

Comprehensive Annual Financial Report



For the fiscal
year ended
December 31, 2019

**Village Of South Chicago Heights, Illinois
Comprehensive Annual Financial Report
For The Fiscal Year Ended December 31, 2019**

Prepared by:

John F. Dolasinski
Finance Director /
Treasurer

Village of South Chicago Heights, Illinois

Comprehensive Annual Financial Report
December 31, 2019

Table of Contents

	Page
Introductory Section	
Letter of Transmittal	1
Organizational Chart	4
List of Elected and Appointed Officials	5
Financial Section	
Independent Auditor's Report	6
Management's Discussion and Analysis	8
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	17
Statement of Activities	19
Fund Financial Statements:	
Balance Sheet - Governmental Funds	21
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	23
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	25
Statement of Fund Net Position - Proprietary Funds	26
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds	27
Statement of Cash Flows - Proprietary Funds	28
Statement of Fiduciary Net Position	29
Statement of Changes in Fiduciary Net Position	30
Notes to the Financial Statements	31
Required Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: General Fund	69
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Non-home Rule Sales Taxes Special Revenue Fund	90

Village of South Chicago Heights, Illinois

Comprehensive Annual Financial Report
December 31, 2019

Table of Contents (continued)

	Page
Required Supplementary Information (continued)	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Tax Increment Financing Special Revenue Fund	91
Schedule of Employer Contributions (GASB 67) - Illinois Municipal Retirement Fund	92
Schedule of Changes in the Employer's Net Pension Liability (GASB 67) - Illinois Municipal Retirement Fund	93
Schedule of Employer Contributions (GASB 67) – Police Pension Fund	95
Schedule of Investment Returns (GASB 67) – Police Pension Fund	96
Schedule of Changes in the Employer's Net Pension Liability (GASB 67) - Police Pension Fund	97
Schedule of Employer Contributions (GASB 67) – Firefighters Pension Fund	99
Schedule of Investment Returns (GASB 67) – Firefighters Pension Fund	100
Schedule of Changes in the Employer's Net Pension Liability (GASB 67) - Firefighters Pension Fund	101
Schedule of Employer Contributions (GASB 74) – Retiree Health Insurance Plan	103
Schedule of Investment Returns (GASB 74) – Retiree Health Insurance Plan	103
Schedule of Changes in the Employer's Net Pension Liability (GASB 74) – Retiree Health Insurance Plan	104
Other Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Debt Service Fund	106
Combining Balance Sheet - Nonmajor Governmental Funds	107
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	108
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Motor Fuel Tax Special Revenue Fund	109
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: Community Development Block Grant Special Revenue Fund	110
Schedule of Revenues, Expenses, and Changes in Fund Net Position - Budget and Actual: Water Enterprise Fund	111
Schedule of Revenues, Expenses, and Changes in Fund Net Position - Budget and Actual: Sewer Enterprise Fund	115

Village of South Chicago Heights, Illinois

Comprehensive Annual Financial Report
December 31, 2019

Table of Contents (continued)

	Page
Other Supplementary Information (continued)	
Schedule of Revenues, Expenses, and Changes in Fund Net Position - Budget and Actual: Property Management Fund	117
Combining Schedule of Fiduciary Net Position.....	118
Combining Schedule of Changes in Fiduciary Net Position	119
Schedules of Long-term Debt Requirements.....	120
 Statistical Section	
Net Position by Component	123
Changes in Net Position.....	125
Fund Balances of Governmental Funds	127
Changes in Fund Balances of Governmental Funds	129
Assessed Value and Estimated Actual Value of Taxable Property	131
Property Tax Rates – Direct and Overlapping Governments	133
Principal Property Tax Payers	134
Property Tax Levies and Collections	135
Ratios of Outstanding Debt by Type	136
Ratios of General Bonded Debt Outstanding	138
Direct and Overlapping Governmental Activities Debt.....	139
Legal Debt Margin Information.....	140
Pledged Revenue Coverage	141
Demographic and Economic Statistics	143
Principal Employers	144
Full-time Equivalent Village Government Employees by Function	145
Operating Indicators by Function	146
Capital Asset Statistics by Function.....	147

INTRODUCTORY SECTION



VILLAGE OF **SOUTH CHICAGO HEIGHTS**

June 19, 2020

Village President
Terry L. Matthews

Trustees
Tracy L. Bosco
Eugene G. Fazzini
Terry Fiorenzo
Araceli H. Marrufo
John M. Ross
Eric R. Stanton

Village Clerk
Catherine Linan

Village Hall
755-1880

Police Dept.
754-7131

Fire Dept.
755-9589

Senior Center
755-7903

Public Works
755-7888

To the Honorable Village President, Board of Trustees, and Citizens of the Village of South Chicago Heights:

Illinois Statute requires that every municipality publish, within six months of the close of the fiscal year, an audited financial report made in accordance with generally accepted accounting principles. This report is published to fulfill that requirement for the fiscal year ended December 31, 2019.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

GW & Associates, PC, Certified Public Accountants, have issued an unqualified ("clean") opinion on the Village of South Chicago Heights' financial statements for the year ended December 31, 2019. The independent auditor's report is located at the front of the financial section of this report.

Management discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the government

The Village of South Chicago Heights, incorporated May 7, 1907, is located in Cook County in northeast Illinois, 28 miles south of downtown Chicago, and is in close proximity to a significant regional transportation network and major employment centers within the Chicago metropolitan area. The Village has a land area of 1.6 square miles with the population of 4,139 mostly residing in its western half, and industrial properties comprising most of the Village's eastern half.

The Village of South Chicago Heights is governed by an elected President and six Trustees under the Village form of government pursuant to the Illinois Municipal Code. The President was elected to a four year term in 2017. Trustees are elected to staggered four year terms; three in 2017 and three in 2019. All are elected on an at-large basis. Daily operations of the government are run by a Village Administrator and department heads, who are appointed by the Village President with the approval of the Board.

The Village of South Chicago Heights provides a full range of services including police and fire protection, emergency medical, building inspection, licenses and permits, solid waste disposal and recycling, street maintenance, parks, water and sewer distribution. Wastewater treatment is performed through a legally separate sanitary district for which the Village acts as a billing agent for its customers within the Village's corporate boundaries. The Village of South Chicago Heights is also financially accountable for two pension funds for its full-time police officers and firefighters. Although they are legally separate from the Village, the Funds are reported as if they were part of the primary government because their sole purpose is to provide retirement benefits for the Village's sworn police officers and firefighters. Additional information on these entities can be found in note IV.A, of the financial statements.

The corporate authorities are required to pass an annual appropriation ordinance within the first quarter of each fiscal year. The appropriation ordinance specifies the amount appropriated for each object and purpose. Supplemental appropriations may be made up to the aggregate amount of additional revenue available after the adoption of the annual appropriation. The appropriation is prepared by fund, function, department and line. Transfers of appropriations require approval of two-thirds of the Board.

Local economy

The Village of South Chicago Heights, like most of Chicago's southern first and second ring suburbs, faces a number of economic challenges. The Village has been fully developed for decades and has little opportunity for property value growth outside of demolition and redevelopment of existing properties. Like most of the Chicago area, and the State of Illinois as a whole, population in the Southland region has seen decline rather than growth in recent years. Although census information has not updated the Village's population since 2010, latest school enrollment counts, which can be used as an indicator of total population, are down 23 percent since the beginning of the decade. In addition, the Village faces both commercial and housing competition with growth areas in northwest Indiana, located just eight miles to the east.

Despite these challenges, South Chicago Heights has fared better in recent years than its immediate neighbors in maintaining a viable local economy. The location of the Village's commercial center at the intersection of two heavily travelled arterial streets provides steady sales for several regional and national franchise retailers and restaurants, creating a strong and stable sales tax base. The business park on the Village's eastern half is home to many high quality, long-term industrial owners, creating local employment opportunities. This stable environment is reflected in the Village's most current unemployment rate of 3.4 percent, which mirrors the national rate.

A major concern is the stagnation of property values in the last decade. The rebound in median home values after the last recession lags the greater metropolitan region and remains below \$100,000. In addition, the Village continues to see a decline in owner-occupied housing, which now stands at less than 63 percent. While much of the commercial property has retained its value, the Village's old commercial corridor faces the problem of obsolete buildings and disinvestment by property owners, which is showing to be the greatest cause of erosion in the overall assessed value.

Long-term financial planning

Until its recent change in status from a non-home rule to a home rule government unit, the Village of South Chicago Heights primarily focused on short-term goals because non-home rule status restricted the government's sources of revenue, placed caps on property tax levies and limited its amount of bonded debt. Since gaining home rule status the Village has begun the process of identifying long-term goals, specifically capital and infrastructure needs, and developing financing solutions to meet those goals.

The most urgent need has been the targeted replacement of critical systems of the Village's aging water system. The first step in the process was completed in 2015 with the replacement of the system's entire meter inventory and reading system with an automated system; this project was financed through a long-term capital lease. In 2019, two critical projects were identified, each using a different financing method. The Village was able to secure a commitment for multi-year CDBG funding for a phased replacement of failing water main valves, and the planned replacement of the pumping station's obsolete automated pump management system is expected to be financed through a State-sponsored revolving loan program.

The Village's current contract to purchase its water supply from the City of Chicago Heights expires in 2023 and in anticipation of a significant rate increase and less

favorable terms, the Village began a phased, annual rate adjustment in 2018. Customer rates are scheduled to increase 4.45 percent each year through 2023 with the goal of matching the expected future contract rate.

Major initiatives

As mentioned earlier, voter approval of home-rule status gives the Village of South Chicago Heights the ability to exercise greater regulatory powers than before. First and foremost has been the 2019 adoption of a Crime-free Housing ordinance which the Village will use to license residential landlords, create a property inspection process and require inclusion of a crime-free addendum to any residential leases within the Village. The Village Board envisions this ordinance to be an important tool in its effort to maintain a safe and stable community given the recent upward trend in rental housing units. Another home-rule power quickly implemented has been the process to laterally hire trained police officers to fill full-time vacancies. This hiring process will allow the Police Department to fill positions without the delay of police academy training, and will also reduce the department's dependence on part-time staffing.

Over the last decade the Village has acquired a number of vacant commercial zoned properties at little or no cost. In 2019 the Village contracted with a commercial real estate firm to actively market these properties for redevelopment and return to the tax rolls. Sales contracts for several high-profile sites are expected to be approved in 2020.

Relevant financial policies

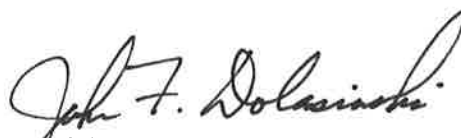
The Village of South Chicago Heights has maintained a long-term policy of balanced General Fund budgets, exclusive of certain capital equipment purchases. To meet this goal in 2019 over \$625,000 in proposed expenditures were trimmed from the final budget. Increased grant application efforts resulted in the award of grants that were not included in the budget, allowing the Village to restore a portion of the those deleted expenditures and not violate its policy

Acknowledgements

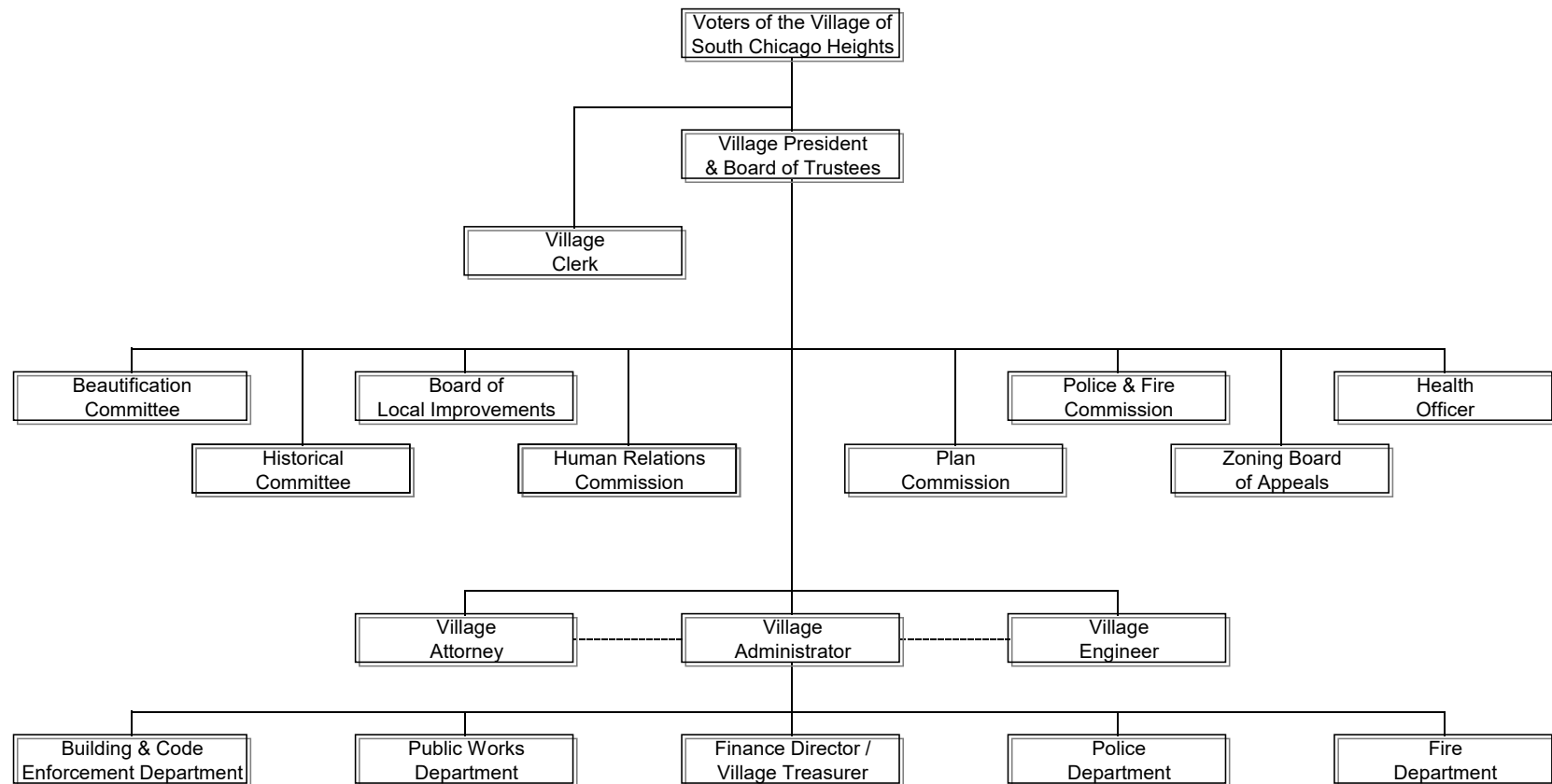
We wish to thank Village of South Chicago Heights department heads for their assistance in preparing information in this report. Appreciation is also extended to the Village President and Board for their support of management's goal of maintaining the highest level of achievement and transparency in financial reporting,

Respectfully submitted,


Nora Gomez, Administrator


John F. Dolasinski, Treasurer

Village of South Chicago Heights
Organizational Chart
Elected and Appointed Offices



Village of South Chicago Heights

Principal Village Officials

Village President	Terry L. Matthews
Board of Trustees	Tracy L. Bosco Eugene G. Fazzini Terry Fiorenzo Araceli H. Marrufo John M. Ross Eric R. Stanton
Village Clerk	Catherine Linan
Village Administrator	Nora Martinez-Gomez
Police Chief	William E. Joyce
Fire Chief	Chad Vlietstra
Building Inspector	Nicholas J. Goncher
Finance Director / Treasurer	John F. Dolasinski
Public Works Director	Mark A. Martin

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable President and Board of Trustees
Village of South Chicago Heights, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of South Chicago Heights, Illinois as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 entity'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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of South Chicago Heights, Illinois as of December 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note IV G to the financial statements, the Village of South Chicago Heights, Illinois restated its beginning fund balance in the Tax Increment Financing Fund and its beginning net position for governmental activities due to a prior year overstatement of a liability and expenditure/expense. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedules of changes in the employer's net pension liability and related ratios, schedules of employer contributions, schedule of investment returns, and schedule of changes in the employer's net OPEB liability and related ratios on pages 8–16 and 69–104 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of South Chicago Heights, Illinois' basic financial statements. The introductory section, combining and individual fund financial statements and schedules, the schedules of long-term debt requirements and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules and the schedules of long-term debt requirements 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 combining and individual fund financial statements and schedules and the schedules of long-term debt requirements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have 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 them.

JW & Associates, P.C.

Hillside, Illinois
June 19, 2020

Management's Discussion and Analysis

As management of the Village of South Chicago Heights, we offer readers of the financial statements this narrative overview and analysis of the financial activities of the Village of South Chicago Heights for the fiscal year ended December 31, 2019. We encourage readers to consider the information presented here in conjunction with the basic and supplementary financial information provided in this report.

Financial Highlights

The liabilities and deferred inflows of resources of the Village of South Chicago Heights exceeded its assets and deferred outflows at the close of the most recent fiscal year by \$2,733,162 (net position). Of this amount, -\$13,009,561 (unrestricted net position) may be used to meet the Village's ongoing obligations to citizens and creditors.

The Village's total net position increased by \$249,409 in fiscal year 2019. Restricted net position decreased by \$1,351,449 and unrestricted net position increased \$2,052,020. The net position from governmental activities was \$406,431 more compared to the prior fiscal year and the decrease in net position from business-type activities was \$157,022 compared to the prior fiscal year.

As of the close of the current fiscal year the Village's governmental funds reported combined ending fund balances of \$4,676,425, an increase of \$618,087 in comparison with the prior year. Of this total amount, \$2,833,613 is available for spending at the Village's discretion (unassigned fund balance).

At the end of the current fiscal year, unassigned fund balance for the General Fund was \$2,833,613, or 52.0 percent of annualized total General Fund expenditures. The General Fund posted a net decrease of \$494,082 from operations and a total change in fund balance of \$2,463,497 after transfers to and from other funds.

The Village's total debt decreased by \$114,670 (3.0 percent) during the current fiscal year. New debt was issued in the form of a capital lease for a new ambulance.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village of South Chicago Heights' basic financial statements. The Village's basic financial statements are comprised of three components: 1) governmental-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements - The governmental-wide financial statements are designed to provide readers with a broad overview of the Village of South Chicago Heights' finances, in a manner similar to a private sector business.

The Statement of Net Position presents information on all the Village's assets and liabilities, with the difference between the two reported as net position. Over time increases and decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The Statement of Activities presents information showing how the Village'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.

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, highways and street, sanitation and culture and recreation. The business-type activities of the Village include water and sewer operations and investment property management.

The government-wide financial statements can be found on pages 17-20 of this report.

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

Governmental funds - are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, 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 a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of 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 this comparison between governmental funds and governmental activities.

The Village of South Chicago Heights maintains six 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, Non-home Rule Sales Taxes Fund, Debt Service Fund, and Tax Increment Financing Fund, all of which are considered to be major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriations ordinance for its governmental funds. Budgetary comparison statements have been provided for the governmental funds to demonstrate compliance with this ordinance.

