

MILTON TOWNSHIP, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
MARCH 31, 2020

MILTON TOWNSHIP, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Milton Township:

- Transmittal Letter



MILTON TOWNSHIP

County of DuPage
1492 North Main Street
Wheaton, Illinois 60187

Telephone: (630) 668-1616
FAX: (630) 668-1608

O. Chris Heidorn, Supervisor
Gail P. Hinkle, Town Clerk
Sal Falbo, Trustee
Yadav Nathwani, Trustee
David Molitor, Trustee
John Monino, Trustee

General Background

Milton Township is a unit of local government established by statute in 1850 and located in the center of DuPage County. It serves approximately 117,067 residents (according to 2010 Census figures) and is comprised of Wheaton, Glen Ellyn and a significant portion of South Carol Stream. Additionally, small parts of the villages of Lombard, Winfield, Downers Grove and Lisle lie within its 36 square mile borders as well as the significant areas of unincorporated land in between.

Like other Townships throughout the State of Illinois, Milton Township has three (3) mandated functions:

1. Assessment of all real properties within the Township for tax purposes by the Township Assessor;
2. Administration of General Assistance for the poor of the Township by the Supervisor of General Assistance; and
3. Maintenance of all Township roads by the Highway Commissioner.

In addition, Milton Township provides numerous discretionary programs and services which benefit the residents of the Township. For detailed information regarding these other programs and services, please see our website at www.miltontownship.net or contact Township personnel at (630) 668-1616.

Governance

Town Board of Trustees

The primary governing unit of the Township is the Town Board of Trustees. The Trustees for the fiscal year 2019 were Salvatore Falbo, Yadav Nathwani, David Molitor and John Monino. In addition to special meetings and workshops, the Board meets monthly for its regular meetings on the second Tuesday of the month at 6:30 p.m. at the Township offices (1492 N. Main Street, Wheaton, Illinois). The Township Supervisor is Chairman of the Board and a voting member. The Township Clerk is a non-voting member (except in rare circumstances) and keeps the minutes of the Board. The Board acts as the legislative branch of this government and is responsible for general policies outside the individual jurisdictions of the Assessor, Highway Commissioner and Supervisor of General Assistance. The Board ordains or approves all budgets of the Township as well as all tax levies.

Township Supervisor

O. Chris Heidorn is the Township Supervisor. The Supervisor is the chief executive officer of the Township and its treasurer. He also acts as Chairman of the Town Board, the statutory treasurer for the Highway Commissioner's funds and is the *Supervisor of General Assistance*. In addition, his duties include the oversight and implementation of all discretionary programs and services.

Township Clerk

Gail P. Hinkle is the Milton Township Clerk. The Clerk is the keeper of all Township records and acts as Secretary of the Town Board. She keeps minutes of the regular and special Board meetings, as well as the Annual Town Meetings. She is responsible for the posting and publication of all legal notices and certifies all budgets and levies. She is the local election authority, Freedom of Information Officer for the Township and the ex-officio Clerk for the Highway Commissioner.

Township Assessor

Chris LeVan is the Township Assessor. The Assessor is responsible for the accurate and equitable valuation of all real estate in the Township for real estate tax purposes. The Assessor does not levy taxes. Taxes are levied by the various taxing bodies having jurisdiction that extends into the Township based upon a rate which they specify. That rate is applied to the assessed valuation of each of the individual parcels of real property by the various taxing bodies through the DuPage County Treasurer.

Highway Commissioner

Gary Muehlfelt is the Milton Township Highway Commissioner. The Highway Commissioner is responsible for the construction, improvement and maintenance of all Township roads and rights of way. That includes the maintenance of stormwater and drainage ditches, culverts, catch basins, and other accessory structures within the rights of way. At present, there are approximately 80 centerline miles of Township road under his authority. Snow plowing and de-icing of roads is also his responsibility.

Each of the foregoing elected officials is legally independent of the others and has his or her own specific statutory authority within their respective areas. On the other hand, all of the elected officials of Milton Township work closely with each other to provide the best service possible to the residents of Milton Township.

Taxing Authorities and Funds

Nine (9) specific taxing bodies collectively comprise the Township's levies, budgets and services: Town Fund (corporate), General Assistance Fund, Road and Bridge Fund, Permanent Road Fund, Highway Pension Fund, Highway Insurance Fund, Highway Social Security Fund, Special Police Fund and the Consolidated Milton-Glen Ellyn Mosquito Abatement District Fund.

The Town Fund, through its levy and budget, supports:

- All administration functions of the Township falling under the authority of the Supervisor or Clerk;
- All functions of the Assessor's office;
- Transportation assistance to seniors and disabled residents through the *Ride DuPage* Program;

- Youth services provided to low-income youth;
- Senior services through S.A.L.T. (Seniors And Law-enforcement Together) program; and
- Citizen Corps and Community Emergency Response Team (CERT) program.

The General Assistance Fund supports:

- State mandated financial assistance (general assistance) to low income individual residents who are not covered by the programs of the Social Security Administration or the Illinois Department of Human Services;
- Emergency Assistance, a one-time (maximum once per 12 month period) financial grant to low income residents to address critical basic needs, particularly to avoid eviction and cutoff of essential services such as gas and electric during temporary periods of financial hardship;

The Road and Bridge Fund, together with the Highway's subsidiary Funds, supports the functions of the Highway Commissioner:

- Paving, surface repair and maintenance of over 80 centerline miles of Township roads and rights of way;
- Snow removal and salting/de-icing of Township roads;
- Maintenance of storm water and drainage culverts and accessory structures located in Township rights of way;
- Mowing of rights of way not otherwise maintained as well as tree trimming;
- Removal of diseased trees (Emerald Ash Borer) in Township rights of way;
- Twice annual brush pickup;
- Of the Road & Bridge tax levy, fifty percent (50%) of the taxes levied against properties located within the corporate boundaries of any municipality are actually paid over to the municipal government by the County Treasurer and never become part of the Road & Bridge Fund.

The Special Police Fund supports:

- The provision of an additional three (3) Deputy Sheriffs to patrol the unincorporated areas of the Township not served by municipal police departments by contract with the DuPage County Sheriff;
- The areas served by this additional police protection comprise a special taxing district and only those areas served are subject to this tax levy.

The Consolidated Milton-Glen Ellyn Mosquito Abatement Fund supports:

- Contracting for the control and abatement of larval and adult mosquitoes to reduce nuisance and minimize the transmission of vector borne arborviral diseases in the unincorporated areas of the Township and the Village of Glen Ellyn;
- Public education regarding prevention of and protection from West Nile Virus, Zika Virus and other vector borne diseases;
- The areas served by this program comprise a special taxing district and only those areas served are subject to this tax levy.

Financial Highlights

Milton Township relies primarily on real estate taxes to fund its various operations. Like many other taxing bodies, it operates under the restrictions of the Property Tax Extension Limitation Law (PTELL), also known as "tax caps." This law limits the annual growth of its primary revenue source to the annual increase in the Consumer Price Index (CPI).

Accomplished Actions

On April 30, 2019, the Glen Ellyn Mosquito Abatement District, pursuant to statute and unanimous vote of that Board, consolidated their functions, assets, responsibilities and taxing authority to Milton Township in order to more effectively and responsibly serve the residents of that District. In this fiscal year the Township Supervisor renegotiated its contracts with Clarke Environmental Services to increase surveillance testing and scheduled district-wide adulticide spraying to more closely mirror the higher level of service previously provided by the Milton District. This was accomplished without any increase in the combined contract cost.

Prospective Actions

Milton Township management is keenly aware of its responsibilities to the taxpayers and residents of Milton Township. Government should live within its means and provide its services in the most cost effective way possible. The Board will continue to closely monitor expenses in all funds to realize the greatest savings possible.

Conclusion

This financial report is designed to provide the Township's citizens, taxpayers, government partners, and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability and stewardship for the money it receives. If you have questions about this report or would like to obtain additional information, please see our website at www.miltontownshio.net or contact the Township Supervisor at c.heidorn@miltontownship.net or the Town Clerk at (630) 668-1616.

Respectfully,

A handwritten signature in black ink, appearing to read "O. Chris Heidorn", written in a cursive style.

O. Chris Heidorn
Milton Township Supervisor

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

September 24, 2020

The Honorable Supervisor
Members of the Board of Trustees
Milton Township
Wheaton, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Milton Township, Illinois, as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Milton Township, Illinois, as of March 31, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2020

Our discussion and analysis of the Milton Township, Illinois' financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2020. Please read it in conjunction with the basic financial statements.

