 3.85% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|------------------|-----------------|------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 2,538 | \$ 562 | \$ 3,100 |
| 2024 | 2,636 | 463 | 3,099 |
| 2025 | 2,738 | 361 | 3,099 |
| 2026 | 2,843 | 255 | 3,098 |
| 2027 | 2,953 | 144 | 3,097 |
| 2028 | 1,519 | 29 | 1,548 |
| | <u>\$ 15,227</u> | <u>\$ 1,814</u> | <u>\$ 17,041</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Kingswood Trail
Special Service Area Number 34 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | September 23, 2020 |
| Original Issue: | \$84,000 |
| Due: | August 1, 2030 |
| Payment Date: | August 1 and February 1 |
| Interest Rate | 2.40% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|------------------|-----------------|------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 8,335 | \$ 1,693 | \$ 10,028 |
| 2024 | 8,537 | 1,491 | 10,028 |
| 2025 | 8,742 | 1,285 | 10,027 |
| 2026 | 8,953 | 1,074 | 10,027 |
| 2027 | 9,170 | 858 | 10,028 |
| 2028 | 9,392 | 637 | 10,029 |
| 2029 | 9,618 | 410 | 10,028 |
| 2030 | 9,850 | 178 | 10,028 |
| | <u>\$ 72,597</u> | <u>\$ 7,626</u> | <u>\$ 80,223</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Timbers Road
Special Service Area Number 22 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | September 23, 2021 |
| Original Issue: | \$321,000 |
| Due: | February 1, 2037 |
| Payment Date: | August 1 and February 1 |
| Interest Rate | 3.35% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|-------------------|------------------|-------------------|
| | Principal | Interest | Totals |
| 2023 | \$ 17,275 | \$ 10,459 | \$ 27,734 |
| 2024 | 17,859 | 9,875 | 27,734 |
| 2025 | 18,462 | 9,272 | 27,734 |
| 2026 | 19,086 | 8,648 | 27,734 |
| 2027 | 19,731 | 8,004 | 27,735 |
| 2028 | 20,397 | 7,337 | 27,734 |
| 2029 | 21,086 | 6,648 | 27,734 |
| 2030 | 21,798 | 5,936 | 27,734 |
| 2031 | 22,535 | 5,199 | 27,734 |
| 2032 | 23,296 | 4,438 | 27,734 |
| 2033 | 24,083 | 3,651 | 27,734 |
| 2034 | 24,897 | 2,837 | 27,734 |
| 2035 | 25,738 | 1,996 | 27,734 |
| 2036 | 26,607 | 1,127 | 27,734 |
| 2037 | 13,638 | 228 | 13,866 |
| | <u>\$ 316,488</u> | <u>\$ 85,655</u> | <u>\$ 402,143</u> |

See independent auditor's report.

Village of Riverwoods, Illinois
Schedule of Annual Debt Service Requirements
Clendenin Lane
Special Service Area Number 35 Bonds
December 31, 2022

| | |
|-----------------|-------------------------|
| Dated: | September 23, 2021 |
| Original Issue: | \$342,000 |
| Due: | February 1, 2032 |
| Payment Date: | August 1 and February 1 |
| Interest Rate | 3.10% |

Current and Future Principal and Interest Requirements

| Fiscal Year | Requirements | | |
|----------------|--------------|-----------|------------|
| | Principal | Interest | Totals |
| 2023 | \$ 30,462 | \$ 10,026 | \$ 40,488 |
| 2024 | 31,414 | 9,074 | 40,488 |
| 2025 | 32,395 | 8,093 | 40,488 |
| 2026 | 33,408 | 7,080 | 40,488 |
| 2027 | 34,451 | 6,037 | 40,488 |
| 2028 | 35,527 | 4,961 | 40,488 |
| 2029 | 36,637 | 3,851 | 40,488 |
| 2030 | 37,782 | 2,706 | 40,488 |
| 2031 | 38,962 | 1,526 | 40,488 |
| 2032 | 19,937 | 309 | 20,246 |
| | \$ 330,975 | \$ 53,663 | \$ 384,638 |

See independent auditor's report.