The basic governmental fund financial statements can be found on pages 21-25 of this report.

Proprietary funds - used by the Village are of the enterprise type. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water operation, sewer operation and rental of property held for future use.

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

The basic proprietary fund financial statements can be found on pages 26-28 of this report.

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 Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 29-30 of this report.

Notes to the financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 31-68 of this report.

Other information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 69-106 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 107-122 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of South Chicago Heights, liabilities and deferred inflows of resources exceeded assets and deferred outflows by \$2,733,162 at the close of the most recent fiscal year.

Village of South Chicago Heights Net Assets

	Governmental activities		Business-type activities		Total	
	12/31/2019	12/31/2018	12/31/2019	12/31/2018	12/31/2019	12/31/2018
Current assets	\$ 9,648,644	\$ 8,759,061	\$ (614,650)	\$ (497,505)	\$ 9,033,994	\$ 8,261,556
Non-current assets	5,653,203	5,664,122	4,198,651	4,415,548	9,851,854	10,079,670
Total assets	\$ 15,301,847	\$ 14,423,183	\$ 3,584,001	\$ 3,918,043	\$ 18,885,848	\$ 18,341,226
Total deferred outflows of resources	\$ 1,238,466	\$ 1,261,356	\$ 16,527	\$ 106,436	\$ 1,254,993	\$ 1,367,792
Current liabilities	\$ 536,180	\$ 835,499	\$ 572,175	\$ 625,344	\$ 1,108,355	\$ 1,460,843
Non-current liabilities	16,105,593	15,387,784	1,643,900	1,891,692	17,749,493	17,279,476
Total liabilities	\$ 16,641,773	\$ 16,223,283	\$ 2,216,075	\$ 2,517,036	\$ 18,857,848	\$ 18,740,319
Total deferred inflows of resources	\$ 3,952,109	\$ 4,341,391	\$ 64,046	\$ 30,014	\$ 4,016,155	\$ 4,371,405
Net position:						
Invested in capital assets						
net of related debt	\$ 3,728,305	\$ 3,542,437	\$ 4,198,651	\$ 4,415,548	\$ 7,926,956	\$ 7,957,985
Restricted	2,349,443	3,700,892	-	-	2,349,443	3,700,892
Unrestricted	(10,131,317)	(12,123,462)	(2,878,244)	(2,938,119)	(13,009,561)	(15,061,581)
Total net position	\$ (4,053,569)	\$ (4,880,133)	\$ 1,320,407	\$ 1,477,429	\$ (2,733,162)	\$ (3,402,704)

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

The next largest portion of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the Village's ongoing obligations to citizens and creditors.

At the end of the current fiscal year the Village is able to report positive balances in two of three

categories of net position for the government as a whole. The negative balance of unrestricted net position is primarily a reflection of the Village's long-term pension and benefit liabilities.

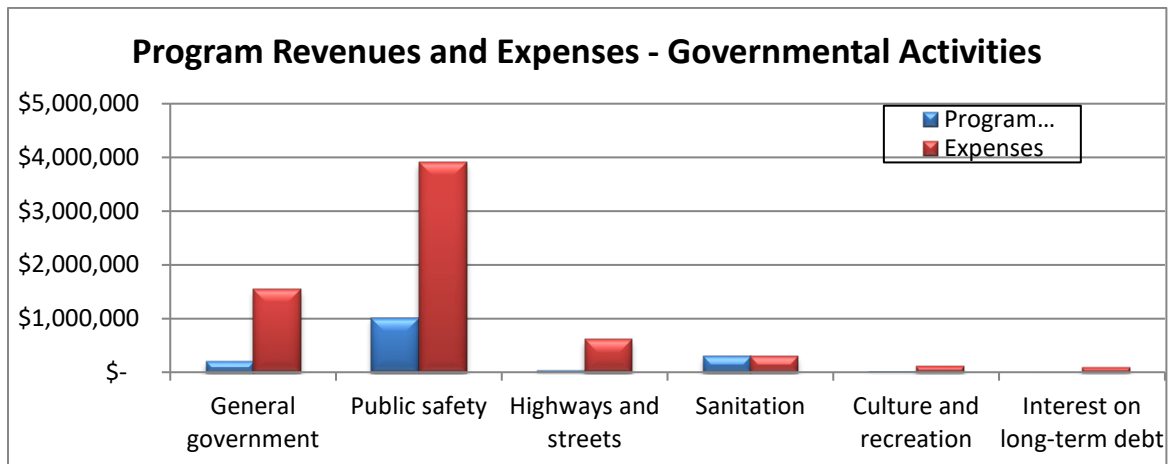
The Village's net position increased by \$249,409 from the prior fiscal year. The details of these financial results for the governmental activities and business-type activities are discussed below.

Governmental activities

Governmental activities increased the Village's net position by \$406,431 from the prior year for an ending balance of -\$4,053,569. Compared to last fiscal year revenues increased 5.6 percent and expenses decreased 1.0 percent with no significant changes in the types or levels of services provided by the government. Much of the decrease in expenses, particularly in the public safety function, is driven by long-term pension and OPEB liabilities being expensed. These costs did not materially affect the Village's current cash position, but they continue to affect the respective long-term liabilities. Conversely, in 2019 the Village was able to replace critical end-of-useful life equipment by aggressively pursuing operating and capital grants, increasing these revenue sources by 68 percent over the prior year.

Village of South Chicago Heights Changes in Net Position

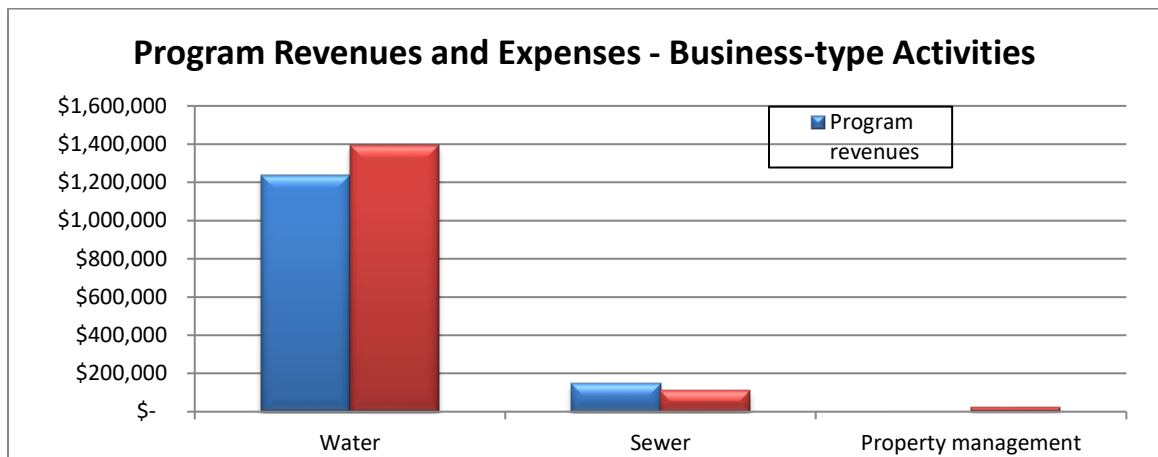
	Governmental activities		Business-type activities		Total	
	12/31/2019	12/31/2018	12/31/2019	12/31/2018	12/31/2019	12/31/2018
Revenues:						
Program revenues						
Charges for services	\$ 1,238,701	\$ 1,161,770	\$ 1,381,094	\$ 1,575,420	\$ 2,619,795	\$ 2,737,190
Operating grants & contributions	132,815	60,736	-	-	132,815	60,736
Capital grants & contributions	197,951	136,320	-	-	197,951	136,320
General revenues	-	-	-	-	-	-
Property taxes	2,220,638	2,238,714	(17,833)	484,897	2,202,805	2,723,611
State shared taxes	2,267,931	2,153,008	-	-	2,267,931	2,153,008
Other taxes	359,677	330,828	-	-	359,677	330,828
Other revenues	83,051	72,987	-	-	83,051	72,987
Total revenues	<u>\$ 6,500,764</u>	<u>\$ 6,154,363</u>	<u>\$ 1,363,261</u>	<u>\$ 2,060,317</u>	<u>\$ 7,864,025</u>	<u>\$ 8,214,680</u>
Expenses:						
General government	\$ 1,332,312	\$ 1,328,067	\$ -	\$ -	\$ 1,332,312	\$ 1,328,067
Public safety	3,657,699	3,495,316	-	-	3,657,699	3,495,316
Highways & streets	606,911	635,568	-	-	606,911	635,568
Sanitation	290,964	284,678	-	-	290,964	284,678
Culture & recreation	110,536	136,933	-	-	110,536	136,933
Interest on long-term debt	91,586	90,749	-	-	91,586	90,749
Water system	-	-	1,392,601	1,382,347	1,392,601	1,382,347
Sewer system	-	-	109,592	187,497	109,592	187,497
Property management	-	-	22,415	23,280	22,415	23,280
Total expenses	<u>\$ 6,090,008</u>	<u>\$ 5,971,311</u>	<u>\$ 1,524,608</u>	<u>\$ 1,593,124</u>	<u>\$ 7,614,616</u>	<u>\$ 7,564,435</u>
Excess(deficiency) before transfers	\$ 410,756	\$ 183,052	\$ (161,347)	\$ 467,193	\$ 249,409	\$ 650,245
Transfers	<u>\$ (4,325)</u>	<u>\$ (5,392)</u>	<u>\$ 4,325</u>	<u>\$ 5,392</u>	<u>\$ -</u>	<u>\$ -</u>
Increase (decrease) in net position	\$ 406,431	\$ 177,660	\$ (157,022)	\$ 472,585	\$ 249,409	\$ 650,245
Net position, January 1, as restated	<u>\$ (4,460,000)</u>	<u>\$ (4,637,660)</u>	<u>\$ 1,477,429</u>	<u>\$ 1,004,844</u>	<u>\$ (2,982,571)</u>	<u>\$ (3,632,816)</u>
Net position, December 31	<u>\$ (4,053,569)</u>	<u>\$ (4,460,000)</u>	<u>\$ 1,320,407</u>	<u>\$ 1,477,429</u>	<u>\$ (2,733,162)</u>	<u>\$ (2,982,571)</u>



Business-type activities

Business-type activities decreased the Village's net position by \$157,022, with positive results only in the Sewer Fund while both the Water and Property Management funds, showed losses for the year. Ending net position for all activities totaled \$1,320,407.

A mid-year 4.45 percent increase in water rates reduced the Water Fund's operating loss by 20 percent compared to the prior year, however unbilled water loss in the aging water system continues to be the major obstacle to achieving break-even results for the Water Fund. Total operating expenses for all activities increased less than 2 percent year over year which helped to limit the decrease in total net position.



Financial Analysis of the Government's Funds

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

Governmental funds - The focus of the Village's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund

balance which has not yet been limited to use for a particular purpose by either an external party, the Village of South Chicago Heights itself, or a group or individual that has been delegated authority to assign resources for particular purposes by the Board of Trustees.

As of the end of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$4,676,425, an increase of \$618,087 in comparison with the prior year. Of this total amount \$1,464,481 is restricted for improvements within the Village's TIF area, \$354,208 is restricted for State approved street projects, \$1,936 is restricted for debt service, and \$22,187 is non-spendable; the remainder constitutes unassigned fund balance.

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2,833,613. As a measure of the General Fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unassigned fund balance represents 52.0 percent of total annualized General Fund expenditures.

The fund balance of the Village's General Fund increased by \$2,463,497 during the current fiscal year which included a non-recurring \$2,845,159 transfer from the closing of the Non-home Rule Sales Taxes Fund. Revenues increased 8.7 percent from 2018 with seven of ten revenue categories showing year over year increases. Grant revenue showed the largest increase both by dollars and percentage as the Fire Department was able to secure grant funding to replace its entire inventory of breathing apparatus. Expenditures from current operations increased 7.6 percent from 2018 with essentially the entire amount in the public safety function. Capital expenditures were 94.5 percent higher than the prior year, again entirely in public safety with the purchase of a new ambulance and SCBA gear.

As noted above the Non-home Rule Sales Taxes Fund accounted for revenues from the Village's 1 percent non-home rule sales tax, however with the approval of home-rule government status by voters in 2019, this special revenue fund was rendered unnecessary. For the year, revenues were 0.9 percent more than the prior year and the entire fund balance was transferred to the General Fund at year-end.

The Debt Service Fund accounts for debt payments for the Series 2015 GO bonds, and two equipment notes. In 2019 the final payment was made on the 2004 fire truck note, and the first installment was paid on a new ambulance capital lease. Revenues increased 4.9 percent, however a cash transfer from the General Fund was required to cover this year's property tax collection shortfall for the bond and interest levy.

The fund balance of the Tax Increment Financing Fund increased by 41.7 percent because the fund made no incentive distributions during Fiscal Year 2019. Revenue from the three TIF areas generated 4.0 percent more revenue than the previous year. A re-analysis of prior year incentive distributions determined that incentives that were accrued in the three prior years were not earned by the developer, resulting in a \$420,133 positive adjustment to fund balance.

Proprietary funds - The Village's proprietary funds statements provide the same type of information found in the government-wide financial statements, but in more detail.

Net position of the Water Fund at the end of the current fiscal year amounted to -\$780,849, with \$2,625,111 of this amount being the Village's net investment in capital assets of the water system. The fund posted an operating loss of \$100,702 in 2019 due to continued unbilled water loss and system repair costs. That loss, plus non-operating expenses required the fund to borrow additional cash from the General Fund in order to maintain a positive cash position at year end. Operating revenues increased 4.5 percent, mostly from increased water sale revenue. Expenses increased 2.1 percent, mostly from an increase in depreciation on capital assets. With the final maturity of long-term debt in the prior year, non-operating revenues saw the greatest change as property taxes which were levied to finance that debt decreased \$500,674, and the remaining debt now solely supported by customer charges.

Net position of the Sewer Fund at the end of the current fiscal year amounted to \$1,631,246 with \$1,083,553 of this amount being the Village's net investment in capital assets of the sewer system. The total increase in net position was \$40,912; the fund deferred its 2019 capital improvement project, so the fund's cash position increased \$51,673. Other than the decrease in capital costs, operations of the fund were very near those of the prior year.

Net position of the Property Management Fund amounted to \$470,010 with \$489,987 of this amount being the Village's net investment in capital assets. The total decrease in net position was \$18,090 and was mostly attributable to depreciation on capital assets. With the determination that a

commuter rail station is now unlikely to be built in the foreseeable future, the Village intends to sell the real property managed by this fund in the upcoming year.

General Fund Budgetary Highlights

The Village made no changes to estimated revenues or required a supplemental appropriation but made one transfer of appropriations during the fiscal year. Overall actual expenditures were \$472,386 less than appropriated and revenues were \$191,460 more than originally estimated. Appropriation transfers were generally from object to object within departments and transfers between departments was minimal and not significant.

Actual revenues exceeded the original estimate in six of the ten revenue categories. The most significant variances were Grants +\$123,366, Local Taxes -\$72,805, Reimbursements +\$55,537, Charges for Services +\$39,886 and State Shared Taxes +\$31,992. The shortfall in Local Taxes is a continuation of a decade long trend of declining property tax collections; since the 2008 recession collection rates have declined from their historic 97 percent average to under 90 percent. Grants were affected by the award of a one-time unbudgeted Federal assistance grant to the Fire Department. Likewise, variances in Reimbursements and Charges for Services were driven by non-recurring events. The Village's share of State Income Tax is dependent on each year's overall economy and can be difficult to estimate with precision, so the Village used a conservative estimate for 2019 which was exceeded by actual distributions.

In Fiscal Year 2019 actual expenditures exceeded appropriations in 107 of 366 appropriation lines within the General Fund, requiring appropriation transfers to cover the overage. In most cases these transfers stayed within the same department and expenditure functional group (i.e. Contractual Services, Commodities, etc.) and were not significant. Interdepartmental transfers were made as follows: to the Fire Department - \$32,350 in appropriation authority was moved from the Contingency account to cover the unbudgeted purchase of SCBA equipment although the actual cash used for the purchase was received through a grant; to the Board of Fire & Police Commissioners - \$1,625 from the Contingency account to cover the cost of promotional testing that exceeded the budgeted amount; and to the Zoning Board of Appeals - \$2,060 from the legal Services budget to cover higher than expected cost of legal review of the zoning ordinance.

Capital Asset and Debt Administration

Capital assets - The Village of South Chicago Heights's net investment in capital assets for its governmental and business-type activities as of December 31, 2019, amounts to \$9,851,854. This investment in capital assets includes land, buildings, improvements, systems, machinery and equipment, park facilities, streets and bridges. The total increase in the Village's investment in capital assets for the current fiscal year was \$320,930. Depreciation of these assets reduced the total amount by \$548,746 (\$294,399 for governmental activities and \$254,347 for business-type activities).

Village of South Chicago Heights Capital Assets

(net of accumulated depreciation)

	Governmental activities		Business-type activities		Total	
	12/31/2019	12/31/2018	12/31/2019	12/31/2018	12/31/2019	12/31/2018
Land	\$ 513,274	\$ 513,274	\$ 291,500	\$ 291,500	\$ 804,774	\$ 804,774
Buildings	3,406,536	3,619,120	265,967	292,599	3,672,503	3,911,719
Equipment	254,740	70,394	45,902	14,417	300,642	84,811
Vehicles	305,933	184,105	7,492	12,487	313,425	196,592
Street infrastructure	1,172,720	1,277,229	-	-	1,172,720	1,277,229
Sewer system	-	-	1,062,963	1,141,148	1,062,963	1,141,148
Water system	-	-	2,524,827	2,663,397	2,524,827	2,663,397
Total	<u>\$ 5,653,203</u>	<u>\$ 5,664,122</u>	<u>\$ 4,198,651</u>	<u>\$ 4,415,548</u>	<u>\$ 9,851,854</u>	<u>\$ 10,079,670</u>

Additional information on the Village's capital assets can be found in the notes to the financial statements of this report.

Long-term debt - At the end of the current fiscal year, the Village of South Chicago Heights had total outstanding bonded debt of \$2,005,000, along with capital lease obligations of \$1,704,863. These amounts are comprised of debt backed by the full faith and credit of the Village. The Village's total long-term debt decreased by \$114,670 (3.0 percent) during the current fiscal year; the Village entered into a capital lease agreement for the acquisition of a new ambulance in 2019.

Village of South Chicago Heights Outstanding Debt

	Governmental activities		Business-type activities		Total	
	12/31/2019	12/31/2018	12/31/2019	12/31/2018	12/31/2019	12/31/2018
General obligation bonds	\$ 2,005,000	\$2,105,000	\$ -	\$ -	\$ 2,005,000	\$ 2,105,000
Long-term notes payable	-	16,685	-	-	-	16,685
Capital lease obligations	149,898	-	1,554,965	1,702,848	1,704,863	1,702,848
Total	<u>\$ 2,154,898</u>	<u>\$2,121,685</u>	<u>\$ 1,554,965</u>	<u>\$ 1,702,848</u>	<u>\$ 3,709,863</u>	<u>\$ 3,824,533</u>

State statutes limit the amount of general obligation debt a governmental entity may issue to 8.625 percent of its total equalized assessed valuation. The current debt limitation for the Village of South Chicago Heights is \$5,711,310.