FINANCIAL HIGHLIGHTS

- The Township's net position decreased by \$572,611, or 1.8 percent, as a result of this year's operations.
- During the year, government-wide revenues totaled \$6,539,005, while expenses totaled \$7,111,616, resulting in a decrease to net position of \$572,611.
- The Township's net position totaled \$31,392,059 on March 31, 2020, which includes \$27,524,333 net investment in capital assets, \$2,515,213 subject to external restrictions, and \$1,352,513 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported an increase fund balance for the current year of \$304,361, resulting in ending fund balance of \$1,922,179, an increase of 18.8 percent.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Township as a whole and present a longer-term view of the Township's finances. The government-wide financial statements provide readers with a broad overview of the Township's finances, in a matter similar to a private-sector business. 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 Township's operations in more detail than the government-wide statements by providing information about the Township's most significant funds.

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

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).

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2020

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements

Both of the government-wide financial statements distinguish functions of the Township that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Township only reports governmental activities, which include general government, public safety, highways and streets, and health and welfare.

Governmental 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 Township, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township are reported as 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 Township's near-term financing requirements.

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

The Township maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Road and Bridge Fund, and the Permanent Road Fund which are considered major funds. Data from the other seven governmental funds are combined into a single, aggregated presentation. The Township adopts an annual appropriated budget for all of the governmental funds, except the Motor Fuel Tax Fund. A budgetary comparison schedule for all funds has been provided to demonstrate compliance with this budget.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Township's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds.

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2020

USING THIS ANNUAL REPORT – Continued

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Township's I.M.R.F. employee pension obligations and budgetary comparison schedules for the General Fund and special revenue funds. The individual fund schedules can be found immediately after the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Milton Township, assets/deferred outflows exceeded liabilities/deferred inflows by \$31,392,059.

	Net Position	
	2020	2019
Current and Other Assets	\$ 12,053,872	11,123,019
Capital Assets	27,524,333	28,080,788
Total Assets	39,578,205	39,203,807
Deferred Outflows	94,071	1,015,848
Total Assets/Deferred Outflows	39,672,276	40,219,655
Long-Term Debt	415,092	1,163,867
Other Liabilities	811,401	648,486
Total Liabilities	1,226,493	1,812,353
Deferred Inflows	7,053,724	6,442,632
Total Liabilities/Deferred Inflows	8,280,217	8,254,985
Net Postion		
Investment in Capital Assets	27,524,333	28,080,788
Restricted	2,515,213	3,145,748
Unrestricted	1,352,513	738,134
Total Net Position	31,392,059	31,964,670

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

A large portion of the Township's net position, \$27,524,333 or 87.7 percent, reflects its investment in capital assets (for example, land, building and improvements, road equipment, office, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion, \$2,515,213 or 8.0 percent, of the Township's net position represents resources that are subject to external restrictions on how they may be used. The remaining 4.3 percent, or \$1,352,513, represents unrestricted net position that may be used to meet the government's ongoing obligations to citizens and creditors.

	Change in Net Position	
	2020	2019
Revenues		
Program Revenues		
Charges for Services	\$ -	-
Operating/Capital Grants/Contrib.	172,129	144,766
General Revenues		
Property Taxes	5,732,390	5,309,427
Personal Property Replacement	264,029	151,983
Interest Income	355,982	374,707
Miscellaneous	14,475	11,227
Total Revenues	<u>6,539,005</u>	<u>5,992,110</u>
Expenses		
General Government	2,247,172	1,693,440
Public Safety	568,107	437,616
Highways and Streets	4,110,061	3,853,948
Health and Welfare	186,276	184,272
Total Expenses	<u>7,111,616</u>	<u>6,169,276</u>
Change in Net Position	(572,611)	(177,166)
Net Position - Beginning	<u>31,964,670</u>	<u>32,141,836</u>
Net Position - Ending	<u>31,392,059</u>	<u>31,964,670</u>

Net position of the Township's governmental activities decreased by 1.8 percent (\$31,392,059 in 2020 compared to \$31,964,670 in 2019). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$1,352,513 at March 31, 2020.

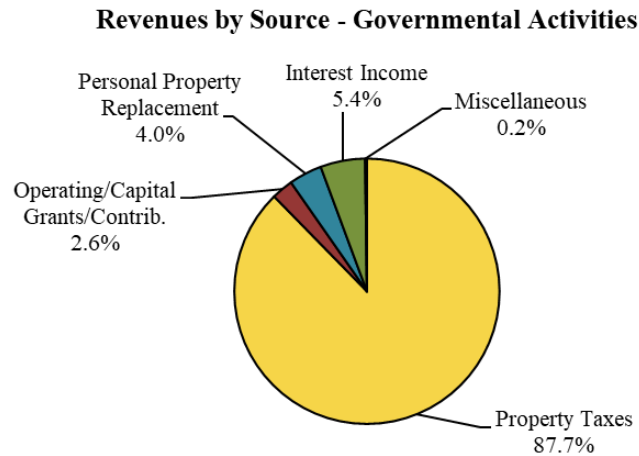
MILTON TOWNSHIP, ILLINOIS

**Management’s Discussion and Analysis
March 31, 2020**

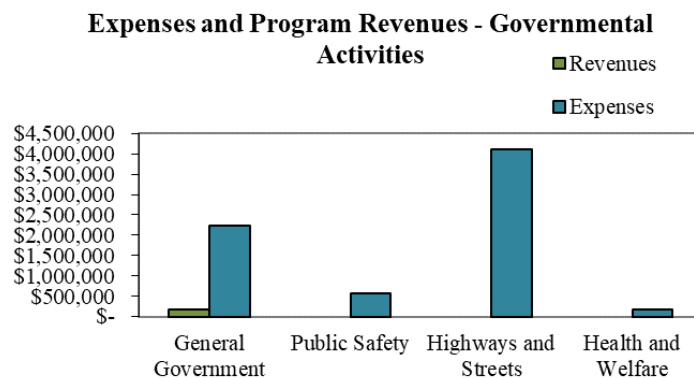
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Revenues for governmental activities totaled \$6,539,005, while the cost of all governmental functions totaled \$7,111,616. This results in a deficit of \$572,611. In 2019, revenues totaled \$5,992,110 while the cost of all functions totaled \$6,169,276 resulting in a deficit of \$177,166. The decrease for 2020 was the result of a conscious decision by the Highway Commissioner, approved by the Board, to utilize reserve Highway funds to take advantage of economies of scale in providing greater road paving and resurfacing for Township roads.

The Township relies on a combination of grants and taxes to fund its services and programs. While the primary source of fund is property taxes. The following table graphically depicts the major revenue sources of the Milton Township. It depicts very clearly the reliance of property taxes to fund governmental activities. It also clearly identifies the less significant percentage the Township receives from replacement and other taxes.



The ‘Expenses and Program Revenues’ Table identifies that governmental functions are not supported by program revenues. All functions of the Township are supplemented with receipts from property taxes, replacement taxes, interest income and miscellaneous income (general revenues).



MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2020

FINANCIAL ANALYSIS OF THE TOWNSHIP'S GOVERNMENTAL FUNDS

As noted earlier, the Milton Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Township's governmental funds reported combining ending fund balances of \$4,451,488, which is \$333,828, or 8.1 percent, more than last year's total of \$4,117,660. Of the \$4,451,488 total, \$1,914,331, or approximately 43.0 percent, of the fund balance constitutes unassigned fund balance.

The General Fund reported an increase in fund balance for the year of \$304,361, an increase of 18.8 percent. Total revenues in the General Fund came in \$30,207 over budget. At the same time, expenditures of \$1,825,346 came in \$181,554 under budget, therefore resulting in an overall increase to the fund of \$304,361. The General Fund is the chief operating fund of the Milton Township. At March 31, 2020, unassigned fund balance in the General Fund was \$1,914,331, which represents 99.6 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 104.9 percent of total General Fund expenditures.

The Road and Bridge Fund reported a decrease of \$1,196,722 to fund balance, which was originally budgeted at a decrease of \$1,440,464. Ending fund balance is reported at \$558,393. This decrease in the current year is due to spending more on current year expenditures, then the revenue that was received.

The Permanent Road Fund reported an increase of \$814,825 to fund balance, which was originally budgeted at an increase of \$698,558. Ending fund balance is reported at \$154,823. This increase in the current year is due to spending less on current year expenditures than the property taxes that were received.