In 2019 Standard and Poors Global Ratings affirmed its "A" rating on the Village's Series 2015 general obligation bonds.

Additional information on the Village's long-term debt can be found in the notes to the financial statements of this report.

Economic Factors and Next Year's Budgets and Rates

The Village's 2020 budget does not include any new programs or significant changes in operations. The budget was developed with the following economic assumptions;

- Home rule status relieves the Village of State imposed property tax rate limits, however the Village is voluntarily abiding by the tax cap limit of a 1.9 percent increase.
- Since 2019 was not a triennial reassessment year, no increase in taxable assessed value was assumed.
- State shared revenue sources were estimated based on analysis provided by the Illinois Municipal League adjusted for current trends.

- Fiscal Year 2020 will be the first full year of higher State Motor Fuel Tax distributions, increasing revenue 80 percent over the prior year budget.
- The Fiscal Year 2020 budget includes grant revenue from several sources, some already awarded and probable, others anticipatory. Budgeted capital equipment funded by grants will not be purchased until the grant revenue is confirmed.
- Water utility rates are budgeted to increase 4.45 percent in mid-year as part of the Village's long-term rate plan.
- The full-time police bargaining unit is scheduled for a 3.0 percent cost of living increase in 2020; the Village has budgeted a lump-sum 3.25 percent of wages to cover non-union cost of living and merit adjustments.
- Overnight wages rates for Fire Department shifts are eliminated in 2020.
- Employee contributions for medical and dental insurance are scheduled to increase from 6 to 7 percent of premiums at mid-year.
- Health and dental insurance premiums are estimated to increase 4.0 percent for the July 2020 plan renewal.

Fiscal Year 2020 estimated revenues for all funds, except fiduciary funds, total \$8,994,475, and budgeted expenditures for all funds, except fiduciary funds, total \$9,423,867. At the end of fiscal year 2019 the Village had \$2,833,723 in unassigned fund balance which can be used to cover any actual shortfall from operations in 2020.

Since the date that the fiscal year 2020 budget was approved in late 2019 the national economy has been significantly impacted by the Covid-19 pandemic. The Village projects that this disruption will affect 2020 operating results, but as of the date of publication of this report we are unable to reasonably estimate the amount of variation from the budget. Guidance from the Illinois Comptroller indicates that State-shared revenues, particularly income, motor fuel and video gaming taxes will be reduced. We expect local sales taxes to suffer less than the State overall because the largest retail businesses in South Chicago Heights are designated as essential and remained open through the Governor's "stay-at-home" order. Additionally, the Village has incurred unbudgeted expenditures in order to provide first responders with necessary personal protective equipment and cleaning supplies along with increased manpower costs during the initial stage of the pandemic. The Village expects to pursue all Federal and State grants and reimbursement programs that we are eligible for to mitigate these additional costs.

Requests for Information

This financial report is designed to provide a general overview of the Village of South Chicago Heights'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 financial information should be addressed to the Village of South Chicago Heights Finance Director, 3317 Chicago Road, South Chicago Heights, Illinois 60411.

BASIC FINANCIAL STATEMENTS

Village of South Chicago Heights, Illinois

Statement of Net Position

December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

	Primary Government		
	Governmental Activities	Business-type Activities	Total Primary Government
Assets			
Current assets			
Cash and cash equivalents	\$ 3,061,158	\$ 212,986	\$ 3,274,144
Investments	874,147	-	874,147
Receivables (net of allowance for uncollectibles)	4,493,552	323,303	4,816,855
Internal balances	1,197,600	(1,197,600)	-
Inventories	5,053	46,661	51,714
Prepaid items	17,134	-	17,134
Total current assets	<u>\$ 9,648,644</u>	<u>\$ (614,650)</u>	<u>\$ 9,033,994</u>
Noncurrent assets			
Capital assets, not being depreciated			
Land	\$ 513,274	\$ 291,500	\$ 804,774
Capital assets, net of accumulated depreciation			
Buildings and system	3,359,367	3,853,757	7,213,124
Improvements other than buildings	47,169	-	47,169
Machinery and equipment	560,673	53,394	614,067
Infrastructure	1,172,720	-	1,172,720
Total noncurrent assets	<u>\$ 5,653,203</u>	<u>\$ 4,198,651</u>	<u>\$ 9,851,854</u>
Total assets	<u>\$ 15,301,847</u>	<u>\$ 3,584,001</u>	<u>\$ 18,885,848</u>
Deferred outflows of resources			
Deferred Items - IMRF	\$ 62,512	\$ 16,527	\$ 79,039
Deferred Items - Police Pension	1,175,514	-	1,175,514
Deferred Items - Firefighters' Pension	440	-	440
Total deferred outflows of resources	<u>1,238,466</u>	<u>16,527</u>	<u>1,254,993</u>
Total assets and deferred outflows of resources	<u><u>\$ 16,540,313</u></u>	<u><u>\$ 3,600,528</u></u>	<u><u>\$ 20,140,841</u></u>

	Primary Government		
	Governmental Activities	Business-type Activities	Total Primary Government
Liabilities			
Current liabilities			
Accounts payable and other current liabilities	\$ 332,238	\$ 381,004	\$ 713,242
Accrued interest payable	11,880	37,158	49,038
Current portion on long term liabilities			
Capital Lease	73,282	152,458	225,740
Bonds Payable	100,000	-	100,000
Compensated Absences	18,780	1,555	20,335
Total current liabilities	<u>\$ 536,180</u>	<u>\$ 572,175</u>	<u>\$ 1,108,355</u>
Noncurrent liabilities:			
Capital Lease	\$ 76,616	\$ 1,402,507	\$ 1,479,123
Bonds Payable	1,905,000	-	1,905,000
Net Pension Liability - IMRF	911,395	240,957	1,152,352
Net Pension Liability - Police Pension	5,184,484	-	5,184,484
Net Pension Liability - Firefighters' Pension	449,274	-	449,274
Total OPEB Liability	7,551,955	-	7,551,955
Compensated Absences	26,869	436	27,305
Total noncurrent liabilities	<u>\$ 16,105,593</u>	<u>\$ 1,643,900</u>	<u>\$ 17,749,493</u>
Total liabilities	<u>\$ 16,641,773</u>	<u>\$ 2,216,075</u>	<u>\$ 18,857,848</u>
Deferred inflows of resources			
Property taxes	\$ 3,232,552	\$ 9,000	\$ 3,241,552
Deferred items - IMRF	208,208	55,046	263,254
Deferred Items - Police Pension	511,334	-	511,334
Deferred Items - Firefighters' Pension	15	-	15
Deferred Items - OPEB liability	-	-	-
Total deferred inflows of resources	<u>\$ 3,952,109</u>	<u>\$ 64,046</u>	<u>\$ 4,016,155</u>
Total liabilities and deferred inflows of resources	<u>\$ 20,593,882</u>	<u>\$ 2,280,121</u>	<u>\$ 22,874,003</u>
Net Position			
Net Investment in capital assets	\$ 3,728,305	\$ 4,198,651	\$ 7,926,956
Restricted for:			
Economic development	1,993,299	-	1,993,299
Highways & streets	354,208	-	354,208
Debt service	1,936	-	1,936
Unrestricted	(10,131,317)	(2,878,244)	(13,009,561)
Total net position	<u><u>\$ (4,053,569)</u></u>	<u><u>\$ 1,320,407</u></u>	<u><u>\$ (2,733,162)</u></u>

Village of South Chicago Heights, Illinois

Statement of Activities

For the Year Ended December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

Functions / Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 1,332,312	\$ 201,837	\$ -	\$ 2,500
Public safety	3,657,699	680,194	132,815	195,451
Highways and streets	606,911	37,210	-	-
Sanitation	290,964	300,392	-	-
Culture and recreation	110,536	19,068	-	-
Interest on long-term debt	91,586	-	-	-
Total governmental activities	\$ 6,090,008	\$ 1,238,701	\$ 132,815	\$ 197,951
Business-type activities:				
Water	\$ 1,392,601	\$ 1,234,824	\$ -	\$ -
Sewer	109,592	146,270	-	-
Property Management	22,415	-	-	-
Total business-type activities	\$ 1,524,608	\$ 1,381,094	\$ -	\$ -
Total primary government	\$ 7,614,616	\$ 2,619,795	\$ 132,815	\$ 197,951

General revenues:

Property taxes
Utility taxes
State income tax
Sales taxes
Motor fuel tax
Other state shared taxes
Unrestricted investment earnings
Other general revenues
Gain on sale of capital assets

Transfers

Total general revenues and transfers

Change in net position

Net position, January 1, as restated

Net position, December 31

Net (Expense) Revenue and Changes in Net Position

Primary Government		
Governmental Activities	Business-type Activities	Total
<hr/>		
\$ (1,127,975)	\$ -	\$ (1,127,975)
(2,649,239)	-	(2,649,239)
(569,701)	-	(569,701)
9,428	-	9,428
(91,468)	-	(91,468)
(91,586)	-	(91,586)
<hr/>		
\$ (4,520,541)	\$ -	\$ (4,520,541)
<hr/>		
\$ -	\$ (157,777)	\$ (157,777)
-	36,678	36,678
-	(22,415)	(22,415)
<hr/>		
\$ -	\$ (143,514)	\$ (143,514)
<hr/>		
\$ (4,520,541)	\$ (143,514)	\$ (4,664,055)
<hr/>		
\$ 2,220,638	\$ (17,833)	\$ 2,202,805
359,677	-	359,677
445,939	-	445,939
1,362,762	-	1,362,762
135,784	-	135,784
323,446	-	323,446
75,146	-	75,146
10	-	10
7,895	-	7,895
<hr/>		
\$ (4,325)	\$ 4,325	\$ -
<hr/>		
\$ 4,926,972	\$ (13,508)	\$ 4,913,464
<hr/>		
\$ 406,431	\$ (157,022)	\$ 249,409
<hr/>		
\$ (4,460,000)	\$ 1,477,429	\$ (2,982,571)
<hr/>		
\$ (4,053,569)	\$ 1,320,407	\$ (2,733,162)
<hr/>		

Village of South Chicago Heights, Illinois

Governmental Funds

Balance Sheet

December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

	General Fund	Non-home rule Sales Taxes Fund	Tax Increment Financing Fund	Debt Service Fund
Assets				
Assets				
Cash and cash equivalents	\$ 1,273,671	\$ -	\$ 1,444,531	\$ 296
Investments	874,147	-	-	-
Receivable (net of allowance for uncollectibles)	3,052,547	-	1,113,301	204,545
Due from other funds	1,197,600	-	-	-
Prepaid items	17,134	-	-	-
Inventory	451	-	-	-
Total assets	\$ 6,415,550	\$ -	\$ 2,557,832	\$ 204,841
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts / vouchers payable	\$ 193,553	\$ -	\$ 1,426	\$ -
Accrued payroll	122,638	-	-	-
Deposits payable	8,000	-	-	-
Total liabilities	\$ 324,191	\$ -	\$ 1,426	\$ -
Deferred inflows of resources				
Property and intergovernmental taxes	\$ 2,288,094	\$ -	\$ 1,091,925	\$ 203,413
Charges for services, fines and grants	951,559	-	-	-
Total deferred inflows of resources	\$ 3,239,653	\$ -	\$ 1,091,925	\$ 203,413
Fund Balances				
Nonspendable	\$ 17,585	\$ -	\$ -	\$ -
Restricted for economic development	-	-	1,464,481	-
Restricted for highways & streets	-	-	-	-
Restricted for debt service	508	-	-	1,428
Unassigned	2,833,613	-	-	-
Total fund balances	\$ 2,851,706	\$ -	\$ 1,464,481	\$ 1,428
Total liabilities, deferred inflows of resources and fund balances	\$ 6,415,550	\$ -	\$ 2,557,832	\$ 204,841

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.

Deferred inflows and outflows of resources related to the net pension liability and total OPEB liability are not current financial resources and therefore are not reported in the governmental funds

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

Net position of governmental activities

Non-major Governmental Funds	Total Governmental Funds
\$ 342,660	\$ 3,061,158
-	874,147
123,159	4,493,552
-	1,197,600
-	17,134
4,602	5,053
\$ 470,421	\$ 9,648,644

\$ 6,621	\$ 201,600
-	122,638
-	8,000
\$ 6,621	\$ 332,238

\$ -	\$ 3,583,432
104,990	1,056,549
\$ 104,990	\$ 4,639,981

\$ 4,602	\$ 22,187
-	1,464,481
354,208	354,208
-	1,936
-	2,833,613
\$ 358,810	\$ 4,676,425

\$ 470,421

\$ 5,653,203

1,407,429

518,909

(16,309,535)

\$ (4,053,569)

Village of South Chicago Heights, Illinois

Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances For the Year Ended December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

	General Fund	Non-home rule Sales Taxes Fund	Tax Increment Financing Fund	Debt Service Fund
Revenues				
Local taxes	\$ 1,809,595	\$ -	\$ 464,222	\$ 172,954
State shared taxes	1,644,992	459,682	-	-
Licenses and permits	229,511	-	-	-
Charges for services	499,766	-	-	-
Fines and forfeitures	362,243	-	-	-
Rent	53,952	-	-	-
Grants	236,016	-	-	-
Interest	47,349	-	21,141	-
Reimbursements	64,287	-	-	-
Other revenue	9,404	-	-	-
Total revenues	\$ 4,957,115	\$ 459,682	\$ 485,363	\$ 172,954
Expenditures				
Current				
General government	\$ 1,246,410	\$ -	\$ 54,078	\$ -
Public safety	2,911,699	-	-	-
Highways and streets	443,662	-	-	-
Sanitation	290,964	-	-	-
Culture and recreation	74,425	-	-	-
Total current expenditures	\$ 4,967,160	\$ -	\$ 54,078	\$ -
Capital outlay	\$ 484,037	\$ -	\$ -	\$ -
Debt service				
Principal	\$ -	\$ -	\$ -	\$ 197,287
Interest and fiscal charges	-	-	-	86,798
Total debt service expenditures	\$ -	\$ -	\$ -	\$ 284,085
Total expenditures	\$ 5,451,197	\$ -	\$ 54,078	\$ 284,085
Excess (deficiency) of revenues over (under) expenditures	\$ (494,082)	\$ 459,682	\$ 431,285	\$ (111,131)
Other financing sources and uses				
Transfers in	\$ 2,845,159	\$ -	\$ -	\$ 111,600
Proceeds from capital leases	230,000	-	-	-
Proceeds from sale of capital assets	7,895	-	-	-
Transfers out	(125,475)	(2,845,159)	-	-
Total other financing sources and uses	\$ 2,957,579	\$ (2,845,159)	\$ -	\$ 111,600
Net change in fund balances	\$ 2,463,497	\$ (2,385,477)	\$ 431,285	\$ 469
Fund balances, January 1. as restated	\$ 388,209	\$ 2,385,477	\$ 1,033,196	\$ 959
Fund balances, December 31	\$ 2,851,706	\$ -	\$ 1,464,481	\$ 1,428

Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 2,446,771
135,784	2,240,458
-	229,511
-	499,766
-	362,243
-	53,952
-	236,016
6,656	75,146
-	64,287
-	9,404
\$ 142,440	\$ 6,217,554
\$ 9,540	\$ 1,310,028
-	2,911,699
34,137	477,799
-	290,964
-	74,425
\$ 43,677	\$ 5,064,915
\$ -	\$ 484,037
\$ -	\$ 197,287
-	86,798
\$ -	\$ 284,085
\$ 43,677	\$ 5,833,037
\$ 98,763	\$ 384,517
\$ 9,550	\$ 2,966,309
-	230,000
-	7,895
-	(2,970,634)
\$ 9,550	\$ 233,570
\$ 108,313	\$ 618,087
\$ 250,497	\$ 4,058,338
\$ 358,810	\$ 4,676,425

Village of South Chicago Heights, Illinois

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

Amounts reported for governmental activities in the statement of activities (pages 15-16)
are different because:

Net change in fund balances - total governmental funds (pages 19-20)	\$ 618,087
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. This is the amount by which depreciation exceeded capital outlays in the current period.	(10,919)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	274,783
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(518,231)
Change in Deferred Items - Police Pension	358,520
Change in Deferred Items - Firefighters Pension	(592)
Change in Deferred Items - OPEB	455,405
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(230,000)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Principal Payments on General Obligation Bonds	100,000
Principal Payments on Notes and Capital Leases Payable	96,787
Decrease in Net Pension Obligation - IMRF	538,017
Increase in Net Pension Obligation - Police Pension	(917,689)
Decrease in Net Pension Obligation - Firefighters Pension	16,910
Increase in Total OPEB Liability	(385,564)
Decrease in Compensated Absences Payable	15,705
Increase in Accrued Interest	(4,788)
Change in net position of governmental activities (pages 15-16)	<u>\$ 406,431</u>

Village of South Chicago Heights, Illinois

Proprietary Funds

Statement of Fund Net Position

December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

	Business-type activities - Enterprise funds			
	Water Fund	Sewer Fund	Property Management Fund	Totals
Assets				
Current assets:				
Cash and cash equivalents	\$ 36	\$ 212,625	\$ 325	\$ 212,986
Accounts receivable (net of allowance for uncollectibles)	275,627	47,676	-	323,303
Due from other funds	-	325,000	-	325,000
Inventories	46,661	-	-	46,661
Total current assets	322,324	585,301	325	907,950
Non-current assets:				
Capital assets (net of accumulated depreciation)				
Land	750	-	290,750	291,500
Buildings and system	2,591,557	1,062,963	199,237	3,853,757
Machinery and equipment	32,804	20,590	-	53,394
Total non-current assets	2,625,111	1,083,553	489,987	4,198,651
Total assets	\$ 2,947,435	\$ 1,668,854	\$ 490,312	\$ 5,106,601
Deferred outflows of resources				
Deferred items - IMRF	16,527	-	-	16,527
Total assets and deferred outflows of resources	\$ 2,963,962	\$ 1,668,854	\$ 490,312	\$ 5,123,128
Liabilities				
Current liabilities:				
Accounts payable	\$ 106,912	\$ 741	\$ 302	\$ 107,955
Accrued payroll	11,182	-	-	11,182
Compensated absences	1,991	-	-	1,991
Due to other governments	-	32,367	-	32,367
Due to other funds	1,502,600	-	20,000	1,522,600
Customer deposits	229,500	-	-	229,500
Accrued interest payable	37,158	-	-	37,158
Noncurrent liabilities:				
Due within one year				
Capital lease payable	152,458	-	-	152,458
Due in more than one year				
Net pension liability - IMRF	240,957	-	-	240,957
Capital lease payable	1,402,507	-	-	1,402,507
Total liabilities	\$ 3,685,265	\$ 33,108	\$ 20,302	\$ 3,738,675
Deferred inflows of resources				
Property taxes	\$ 4,500	\$ 4,500	\$ -	\$ 9,000
Deferred items - IMRF	55,046	-	-	55,046
Total deferred inflows of resources	\$ 59,546	\$ 4,500	\$ -	\$ 64,046
Total liabilities and deferred inflows of resources	\$ 3,744,811	\$ 37,608	\$ 20,302	\$ 3,802,721
Net position				
Net Investment in capital assets	\$ 2,625,111	\$ 1,083,553	\$ 489,987	\$ 4,198,651
Unrestricted	(3,405,960)	547,693	(19,977)	(2,878,244)
Total net position	\$ (780,849)	\$ 1,631,246	\$ 470,010	\$ 1,320,407

Village of South Chicago Heights, Illinois

Proprietary Funds

Statement of Revenues, Expenses and Changes in Fund Net Position For the Year Ended December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

	Business-type activities - Enterprise funds			
	Water Fund	Sewer Fund	Property Management Fund	Totals
Operating revenues				
Water sales	\$ 1,200,888	\$ -	\$ -	\$ 1,200,888
Sewer charges	-	139,866	-	139,866
Fines	23,680	6,404	-	30,084
Reimbursements	10,256	-	-	10,256
Total operating revenues	\$ 1,234,824	\$ 146,270	\$ -	\$ 1,381,094
Operating expenses				
Administration	\$ 168,093	\$ -	\$ -	\$ 168,093
Cost of sales and services	1,008,744	32,047	4,302	1,045,093
Depreciation	158,689	77,545	18,113	254,347
Total operating expenses	\$ 1,335,526	\$ 109,592	\$ 22,415	\$ 1,467,533
Operating income (loss)	\$ (100,702)	\$ 36,678	\$ (22,415)	\$ (86,439)
Nonoperating revenues (expenses)				
Property tax	\$ (22,067)	\$ 4,234	\$ -	\$ (17,833)
Capital outlay	(7,942)	-	-	(7,942)
Interest expense	(49,133)	-	-	(49,133)
Total nonoperating revenues (expenses)	\$ (79,142)	\$ 4,234	\$ -	\$ (74,908)
Income (loss) before contributions and transfers	\$ (179,844)	\$ 40,912	\$ (22,415)	\$ (161,347)
Transfers in	\$ -	\$ -	\$ 4,325	\$ 4,325
Change in net position	\$ (179,844)	\$ 40,912	\$ (18,090)	\$ (157,022)
Total net position, January 1	\$ (601,005)	\$ 1,590,334	\$ 488,100	\$ 1,477,429
Total net position, December 31	\$ (780,849)	\$ 1,631,246	\$ 470,010	\$ 1,320,407

Village of South Chicago Heights, Illinois

Proprietary Funds

Statement of Cash Flows

For the Year Ended December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

	Business-type activities - Enterprise funds			
	Water Fund	Sewer Fund	Property Management Fund	Totals
Cash flows from operating activities:				
Cash received from customers	\$ 1,237,045	\$ 341,001	\$ -	\$ 1,578,046
Cash payments for goods and services	(862,243)	(273,546)	(4,234)	(1,140,023)
Cash payments for salaries and benefits	(304,671)	-	-	(304,671)
Net cash provided (used) by operating activities	\$ 70,131	\$ 67,455	\$ (4,234)	\$ 133,352
Cash flows from noncapital financing activities				
Interfund borrowing	\$ 155,700	\$ -	\$ -	\$ 155,700
Transfers from other funds	-	-	4,325	4,325
Property tax receipts	174	4,168	-	4,342
Net cash provided (used) by noncapital financing activities	\$ 155,874	\$ 4,168	\$ 4,325	\$ 164,367
Cash flows from capital and related financing activities				
Principal paid on debt	\$ (147,884)	\$ -	\$ -	\$ (147,884)
Interest paid on debt	(52,661)	-	-	(52,661)
Purchase of plant, property and equipment	(25,442)	(19,950)	-	(45,392)
Net cash provided (used) by capital and related financing activities	\$ (225,987)	\$ (19,950)	\$ -	\$ (245,937)
Net increase (decrease) in cash	\$ 18	\$ 51,673	\$ 91	\$ 51,782
Cash and cash equivalents, January 1	\$ 18	\$ 160,952	\$ 234	\$ 161,204
Cash and cash equivalents, December 31	\$ 36	\$ 212,625	\$ 325	\$ 212,986
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income	\$ (100,702)	\$ 36,678	\$ (22,415)	\$ (86,439)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation expense	\$ 158,689	\$ 77,545	\$ 18,113	\$ 254,347
(Increase) decrease in net accounts receivable	(12,874)	(1,700)	-	(14,574)
(Increase) decrease in inventory	4,627	-	-	4,627
Increase (decrease) in accounts payable	(16,396)	(45,068)	68	(61,396)
Increase (decrease) in accrued salaries and benefits	281	-	-	281
Increase (decrease) in compensated absences	(54)	-	-	(54)
Increase (decrease) in customer deposits	6,900	-	-	6,900
Increase (decrease) in other liabilities	29,660	-	-	29,660
Total adjustments	\$ 170,833	\$ 30,777	\$ 18,181	\$ 219,791
Net cash provided (used) by operating activities	\$ 70,131	\$ 67,455	\$ (4,234)	\$ 133,352

Village of South Chicago Heights, Illinois

Fiduciary Funds

Statement of Fiduciary Net Position December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

	Pension Trust Funds
Assets	
Cash and cash equivalents	\$ 246,545
Investments, at fair value:	
Certificates of deposit	96,680
US Treasury securities	405,219
State and municipal securities	100,443
Asset backed securities	24,204
Equity mutual funds	1,655,330
Corporate bonds	1,379,142
Interest receivable	17,386
Total assets	\$ 3,924,949
Liabilities	
Accounts / vouchers payable	\$ 5,299
Total liabilities	\$ 5,299
Net position	
Restricted for pension benefits	\$ 3,919,650
Total net position	\$ 3,919,650

Village of South Chicago Heights, Illinois

Fiduciary Funds

Statement of Changes in Fiduciary Net Position For the Year Ended December 31, 2019

(The Notes to the Financial Statements are an integral part of this statement)

	Pension Trust Funds
Additions:	
Contributions	
Employer	\$ 201,409
Plan member	53,397
Total contributions	<u>\$ 254,806</u>
Investment income	
Net appreciation in fair value of investments	\$ 377,957
Interest	61,148
Dividends	92,705
Total investment income	<u>\$ 531,810</u>
Less investment expense	<u>14,877</u>
Net investment income	<u>\$ 516,933</u>
Total additions	<u>\$ 771,739</u>
Deductions:	
Benefits	\$ 333,720
Administrative expense	6,767
Total deductions	<u>\$ 340,487</u>
Change in net position	<u>\$ 431,252</u>
Net position restricted for pension benefits	
January 1	<u>\$ 3,488,398</u>
December 31	<u><u>\$ 3,919,650</u></u>

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019

I. Summary of Significant Accounting Policies

The accounting policies of the Village of South Chicago Heights, Illinois conform to accounting principles generally accepted in the United States of America as applicable to local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board. The following is a summary of the more significant policies.

A. Reporting Entity

The Village of South Chicago Heights, Illinois is a municipal corporation, organized with powers and authorities as established in the Illinois Municipal Code (Chapter 65 of the Illinois Compiled Statutes), is governed by an elected Village President and six member Board of Trustees and operates under the President / Trustee form of government. As required by accounting principles generally accepted in the United States of America, these financial statements present the Village of South Chicago Heights and its component units, entities for which the Village is considered to be financially accountable.

Blended component units: The Village's full-time police and firefighter employees participate in the South Chicago Heights Police Pension Fund and South Chicago Heights Firefighters' Pension Fund respectively. The South Chicago Heights Police Pension Fund functions for the benefit of those employees and is governed by a five member board. Two members are elected by active fund members, one is elected by beneficiaries and two are appointed by the Village Board of Trustees. The South Chicago Heights Firefighters' Pension Fund functions for the benefit of those members and is governed by a five member board. Two members are elected by active fund members, one is elected by beneficiaries, and two are appointed by the Village Board of Trustees. The participants of both Funds are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining Fund costs based upon actuarially determined levels. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although they are legally separate from the Village, the Funds are reported as if they were part of the primary government because their sole purpose is to provide retirement benefits for the Village's sworn police officers and firefighters. The Funds are reported as pension trust funds.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

The Village's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The government-wide focus is more on the sustainability of the Village as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

Government-wide Financial Statements - The statement of net position and the statement of activities display information about the Village as a whole. In the government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The government-wide statement of activities reflects both the direct expenses and net cost of each function of the Village's governmental activities and business-like activity. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Village, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the Village.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (Continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Fund Financial Statements - The financial transactions of the Village are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets / deferred outflows, liabilities / deferred inflows, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is of major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as nonmajor funds. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Government-wide Financial Statements - The government-wide financial statements and fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets / deferred outflows and liabilities / deferred inflows (whether current or non-current) are included on the statements of net position and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

The Village has reported three categories of program revenues in the statement of activities (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources, such as the State of Illinois; they reduce the net cost of each function to be financed from the Village's general revenues. For identifying the function to which a program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net position to remove the "grossing-up" effect on assets and liabilities within the governmental activities column for amounts reported in the individual funds as interfund receivables and payables and advances. Similarly, operating transfers between funds have been eliminated in the statement of activities. Amounts reported in the governmental funds as receivable from or payable to fiduciary funds have been reclassified in the statement of net position as accounts receivable or payable to external parties.

Fund Financial Statements - Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose the Village considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes and income taxes. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Proprietary funds separate all activity into two categories: operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (Continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the Village's policy to apply restricted resources first, then unrestricted resources as needed.

Differences occur from the manner in which the governmental activities and the government-wide financial statements are prepared due to the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The accounts of the Village are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained, consistent with legal and managerial requirements. The various funds are grouped in the financial statements in this report into six generic fund types and three broad fund categories as follows:

Governmental funds are used to account for the Village's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (when they are "measurable" and "available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers taxpayer assessed and sales taxes available when in the hands of intermediary collecting governments and agencies. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Revenues considered to be susceptible to accrual are:

- | | |
|---|-------------------------------------|
| - Real estate tax | - Utility tax |
| - Telecommunications tax | - Personal property replacement tax |
| - State sales tax | - State income tax |
| - Circuit court and local ordinance fines | - Intergovernmental reimbursements |
| - Local use tax | - Charges for services |
| - Motor fuel tax | - Grants |
| - Video gaming tax | - Interest on investments |

Governmental funds include the following fund types:

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

Special Revenue Funds - are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund - is used to account for the accumulation of resources for and the payment of, general long-term debt principal, interest and related costs.

Capital Project Fund - is used to account for the financial resources used for the acquisition and construction of major capital facilities.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation (continued)

The Village reports the following major governmental funds:

- General Fund - The General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.
- Non-home Rule Sales Taxes Fund – The Non-home Rule Sales Taxes Fund is used to account for taxes generated by the referendum approved non-home rule sales tax which are restricted in use for capital improvements and/or tax relief.
- Debt Service Fund - The Debt Service Fund is used to account for taxes levied for the retirement of general obligation bond debt and building purchase installment contract debt.
- Tax Increment Financing Fund – The Tax Increment Financing Fund is used to account for the taxes generated by increases in real property assessed valuation in the Village's two tax increment financing areas and are restricted in use for redevelopment projects and/or activities within the designated tax increment financing area.

Proprietary funds are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Proprietary funds include the following fund type:

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

The Village reports the following major proprietary funds:

- Water Fund - The Water Fund accounts for the operating activities of the Village's water utility service.
- Sewer Fund - The Sewer Fund accounts for the operating activities of the Village's sewer utility service.
- Property Management Fund - The Property Management Fund accounts for the operating activities of rental property being held for future development.

Fiduciary funds account for assets held by the Village in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the Village under the terms of a formal trust agreement.

Pension Trust Funds - are accounted for in essentially the same manner as proprietary funds using the same measurement focus and basis of accounting.

The Village has pension trust funds for both the Police and Firefighters' Pension Plans.

C. Assets / Deferred Outflows, Liabilities / Deferred Inflows, and Equity

1. Deposits and Investments

Unrestricted deposits and investments are pooled into one common interest-earning bank account in order to maximize investment opportunities. Each fund with monies deposited in the pooled accounts has an equity therein, and interest earned on these monies is allocated based upon relative equity at each month end.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Assets / Deferred Outflows, Liabilities / Deferred Inflows, and Equity (continued)

1. Deposits and Investments (continued)

Cash equivalents, for the preparation of these financial statements, are considered to be demand deposits with banks, money markets and negotiable certificates of deposit and marketable securities that were purchased with a maturity of ninety days or less. Investments are stated at fair value. Fair value measurements are categorized within the fair value hierarchy established by GAAP. 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.

2. Receivables and Payables

Property taxes attach as an enforceable lien on January 1. They are levied in December (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County Clerk and issued on or about February 1 and July 1 and are payable in two installments, on or about March 1 and August 1. Property taxes receivable are initially recorded at the gross levy less a 3 percent allowance for uncollectible taxes. Taxes receivable and/or the allowance are adjusted periodically to reflect taxes receivable at their estimated realizable value.

3. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory is recorded on the basis of a physical count. Special reporting treatments are also applied to governmental fund inventories to indicate that they do not represent "available spendable resources," even though they are a component of net current assets. Such amounts are generally offset by fund balance reserve accounts.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with a cost of \$5,000 or more and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at acquisition market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation of all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50	Years
Improvements	20-40	Years
Infrastructure - roads	20	Years
Water & sewer system	30-50	Years
Vehicles	3-10	Years
Equipment	5-10	Years

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Assets / Deferred Outflows, Liabilities / Deferred Inflows, and Equity (continued)

4. Capital Assets (continued)

Infrastructure assets include roads, sidewalks, traffic signals, etc. The retroactive reporting of infrastructure is optional for the Village and it has not elected to do so, therefore infrastructure assets acquired prior to May 1, 2004 are not reported in the basic financial statements. The reported infrastructure assets only include those acquired subsequent to April 30, 2004.

Property, plant and equipment in the proprietary funds are recorded at cost. Donated property, plant and equipment are recorded at their acquisition value at the date of donation. Major outlays for capital assets and improvements are capitalized in proprietary funds as projects are constructed.

5. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items.

6. Compensated Absences

Accumulated unpaid compensated absences are reflected in the financial statements in accordance with GASB Codification Section C60 and in the government-wide financial statements. Accumulated unpaid compensated absences are accrued when incurred in proprietary funds (using the accrual basis of accounting). A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General Fund is typically used to liquidate these liabilities.

It is the Village's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. The Village considers the entire amount to be a long-term obligation and thus has recorded liabilities in the Government wide statements and Water and Sewer Fund statements.

7. Interfund Receivable, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures / expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

8. Long-term Obligations

The Village reports long-term debt of governmental funds at face value in the government wide statements. Certain other governmental fund obligations not expected to be financed with current available resources are also reported in the government wide statement. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate fund.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. For proprietary fund types, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are expensed at the time of debt issuance.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Assets / Deferred Outflows, Liabilities / Deferred Inflows, and Equity (continued)

9. Fund Equity

Restrictions of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Restrictions of equity are limited to outside third-party restrictions. In the fund financial statements, governmental funds report restrictions of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Committed fund balance has self-imposed limitations set in place prior to the end of the period. These limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. Fund Balance of the Village may be committed for a specific purpose by direction of the Board of Trustees. Assignment of fund balance, likewise is imposed by the highest level of decision making authority, the Village Board, which has not delegated that authority to any other official. Nonspendable fund balance includes amounts not in a spendable form, or amounts which are legally or contractually required to be maintained intact. The Village has not adopted a policy on the use of unrestricted fund balance.

Net position represent the difference between assets / deferred outflows and liabilities / deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

10. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

II. Stewardship, Compliance, and Accountability

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for most funds. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

The Village Administrator submits to the Board of Trustees a proposed appropriation ordinance for the fiscal year commencing the following January 1. The appropriation ordinance includes proposed expenditures and the means of financing them. Appropriation hearings are conducted. The appropriation is legally enacted through the passage of an ordinance. The appropriation ordinance may be amended by the vote of four members of the Board of Trustees. For consistency purposes, all financial statements utilize the term "Budget" to indicate estimated revenues or appropriations.

Actual expenditures for any object may not legally exceed the total appropriated for that object. Management does not have the authority to alter appropriations without approval of the Board of Trustees. The appropriation ordinance was amended this year. The level of control (level at which the governing body must approve expenditures in excess of appropriations, or transfer appropriated amounts) is the fund. Appropriations lapse at year end.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

II. Stewardship, Compliance, and Accountability (continued)

B. Deficit Fund Equity

At December 31, 2019 the following fund had a deficit in fund equity:

Water Fund

C. Fund Balance Classifications

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

	General	Non-home Rules Sales Taxes	Debt Service	Tax Increment Financing	Nonmajor Funds	Total
Fund balances						
Nonspendable						
Inventories / prepaids	\$ 17,585	\$ -	\$ -	\$ -	\$ 4,602	\$ 22,187
Restricted						
Economic development	-	-	-	1,464,481	-	1,464,481
Highways & streets	-	-	-	-	354,098	354,098
Debt service reserves	508	-	1,428	-	-	1,936
Unassigned	2,833,613	-	-	-	110	2,833,723
Total fund balance	<u>\$2,851,706</u>	<u>\$ -</u>	<u>\$ 1,428</u>	<u>\$ 1,464,481</u>	<u>\$358,810</u>	<u>\$ 4,676,425</u>

Fund balance in the Non-home Rule Sales Taxes Fund is restricted by the State statutes that authorized the special revenue. Fund balance in the Debt Service Fund is restricted by local bond ordinances. Fund balance in the Tax Increment Financing Fund is restricted by enabling State legislation and local ordinances that created the TIF area. Fund balances in the Motor Fuel Tax and CDBG Funds (Nonmajor) are restricted by enabling State legislation and grant agreements. In the governmental funds financial statements, the Village first utilizes restricted resources to finance qualifying activities, then committed, assigned and unassigned fund balance, as applicable.