GENERAL TOWNSHIP FUND BUDGETARY HIGHLIGHTS

The Milton Township's Board did not make any budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$2,129,707, compared to final budgeted revenues of \$2,099,500. This was due in large part to replacement taxes and miscellaneous being higher than budgeted.

The General Fund actual expenditures for the year were \$181,554 lower than budgeted (\$1,825,346 actual compared to \$2,006,900 final budgeted). This was due to all expenditure functions coming in lower than what was budgeted.

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2020

CAPITAL ASSETS

The Township's investment in capital assets for its governmental activities as of March 31, 2020 was \$27,524,333 (net of accumulated depreciation). This investment in capital assets includes land, building and improvements, road equipment, office, and infrastructure.

	Capital Assets - Net of Depreciation	
	2020	2019
Land	\$ 60,000	60,000
Building and Improvements	506,563	555,021
Road Equipment	905,667	845,537
Office	47,143	70,699
Infrastructure	26,004,960	26,549,531
Total	<u>27,524,333</u>	<u>28,080,788</u>

This year's major additions included:

Road Equipment	<u>\$ 210,883</u>
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Additional information on the Township's capital assets can be found in note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Township's elected and appointed officials considered many factors when setting the fiscal year 2021 budget and the associated property tax rates and charges for services.

In preparing the budget, the Township Board, Management and Treasurer take into consideration long-term goals of the Township, along with any unforeseen expenses that might occur, as well as the potential impact of current economic conditions.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Milton Township's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Township's Supervisor/Treasurer at the Township offices at 1492 North Main Street, Wheaton, Illinois 60187.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Fiduciary Funds

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

MILTON TOWNSHIP, ILLINOIS

Statement of Net Position

March 31, 2020

See Following Page

MILTON TOWNSHIP, ILLINOIS

**Statement of Net Position
March 31, 2020**

ASSETS

Current Assets

Cash and Investments	\$ 4,492,876
Cash Held by Other Governmental Units	722,945
Receivables - Net of Allowances	6,373,420
Prepays	<u>21,944</u>

Total Current Assets 11,611,185

Noncurrent Assets

Capital Assets

Nondepreciable Capital Assets	60,000
Depreciable Capital Assets	48,426,337
Accumulated Depreciation	<u>(20,962,004)</u>
Total Capital Assets	27,524,333

Other Assets

Net Pension Asset - IMRF	<u>442,687</u>
--------------------------	----------------

Total Noncurrent Assets 27,967,020

Total Assets 39,578,205

DEFERRED OUTFLOWS OF RESOURCES

Deferred Items - IMRF 94,071

Total Assets and Deferred Outflows of Resources 39,672,276

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

LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 803,488
Current Portion of Long-Term Debt	7,913
Total Current Liabilities	<u>811,401</u>
Noncurrent Liabilities	
Compensated Absences	31,653
Total OPEB Liability - RBP	383,439
Total Noncurrent Liabilities	<u>415,092</u>
Total Liabilities	<u>1,226,493</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	6,356,209
Deferred Items - IMRF	697,515
Total Deferred Inflows of Resources	<u>7,053,724</u>
Total Liabilities and Deferred Inflows of Resources	<u>8,280,217</u>
NET POSITION	
Investment in Capital Assets	27,524,333
Restricted	
Maintenance of Roads	1,757,182
Public Safety	385,975
General Assistance	372,056
Unrestricted	<u>1,352,513</u>
Total Net Position	<u><u>31,392,059</u></u>

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

MILTON TOWNSHIP, ILLINOIS

**Statement of Activities
For the Fiscal Year Ended March 31, 2020**

	Expenses	Program Revenues Charges for Services	Operating Grants	Net (Expenses)/ Revenues and Change in Net Position
Functions/Programs				
Governmental Activities				
General Government	\$ 2,247,172	-	172,129	(2,075,043)
Public Safety	568,107	-	-	(568,107)
Highways and Streets	4,110,061	-	-	(4,110,061)
Health and Welfare	186,276	-	-	(186,276)
Total Governmental Activities	7,111,616	-	172,129	(6,939,487)
General Revenues				
Taxes				
Property Taxes				5,732,390
Replacement Taxes				264,029
Miscellaneous				355,982
Investment Income				14,475
				6,366,876
Change in Net Position				(572,611)
Net Position - Beginning				31,964,670
Net Position - Ending				31,392,059

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

MILTON TOWNSHIP, ILLINOIS

**Balance Sheet - Governmental Funds
March 31, 2020**

	General	Special Revenue		Nonmajor	Totals
		Road and Bridge	Permanent Road		
ASSETS					
Cash and Investments	\$ 1,899,819	1,356,715	161,606	1,074,736	4,492,876
Cash Held by Other					
Governmental Units	-	-	-	722,945	722,945
Receivables - Net of Allowances					
Property Taxes	2,063,714	1,766,664	1,787,510	738,321	6,356,209
Replacement Taxes	17,211	-	-	-	17,211
Due from Other Funds	-	2,467	-	19,932	22,399
Prepays	7,848	-	-	14,096	21,944
Total Assets	<u>3,988,592</u>	<u>3,125,846</u>	<u>1,949,116</u>	<u>2,570,030</u>	<u>11,633,584</u>
LIABILITIES					
Accounts Payable	2,699	800,789	-	-	803,488
Due to Other Funds	-	-	6,783	15,616	22,399
Total Liabilities	<u>2,699</u>	<u>800,789</u>	<u>6,783</u>	<u>15,616</u>	<u>825,887</u>
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	2,063,714	1,766,664	1,787,510	738,321	6,356,209
Total Liabilities and Deferred Inflows of Resources	<u>2,066,413</u>	<u>2,567,453</u>	<u>1,794,293</u>	<u>753,937</u>	<u>7,182,096</u>
FUND BALANCES					
Nonspendable	7,848	-	-	14,096	21,944
Restricted	-	558,393	154,823	1,801,997	2,515,213
Unassigned	1,914,331	-	-	-	1,914,331
Total Fund Balances	<u>1,922,179</u>	<u>558,393</u>	<u>154,823</u>	<u>1,816,093</u>	<u>4,451,488</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>3,988,592</u>	<u>3,125,846</u>	<u>1,949,116</u>	<u>2,570,030</u>	<u>11,633,584</u>

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

MILTON TOWNSHIP, ILLINOIS

**Reconciliation of Total Fund Balances to the Statement of Net Position
March 31, 2020**

Total Fund Balances	\$ 4,451,488
Amounts reported in the Statement of Net Position are different because:	
Capital assets are not financial resources and therefore, are not reported in the funds.	27,524,333
Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	(603,444)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences	(39,566)
Net Pension Liability/(Asset) - IMRF	442,687
Total OPEB Liability - RBP	<u>(383,439)</u>
Net Position	<u><u>31,392,059</u></u>

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

MILTON TOWNSHIP, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended March 31, 2020**

	General	Special Revenue		Nonmajor	Totals
		Road and Bridge	Permanent Road		
Revenues					
Taxes	\$ 2,102,732	1,235,363	1,595,828	1,062,496	5,996,419
Intergovernmental	20,080	-	-	152,049	172,129
Investment Income	-	1,987	-	12,488	14,475
Miscellaneous	6,895	143,717	-	205,370	355,982
Total Revenues	<u>2,129,707</u>	<u>1,381,067</u>	<u>1,595,828</u>	<u>1,432,403</u>	<u>6,539,005</u>
Expenditures					
General Government	1,825,346	-	-	-	1,825,346
Public Safety	-	-	-	568,107	568,107
Highways and Streets	-	2,577,789	781,003	266,656	3,625,448
Health and Welfare	-	-	-	186,276	186,276
Total Expenditures	<u>1,825,346</u>	<u>2,577,789</u>	<u>781,003</u>	<u>1,021,039</u>	<u>6,205,177</u>
Net Change in Fund Balance	304,361	(1,196,722)	814,825	411,364	333,828
Fund Balances - Beginning	<u>1,617,818</u>	<u>1,755,115</u>	<u>(660,002)</u>	<u>1,404,729</u>	<u>4,117,660</u>
Fund Balances - Ending	<u>1,922,179</u>	<u>558,393</u>	<u>154,823</u>	<u>1,816,093</u>	<u>4,451,488</u>

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

MILTON TOWNSHIP, ILLINOIS

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

For the Fiscal Year Ended March 31, 2020

Net Change in Fund Balances \$ 333,828

Amounts reported in the Statement of Activities
are different because:

Governmental funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	210,883
Depreciation Expense	(767,338)

The net effect of deferred outflows (inflows) of resources related to the pensions
not reported in the funds.

Change in Deferred Items - IMRF	(1,538,873)
Change in Deferred Items - RBP	(1,730)

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences	(4,215)
Change in Net Pension Liability - IMRF	1,210,920
Change in Total OPEB Liability - RBP	<u>(16,086)</u>

Changes in Net Position (572,611)

MILTON TOWNSHIP, ILLINOIS

**Statement of Fiduciary Net Position
March 31, 2020**

	<u>Agency Funds</u>
ASSETS	
Cash and Cash Equivalents	<u>\$ 810,995</u>
LIABILITIES	
Cable TV Deposit Payable	20,340
Highway Escrow Accounts Payable	726,864
Due to Other Governments	<u>63,791</u>
Total Liabilities	<u>810,995</u>

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

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Milton Township (the "Township") is a municipal corporation of the State of Illinois headquartered in the County of DuPage and duly chartered pursuant to Illinois statute. The Township serves approximately 120,000 residents and is comprised of Wheaton, Glen Ellyn, and a significant portion of Carol Stream. Additionally, small parts of Lombard, Winfield, Downers Grove, Naperville, Glendale Heights and Lisle lie within its 36 square mile border.

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

REPORTING ENTITY

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

BASIS OF PRESENTATION

Government-Wide Statements

The Township's basic financial statements include both government-wide (reporting the Township as a whole) and fund financial statements (reporting the Township's major funds). The Township's general assistance welfare programs, senior services, maintenance of highways and streets, public improvements, property assessing for tax purposes, and other programs are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities column is presented on a consolidated basis. The Township's net position is reported in three parts: investment in capital assets; restricted; and unrestricted. The Township first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Township's functions (general government, highways and streets, etc.). These functions are supported by general government revenues (property taxes, certain intergovernmental revenues, and charges, etc.).

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. The net costs (by function) are normally covered by general revenue (property tax, intergovernmental revenues, interest income, etc.). The Township does not allocate indirect costs. This government-wide focus is more on the sustainability of the Township as an entity and the change in the Township's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Township are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. The Township's funds are all reported as governmental funds. The emphasis in fund financial statements is on the major funds.

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

A fund is considered major if it is the primary operating fund of the Township or total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund are at least 10 percent of the corresponding total for all governmental funds combined.

The various funds are reported by generic classification within the financial statements. The following fund type is used by the Township:

Governmental Funds

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

General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Township maintains nine special revenue funds. The Road and Bridge Fund, a major fund, is used to account for all financial resources relating to the repair and maintenance of the Township's infrastructure. The Permanent Road Fund is a major fund used to account for all financial resources relating to the major road improvement and maintenance projects.

Fiduciary Fund

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

Agency Funds are used to account for assets held by the Township in a purely custodial capacity. The Performance Bond Fund is used to account for the performance bonds held by the Township pending depositor completion of work in accordance with Township code. The Cemetery Fund is used to account for the perpetual care trust funds to be used for the perpetual care of the Township's cemetery. The Food Pantry Fund is used to account for the funds of the Illinois Not-For-Profit corporation, an IRC 501(c)(3) charitable institution which is housed in the Township offices and run by volunteers. The Salt Council Fund is used to account for the donations made by the public to support the mission of the Seniors And Law-enforcement Together program of the Township Seniors' programs.

The Township's agency funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the Township, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

On the government-wide Statement of Net Position and the Statement of Activities, governmental funds are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as defined below. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus

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

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

Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

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

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

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

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

All agency funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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

Cash and Investments

For purpose of the Statement of Net Position, the Township's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Township categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Township has no investments at year-end.

Prepays

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepays are valued at cost. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of more than \$1,000 (\$10,000 for building and equipment, and \$50,000 for infrastructure assets), depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Township as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

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

Building and Improvements	40 Years
Road Equipment	5 - 7 Years
Office	3-5 Years
Infrastructure	10 - 40 Years

Deferred Outflows/Inflows of Resources

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

Compensated Absences

The Township accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. Any accrued vacation time for Township employees that the employee fails to use by December 31 of the current year will be forfeited and may not be rolled over.

The Highway Department will not issue payment to any employee for accrued vacation time that the employee fails to use by December 31 of the current year in excess of five (5) days. Any accrued vacation time beyond the five (5) days the employee fails to use by December 31 of the current year will be forfeited and may not be rolled over.

All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Net Position

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

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

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

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

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

- The Township Supervisor submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget (modified cash basis) includes proposed expenditures and the means of financing them.
- The budget is then approved by the Board and holds public hearings to solicit comments and may add to, subtract from, or change appropriations, but may not change the form of the budget.
- The final budget is passed by an appropriation ordinance. The tax levy ordinance is filed with the County Clerk by the last Tuesday in December to obtain tax revenue.

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

- The Board of Trustees must approve all formal appropriation transfers. Any increases to the final budget require a public hearing before the Board of Trustees' approval. No formal supplemental appropriation was made during the fiscal year. The Supervisor can approve expenditures that exceed any line item within the fund as long as the expenditures do not exceed appropriations. Thus, the legal level of budgetary control is determined by fund.
- The legal budgetary authority lapses at the end of the fiscal year.

The legal level of budgetary control has been established at the fund level. During the current year, budgets were adopted for the General, General Assistance, Road and Bridge, Permanent Road, Road IMRF, Road Social Security, Road Tort Liability, Police District and Mosquito Abatement Funds.

No budget was adopted for the Motor Fuel Tax Fund, as those monies are controlled by DuPage County.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
Road Tort Liability	\$ 10,576
Mosquito Abatement	21,020

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Township maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments." In addition, investments are separately held by several of the Township's funds.

Permitted Deposits and Investments – Statutes authorize the Township to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services.

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

Deposits. At year-end, the carrying amount of the Township's deposits totaled \$4,492,876 and the bank balances totaled \$4,964,885.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Safety of principal is the foremost objective of the investment program. Investments of the Township shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Township does not have an investment policy that addresses credit risk.

Concentration Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the Township's investment in a single issuer. The Township does not have an investment policy that addresses concentration risk. At year-end, the Township does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Township's deposits may not be returned to it. The Township's investment policy requires pledging of collateral for all bank balances in excess of the federal depository insurance, at an amount of not less than 110% of the fair market value of the funds secured. At year-end, \$62,089 of the bank balance of the deposits was not covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Township's investment policy does not address custodial credit risk for investments.

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

PROPERTY TAXES

Property taxes for 2018 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Boone County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 60,000	-	-	60,000
Depreciable Capital Assets				
Building and Improvements	1,341,956	-	-	1,341,956
Road Equipment	2,777,780	210,883	-	2,988,663
Office	211,254	-	-	211,254
Infrastructure	43,884,464	-	-	43,884,464
	<u>48,215,454</u>	<u>210,883</u>	<u>-</u>	<u>48,426,337</u>
Less Accumulated Depreciation				
Building and Improvements	786,935	48,458	-	835,393
Road Equipment	1,932,243	150,753	-	2,082,996
Office	140,555	544,571	-	685,126
Infrastructure	17,334,933	23,556	-	17,358,489
	<u>20,194,666</u>	<u>767,338</u>	<u>-</u>	<u>20,962,004</u>
Total Net Depreciable Capital Assets	<u>28,020,788</u>	<u>(556,455)</u>	<u>-</u>	<u>27,464,333</u>
Total Net Capital Assets	<u><u>28,080,788</u></u>	<u><u>(556,455)</u></u>	<u><u>-</u></u>	<u><u>27,524,333</u></u>

The depreciation expense was charged to governmental activities as follows:

General Government	\$ 71,842
Highways and Streets	695,496
	<u>767,338</u>

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND BALANCES

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

Receivable Fund	Payable Fund	Amount
Road and Bridge	Nonmajor Governmental	\$ 2,467
Nonmajor Governmental	Permanent Road	6,783
Nonmajor Governmental	Nonmajor Governmental	13,149
		<u>22,399</u>

LONG-TERM DEBT

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 35,351	8,430	4,215	39,566	7,913
Net Pension Liability/(Asset) - IMRF	768,233	-	1,210,920	(442,687)	-
Total OPEB Liability - RBP	367,353	16,086	-	383,439	-
	<u>1,170,937</u>	<u>24,516</u>	<u>1,215,135</u>	<u>(19,682)</u>	<u>7,913</u>

The compensated absences, the net pension liability/(asset) and the total OPEB liability are liquidated by the General Fund.