III. Detailed Notes on All Funds

A. Deposits and Investments

The Village maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and cash equivalents" and/or "investments". Illinois statutes authorize the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short term commercial paper rated within the three highest classifications by at least two rating services, and the Illinois Funds (public treasurer's investment pool). Pension funds may also invest in certain non-U.S. obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts and equity mutual funds.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At December 31, 2019 the Village's cash, cash equivalents and investments consisted of the following:

Deposits at carrying amount	\$ 3,519,439
Cash on hand	1,250
Investments at fair value	4,535,165
Total	<u>\$ 8,055,854</u>

These amounts are presented in the financial statements as follows:

Statement of Net Position:	
Cash and cash equivalents	\$ 3,274,144
Investments at fair value:	874,147
Statement of Fiduciary Net Position:	
Cash and cash equivalents	246,545
Investments at fair value:	
Certificates of deposit	96,680
US Treasury securities	405,219
State and municipal securities	100,443
Asset backed securities	24,204
Corporate bonds	1,379,142
Equity mutual funds	1,655,330
Total	<u>\$ 8,055,854</u>

Investments – The Village and Pension Trust Funds have the following fair value measurements:

	Total 12/31/2019	Fair value measurements using:		
		Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Debt Securities:				
U.S. Treasuries	\$ 405,219	\$ 405,219	\$ -	\$ -
Corporate Bonds	1,379,142	-	1,379,142	-
State and municipal obligations	792,097	-	792,097	-
Certificates of deposit	96,680	-	96,680	-
Equity mutual funds	1,655,330	1,655,330	-	-
Total	<u>\$4,328,468</u>	<u>\$ 2,060,549</u>	<u>\$2,267,919</u>	<u>\$ -</u>

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

As of December 31, 2019, the Village and the Pension Trust Funds had the following investment maturities in debt securities:

	Fair value	Investment maturities				
		0 to 6 months	6 months to 1 year	1 to 5 years	6 to 10 years	More than 10 years
Primary government						
Illinois Funds*	\$ 2,746,660	\$ 2,746,660	\$ -	\$ -	\$ -	\$ -
State & municipal obligations	691,654	200,417	315,163	176,074	-	-
Total primary government	<u>\$ 3,438,314</u>	<u>\$ 2,947,077</u>	<u>\$ 315,163</u>	<u>\$ 176,074</u>	<u>\$ -</u>	<u>\$ -</u>
Pension Trust Funds						
Illinois Funds*	\$ 7,311	\$ 7,311	\$ -	\$ -	\$ -	\$ -
Corporate obligations	1,379,142	770,689	300,772	150,562	157,119	-
State & municipal obligations	100,443	100,443	-	-	-	-
US agency obligations	24,204	-	-	-	-	24,204
US Treasury notes	405,219	-	-	-	133,809	271,410
Total pension trust funds	<u>\$ 1,916,319</u>	<u>\$ 878,443</u>	<u>\$ 300,772</u>	<u>\$ 150,562</u>	<u>\$ 290,928</u>	<u>\$ 295,614</u>
Total	<u>\$ 5,354,633</u>	<u>\$ 3,825,520</u>	<u>\$ 615,935</u>	<u>\$ 326,636</u>	<u>\$ 290,928</u>	<u>\$ 295,614</u>

* - The Illinois Funds Investment Pool is not registered with the SEC. The Pool is administered by the Illinois State Treasurer and oversight is provided by the Auditor General's office of the State of Illinois. The fair value of the positions in the Pool is the same as the value of the Pool shares. Because the Pool had a weighted average maturity of less than 6 months at December 31, 2019 it has been presented as an investment with a maturity of less than 6 months.

Custodial credit risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Village had no custodial credit risk for its investments at December 31, 2019. The Pension Trust Funds limit the exposure to custodial credit risk by utilizing an independent, third party institution, selected by the pension boards, to act as a custodian for the securities.

Interest rate risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village and the Pension Trust Funds minimize the risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in short-term securities or similar investment pools. As a means of limiting its exposure to fair value losses arising from rising interest rates, the Village investment policy limits at least half of the Village's investment portfolio to maturities of less than one year.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Credit and concentration of credit risk – For an investment, credit risk is the risk that the issuer or other counterparty to an investment in debt securities will not fulfill its obligation. The Village and the Pension Trust Funds limit the exposure to credit risk by primarily investing in high quality investment-grade securities. Concentration risk is defined as positions of 5% or greater in the securities of a single issuer. The investment policies of the Village and Pension Trust Funds do not include any limitations on how much U.S. Treasury and Agency securities can be held in the portfolio. The Illinois Funds are "AAAm" rated funds and credit risk is very marginal. For the primary government, 64% of the state and municipal obligations are rated "AA", 25% are rated "A" and 11% are rated "Baa". For the pension trust funds, the state and municipal obligations are rated "AA", and the corporate obligations are rated "AA" or better – 11%, "A" – 17%, "BBB"- 66% with the remaining 6% not rated.

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	53%	1.3%
Domestic Equities	20%	5.4%
International Equities	10%	5.5%
Real Estate	5%	4.5%
Blended	10%	3.5%
Cash and Cash Equivalents	2%	0.0%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 45%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in December 2019 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2019 are listed in the table above.

Rate of Return

For the year ended December 31, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.19%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)

B. Receivables

Governmental funds receivables as of year-end, including applicable allowances for uncollectible accounts, are as follows:

	General Fund	Tax Increment Financing Fund	Debt Service Fund	Non-major Governmental Funds	Total
Receivables:					
Property taxes	\$ 2,577,752	\$ 1,225,562	\$ 260,686	\$ -	\$ 4,064,000
Other taxes	29,049	-	-	-	29,049
Intergovernmental	524,364	-	-	18,169	542,533
Accounts	377,686	-	-	-	377,686
Fines	140,132	-	-	-	140,132
Grants	97,451	-	-	104,990	202,441
Interest	5,119	-	-	-	5,119
Gross receivables	3,751,553	1,225,562	260,686	123,159	5,360,960
Less: allowance for uncollectible	699,006	112,261	56,141	-	867,408
Net total receivables	<u>\$ 3,052,547</u>	<u>\$ 1,113,301</u>	<u>\$ 204,545</u>	<u>\$ 123,159</u>	<u>\$ 4,493,552</u>

C. Interfund Receivables, Payables and Transfers

Interfund receivable and payable balances at year end were as follows:

Receivable Fund	Payable Fund	Amount	Purpose
General Fund	Water Fund	\$1,177,600	Cash loan
Sewer Fund	Water Fund	\$325,000	Cash loan
General Fund	Property Management Fund	\$ 20,000	Cash loan

Transfers for the fiscal year were as follows:

Receiving Fund	Paying Fund	Amount	Purpose
General Fund	NHRST Fund	\$2,845,159	Close NHRST Fund
Debt Service Fund	General Fund	\$ 111,600	Source of funds – note, lease
CDBG Fund	General Fund	\$ 9,550	Source of funds – engineering
Property Management Fund	General Fund	\$ 4,325	Fund current operations

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)

D. Capital Assets

A summary of changes in governmental capital assets follows:

	Balance at January 1, 2019	Additions	Deletions	Balance at December 31, 2019
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 513,274	\$ -	\$ -	\$ 513,274
Subtotal	<u>513,274</u>	<u>-</u>	<u>-</u>	<u>513,274</u>
Capital assets being depreciated				
Land improvements	219,116	-	-	219,116
Buildings	5,231,812	-	-	5,231,812
Equipment	2,361,365	439,245	155,765	2,644,845
Infrastructure	2,086,882	-	-	2,086,882
Subtotal	<u>9,899,175</u>	<u>439,245</u>	<u>155,765</u>	<u>10,182,655</u>
Accumulated depreciation				
Land improvements	166,990	4,957	-	171,947
Buildings	1,664,818	207,627	-	1,872,445
Equipment	2,106,866	133,070	155,765	2,084,171
Infrastructure	809,653	104,510	-	914,163
Subtotal	<u>4,748,327</u>	<u>450,164</u>	<u>155,765</u>	<u>5,042,726</u>
Total capital assets being depreciated, net	<u>5,150,848</u>	<u>(10,919)</u>	<u>-</u>	<u>5,139,929</u>
Governmental Activities capital assets, net	<u>\$ 5,664,122</u>	<u>\$ (10,919)</u>	<u>\$ -</u>	<u>\$ 5,653,203</u>

Depreciation expense was charged to governmental activities as follows:

General government	\$ 61,125
Public safety	224,285
Highways and streets	130,009
Culture and recreation	34,745
	<u>\$ 450,164</u>

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)

D. Capital Assets (continued)

A summary of changes in business-type capital assets follows:

	Balance at January 1, 2019	Additions	Deletions	Balance at December 31, 2019
Business-type Activities				
Capital assets not being depreciated				
Land	\$ 291,500	\$ -	\$ -	\$ 291,500
Subtotal	\$ 291,500	\$ -	\$ -	\$ 291,500
Capital assets being depreciated				
Buildings	\$ 711,258	\$ -	\$ -	\$ 711,258
Water system	3,622,545	-	-	3,622,545
Water tower	2,134,198	-	-	2,134,198
Sewer system	2,575,587	19,950	-	2,595,537
Vehicles & equipment	260,043	17,500	-	277,543
Subtotal	\$ 9,303,631	\$ 37,450	\$ -	\$ 9,341,081
Accumulated depreciation				
Buildings	\$ 418,659	\$ 26,631	\$ -	\$ 445,290
Water system	3,098,340	133,576	-	3,231,916
Sewer system	1,460,776	71,799	-	1,532,575
Vehicles & equipment	201,808	22,341	-	224,149
Subtotal	\$ 5,179,583	\$ 254,347	\$ -	\$ 5,433,930
Business-type Activities capital assets, net	\$ 4,415,548	\$ (216,897)	\$ -	\$ 4,198,651

E. Long-Term Liabilities

1. General Obligation Bonds

On March 5, 2015 the Village issued \$2,500,000 of Series 2015 General Obligation Bonds for the purpose of financing the construction of a new Public Safety building. Principal is payable on December 1 and interest is payable on June 1 and December 1 of each year from 2015 to 2034. The interest rate ranges from 2.00 percent to 4.50 percent. Property taxes are pledged to repay these bonds which are a general obligation of the Village.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)**E. Long-Term Liabilities (continued)****2. Notes Payable**

In 2004 the Village executed a five year note in the amount of \$250,000 for the purpose of financing the purchase of a new fire truck with a balloon payment due on February 25, 2009. The repayment schedule for this note was based upon a 20 year amortization at an interest rate of 4.5 percent and the Village's intent is to refinance the remaining balance over the 20 year expected front-line life of the truck. A new note was executed on July 7, 2009 under the same terms with a final balloon payment due on June 25, 2014. The note was subsequently extended on July 7, 2014 under the same terms with semi-annual principal and interest payments due on June 25 and December 25 each year and a final balloon payment due on June 25, 2019. This note is a general obligation of the Village.

3. Changes in General Long-term Liabilities

For governmental activities, debt service payments for all general obligation bonds, installment contracts and notes payable are made by the Debt Service Fund; payments on the net pension obligation and long-term compensated absences are made by the General Fund. For business-type activities, all payments for long-term liabilities are made by the Water Fund. For the year ended December 31, 2019, changes in long-term debt principal was as follows:

Governmental Activities

	Balance 1/1/2019	Issuances	Retirements	Balance 12/31/2019	Amounts Due Within One Year
2004 note - fire truck	\$ 16,685	\$ -	\$ 16,685	\$ -	\$ -
2015 G.O. bonds - Public Safety building	2,105,000	-	100,000	2,005,000	100,000
2019 capital lease - ambulance	-	230,000	80,102	149,898	73,282
Net pension liability - IMRF	1,449,412	-	538,017	911,395	-
Net pension liability - police pension	4,266,795	917,689	-	5,184,484	-
Net pension liability - firefighters pension	466,183	-	16,909	449,274	-
Net OPEB obligation	7,166,391	385,564	-	7,551,955	-
Compensated absences	61,355	-	15,706	45,649	18,780
Total	\$ 15,531,821	\$ 1,533,253	\$ 767,419	\$ 16,297,655	\$ 192,062

Business-type Activities

	Balance 1/1/2019	Issuances	Retirements	Balance 12/31/2019	Amounts Due Within One Year
2015 capital lease - water meter project	\$ 1,702,848	\$ -	\$ 147,883	\$ 1,554,965	\$ 152,458
Net pension liability - IMRF	336,238	-	95,281	240,957	-
Compensated absences	2,045	-	54	1,991	1,555
Total	\$ 2,041,131	\$ -	\$ 243,218	\$ 1,797,913	\$ 154,013

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)

E. Long-Term Liabilities (continued)

4. Debt Service to Maturity

Annual debt service requirements to maturity for one series of general obligation bonds are as follows:

Governmental Activities

Year Ending December 31	General Obligation Bonds		
	Principal	Interest	Total
2020	\$ 100,000	\$ 82,900	\$ 182,900
2021	105,000	\$ 79,900	\$ 184,900
2022	110,000	\$ 76,750	\$ 186,750
2023	115,000	\$ 72,350	\$ 187,350
2024	115,000	\$ 67,750	\$ 182,750
2025-29	650,000	\$ 265,750	\$ 915,750
2030-34	810,000	\$ 112,275	\$ 922,275
Total	<u>\$ 2,005,000</u>	<u>\$ 757,675</u>	<u>\$ 2,762,675</u>

F. Long-term deferred revenue

In 2014 the Village approved a five year site lease, with options to extend the term for five additional five year terms with New Cingular Wireless PCS. In 2016 the Village assigned this lease along with an exclusive easement to the property to Melody Telecom Land Holdings III for the sum of \$302,000. For fiscal year 2019 the Village recognized a portion of this receipt as current year revenue and classified the remainder as long-term deferred revenue. A portion of this deferred amount will be recognized as current year revenue each year during the term of the lease agreement.

In 2006 the Village approved a five year site lease, with options to extend the term for five additional five year terms with T-Mobile Central LLC. In 2018 the Village assigned this lease along with an exclusive easement to the property to SBA Site Management LLC for the sum of \$433,000. For fiscal year 2019 the Village recognized a portion of this receipt as current year revenue and classified the remainder as long-term deferred revenue. A portion of this deferred amount will be recognized as current year revenue each year during the term of the lease agreement.

G. Capital Lease Obligations

The Village is liable under two capital leases at December 31, 2019. In 2015 the Village entered into a lease agreement for the acquisition and installation of replacement water meters and an automated meter reading system. The project cost totaled \$1,985,188, however the value of the items acquired through the lease, did not meet the Village's capitalization threshold, and, as such, were thus expensed in the year of installation. The liability is payable in equal annual installments of \$200,545 including interest, through March 24, 2028.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

III. Detailed Notes on All Funds (continued)

G. Capital Lease Obligation (continued)

In 2019 the Village entered into a lease agreement for financing the acquisition of a Type III ambulance and related equipment valued at \$230,000. This equipment has a ten year estimated useful life and \$9,784 was included in this year's depreciation expense. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of future minimum lease payments as of the inception date.

The future minimum payments required under the leases, and net present values as of December 30, 2019 follows:

	Governmental activities	Business-type activities	Total
2020	\$ 80,102	\$ 200,545	\$ 280,647
2021	80,102	200,545	280,647
2022	-	200,545	200,545
2023	-	200,545	200,545
2024	-	200,545	200,545
2025-28	-	802,430	802,430
Total minimum lease payments	<u>\$ 160,204</u>	<u>\$ 1,805,155</u>	<u>\$ 1,965,359</u>
Less amount representing interest	<u>10,306</u>	<u>250,190</u>	<u>260,496</u>
Present value of minimum lease payments	<u>\$ 149,898</u>	<u>\$ 1,554,965</u>	<u>\$ 1,704,863</u>

IV. Other Information

A. Employee Retirement Systems and Plans

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Fund which is a single-employer pension plan; and, the Firefighters' Pension Fund, which is also a single-employer pension plan. 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. The Police Pension Fund and Firefighters Pension Fund are reported as fiduciary component units of the Village government. These funds do not issue separate financial reports.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

1. Illinois Municipal Retirement Fund

Plan Description

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

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

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

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

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

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

Retirees and beneficiaries	37
Inactive, non-retired members	24
Active members	<u>23</u>
Total	<u>84</u>

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

1. Illinois Municipal Retirement Fund (continued)

Plan Description (continued)

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual contribution rate for calendar year 2019 was 18.23% of covered payroll.

Net Pension Liability. The Village's net pension liability 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:

IMRF

Actuarial Valuation Date	12/31/2019
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	5 year smoothed mark 20% corridor
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.35% to 14.25% including inflation
Inflation	2.50%

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

Village of South Chicago Heights, Illinois

Notes to the Financial Statements

December 31, 2019

(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

1. Illinois Municipal Retirement Fund (continued)

Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.

Discount Rate Sensitivity

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 7,788,837	\$ 7,033,665	\$ 6,404,803
Plan Fiduciary Net Position	5,881,313	5,881,313	5,881,313
Net Pension Liability	<u>\$ 1,907,524</u>	<u>\$ 1,152,352</u>	<u>\$ 523,490</u>

Plan Investments

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

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)**A. Employee Retirement Systems and Plans (continued)****1. Illinois Municipal Retirement Fund (continued)****Plan Investments (continued)**

Asset Class	Target	Expected Real Rate of Return
Domestic Equities	37%	5.75%
Fixed Income	28%	3.25%
International Equities	18%	6.50%
Real Estate	9%	5.20%
Alternatives	7%	
Private Equity		7.60%
Commodities		3.60%
Cash Equivalents	1%	1.85%

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 6,850,238	\$ 5,064,588	\$ 1,785,650
Changes for the year:			
Service Cost	83,701	-	83,701
Interest on the Total Pension Liability	483,864	-	483,864
Difference Between Expected and Actual Experience of the Total Pension Liability	52,069	-	52,069
Changes of Assumptions	-	-	-
Contributions - Employer	-	154,811	(154,811)
Contributions - Employees	-	38,215	(38,215)
Net Investment Income	-	1,001,346	(1,001,346)
Benefit Payments, including Refunds of Employee Contributions	(436,207)	(436,207)	-
Other (Net Transfer)	-	58,560	(58,560)
Net Changes	183,427	816,725	(633,298)
Balances at December 31, 2019	7,033,665	5,881,313	1,152,352

Village of South Chicago Heights, Illinois

Notes to the Financial Statements

December 31, 2019

(continued)

IV. Other Information (continued)**A. Employee Retirement Systems and Plans (continued)****1. Illinois Municipal Retirement Fund (continued)****Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended December 31, 2019, the Village recognized pension expense of \$165,650. At December 31, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference Between Expected and Actual Experience	\$ 34,056	\$ (21,643)	\$ 12,413
Change in Assumptions	44,983	-	44,983
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	460,032	(701,643)	(241,611)
Total Deferred Amounts Related to IMRF	<u>\$ 539,071</u>	<u>\$ (723,286)</u>	<u>\$ (184,215)</u>

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:

Year Ending December 31	Net Deferred Outflows of Resources
2020	\$ (24,163)
2021	(55,158)
2022	23,278
2023	(128,172)
2024	-
Thereafter	-
Total	<u>(184,215)</u>

Village of South Chicago Heights, Illinois

Notes to the Financial Statements

December 31, 2019

(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

2. Police Pension Plan

Plan Description

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

Plan Membership. At December 31, 2018, the measurement date, membership consisted of the following:

Retirees and beneficiaries	5
Inactive, non-retired members	1
Active members	<u>9</u>
Total	<u>15</u>

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

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

Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

2. Police Pension Plan (continued)

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2019, the Village's contribution was 31.88% of covered payroll.

Concentrations. At year end, the Pension Plan did not have any investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits.

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	5 year smoothed market
Actuarial Assumptions	
Interest Rate	5.50%
Salary Increases	2.25% - 11.18%
Cost of Living Adjustments	2.25%
Inflation	2.50%

Mortality rates were based on RP-2014 Healthy annuitant with Blue Collar adjustment.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

2. Police Pension Plan (continued)



Discount Rate

The discount rate used in the determination of the total pension liability was 4.36% (compared to 5.42% in the prior year) and is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate.

Cash flow projections were used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the AA municipal bond rate is used to determine the portion of the net pension liability associated with those payments.