Legal Debt Margin

Chapter 85, Section 50/405-1 of the Illinois Compiled Statutes provides, “Except as hereinafter provided in this Act or otherwise specifically provided by law, no county having a population of less than 500,000 and no township, school district or other municipal corporation having a population of less than 300,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness, in the aggregate exceeding 2.875% on the value of the taxable property therein, to be ascertained by the last assessment for State and county taxes, previous to the incurring of such indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying such governmental unit's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979.”

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin – Continued

Assessed Valuation - 2019	<u>\$ 5,211,398,312</u>
Legal Debt Limit - 2.875% of Assessed Value	299,655,403
Amount of Debt Applicable to Limit None	<u>-</u>
Legal Debt Margin	<u>299,655,403</u>

NET POSITION/FUND BALANCE CLASSIFICATIONS

Investment in Capital Assets

Investment in capital assets was comprised of the following as of March 31, 2020:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	<u>\$ 27,524,333</u>

Fund Balance Classifications

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

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE CLASSIFICATIONS – Continued

Fund Balance Classifications

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

	General	Special Revenue Road and Bridge	Permanent Road	Nonmajor	Totals
Fund Balances					
Nonspendable					
Prepays	\$ 7,848	-	-	14,096	21,944
Restricted					
Maintenance of Roads	-	558,393	154,823	1,043,966	1,757,182
General Assistance	-	-	-	385,975	385,975
Public Safety	-	-	-	372,056	372,056
	-	558,393	154,823	1,801,997	2,515,213
Unassigned	1,914,331	-	-	-	1,914,331
Total Fund Balances	1,922,179	558,393	154,823	1,816,093	4,451,488

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

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

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE CLASSIFICATIONS – Continued

Fund Balance Classifications – Continued

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

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

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Township's employees. The Township has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

CONTINGENT LIABILITIES

Grants

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

Financial Impact from COVID-19

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

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

Litigation

Per administration, several employees were terminated in January 2014 and filed complaints with the Equal Opportunity Commission (“EEOC”) in June 2014. These complaints were dismissed in March 2015 by the EEOC. On June 17, 2015 these employees filed claims in Federal Court against Milton Township and its Assessor. It is the opinion of legal counsel that the Township and its Assessor are not liable in this matter. Accordingly, no provision has been made in the accompanying financial statements for settlement costs.

The other matters of material or pending litigation, claims, or assessments involving the Township were tax rate objections cases, wherein the petitioners object to the various tax levies of the Township for specific years. Accordingly, no provision has been made in the accompanying financial statements for settlement costs.

Motor Fuel Tax Fund

Every year the Township receives an allotment of Motor Fuel Tax (MFT) money from the State of Illinois. This money is disbursed by the State to DuPage County where it is held for pending projects approved by Milton Township’s Highway Commissioner. When the projects are approved, all management, payment, and accounting for the projects are done through DuPage County.

Balance at March 31, 2019	\$ 672,501
Allotments Received	152,049
Interest Earned	12,488
Less Disbursements	<u>(114,093)</u>
Balance at March 31, 2020	<u><u>722,945</u></u>

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

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

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions

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

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

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

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

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

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	47
Inactive Plan Members Entitled to but not yet Receiving Benefits	20
Active Plan Members	<u>23</u>
Total	<u>90</u>

Contributions. As set by statute, the Township’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended March 31, 2020, the Township’s contribution was 6.12% of covered payroll.

Net Pension Liability/(Asset). The Township’s net pension liability/(asset) was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.35% to 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued. For 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 adjustment that were applied for 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.

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

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	28.00%	3.25%
Domestic Equities	37.00%	5.75%
International Equities	18.00%	6.50%
Real Estate	9.00%	5.20%
Blended	7.00%	3.60% - 7.60%
Cash and Cash Equivalents	1.00%	1.85%

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	839,615	(442,687)	(1,513,925)

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2018	\$ 11,634,526	10,866,293	768,233
Changes for the Year:			
Service Cost	138,912	-	138,912
Interest on the Total Pension Liability	824,797	-	824,797
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	(284,909)	-	(284,909)
Changes of Assumptions	-	-	-
Contributions - Employer	-	81,594	(81,594)
Contributions - Employees	-	64,043	(64,043)
Net Investment Income	-	2,074,584	(2,074,584)
Benefit Payments, including Refunds of Employee Contributions	(654,945)	(654,945)	-
Other (Net Transfer)	-	(330,501)	330,501
Net Changes	23,855	1,234,775	(1,210,920)
Balances at December 31, 2019	11,658,381	12,101,068	(442,687)

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

For the year ended March 31, 2020, the Township recognized pension expense of \$418,012. At March 31, 2020, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 19,489	(150,066)	(130,577)
Change in Assumptions	42,511	-	42,511
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(547,449)	(547,449)
Total Pension Expense to be Recognized in Future Periods	62,000	(697,515)	(635,515)
Pension Contributions Made Subsequent to the Measurement Date	32,071	-	32,071
Total Deferred Amounts Related to IMRF	<u>94,071</u>	<u>(697,515)</u>	<u>(603,444)</u>

\$32,071 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended March 31, 2021. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2021	\$ (231,735)
2022	(182,477)
2023	42,142
2024	(263,445)
2025	-
Thereafter	<u>-</u>
Total	<u>(635,515)</u>

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS PLAN

General Information about the OPEB Plan

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

Benefits Provided. RBP provides Dental and Vision benefits for retirees and their dependents. The Retiree is responsible for the full cost of coverage. Coverage may continue past Medicare eligibility.

Plan Membership. As of March 31, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	2
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>24</u>
Total	<u><u>26</u></u>

Total OPEB Liability

The Township’s total OPEB liability was measured as of March 31, 2020, and was determined by an actuarial valuation as of March 31, 2019.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2020

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

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

Inflation	2.50%
Salary Increases	2.50%
Discount Rate	2.27%
Healthcare Cost Trend Rates	6.87% for 2020, decreasing to an ultimate rate of 5.00% for 2028 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on a combination of the Expected Long-Term Rate of Return on Plan Assets and the municipal bond rate.

Mortality rates were based on the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment. These Rates are Improved Generationally using MP-2016 Improvement Rates.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at March 31, 2019	\$ 367,353
Changes for the Year:	
Service Cost	5,506
Interest on the Total Pension Liability	13,314
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	29,669
Benefit Payments	(32,403)
Net Changes	<u>16,086</u>
Balance at March 31, 2020	<u>383,439</u>

MILTON TOWNSHIP, ILLINOIS

**Notes to the Financial Statements
March 31, 2020**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 2.27%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.27%)	Current Discount Rate (2.27%)	1% Increase (3.27%)
Total OPEB Liability	\$ 406,927	383,439	363,111

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 353,636	383,439	417,383

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

For the year ended March 31, 2020, the Township recognized OPEB expense of \$50,219. Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefits Plan
- Budgetary Comparison Schedule
General Fund
Road and Bridge – Special Revenue Fund
Permanent Road – Special Revenue Fund

Notes to the Required Supplementary Information

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

MILTON TOWNSHIP, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

March 31, 2020

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 158,841	\$ 158,841	\$ -	\$ 1,408,157	11.28%
2017	148,844	155,254	6,410	1,479,550	10.49%
2018	129,185	129,185	-	1,463,018	8.83%
2019	115,594	115,594	-	1,452,039	7.96%
2020	90,059	90,059	-	1,471,258	6.12%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	24 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015)

Note:

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

MILTON TOWNSHIP, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability

March 31, 2020

	<u>12/31/15</u>
Total Pension Liability	
Service Cost	\$ 150,211
Interest	769,274
Differences Between Expected and Actual Experience	(416,715)
Change of Assumptions	12,162
Benefit Payments, Including Refunds of Member Contributions	<u>(505,961)</u>
Net Change in Total Pension Liability	8,971
Total Pension Liability - Beginning	<u>10,434,858</u>
Total Pension Liability - Ending	<u><u>10,443,829</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 158,841
Contributions - Members	63,367
Net Investment Income	51,400
Benefit Payments, Including Refunds of Member Contributions	(505,961)
Other (Net Transfer)	<u>(238,911)</u>
Net Change in Plan Fiduciary Net Position	(471,264)
Plan Net Position - Beginning	<u>10,421,820</u>
Plan Net Position - Ending	<u><u>9,950,556</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 493,273</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	95.28%
Covered Payroll	\$ 1,408,157
Employer's Net Pension Liability as a Percentage of Covered Payroll	35.03%