Discount Rate Sensitivity

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

	 1% Decrease (3.36%)	Current Discount Rate (4.36%)	 1% Increase (5.36%)
Net Pension Liability	\$ 6,721,729	5,184,484	3,961,051

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)**A. Employee Retirement Systems and Plans (continued)****2. Police Pension Plan (continued)****Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 7,748,774	\$ 3,481,979	\$ 4,266,795
Changes for the year:			
Service Cost	179,566	-	179,566
Interest on the Total Pension Liability	411,651	-	411,651
Changes of Benefit Terms	12,028	-	12,028
Difference Between Expected and Actual Experience of the Total Pension Liability	136,678	-	136,678
Changes of Assumptions	921,138	-	921,138
Contributions - Employer	-	178,669	(178,669)
Contributions - Employees	-	53,397	(53,397)
Net Investment Income	-	516,773	(516,773)
Benefit Payments, including Refunds of Employee Contributions	(307,470)	(307,470)	-
Administrative Expense	-	(5,467)	5,467
Other	-	-	-
Net Changes	1,353,591	435,902	917,689
Balances at December 31, 2019	9,102,365	3,917,881	5,184,484

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

2. Police Pension Plan (continued)

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

For the year ended December 31, 2019, the Village recognized pension expense of \$737,838. At December 31, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference Between Expected and Actual Experience	\$ 118,405	\$ (163,938)	\$ (45,533)
Change in Assumptions	1,057,109	(217,778)	839,331
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	183,491	(313,109)	(129,618)
Total Deferred Amounts Related to Police	1,359,005	(694,825)	664,180

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:

Year Ending December 31	Net Deferred Outflows of Resources
2020	\$ 89,446
2021	56,756
2022	84,997
2023	82,265
2024	141,420
Thereafter	209,296
Total	664,180

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

3. Firefighters' Pension Plan (continued)

Plan Descriptions

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

Plan Membership. At December 31, 2019, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	0
Active Plan Members	<u>0</u>
Total	<u>1</u>

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

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

Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

3. Firefighters' Pension Plan (continued)

Plan Descriptions (continued)

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2019, the Village's contribution was not available.

Concentrations. At year end, the Pension Plan did not have any investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry age normal
Asset Valuation Method	5 year smoothed market
Actuarial Assumptions	
Interest Rate	3.50%
Salary Increases	Not applicable
Cost of Living Adjustments	3.50%
Inflation	2.25%

Mortality rates were based on RP-2014 Healthy Annuitant with Blue Collar adjustment.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

A. Employee Retirement Systems and Plans (continued)

3. Firefighters' Pension Plan (continued)

Discount Rate

The discount rate used in the determination of the total pension liability was 3.50% (compared to 3.55% in the prior year) and is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate.

Cash flow projections were used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the AA municipal bond rate is used to determine the portion of the net pension liability associated with those payments

Discount Rate Sensitivity

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

	<div>1% Decrease (2.50%)</div>	<div>Current Discount Rate (3.50%)</div>	<div>1% Increase (4.50%)</div>
Net Pension Liability	\$ 496,521	449,273	408,648

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)**A. Employee Retirement Systems and Plans (continued)****3. Firefighters' Pension Plan (continued)****Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 472,635	\$ 6,452	\$ 466,183
Changes for the year:			
Service Cost	-	-	-
Interest on the Total Pension Liability	16,313	-	16,313
Difference Between Expected and Actual Experience of the Total Pension Liability	-	-	8,009
Changes of Assumptions	(19,664)	-	(19,664)
Contributions - Employer	-	22,708	(22,708)
Contributions - Employees	-	-	-
Net Investment Income	-	160	(160)
Benefit Payments, including Refunds of Employee Contributions	(26,251)	(26,251)	-
Administrative Expense	-	(1,300)	1,300
Net Changes	(21,593)	(4,683)	(16,910)
Balances at December 31, 2019	451,042	1,769	449,273

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)**A. Employee Retirement Systems and Plans (continued)****3. Firefighters' Pension Plan (continued)****Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended December 31, 2019, the Village recognized pension expense of \$6,422. At December 31, 2019, the Village reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference Between Expected and Actual Experience	\$ -	\$ -	\$ -
Change in Assumptions	-	-	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	440	(15)	425
Total Deferred Amounts Related to Firefighters	440	(15)	425

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:

Year Ending December 31	Net Deferred Outflows of Resources
2020	\$ 292
2021	112
2022	24
2023	(3)
2024	-
Thereafter	-
Total	425

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

B. Other Post Employment Benefits

1. Plan Description, Provisions and Funding Policy

In addition to providing the pension benefits described, the Village provides postemployment healthcare insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and collective bargaining agreements. The plan is not accounted for as a trust fund, and an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported solely in the Village's General Fund; any OPEB liability related to the Water Fund is not material, therefore no expense allocation has been made to that fund.

The Village provides post-employment healthcare benefits to its retirees. To be eligible for benefits an employee must have been hired prior to September 18, 2006 and qualify for retirement under one of the Village's retirement plans.

All healthcare benefits are provided through the Village's health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services, dental care and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the Village's plan becomes secondary.

Upon separation from Village service, unless removed for cause, after completing a minimum of 15 years of active service for the Village, some or all of the related cost of health insurance premiums will be paid by the Village in accordance with the following schedule:

<u>Years of active service</u>	<u>Premiums paid by the Village</u>
15	50%
18	75%
20	100%

For the fiscal year ending December 31, 2019, retirees contributed \$0. Active employees do not contribute to the plan in anticipation of future participation in the Village's retiree healthcare insurance benefit at retirement. Contributions to the plan begin only at retirement.

At December 31, 2019, the measurement date, membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	14
Active, fully eligible to retire	6
Active, not yet fully eligible to retire	<u>3</u>
Total	<u>23</u>

The Village does not currently have a funding policy.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

B. Other Post Employment Benefits (continued)

2. Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation performed, as of January 1, 2018, using the following actuarial methods and assumptions:

Actuarial Valuation Date	1/1/2018
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Discount rate	2.74%
Total payroll increases	2.75%
Healthcare cost trend rates	7.10% (PPO) , 6.60% (HMO) for under age 65 retirees trending to an ultimate trend rate of 5.00%. Post age 65 retirees at a flat 4.00%

Active, retiree and spousal IMRF mortality follows 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.

Active Police mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) study improved to 2017 using MP-2019 improvement rates. These rates are improved generationally using MP-2016 improvement rates.

Retiree Police mortality follows the L&A assumption study for Police 2020. These rates are experience weighted with the Sex Distinct Raw Rates as developed in the PubS-2010(A) study improved to 2017 using MP-2019 improvement rates. These rates are improved generationally using MP-2019 improvement rates.

Disabled Police mortality follows the Sex Distinct Raw Rates as developed in the PubS-2010(A) study for Disabled participants improved to 2017 using MP-2019 improvement rates. These rates are improved generationally using MP-2019 improvement.

Spouse Police follows the Sex Distinct Raw Rates as developed in the PubS-2010(G) study for Contingent Survivors for all ages after age 45 improved to 2017 using MP-2019 improvement rates. These rates are improved generationally using MP-2019 improvement.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

B. Other Post Employment Benefits (continued)

3. Changes in the Total OPEB Liability

	Total OPEB Liability (A)	OPEB Plan Net Position (B)	Net OPEB Liability (A) - (B)
Balances at December 31, 2018	\$ 7,166,391	\$ -	\$ 7,166,391
Changes for the year:			
Service Cost	89,216	-	89,216
Interest on the Total OPEB Liability	286,407	-	286,407
Changes of Benefit Terms	(1,450,586)	-	(1,450,586)
Difference Between Expected and Actual Experience of the Total OPEB Liability	-	-	-
Changes of Assumptions	1,807,421	-	1,807,421
Contributions - Employer	-	346,894	(346,894)
Contributions - Employees	-	-	-
Benefit Payments, including Refunds of Employee Contributions	(346,894)	(346,894)	-
Administrative Expense	-	-	-
Net Changes	385,564	-	385,564
Balances at December 31, 2019	7,551,955	-	7,551,955

4. Discount Rate

The discount rate used to measure the total OPEB liability was 2.74%, a change from 4.10% used for the prior valuation. Because plan benefits are financed on a pay-as-you-go basis, the single discount rate is based on a tax-exempt municipal bond rate of 20 year general obligation bonds with an average AA credit rating as of the measurement date.

Discount Rate Sensitivity

The following presents the total OPEB liability of the Village calculated using the discount rate as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (1.74%)	Current Discount Rate (2.74%)	1% Increase (3.74%)
Total OPEB Liability	\$ 8,582,065	\$ 7,551,955	\$ 6,703,363

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

B. Other Post Employment Benefits (continued)

4. Discount Rate (continued)

Healthcare Cost Trend Rate Sensitivity

The following presents the total OPEB liability of the Village calculated using the healthcare cost trend rate as well as what the Village's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (varies)	Current Healthcare Cost Trend Rate (varies)	1% Increase (varies)
Total OPEB Liability	\$ 6,661,318	\$ 7,551,955	\$ 8,619,912

5. OPEB Expense and Deferred Outflows / Inflows of Resources Related to OPEB

For the year ended December 31, 2019, the Village recognized OPEB expense of \$277,052. At December 31, 2019, the Village reported deferred outflows or resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference Between Expected and Actual Experience	\$ -	\$ -	\$ -
Change in Assumptions	-	-	-
Total Deferred Amounts Related to OPEB	-	-	-

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

Year Ending December 31	Net Deferred Inflows of Resources
2020	\$ -
2021	-
2022	-
2023	-
2024	-
Thereafter	-
Total	-

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

C. Commitments

At December 31, 2019, the Village had an outstanding purchase commitment of \$9,119 for road salt.

D. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Commercial insurance is purchased for all coverage except workers' compensation, as noted below. The Village retains the risk on the first \$1,000 loss per occurrence, and also for losses above the policy's \$8,000,000 coverage limit. At fiscal year end, the Village determined there were no probable unpaid claims for which it retained risk, and as such did not record a claims liability. There were no settlements in excess of the insurance coverage in any of the three prior fiscal years.

Illinois Public Risk Fund (IPRF)

The Village participates in the Illinois Public Risk Fund (IPRF) to provide for the defense and payment of workers' compensation claims. The Fund is a not-for-profit corporation organized and operating as an intergovernmental joint insurance pool within the meaning of the Workers' Compensation Act. The Fund's membership consists of over 500 Illinois municipal units. Membership in the Fund is limited to public entities. The minimum initial term of membership is one year and membership may not be terminated by the member prior to the last day of the initial year. A member may withdraw its membership in subsequent years upon giving 90 days notice.

In the event of depletion of all reserves and reduction of members' equity below zero, pro rata assessments of participating members may be made to cover deficits that may occur. In the event of termination of IML-RMA by its members, after payment of all claims and expenses, the remaining assets are to be distributed pro rata among the members.

The Village's payments to IPRF are displayed on the financial statements as expenditures/expenses in appropriate funds.

E. Significant Contingencies

The Village was a party to one pending lawsuit at December 31, 2019. After consultation with legal counsel and application of the criteria set out in NCGA-4 and SFAS-5, the Village has determined that this lawsuit does not meet both the "probable" and "measurable" standards, and as such an estimated loss contingency amount for this judgment have not been recorded as an expenditure in the current year.

Village of South Chicago Heights, Illinois

Notes to the Financial Statements
December 31, 2019
(continued)

IV. Other Information (continued)

F. Tax Abatements

The Village participates in Cook County's Class 6B and Class 8 property tax incentive programs. The purpose of the Class 6B and 8 programs is to encourage industrial development throughout Cook County by offering a real estate tax incentive for the development of new industrial facilities, the rehabilitation of existing industrial structures, and the industrial reutilization of abandoned buildings. The goal of the Class 6b and 8 programs is to attract new industry, stimulate expansion and retention of existing industry, and increase employment opportunities.

Under the incentive provided by Class 6B, qualifying industrial real estate is eligible for the Class 6B level of assessment from the date that new construction or substantial rehabilitation is completed and initially assessed or, in the case of abandoned property, from the date of substantial re-occupancy. Properties receiving Class 6B will be assessed 10% of market value for the first 10 years, 15% in the 11th year and 20% in the 12th year. In the absence of this incentive, industrial real estate would normally be assessed at 25% of its market value.

The Class 8 real estate tax incentive is designed to encourage industrial and commercial development in areas which are experiencing severe economic stagnation. Within a certified Class 8 area all subsequent new construction, substantial rehabilitation or reutilization of abandoned buildings, developed or reoccupied for industrial use may qualify for the incentive. Class 8 assessment levels are 10% of market value for the first 10 years, 15% in the 11th year and 20% in the 12th year. In the absence of this incentive, industrial real estate would normally be assessed at 25% of its market value.

For the fiscal year ended December 31 2019 the Village's share of the abatement granted to the Class 6B and Class 8 properties amounted to \$75,073.

G. Restatement of Beginning Net Position / Fund Balance

In fiscal years 2016, 2017 and 2018 the Tax Increment Financing Fund recognized expenditures for incentive payments related to a development agreement. These expenditures were accrued as a Governmental Activities liability, but not disbursed to the developer. In 2019 a re-analysis of the development agreement was completed which confirmed that the Fund's reimbursement commitment to the developer was satisfied in 2015. As a result, Governmental Activities beginning net position was increased \$420,133 to reflect this write-off of previously accrued liabilities. The individual fund restatement is noted below:

	<u>Tax Increment Financing Fund</u>	<u>Governmental Activities</u>
Net Position / Fund Balance at 12/31/2018, as previously stated	\$ 613,063	\$(4,880,133)
Write-off of previously accrued developer incentive liability	<u>\$ 420,133</u>	<u>\$ 420,133</u>
Net Position / Fund Balance at 12/31/2018, as restated	<u>\$ 1,033,196</u>	<u>\$(4,460,000)</u>

REQUIRED SUPPLEMENTARY INFORMATION

Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)			Variance with
	Original	Final	Actual Amounts	Final Budget Over / (Under)
Revenues				
Local Taxes				
Property Tax - Corporate Levy	\$ 246,750	\$ 246,750	\$ 233,695	\$ (13,055)
Property Tax - Audit Levy	22,900	22,900	21,677	(1,223)
Property Tax - Crossing Guards Levy	4,400	4,400	4,181	(219)
Property Tax - Fire Pension Levy	23,800	23,800	22,772	(1,028)
Property Tax - Fire Protection Levy	308,400	308,400	293,203	(15,197)
Property Tax - Garbage Levy	6,600	6,600	6,280	(320)
Property Tax - IMRF Levy	141,000	141,000	134,079	(6,921)
Property Tax - Liability Insurance Levy	163,000	163,000	154,663	(8,337)
Property Tax - Police Pension Levy	189,450	189,450	178,935	(10,515)
Property Tax - Police Protection Levy	340,150	340,150	322,079	(18,071)
Property Tax - Street & Bridge Levy	55,950	55,950	53,028	(2,922)
Property Tax - Road & Bridge Levy	19,000	19,000	18,940	(60)
Utility Tax - Electric	300,000	300,000	298,684	(1,316)
Utility Tax - Natural Gas	55,000	55,000	60,993	5,993
Foreign Fire Insurance Tax	6,000	6,000	6,386	386
Total Local Taxes	\$ 1,882,400	\$ 1,882,400	\$ 1,809,595	\$ (72,805)
State Shared Taxes				
State Sales Tax	\$ 885,000	\$ 885,000	\$ 881,602	\$ (3,398)
Telecommunications Tax	75,000	75,000	60,022	(14,978)
State Income Tax	410,000	410,000	441,798	31,798
State Use Tax	120,000	120,000	137,517	17,517
Personal Property Replacement Tax	23,000	23,000	29,432	6,432
Video Gaming Tax	100,000	100,000	94,621	(5,379)
Total State Shared Taxes	\$ 1,613,000	\$ 1,613,000	\$ 1,644,992	\$ 31,992
Licenses and Permits				
License - Auto body shops	\$ 600	\$ 600	\$ 600	\$ -
License - Auto courts & mobile home pks	1,275	1,275	1,150	(125)
License - Auto parts dealers	1,500	1,500	1,400	(100)
License - Auto repair & tire repair shops	4,500	4,500	5,350	850
License - Auto sales, new & used	3,500	3,500	3,800	300
License - Barber & beauty shops	3,200	3,200	2,225	(975)
License - Billiards tables	1,200	1,200	1,000	(200)
License - Business, general	34,000	34,000	32,775	(1,225)
License - Cigarette & tobacco dealer	800	800	800	-
License - Coin op amusement & game rms	900	900	925	25
License - Coin operated vending	4,500	4,500	4,250	(250)
License - Contractors	24,000	24,000	19,625	(4,375)
License - Delivery trucks & truckers	200	200	200	-
License - Food dealers	6,500	6,500	7,600	1,100
License - Food delivery vehicles	100	100	-	(100)
License - Gasoline storage	500	500	200	(300)
License - Junk dealers & scavengers	1,000	1,000	880	(120)
License - Machine plants	2,000	2,000	1,800	(200)
License - Nursing homes	1,000	1,000	1,000	-
License - Outdoor advertisers	1,500	1,500	1,700	200

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Revenues (continued)				
Licenses and Permits (continued)				
License - Paint shops	\$ 300	\$ 300	\$ 300	\$ -
License - Peddlers, flea mkt & itinerent dlrs	200	200	170	(30)
License - Plumbing & heating suppliers	300	300	-	(300)
License - Raffles	-	-	25	25
License - Restaurants	6,000	6,000	5,250	(750)
License - Service stations	600	600	600	-
License - Tattoo & body piercing	200	200	-	(200)
License - Taxicabs	550	550	-	(550)
License - Other Businesses	-	-	350	350
License - Alcoholic Liquor Class A	4,000	4,000	4,500	500
License - Alcoholic Liquor Class B	1,500	1,500	1,500	-
License - Alcoholic Liquor Class C	3,700	3,700	4,500	800
License - Alcoholic Liquor Class F1 & F2	700	700	2,100	1,400
License - Alcoholic Liquor Class H	500	500	500	-
License - Alcoholic Liquor Class T	900	900	1,200	300
License - Alcoholic Liquor Class J	500	500	800	300
Vehicle License - Passenger Car	50	50	14	(36)
License - Domestic Animal	250	250	175	(75)
Permit Fee - Plan Review	2,500	2,500	4,012	1,512
Permit Fee - Residential Remodeling	32,000	32,000	38,324	6,324
Permit Fee - Residential New Construction	-	-	195	195
Permit Fee - Comm/Indstrl Remodeling	15,000	15,000	10,238	(4,762)
Permit Fee - Comm/Indstrl New Constructio	-	-	1,265	1,265
Permit Fee - Demolition	-	-	587	587
Permit Fee - Plumbing	100	100	450	350
Permit Fee - Electrical	100	100	75	(25)
Rental Unit Inspection Fee	26,000	26,000	25,535	(465)
Permit Violation / Reinspection Fee	250	250	150	(100)
Certificate of Compliance Fee	250	250	-	(250)
Certificate of Occupancy Fee	12,000	12,000	-	(12,000)
Permit Fee - Solicitor	-	-	300	300
Registration fee - Vacant property	3,000	3,000	3,000	-
Franchise Fee - Cable TV	37,000	37,000	36,116	(884)
Permit Fee - Other	500	500	-	(500)
Total Licenses and Permits	\$ 241,725	\$ 241,725	\$ 229,511	\$ (12,214)
Charges for Services				
Ambulance & EMS Fee	\$ 155,000	\$ 155,000	\$ 157,687	\$ 2,687
Board-up / Violation Remediation Charge	1,500	1,500	1,216	(284)
Delinquent Bill Lein Release Charge	50	50	-	(50)
Filing & Variance Fee	1,000	1,000	450	(550)
Garbage Bag / Recycling Bin Fee	295,200	295,200	295,038	(162)
Inspection Fee	3,500	3,500	42,112	38,612
License Application Fee	500	500	100	(400)
Police / Fire Report Fee	1,380	1,380	2,145	765
50/50 Sidewalk Replacement Sales	1,000	1,000	-	(1,000)
Program Fees - Other Recreation	750	750	1,018	268
Total Charges for Services	\$ 459,880	\$ 459,880	\$ 499,766	\$ 39,886