Note:

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

12/31/16	12/31/17	12/31/18	12/31/19
150,574	159,930	145,920	138,912
769,225	796,406	798,534	824,797
(60,342)	(36,419)	131,147	-
(12,546)	(329,458)	286,061	(284,909)
(498,176)	(507,554)	(602,605)	(654,945)
348,735	82,905	759,057	23,855
10,443,829	10,792,564	10,875,469	11,634,526
10,792,564	10,875,469	11,634,526	11,658,381
155,254	129,185	136,135	81,594
71,255	65,952	66,049	64,043
691,866	1,803,797	(657,823)	2,074,584
(498,176)	(507,554)	(602,605)	(654,945)
(64,371)	(118,924)	245,697	(330,501)
355,828	1,372,456	(812,547)	1,234,775
9,950,556	10,306,384	11,678,840	10,866,293
10,306,384	11,678,840	10,866,293	12,101,068
486,180	(803,371)	768,233	(442,687)
95.50%	107.39%	93.40%	103.80%
1,479,550	1,463,018	1,467,745	1,423,186
32.86%	(54.91%)	52.34%	(31.11%)

MILTON TOWNSHIP, ILLINOIS

Retiree Benefits Plan

**Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
March 31, 2020**

	2019	2020
Total OPEB Liability		
Service Cost	\$ 5,266	5,506
Interest	13,982	13,314
Changes in Benefit Terms	-	-
Differences Between Expected and Actual Experience	-	-
Change of Assumptions or Other Inputs	1,911	29,669
Benefit Payments	(26,483)	(32,403)
Net Change in Total OPEB Liability	(5,324)	16,086
Total OPEB Liability - Beginning	372,677	367,353
Total OPEB Liability - Ending	367,353	383,439
Covered Payroll	\$ 1,464,991	1,464,991
Total OPEB Liability as a Percentage of Covered Payroll	25.08%	26.17%

Notes:

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2019 and 2020.

MILTON TOWNSHIP, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,984,500	1,984,500	1,981,901
Replacement Taxes	80,000	80,000	120,831
Intergovernmental			
Grants	34,000	34,000	20,080
Investment Income	1,000	1,000	-
Miscellaneous	-	-	6,895
Total Revenues	<u>2,099,500</u>	<u>2,099,500</u>	<u>2,129,707</u>
Expenditures			
General Government			
Administrative	968,150	968,150	852,012
Assessor's Office	879,520	879,520	826,470
Cemetery/Weeks Park	35,500	35,500	29,847
Citizen's Corps Program	75,680	75,680	72,084
Social Services	48,050	48,050	44,933
Total Expenditures	<u>2,006,900</u>	<u>2,006,900</u>	<u>1,825,346</u>
Net Change in Fund Balance	<u>92,600</u>	<u>92,600</u>	304,361
Fund Balance - Beginning			<u>1,617,818</u>
Fund Balance - Ending			<u><u>1,922,179</u></u>

MILTON TOWNSHIP, ILLINOIS

Road and Bridge - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,101,859	1,101,859	1,092,165
Replacement Taxes	89,218	89,218	143,198
Investment Income	2,300	2,300	1,987
Miscellaneous	135,000	135,000	143,717
Total Revenues	<u>1,328,377</u>	<u>1,328,377</u>	<u>1,381,067</u>
Expenditures			
Highways and Streets			
Administrative	343,306	343,306	344,913
Maintenance Division	2,425,535	2,425,535	2,232,876
Total Expenditures	<u>2,768,841</u>	<u>2,768,841</u>	<u>2,577,789</u>
Net Change in Fund Balance	<u>(1,440,464)</u>	<u>(1,440,464)</u>	(1,196,722)
Fund Balance - Beginning			<u>1,755,115</u>
Fund Balance - Ending			<u>558,393</u>

MILTON TOWNSHIP, ILLINOIS

Permanent Road - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,598,558	1,598,558	1,595,828
Expenditures			
Highways and Streets			
Road Maintenance Projects	900,000	900,000	781,003
Net Change in Fund Balance	<u>698,558</u>	<u>698,558</u>	814,825
Fund Balance - Beginning			<u>(660,002)</u>
Fund Balance - Ending			<u>154,823</u>

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Statement of Changes in Assets and Liabilities – Agency Funds

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Road and Bridge Fund

The Road and Bridge Fund is used to account for all financial resources relating to the repair and maintenance of the Township's infrastructure.

Permanent Road Fund

The Permanent Road Fund is used to account for all financial resources relating to the major road improvement and maintenance projects.

General Assistance Fund

The General Assistance Fund is used to account for taxes levied and expenditures incurred to provide benefits for needy residents.

Road IMRF Fund

The Road IMRF Fund is used to account for taxes levied and expenditures incurred to provide retirement benefits for Township employees.

Road Social Security Fund

The Road Social Security Fund is used to account for taxes levied and expenditures incurred to provide retirement benefits for Township employees.

Road Tort Liability Fund

The Road Tort Liability Fund is used to account for taxes levied and expenditures incurred to provide insurance coverage to the Road District.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

SPECIAL REVENUE FUNDS - Continued

Mosquito Abatement Fund

The Mosquito Abatement Fund is used to account for taxes levied and expenditures incurred to provide control and abatement of larval and adult mosquito to Township residents who are not within incorporated areas.

Police District Fund

The Police District Fund is used to account for taxes levied and expenditures incurred to provide public safety to Township residents who are not within incorporated areas.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the Township's share of motor fuel tax revenue.

AGENCY FUND

Performance Bond Fund

The Performance Bond Fund is used to account for the performance bonds held by the Township pending depositor completion of work in accordance with Township code.

Cemetery Fund

The Cemetery Fund is used to account for perpetual care trust funds to be used for the perpetual care of the Township's cemetery.

Food Pantry Fund

The Food Pantry Fund is used to account for the funds of the Illinois Not-For-Profit corporation, an IRC 501(c)(3) charitable institution which is housed in the Township offices and run by volunteers.

Salt Council Pantry Fund

The Salt Council Fund is used to account for the donations made by the public to support the mission of the Seniors And Law-enforcement Together program of the Township Seniors' programs.

MILTON TOWNSHIP, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended March 31, 2020

	Budget		Actual
	Original	Final	
General Government			
Administrative			
Salaries	\$ 478,300	478,300	472,106
Health Insurance	141,700	141,700	141,653
Unemployment Insurance	3,000	3,000	695
Social Security/Medicare	38,250	38,250	34,090
IMRF Expenditure	27,450	27,450	27,378
Building Maintenance Service	76,000	76,000	38,093
Accounting and Auditing	2,500	2,500	653
Legal	8,500	8,500	8,400
Postage	19,600	19,600	19,533
Telephone	1,000	1,000	463
Information Technology	3,000	3,000	2,229
Publishing and Printing	10,000	10,000	9,639
Dues and Subscriptions	1,500	1,500	328
Travel, Training and Meeting	6,650	6,650	6,628
Utilities	5,000	5,000	4,435
General Insurance	13,000	13,000	12,986
Payroll Services	35,500	35,500	36,661
Public Relations and Newsletter	4,100	4,100	4,061
Office and Operating Supplies	24,000	24,000	2,301
Copies	5,400	5,400	6,177
Contingencies	1,000	1,000	885
Petty Cash	20,000	20,000	9,766
Equipment	4,000	4,000	1,462
Building and Site Improvements	25,000	25,000	-
Dial-A-Ride Expenditures	13,700	13,700	11,390
	<u>968,150</u>	<u>968,150</u>	<u>852,012</u>
Assessor's Office			
Salaries	450,000	450,000	447,563
Health Insurance	98,000	98,000	97,802
Unemployment Insurance	1,500	1,500	609
Workers Compensation Insurance	11,000	11,000	10,434
Social Security/Medicare	34,425	34,425	33,309
IMRF Expenditure	40,095	40,095	26,962

MILTON TOWNSHIP, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended March 31, 2020