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Revenues (continued)				
Fines and Forfeitures				
Building Code Violation Fines	\$ -	\$ -	\$ 1,522	\$ 1,522
Circuit Court DUI Fines	1,000	1,000	1,376	376
Circuit Court Fines	16,000	16,000	14,486	(1,514)
"C" Ticket Fines	170,000	170,000	140,740	(29,260)
General Ordinance Violation Fines	86,000	86,000	88,892	2,892
Late Payment Penalty	1,300	1,300	5,954	4,654
NSF Check Charge	100	100	350	250
"P" Ticket Fines	7,500	7,500	7,505	5
Police Forfeiture Income	50,000	50,000	82,998	32,998
Tow release fee	7,500	7,500	18,420	10,920
Total Fines and Forfeitures	\$ 339,400	\$ 339,400	\$ 362,243	\$ 22,843
Rent				
Building Rentals	\$ 49,700	\$ 49,700	\$ 45,573	\$ (4,127)
Antenna Site Lease	15,000	15,000	209	(14,791)
Senior Center Rentals	8,000	8,000	8,170	170
Pavilion Rentals	1,000	1,000	-	(1,000)
Other Rentals	300	300	-	(300)
Total Rent	\$ 74,000	\$ 74,000	\$ 53,952	\$ (20,048)
Grants				
Federal Grants	\$ -	\$ -	\$ 117,572	\$ 117,572
State Grants	35,000	35,000	37,898	2,898
Corporate / Private Grants	77,650	77,650	80,546	2,896
Total Grants	\$ 112,650	\$ 112,650	\$ 236,016	\$ 123,366
Interest				
Interest From Deposits	\$ 10,750	\$ 10,750	\$ 26,054	\$ 15,304
Interest From Investments	7,500	7,500	33,164	25,664
Increase in Fair Value of Investments	-	-	(11,869)	(11,869)
Total Interest	\$ 18,250	\$ 18,250	\$ 47,349	\$ 29,099
Reimbursements				
Expense Reimbursement	\$ 250	\$ 250	\$ 895	\$ 645
Insurance Reimbursement	3,500	3,500	57,420	53,920
State Reimbursement	5,000	5,000	5,972	972
Total Reimbursements	\$ 8,750	\$ 8,750	\$ 64,287	\$ 55,537
Other Revenue				
Donations	\$ 12,500	\$ 12,500	\$ -	\$ (12,500)
Commissions	-	-	46	46
Merchandise Sales	3,100	3,100	2,480	(620)
Special Event Fund Raising	-	-	7,400	7,400
Cash Over / Short	-	-	(532)	(532)
Miscellaneous	-	-	10	10
Total Other Revenue	\$ 15,600	\$ 15,600	\$ 9,404	\$ (6,196)
Total revenues	\$ 4,765,655	\$ 4,765,655	\$ 4,957,115	\$ 191,460

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures				
General government				
Nondepartmental				
Personal Services				
Benefits				
Insurance - Group Medical	\$ 160,516	\$ 160,416	\$ 158,949	\$ (1,467)
Insurance - Group Dental	11,567	11,667	11,648	(19)
Total Benefits	\$ 172,083	\$ 172,083	\$ 170,597	\$ (1,486)
Total Personal Services	\$ 172,083	\$ 172,083	\$ 170,597	\$ (1,486)
Contingency				
Contingencies	\$ 76,450	\$ 42,800	\$ -	\$ (42,800)
Total Contingency	\$ 76,450	\$ 42,800	\$ -	\$ (42,800)
Total Nondepartmental	\$ 248,533	\$ 214,883	\$ 170,597	\$ (44,286)
Mayor and Village Board				
Personal Services				
Compensation				
Salary - Elected and Appointed Officials	\$ 80,740	\$ 76,485	\$ 73,400	\$ (3,085)
Total Compensation	\$ 80,740	\$ 76,485	\$ 73,400	\$ (3,085)
Personal Services				
Benefits				
Employer FICA / Medicare	\$ 6,177	\$ 3,977	\$ 3,940	\$ (37)
Employer IMRF	14,719	12,219	12,202	(17)
Insurance - Group Life and AD&D	943	943	809	(134)
Insurance - Group Medical	59,136	64,241	64,237	(4)
Insurance - Group Dental	6,247	7,757	7,753	(4)
Insurance - Workers Compensation	5,144	5,644	5,643	(1)
Insurance - Unemployment Compensation	937	937	-	(937)
Total Benefits	\$ 93,303	\$ 95,718	\$ 94,584	\$ (1,134)
Total Personal Services	\$ 174,043	\$ 172,203	\$ 167,984	\$ (4,219)
Contractual Services				
Other Contractual				
Equipment Rental	\$ -	\$ 140	\$ 137	\$ (3)
Professional Assn Memberships & Dues	3,135	2,500	2,446	(54)
Purchased Program Services	550	995	992	(3)
Telephone - Local, LD, Wireless, Pager	825	1,325	1,320	(5)
Training Services	110	10	-	(10)
Total Other Contractual	\$ 4,620	\$ 4,970	\$ 4,895	\$ (75)
Total Contractual Services	\$ 4,620	\$ 4,970	\$ 4,895	\$ (75)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
General government (continued)				
Mayor and Village Board (continued)				
Commodities				
Computer Supplies	\$ 275	\$ 75	\$ 53	\$ (22)
Concessions and Food	2,860	3,810	3,805	(5)
Postage	-	1,240	1,239	(1)
Program Supplies	275	350	348	(2)
Stationery	275	100	88	(12)
Other Materials and Supplies	4,400	4,000	3,990	(10)
Total Commodities	\$ 8,085	\$ 9,575	\$ 9,523	\$ (52)
Travel				
Conference and Meeting Registration	\$ 1,980	\$ 1,750	\$ 1,115	\$ (635)
Local Mileage, Parking and Tolls	440	470	469	(1)
Lodging	2,750	2,950	2,950	-
Meals	550	550	515	(35)
Total Travel	\$ 5,720	\$ 5,720	\$ 5,049	\$ (671)
Total Mayor and Village Board	\$ 192,468	\$ 192,468	\$ 187,451	\$ (5,017)
Board of Police & Fire Commissioners				
Personal Services				
Contractual Services				
Professional Services				
Legal - Review	\$ -	\$ 740	\$ 740	\$ -
Medical	550	-	-	-
Total Professional Services	\$ 550	\$ 740	\$ 740	\$ -
Other Contractual				
Professional Assn Memberships & Dues	\$ 413	\$ 753	\$ 750	\$ (3)
Purchased Program Services	2,200	4,310	4,310	-
Training Services	385	-	-	-
Other Contractual	\$ 2,998	\$ 5,063	\$ 5,060	\$ (3)
Total Contractual Services	\$ 3,548	\$ 5,803	\$ 5,800	\$ (3)
Commodities				
Books and Publications	\$ 220	\$ -	\$ -	\$ -
Total Commodities	\$ 220	\$ -	\$ -	\$ -
Travel				
Local Mileage, Parking and Tolls	\$ 55	\$ -	\$ -	\$ -
Lodging	275	-	-	-
Meals	83	3	-	(3)
Total Travel	\$ 413	\$ 3	\$ -	\$ (3)
Total Board of Police & Fire Commissioners	\$ 4,181	\$ 5,806	\$ 5,800	\$ (6)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
General government (continued)				
Health Officer				
Contractual Services				
Other Contractual				
Rodent / Mosquito Abatement	\$ 24,035	\$ 24,035	\$ 22,024	\$ (2,011)
Total Other Contractual	\$ 24,035	\$ 24,035	\$ 22,024	\$ (2,011)
Total Contractual Services	\$ 24,035	\$ 24,035	\$ 22,024	\$ (2,011)
Total Health Officer	\$ 24,035	\$ 24,035	\$ 22,024	\$ (2,011)
Zoning Board of Appeals				
Personal Services				
Compensation				
Stipend - Boards and Commissions	\$ 1,100	\$ 1,100	\$ 560	\$ (540)
Total Compensation	\$ 1,100	\$ 1,100	\$ 560	\$ (540)
Total Personal Services	\$ 1,100	\$ 1,100	\$ 560	\$ (540)
Contractual Services				
Professional Services				
Legal - Review	\$ 990	\$ 3,055	\$ 3,053	\$ (2)
Total Professional Services	\$ 990	\$ 3,055	\$ 3,053	\$ (2)
Other Contractual				
Advertising & Legal Publishing	\$ 495	\$ 495	\$ 137	\$ (358)
Total Other Contractual	\$ 495	\$ 495	\$ 137	\$ (358)
Total Contractual Services	\$ 1,485	\$ 3,550	\$ 3,190	\$ (360)
Commodities				
Office Supplies	\$ 55	\$ 55	\$ -	\$ (55)
Postage	55	55	-	(55)
Program Supplies	385	385	-	(385)
Total Commodities	\$ 495	\$ 495	\$ -	\$ (495)
Total Zoning Board of Appeals	\$ 3,080	\$ 5,145	\$ 3,750	\$ (1,395)
General & Financial Administration				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 192,795	\$ 184,245	\$ 182,035	\$ (2,210)
Wages - Full Time Hourly	97,977	90,767	84,570	(6,197)
Wages - Part Time Hourly	17,734	24,509	24,502	(7)
Wages - Seasonal Hourly	1,091	1,091	-	(1,091)
Wages - Overtime	5,811	7,586	7,584	(2)
Auto Allowance	5,280	5,280	4,800	(480)
Total Compensation	\$ 320,688	\$ 313,478	\$ 303,491	\$ (9,987)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
General government (continued)				
General & Financial Administration (continued)				
Personal Services (continued)				
Benefits				
Employer FICA / Medicare	\$ 24,493	\$ 24,493	\$ 23,601	\$ (892)
Employer IMRF	57,300	57,300	54,750	(2,550)
Insurance - Group Life and AD&D	353	353	260	(93)
Insurance - Group Medical	57,020	57,020	44,367	(12,653)
Insurance - Group Dental	5,546	5,546	4,679	(867)
Insurance - Workers Compensation	25,549	25,549	22,964	(2,585)
Insurance - Unemployment Compensation	908	908	-	(908)
Total Benefits	\$ 171,169	\$ 171,169	\$ 150,621	\$ (20,548)
Total Personal Services	\$ 491,857	\$ 484,647	\$ 454,112	\$ (30,535)
Contractual Services				
Professional Services				
Audit	\$ 26,950	\$ 26,950	\$ 24,500	\$ (2,450)
Data Processing	73,975	72,650	65,327	(7,323)
Investment Management	1,210	2,170	2,166	(4)
Medical	165	530	526	(4)
Other Professional Services	2,860	2,860	2,600	(260)
Total Professional Services	\$ 105,160	\$ 105,160	\$ 95,119	\$ (10,041)
Repair and Maintenance				
R & M - Data Processing Equipment	\$ 550	\$ 250	\$ 250	\$ -
R & M - Office Equipment	7,150	4,875	4,870	(5)
R & M - Vehicles	1,375	4,115	4,114	(1)
Total Repair and Maintenance	\$ 9,075	\$ 9,240	\$ 9,234	\$ (6)
Other Contractual				
Advertising & Legal Publishing	\$ 1,320	\$ 1,430	\$ 1,427	\$ (3)
Bank Fees & Charges	11,550	15,680	15,677	(3)
Contract Labor	-	7,210	7,208	(2)
Equipment Rental	6,903	6,903	6,325	(578)
Intergovernmental Fees and Dues	220	395	395	-
Intergovernmental Service Contracts	11,440	11,440	8,400	(3,040)
ISP's & Data Services	3,135	3,135	2,557	(578)
Liability Insurance	87,340	80,620	76,881	(3,739)
Ordinance Codification Services	4,400	4,400	3,466	(934)
Printing and Copying Services	2,750	4,525	4,504	(21)
Professional Assn Memberships & Dues	4,400	4,400	2,484	(1,916)
Purchased Program Services	2,420	2,420	2,389	(31)
Telephone - Local, LD, Wireless, Pager	11,550	11,550	9,812	(1,738)
Training Services	330	695	695	-
Total Other Contractual	\$ 147,758	\$ 154,803	\$ 142,220	\$ (12,583)
Total Contractual Services	\$ 261,993	\$ 269,203	\$ 246,573	\$ (22,630)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
General government (continued)				
General & Financial Administration (continued)				
Commodities				
Books and Publications	\$ 110	\$ 110	\$ -	\$ (110)
Computer Supplies	3,740	3,740	1,969	(1,771)
Concessions and Food	825	825	686	(139)
Copier Supplies	1,650	1,650	1,460	(190)
Fuel	1,848	1,848	1,482	(366)
Office Supplies	3,850	2,865	2,792	(73)
Postage	3,740	3,740	2,768	(972)
Program Supplies	2,200	3,155	3,153	(2)
Service & Repair Parts	-	30	30	-
Stationery	550	550	364	(186)
Uniforms	1,100	1,100	560	(540)
Total Commodities	\$ 19,613	\$ 19,613	\$ 15,264	\$ (4,349)
Travel				
Conference and Meeting Registration	\$ 770	\$ 320	\$ 310	\$ (10)
Local Mileage, Parking and Tolls	633	483	246	(237)
Lodging	550	835	833	(2)
Meals	440	755	753	(2)
Total Travel	\$ 2,393	\$ 2,393	\$ 2,142	\$ (251)
Total General & Financial Administration	\$ 775,856	\$ 775,856	\$ 718,091	\$ (57,765)
Legal Services				
Contractual Services				
Professional Services				
Legal - Prosecution & Adjudication	\$ 17,600	\$ 17,600	\$ 11,940	\$ (5,660)
Legal - Litigation	2,750	2,750	2,495	(255)
Legal - Review	116,600	112,910	68,851	(44,059)
Other Professional Services	3,850	3,850	1,160	(2,690)
Total Professional Services	\$ 140,800	\$ 137,110	\$ 84,446	\$ (52,664)
Total Contractual Services	\$ 140,800	\$ 137,110	\$ 84,446	\$ (52,664)
Total Legal Services	\$ 140,800	\$ 137,110	\$ 84,446	\$ (52,664)
Building Maintenance				
Contractual Services				
Repair and Maintenance				
R & M - Buildings & Grounds	\$ 35,200	\$ 35,200	\$ 4,637	\$ (30,563)
R & M - Communications Equipment	275	275	-	(275)
R & M - Fire & EMS Equipment	825	825	269	(556)
Total Repair and Maintenance	\$ 36,300	\$ 36,300	\$ 4,906	\$ (31,394)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
General government (continued)				
Building Maintenance (continued)				
Contractual Services (continued)				
Other Contractual				
Forestry & Landscaping Services	\$ -	\$ 1,435	\$ 1,431	\$ (4)
Intergovernmental Fees and Dues	275	275	-	(275)
Janitorial	12,843	11,408	8,804	(2,604)
Purchased Program Services	2,585	2,585	1,680	(905)
Rodent / Mosquito Abatement	1,430	1,430	1,260	(170)
Total Other Contractual	\$ 17,133	\$ 17,133	\$ 13,175	\$ (3,958)
Total Contractual Services	\$ 53,433	\$ 53,433	\$ 18,081	\$ (35,352)
Commodities				
Cleaning & Maintenance Supplies	\$ 5,500	\$ 4,635	\$ 2,086	\$ (2,549)
Landscape & Planting Supplies	-	305	302	(3)
Program Supplies	3,850	3,850	1,944	(1,906)
Service & Repair Parts	550	550	186	(364)
Small Tools	-	560	558	(2)
Utilities - Village Buildings	16,500	16,500	15,822	(678)
Total Commodities	\$ 26,400	\$ 26,400	\$ 20,898	\$ (5,502)
Total Building Maintenance	\$ 79,833	\$ 79,833	\$ 38,979	\$ (40,854)
Courtesy Car Program				
Personal Services				
Compensation				
Wages - Part Time Hourly	\$ 10,395	\$ 9,570	\$ 9,415	\$ (155)
Total Compensation	\$ 10,395	\$ 9,570	\$ 9,415	\$ (155)
Benefits				
Employer FICA / Medicare	\$ 795	\$ 795	\$ 720	\$ (75)
Insurance - Workers Compensation	829	829	724	(105)
Insurance - Unemployment Compensation	156	156	-	(156)
Total Benefits	\$ 1,780	\$ 1,780	\$ 1,444	\$ (336)
Total Personal Services	\$ 12,175	\$ 11,350	\$ 10,859	\$ (491)
Contractual Services				
Professional Services				
Medical	\$ 220	\$ 395	\$ 392	\$ (3)
Total Professional Services	\$ 220	\$ 395	\$ 392	\$ (3)
Repair and Maintenance				
R & M - Vehicles	\$ 550	\$ 900	\$ 887	\$ (13)
R & M - Other Equipment	28	28	-	(28)
Total Repair and Maintenance	\$ 578	\$ 928	\$ 887	\$ (41)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
General government (continued)				
Courtesy Car Program (continued)				
Contractual Services (continued)				
Other Contractual				
Equipment Rental	\$ 1,320	\$ 1,270	\$ 1,200	\$ (70)
Intergovernmental Fees and Dues	138	138	113	(25)
Telephone - Local, LD, Wireless, Pager	385	435	434	(1)
Total Other Contractual	\$ 1,843	\$ 1,843	\$ 1,747	\$ (96)
Total Contractual Services	\$ 2,641	\$ 3,166	\$ 3,026	\$ (140)
Commodities				
Fuel	\$ 1,100	\$ 1,400	\$ 1,387	\$ (13)
Lubricants & Fluids	28	28	-	(28)
Service & Repair Parts	28	28	-	(28)
Total Commodities	\$ 1,156	\$ 1,456	\$ 1,387	\$ (69)
Total Courtesy Car Program	\$ 15,972	\$ 15,972	\$ 15,272	\$ (700)
Total general government	\$ 1,484,758	\$ 1,451,108	\$ 1,246,410	\$ (204,698)
Public safety				
Building & Code Enforcement Department				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 67,100	\$ 59,900	\$ 59,885	\$ (15)
Wages - Full Time Hourly	21,965	25,645	25,641	(4)
Wages - Overtime	990	1,015	1,013	(2)
Total Compensation	\$ 90,055	\$ 86,560	\$ 86,539	\$ (21)
Benefits				
Employer FICA / Medicare	\$ 6,874	\$ 6,474	\$ 6,458	\$ (16)
Employer IMRF	16,381	15,806	15,799	(7)
Insurance - Group Life and AD&D	141	141	129	(12)
Insurance - Group Medical	28,816	34,421	34,418	(3)
Insurance - Group Dental	2,126	1,751	1,734	(17)
Insurance - Workers Compensation	7,171	6,671	6,653	(18)
Insurance - Unemployment Compensation	297	37	-	(37)
Total Benefits	\$ 61,806	\$ 65,301	\$ 65,191	\$ (110)
Total Personal Services	\$ 151,861	\$ 151,861	\$ 151,730	\$ (131)
Contractual Services				
Professional Services				
Engineering and Architectural	\$ 5,500	\$ 5,500	\$ 1,605	\$ (3,895)
Legal - Review	2,750	2,000	-	(2,000)
Total Professional Services	\$ 8,250	\$ 7,500	\$ 1,605	\$ (5,895)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Public safety (continued)				
Building & Code Enforcement Department (continued)				
Contractual Services (continued)				
Repair and Maintenance				
R & M - Vehicles	\$ 825	\$ 825	\$ 68	\$ (757)
Total Repair and Maintenance	\$ 825	\$ 825	\$ 68	\$ (757)
Other Contractual				
Billing & Collection Services	\$ 2,750	\$ 1,885	\$ 1,881	\$ (4)
Contract Labor	33,000	22,575	22,130	(445)
Forestry & Landscaping Services	27,500	37,925	37,925	-
Intergovernmental Fees and Dues	275	275	-	(275)
Printing and Copying Services	825	25	-	(25)
Professional Assn Memberships & Dues	165	50	-	(50)
Purchased Program Services	1,100	3,330	3,497	167
Telephone - Local, LD, Wireless, Pager	880	780	646	(134)
Training Services	1,100	750	740	(10)
Total Other Contractual	\$ 67,595	\$ 67,595	\$ 66,819	\$ (776)
Total Contractual Services	\$ 76,670	\$ 75,920	\$ 68,492	\$ (7,428)
Commodities				
Books and Publications	\$ 550	\$ 200	\$ 186	\$ (14)
Computer Supplies	385	35	-	(35)
Fuel	1,650	1,650	1,597	(53)
Office Supplies	275	275	127	(148)
Postage	935	935	776	(159)
Program Supplies	165	165	149	(16)
Small Tools	275	220	40	(180)
Uniforms	330	1,085	1,083	(2)
Total Commodities	\$ 4,565	\$ 4,565	\$ 3,958	\$ (607)
Travel				
Conference and Meeting Registration	\$ 385	\$ 310	\$ 310	\$ -
Local Mileage, Parking and Tolls	55	-	-	-
Lodging	-	960	957	(3)
Meals	83	3	-	(3)
Total Travel	\$ 523	\$ 1,273	\$ 1,267	\$ (6)
Total Building & Code Enforcement Department	\$ 233,619	\$ 233,619	\$ 225,447	\$ (8,172)
Police Department				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 204,765	\$ 200,165	\$ 200,139	\$ (26)
Wages - Full Time Hourly	607,067	513,567	513,462	(105)
Wages - Part Time Hourly	204,753	262,873	262,872	(1)
Wages - Overtime	126,073	166,753	166,751	(2)
Total Compensation	\$ 1,142,658	\$ 1,143,358	\$ 1,143,224	\$ (134)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Public safety (continued)				
Police Department (continued)				
Personal Services (continued)				
Benefits				
Employer FICA / Medicare	\$ 53,796	\$ 53,796	\$ 44,501	\$ (9,295)
Employer IMRF	8,968	10,053	10,050	(3)
Self-managed Pension	18,498	18,498	17,243	(1,255)
Employer Police / Fire Pension	212,850	212,850	178,669	(34,181)
Insurance - Group Life and AD&D	1,020	1,020	705	(315)
Insurance - Group Medical	175,195	173,410	134,588	(38,822)
Insurance - Group Dental	14,417	14,417	11,524	(2,893)
Insurance - Workers Compensation	91,186	91,186	87,894	(3,292)
Insurance - Unemployment Compensation	5,479	5,479	-	(5,479)
Total Benefits	\$ 581,409	\$ 580,709	\$ 485,174	\$ (95,535)
Total Personal Services	\$ 1,724,067	\$ 1,724,067	\$ 1,628,398	\$ (95,669)
Contractual Services				
Professional Services				
Data Processing	\$ 3,300	\$ 5,750	\$ 5,745	\$ (5)
Medical	825	450	2,358	1,908
Total Professional Services	\$ 4,125	\$ 6,200	\$ 8,103	\$ 1,903
Repair and Maintenance				
R & M - Buildings & Grounds	\$ 303	\$ 313	\$ 310	\$ (3)
R & M - Communications Equipment	10,615	10,415	10,403	(12)
R & M - Data Processing Equipment	1,430	880	875	(5)
R & M - Police Equipment	330	5	-	(5)
R & M - Office Equipment	2,200	1,300	1,286	(14)
R & M - Vehicles	24,200	29,600	29,585	(15)
Total Repair and Maintenance	\$ 39,078	\$ 42,513	\$ 42,459	\$ (54)
Other Contractual				
Billing & Collection Services	\$ 8,250	\$ 28,650	\$ 28,640	\$ (10)
Equipment Installation Services	1,100	1,575	1,570	(5)
Equipment Rental	4,180	4,180	3,746	(434)
Intergovernmental Fees and Dues	1,100	7,765	7,761	(4)
Intergovernmental Service Contracts	171,380	155,380	155,291	(89)
ISP's & Data Services	14,960	10,460	10,454	(6)
Janitorial	11,660	8,760	8,551	(209)
Printing and Copying Services	2,750	3,100	3,093	(7)
Professional Assn Memberships & Dues	495	495	330	(165)
Purchased Program Services	7,150	7,150	5,193	(1,957)
Telephone - Local, LD, Wireless, Pager	12,650	12,650	10,450	(2,200)
Training Services	22,000	12,000	11,837	(163)
Total Other Contractual	\$ 257,675	\$ 252,165	\$ 246,916	\$ (5,249)
Total Contractual Services	\$ 300,878	\$ 300,878	\$ 297,478	\$ (3,400)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Public safety (continued)				
Police Department (continued)				
Commodities				
Ammunition and Range Supplies	\$ 11,220	\$ 4,220	\$ 3,800	\$ (420)
Books and Publications	550	550	376	(174)
Cleaning & Maintenance Supplies	1,100	1,100	405	(695)
Computer Supplies	2,200	4,235	4,232	(3)
Concessions and Food	275	560	560	-
Copier Supplies	1,925	2,155	2,153	(2)
Fuel	35,200	34,120	32,400	(1,720)
Lubricants and Fluids	55	55	-	(55)
Office Supplies	1,430	2,250	2,248	(2)
Police Supplies	1,100	1,100	939	(161)
Postage	2,200	2,200	2,081	(119)
Program Supplies	825	2,595	2,594	(1)
Protective Clothing & Equipment	3,300	3,300	2,789	(511)
Service & Repair Parts	2,750	2,750	2,139	(611)
Stationery	165	165	-	(165)
Uniforms	8,525	11,265	11,459	194
Other Materials and Supplies	-	200	194	(6)
Total Commodities	\$ 72,820	\$ 72,820	\$ 68,369	\$ (4,451)
Travel				
Conference and Meeting Registration	\$ 1,925	\$ 1,925	\$ 1,300	\$ (625)
Local Mileage, Parking and Tolls	275	275	120	(155)
Lodging	1,100	1,100	204	(896)
Meals	220	220	-	(220)
Total Travel	\$ 3,520	\$ 3,520	\$ 1,624	\$ (1,896)
Total Police Department	\$ 2,101,285	\$ 2,101,285	\$ 1,995,869	\$ (105,416)
Fire Department				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 84,645	\$ 69,495	\$ 69,461	\$ (34)
Wages - Part Time Hourly	124,505	117,355	117,350	(5)
Wages - Sleep-in Duty	41,149	38,309	38,307	(2)
Wages - Paid-on-call Duty	31,680	30,030	29,991	(39)
Other Compensation	23,915	20,165	20,160	(5)
Total Compensation	\$ 305,894	\$ 275,354	\$ 275,269	\$ (85)
Benefits				
Employer FICA / Medicare	\$ 23,401	\$ 21,076	\$ 21,058	\$ (18)
Employer Police / Fire Pension	23,100	23,100	22,740	(360)
Insurance - Group Life and AD&D	78	78	62	(16)
Insurance - Workers Compensation	24,410	21,185	21,163	(22)
Insurance - Unemployment Compensation	3,417	17	-	(17)
Total Benefits	\$ 74,406	\$ 65,456	\$ 65,023	\$ (433)
Total Personal Services	\$ 380,300	\$ 340,810	\$ 340,292	\$ (518)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Public safety (continued)				
Fire Department (continued)				
Contractual Services				
Professional Services				
Data Processing	\$ 2,200	\$ 2,200	\$ 2,197	\$ (3)
Medical	1,430	1,430	1,055	(375)
Total Professional Services	\$ 3,630	\$ 3,630	\$ 3,252	\$ (378)
Repair and Maintenance				
R & M - Buildings & Grounds	\$ 550	\$ 345	\$ -	\$ (345)
R & M - Communications Equipment	825	825	333	(492)
R & M - Data Processing Equipment	1,650	1,650	1,200	(450)
R & M - Fire & EMS Equipment	10,780	9,555	9,550	(5)
R & M - Office Equipment	-	80	80	-
R & M - Vehicles	11,000	8,650	8,610	(40)
R & M - Other Equipment	-	125	122	(3)
Total Repair and Maintenance	\$ 24,805	\$ 21,230	\$ 19,895	\$ (1,335)
Other Contractual				
Ambulance & EMS Service	\$ 216,700	\$ 196,850	\$ 196,843	\$ (7)
Billing & Collection Services	6,820	20	-	(20)
Equipment Installation Services	1,650	1,650	485	(1,165)
Equipment Rental	3,905	3,905	3,189	(716)
Intergovernmental Fees and Dues	4,510	4,510	4,191	(319)
Intergovernmental Service Contracts	47,850	45,300	45,250	(50)
ISP's & Data Services	2,310	6,610	6,604	(6)
Janitorial	2,640	2,640	1,703	(937)
Laundry / Uniform Services	825	825	95	(730)
Printing and Copying Services	330	430	416	(14)
Professional Assn Memberships & Dues	550	550	40	(510)
Purchased Program Services	7,150	7,150	6,929	(221)
Telephone - Local, LD, Wireless, Pager	10,450	8,850	8,777	(73)
Training Services	4,400	4,400	4,166	(234)
Total Other Contractual	\$ 310,090	\$ 283,690	\$ 278,688	\$ (5,002)
Total Contractual Services	\$ 338,525	\$ 308,550	\$ 301,835	\$ (6,715)
Commodities				
Books and Publications	\$ -	\$ 120	\$ 120	\$ -
Cleaning & Maintenance Supplies	1,320	1,320	1,173	(147)
Computer Supplies	1,100	275	264	(11)
Concessions and Food	275	330	326	(4)
Copier Supplies	330	295	148	(147)
EMS Supplies	6,050	4,300	4,262	(38)
Firefighting Supplies	2,750	3,215	3,213	(2)
Fuel	8,800	8,375	8,363	(12)
Lubricants and Fluids	330	330	152	(178)
Office Supplies	220	220	216	(4)
Postage	110	110	34	(76)
Program Supplies	2,750	3,400	3,399	(1)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Public safety (continued)				
Fire Department (continued)				
Commodities (continued)				
Protective Clothing & Equipment	11,550	17,730	17,728	(2)
Service & Repair Parts	3,300	2,450	2,409	(41)
Small Tools	550	1,130	1,128	(2)
Stationery	220	220	162	(58)
Training Supplies	550	985	981	(4)
Uniforms	3,850	3,400	3,396	(4)
Total Commodities	\$ 44,055	\$ 48,205	\$ 47,474	\$ (731)
Travel				
Conference and Meeting Registration	\$ 495	\$ 495	\$ 200	\$ (295)
Local Mileage, Parking and Tolls	165	165	80	(85)
Lodging	660	660	502	(158)
Meals	110	110	-	(110)
Total Travel	\$ 1,430	\$ 1,430	\$ 782	\$ (648)
Total Fire Department	\$ 764,310	\$ 698,995	\$ 690,383	\$ (8,612)
Total public safety	\$ 3,099,214	\$ 3,033,899	\$ 2,911,699	\$ (122,200)
Highways and Streets				
Public Works Department				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 36,300	\$ 37,250	\$ 37,234	\$ (16)
Wages - Full Time Hourly	137,051	135,621	117,573	(18,048)
Wages - Overtime	16,683	16,683	8,392	(8,291)
Total Compensation	\$ 190,034	\$ 189,554	\$ 163,199	\$ (26,355)
Benefits				
Employer FICA / Medicare	\$ 14,538	\$ 14,538	\$ 12,511	\$ (2,027)
Employer IMRF	34,643	34,643	30,403	(4,240)
Insurance - Group Life and AD&D	349	349	266	(83)
Insurance - Group Medical	67,920	57,150	53,387	(3,763)
Insurance - Group Dental	4,942	4,942	3,724	(1,218)
Insurance - Workers Compensation	15,165	15,165	12,547	(2,618)
Insurance - Unemployment Compensation	735	735	-	(735)
Total Benefits	\$ 138,292	\$ 127,522	\$ 112,838	\$ (14,684)
Total Personal Services	\$ 328,326	\$ 317,076	\$ 276,037	\$ (41,039)
Contractual Services				
Professional Services				
Engineering and Architectural	\$ 550	\$ 350	\$ -	\$ (350)
Medical	440	640	628	(12)
Total Professional Services	\$ 990	\$ 990	\$ 628	\$ (362)