	Budget		Actual
	Original	Final	
General Government - Continued			
Assessor's Office - Continued			
Maintenance Service	\$ 2,000	2,000	1,843
Other Contracted Service	129,500	129,500	115,124
Postage	1,000	1,000	217
Internet and Telephone	8,000	8,000	6,488
Dues and Subscriptions	5,000	5,000	3,493
Travel, Training and Meeting	5,000	5,000	2,474
Mileage Reimbursement	12,000	12,000	8,321
Contracted Software	44,000	44,000	42,198
Office Supplies	6,000	6,000	5,203
Equipment	10,000	10,000	8,690
Computer Equipment	20,000	20,000	13,961
Miscellaneous	2,000	2,000	1,779
	<u>879,520</u>	<u>879,520</u>	<u>826,470</u>
Cemetery/Weeks Park			
Stipends for Board	3,000	3,000	-
Maintenance of Grounds	21,450	21,450	21,444
Public Events	6,500	6,500	6,030
Office Supplies	150	150	70
Fences	1,100	1,100	1,100
Markers, Gravestone, Etc.	800	800	-
Weed Ordinance Enforcement	2,500	2,500	1,203
	<u>35,500</u>	<u>35,500</u>	<u>29,847</u>
Citizen's Corps Program			
Salaries	31,000	31,000	29,186
Social Security/Medicare	2,372	2,372	2,141
Telephone	268	268	-
General Supplies and Promotions	9,000	9,000	8,997
Fuel, Oil and Miscellaneous	1,500	1,500	535
Office Supplies and Postage	1,530	1,530	1,520
CERT Supplies	20,010	20,010	20,029
CERT Advanced Training	10,000	10,000	9,676
	<u>75,680</u>	<u>75,680</u>	<u>72,084</u>

MILTON TOWNSHIP, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended March 31, 2020

	Budget		Actual
	Original	Final	
General Government - Continued			
Social Services			
Scholarship and Grants	\$ 10,000	10,000	7,595
Salaries	9,690	9,690	9,000
Operating Expenditures	28,360	28,360	28,338
	<u>48,050</u>	<u>48,050</u>	<u>44,933</u>
Total Expenditures	<u>2,006,900</u>	<u>2,006,900</u>	<u>1,825,346</u>

MILTON TOWNSHIP, ILLINOIS

Road and Bridge - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended March 31, 2020**

	Budget		Actual
	Original	Final	
Highways and Streets			
Administrative			
Salaries	\$ 64,570	64,570	64,563
Health Insurance	165,680	165,680	161,869
Unemployment Insurance	2,000	2,000	746
Information Technology	3,000	3,000	1,236
Accounting and Auditing	3,700	3,700	3,700
Legal and Other Professional Services	14,750	14,750	14,697
Postage	3,270	3,270	3,268
Telephone	32,060	32,060	29,354
Printing	13,000	13,000	9,284
Dues and Subscriptions	1,310	1,310	1,310
Travel and Training	2,200	2,200	1,181
Drug and Alcohol	1,340	1,340	1,339
Office Supplies	7,320	7,320	8,302
Equipment	2,000	2,000	895
Miscellaneous	27,106	27,106	43,169
	<u>343,306</u>	<u>343,306</u>	<u>344,913</u>
Maintenance Division			
Salaries	471,580	471,580	455,138
Building Maintenance	11,000	11,000	5,526
Equipment Maintenance	10,700	10,700	10,691
Road Maintenance	1,100,000	1,100,000	1,098,275
Engineering	220,000	220,000	180,529
Utilities	11,000	11,000	8,505
Rentals	5,000	5,000	-
Striping of Roads	14,850	14,850	14,837
Tree Removal	25,000	25,000	18,495
Building Maintenance Supplies	3,100	3,100	3,077
Equipment Maintenance Supplies	42,220	42,220	42,212
Operating Supplies	100,000	100,000	84,063
JULIE Program	8,000	8,000	10,283
Small Tools	3,500	3,500	400
Contingencies	4,000	4,000	-
Automotive Fuel and Oil	50,000	50,000	31,112

MILTON TOWNSHIP, ILLINOIS

Road and Bridge - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended March 31, 2020**

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Maintenance Division - Continued			
Salt and Calcium Chloride	\$ 110,000	110,000	37,315
Building	18,150	18,150	18,147
Equipment	210,900	210,900	210,883
Reserve for Show/Office Replacement	1,100	1,100	-
Sidewalk Program	5,000	5,000	3,300
Miscellaneous	435	435	88
	<u>2,425,535</u>	<u>2,425,535</u>	<u>2,232,876</u>
Total Expenditures	<u>2,768,841</u>	<u>2,768,841</u>	<u>2,577,789</u>

MILTON TOWNSHIP, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

March 31, 2020

	<u>General Assistance</u>
ASSETS	
Cash and Investments	\$ 385,975
Cash Held by Other Governmental Units	-
Receivables - Net of Allowances	
Property Taxes	62,537
Due from Other Funds	-
Prepays	-
	<u> </u>
Total Assets	<u><u>448,512</u></u>
LIABILITIES	
Due to Other Funds	-
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>62,537</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>62,537</u></u>
FUND BALANCES	
Nonspendable	-
Restricted	<u>385,975</u>
Total Fund Balances	<u><u>385,975</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>448,512</u></u>

Special Revenue						
Road IMRF	Road Social Security	Road Tort Liability	Mosquito Abatement	Police District	Motor Fuel Tax	Totals
104,310	78,317	134,078	276,193	95,863	-	1,074,736
-	-	-	-	-	722,945	722,945
62,537	52,114	93,805	79,579	387,749	-	738,321
19,932	-	-	-	-	-	19,932
-	-	14,096	-	-	-	14,096
<u>186,779</u>	<u>130,431</u>	<u>241,979</u>	<u>355,772</u>	<u>483,612</u>	<u>722,945</u>	<u>2,570,030</u>
-	4,172	11,444	-	-	-	15,616
62,537	52,114	93,805	79,579	387,749	-	738,321
62,537	56,286	105,249	79,579	387,749	-	753,937
-	-	14,096	-	-	-	14,096
124,242	74,145	122,634	276,193	95,863	722,945	1,801,997
124,242	74,145	136,730	276,193	95,863	722,945	1,816,093
<u>186,779</u>	<u>130,431</u>	<u>241,979</u>	<u>355,772</u>	<u>483,612</u>	<u>722,945</u>	<u>2,570,030</u>

MILTON TOWNSHIP, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Fiscal Year Ended March 31, 2020

	<u>General Assistance</u>
Revenues	
Taxes	\$ 257,122
Intergovernmental	
Motor Fuel Tax Allotments	-
Investment Income	-
Miscellaneous	-
Total Revenues	<u>257,122</u>
Expenditures	
Public Safety	-
Highways and Streets	-
Health and Welfare	<u>186,276</u>
Total Expenditures	<u>186,276</u>
Change in Fund Balances	70,846
Fund Balances - Beginning	<u>315,129</u>
Fund Balances - Ending	<u><u>385,975</u></u>

Special Revenue						
Road IMRF	Road Social Security	Road Tort Liability	Mosquito Abatement	Police District	Motor Fuel Tax	Totals
60,978	50,827	96,549	232,173	364,847	-	1,062,496
-	-	-	-	-	152,049	152,049
-	-	-	-	-	12,488	12,488
-	-	12,465	192,905	-	-	205,370
60,978	50,827	109,014	425,078	364,847	164,537	1,432,403
-	-	-	200,442	367,665	-	568,107
30,775	37,212	84,576	-	-	114,093	266,656
-	-	-	-	-	-	186,276
30,775	37,212	84,576	200,442	367,665	114,093	1,021,039
30,203	13,615	24,438	224,636	(2,818)	50,444	411,364
94,039	60,530	112,292	51,557	98,681	672,501	1,404,729
124,242	74,145	136,730	276,193	95,863	722,945	1,816,093

MILTON TOWNSHIP, ILLINOIS

General Assistance - Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 264,613	264,613	257,122
Investment Income	40	40	-
Total Revenues	<u>264,653</u>	<u>264,653</u>	<u>257,122</u>
Expenditures			
Health and Welfare			
Administrative	149,777	149,777	143,478
Services and Grants	101,509	101,509	42,798
Total Expenditures	<u>251,286</u>	<u>251,286</u>	<u>186,276</u>
Change in Fund Balance	<u>13,367</u>	<u>13,367</u>	70,846
Fund Balance - Beginning			<u>315,129</u>
Fund Balance - Ending			<u>385,975</u>

MILTON TOWNSHIP, ILLINOIS

General Assistance - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended March 31, 2020**

	Budget		Actual
	Original	Final	
Health and Welfare			
Administrative			
Salaries	\$ 82,300	82,300	82,294
Health Insurance	44,841	44,841	44,147
Unemployment Insurance	300	300	110
Social Security/Medicare	6,044	6,044	5,658
IMRF Expenditure	7,039	7,039	4,945
Equipment Maintenance Service	300	300	-
Fuel, Maintenance and Insurance	500	500	-
Legal	1	1	-
Postage	500	500	145
Telephone	2,500	2,500	2,325
Travel and Training	1,500	1,500	1,479
Office and Operating Supplies	1,500	1,500	1,126
Computer Software	1,500	1,500	1,200
Copies	1	1	-
Computer, Peripherals and Technology	750	750	-
Fax Machine	100	100	-
Miscellaneous	101	101	49
	<u>149,777</u>	<u>149,777</u>	<u>143,478</u>
Services and Grants			
Physician Services	1	1	-
Hospital Services	1	1	-
Drugs	1	1	-
Other Medical	1	1	-
Funeral and Burial	1	1	-
Shelter	50,000	50,000	28,124
Utilities	20,000	20,000	9,775
Food	1,500	1,500	-
Travel/Gas	1	1	-
Clothing	1	1	-
Transients	1	1	-
Flat Grants	20,000	20,000	4,899
Medical, Drugs and Dental	10,000	10,000	-
Miscellaneous	1	1	-
	<u>101,509</u>	<u>101,509</u>	<u>42,798</u>
Total Expenditures	<u>251,286</u>	<u>251,286</u>	<u>186,276</u>

MILTON TOWNSHIP, ILLINOIS

Road IMRF - Special Revenue Fund

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$		
Property Taxes	61,064	61,064	60,978
Expenditures			
Highways and Streets			
Employer IMRF Contributions	50,000	50,000	30,775
Change in Fund Balance	<u>11,064</u>	<u>11,064</u>	30,203
Fund Balance - Beginning			<u>94,039</u>
Fund Balance - Ending			<u><u>124,242</u></u>

MILTON TOWNSHIP, ILLINOIS

Road Social Security - Special Revenue Fund

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$		
Property Taxes	50,887	50,887	50,827
Expenditures			
Highways and Streets			
Payroll Taxes	40,000	40,000	37,212
Change in Fund Balance	<u>10,887</u>	<u>10,887</u>	13,615
Fund Balance - Beginning			<u>60,530</u>
Fund Balance - Ending			<u><u>74,145</u></u>

MILTON TOWNSHIP, ILLINOIS

Road Tort Liability - Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$		
Property Taxes	96,685	96,685	96,549
Miscellaneous	-	-	12,465
Total Revenues	<u>96,685</u>	<u>96,685</u>	109,014
Expenditures			
Highways and Streets			
Insurance Premiums	<u>74,000</u>	<u>74,000</u>	84,576
Change in Fund Balance	<u><u>22,685</u></u>	<u><u>22,685</u></u>	24,438
Fund Balance - Beginning			<u>112,292</u>
Fund Balance - Ending			<u><u>136,730</u></u>

MILTON TOWNSHIP, ILLINOIS

Mosquito Abatement - Special Revenue Fund

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 232,573	232,573	232,173
Investment Income	10	10	-
Miscellaneous	130,075	130,075	192,905
Total Revenues	<u>362,658</u>	<u>362,658</u>	<u>425,078</u>
Expenditures			
Public Safety			
Mosquito Abatement Expenditures	179,018	179,018	200,038
Contingencies	52,000	52,000	-
Miscellaneous	1,400	1,400	404
Total Expenditures	<u>232,418</u>	<u>232,418</u>	<u>200,442</u>
Change in Fund Balance	<u>130,240</u>	<u>130,240</u>	224,636
Fund Balance - Beginning			<u>51,557</u>
Fund Balance - Ending			<u>276,193</u>

MILTON TOWNSHIP, ILLINOIS

Police District - Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2020

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 365,456	365,456	364,847
Investment Income	1	1	-
Total Revenues	<u>365,457</u>	<u>365,457</u>	<u>364,847</u>
Expenditures			
Public Safety			
Special Police Contract	367,468	367,468	367,468
Telephone	800	800	117
Contingencies	500	500	-
Miscellaneous	200	200	80
Total Expenditures	<u>368,968</u>	<u>368,968</u>	<u>367,665</u>
Change in Fund Balance	<u>(3,511)</u>	<u>(3,511)</u>	(2,818)
Fund Balance - Beginning			<u>98,681</u>
Fund Balance - Ending			<u><u>95,863</u></u>

MILTON TOWNSHIP, ILLINOIS

Agency Funds

**Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended March 31, 2020**

	Beginning Balances	Additions	Deductions	Ending Balances
All Funds				
ASSETS				
Cash and Investments	\$ 628,244	189,474	6,723	810,995
LIABILITIES				
Cable TV Deposit Payable	20,340	-	-	20,340
Highway Escrow Accounts Payable	552,314	174,550	-	726,864
Due to Other Governments	55,590	14,924	6,723	63,791
Total Liabilities	628,244	189,474	6,723	810,995
Performance Bond Fund				
ASSETS				
Cash and Investments	572,654	174,550	-	747,204
LIABILITIES				
Cable TV Deposit Payable	20,340	-	-	20,340
Highway Escrow Accounts Payable	552,314	174,550	-	726,864
Total Liabilities	572,654	174,550	-	747,204

	Beginning Balances	Additions	Deductions	Ending Balances
Cemetery Fund				
ASSETS				
Cash and Investments	\$ 526	-	-	526
LIABILITIES				
Due to Other Governments	526	-	-	526
Food Pantry Fund				
ASSETS				
Cash and Investments	45,335	14,924	6,723	53,536
LIABILITIES				
Due to Other Governments	45,335	14,924	6,723	53,536
Salt Council Fund				
ASSETS				
Cash and Investments	9,729	-	-	9,729
LIABILITIES				
Due to Other Governments	9,729	-	-	9,729

SUPPLEMENTAL SCHEDULE

MILTON TOWNSHIP, ILLINOIS

Schedule of Assessed Valuation, Tax Rates, and Tax Extension

Last Seven Tax Levy Years

March 31, 2020

	2013	2014
Assessed Valuation		
Township	\$ 4,266,396,181	4,219,533,140
Police District	\$ 758,782,655	758,301,725
Mosquito Abatement District	\$ 304,753,478	303,774,837
Tax Rates		
Town Fund	0.0403	0.0418
General Assistance Fund	0.0065	0.0066
Road and Bridge Fund	0.0767	0.0620
Permanent Road Fund	-	0.0111
Road IMRF Fund	-	0.0024
Road Social Security Fund	-	0.0015
Road Tort Liability Fund	-	0.0023
Police District Fund	0.0357	0.0379
Mosquito Abatement Fund	0.0212	0.0219
Total Tax Rates	0.18040	0.18750
Tax Extensions		
Town Fund	\$ 1,719,354	1,763,765
General Assistance Fund	277,315	278,489
Road and Bridge Fund*	1,636,159	1,569,666
Permanent Road Fund	-	468,368
Road IMRF Fund	-	101,269
Road Social Security Fund	-	63,293
Road Tort Liability Fund	-	97,049
Police District Fund	270,685	287,396
Mosquito Abatement Fund	64,608	66,527
Total Tax Extensions	3,968,121	4,695,822

2015	2016	2017	2018	2019
4,375,781,424	4,643,999,983	4,869,112,692	5,088,716,025	5,211,398,312
752,393,277	788,794,481	829,062,203	859,898,675	885,272,104
296,009,833	307,536,880	322,756,660	334,312,585	1,908,882,858
0.0469	0.4040	0.0397	0.0390	0.0396
0.0006	0.0053	0.0052	0.0052	0.0012
0.0566	0.0506	0.0424	0.0367	0.0339
0.0163	0.0196	0.0266	0.0314	0.0343
0.0015	0.0014	0.0013	0.0012	0.0012
0.0012	0.0011	0.0011	0.0010	0.0010
0.0022	0.0021	0.0020	0.0019	0.0018
0.0406	0.0411	0.0415	0.0425	0.0438
0.0229	0.0228	0.0225	0.0225	0.0124
0.18880	0.54800	0.18230	0.18140	0.16920
2,052,241	1,876,176	1,933,038	1,984,599	2,063,714
26,255	246,132	253,194	264,613	62,537
1,238,346	1,409,918	1,032,252	1,867,559	1,766,664
713,252	910,224	1,295,184	1,597,857	1,787,510
65,637	65,016	63,298	61,065	62,537
52,509	51,084	53,560	50,887	52,114
96,267	97,524	97,382	96,685	93,805
305,472	324,195	344,061	365,457	387,749
67,786	70,118	72,620	75,220	236,701
4,617,765	5,050,387	5,144,589	6,363,942	6,513,331