continued...

Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Highways and Streets				
Public Works Department				
Contractual Services (continued)				
Repair and Maintenance				
R & M - Public Works Equipment	\$ 2,200	\$ 2,600	\$ 2,598	\$ (2)
R & M - Street Lights & Signals	2,750	10,400	10,399	(1)
R & M - Vehicles	13,200	32,450	32,450	-
Total Repair and Maintenance	\$ 18,150	\$ 45,450	\$ 45,447	\$ (3)
Other Contractual				
Animal Control Services	\$ 550	\$ 1,015	\$ 1,015	\$ -
Equipment Rental	5,500	4,250	4,229	(21)
Forestry & Landscaping Services	8,250	5,150	5,120	(30)
Garbage & Recycling	-	1,265	1,265	-
Intergovernmental Fees and Dues	110	110	60	(50)
ISP's & Data Services	825	1,025	1,025	-
Purchased Program Services	5,500	3,650	3,643	(7)
Telephone - Local, LD, Wireless, Pager	3,300	3,345	3,344	(1)
Training Services	550	300	270	(30)
Total Other Contractual	\$ 24,585	\$ 20,110	\$ 19,971	\$ (139)
Total Contractual Services	\$ 43,725	\$ 66,550	\$ 66,046	\$ (504)
Commodities				
Cleaning & Maintenance Supplies	\$ -	\$ 265	\$ 261	\$ (4)
Computer Supplies	330	1,105	1,103	(2)
Fuel	9,350	12,435	12,434	(1)
Landscaping Supplies	1,650	50	-	(50)
Lubricants and Fluids	55	265	262	(3)
Office Supplies	165	505	503	(2)
Postage	28	28	14	(14)
Program Supplies	5,500	2,500	2,387	(113)
Protective Clothing & Equipment	1,265	1,265	269	(996)
Service & Repair Parts	5,500	4,400	4,360	(40)
Small Tools	2,200	800	795	(5)
Stationery	110	110	-	(110)
Street Materials - Aggregate	3,300	50	-	(50)
Street Materials - Bituminum	7,700	1,400	1,304	(96)
Street Materials - Signs and Barricades	2,750	50	-	(50)
Street Materials - Other	2,750	250	238	(12)
Uniforms	550	1,470	1,470	-
Utilities - Public Way	71,500	75,700	75,700	-
Total Commodities	\$ 114,703	\$ 102,648	\$ 101,100	\$ (1,548)

continued...

Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Highways and Streets (continued)				
Public Works Department (continued)				
Travel				
Conference and Meeting Registration	\$ -	\$ 165	\$ 165	\$ -
Lodging	-	315	314	(1)
Total Travel	\$ -	\$ 480	\$ 479	\$ (1)
Total Public Works Department	\$ 486,754	\$ 486,754	\$ 443,662	\$ (43,092)
Total Highways and streets	\$ 486,754	\$ 486,754	\$ 443,662	\$ (43,092)
Sanitation				
Garbage Disposal				
Contractual Services				
Other Contractual				
Garbage and Recycling	\$ 325,600	\$ 323,850	\$ 289,226	\$ (34,624)
Printing and Copying Services	-	1,300	1,300	-
Other Contractual	\$ 325,600	\$ 325,150	\$ 290,526	\$ (34,624)
Total Contractual Services	\$ 325,600	\$ 325,150	\$ 290,526	\$ (34,624)
Commodities				
Postage	\$ -	\$ 450	\$ 438	\$ (12)
Total Commodities	\$ -	\$ 450	\$ 438	\$ (12)
Total Garbage Disposal	\$ 325,600	\$ 325,600	\$ 290,964	\$ (34,636)
Total Sanitation	\$ 325,600	\$ 325,600	\$ 290,964	\$ (34,636)
Culture and recreation				
Recreation Programs				
Contractual Services				
Other Contractual				
Equipment Rental	\$ 6,050	\$ 6,050	\$ 3,505	\$ (2,545)
Purchased Program Services	9,295	9,295	8,825	(470)
Total Other Contractual	\$ 15,345	\$ 15,345	\$ 12,330	\$ (3,015)
Total Contractual Services	\$ 15,345	\$ 15,345	\$ 12,330	\$ (3,015)
Commodities				
Awards	\$ 165	\$ 190	\$ 188	\$ (2)
Concessions and Food	5,280	5,560	5,558	(2)
Postage	220	220	6	(214)
Program Supplies	4,015	3,710	2,618	(1,092)
Total Commodities	\$ 9,680	\$ 9,680	\$ 8,370	\$ (1,310)
Total Recreation Programs	\$ 25,025	\$ 25,025	\$ 20,700	\$ (4,325)

continued...

Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Culture and recreation (continued)				
Park Maintenance				
Contractual Services				
Repair and Maintenance				
R & M - Public Works Equipment	\$ 550	\$ 550	\$ 37	\$ (513)
Total Repair and Maintenance	\$ 550	\$ 550	\$ 37	\$ (513)
Other Contractual				
Equipment Rental	\$ 2,420	\$ 2,420	\$ 2,042	\$ (378)
Forestry & Landscaping Services	22,000	24,060	24,060	-
Total Other Contractual	\$ 24,420	\$ 26,480	\$ 26,102	\$ (378)
Total Contractual Services	\$ 24,970	\$ 27,030	\$ 26,139	\$ (891)
Commodities				
Landscaping Supplies	\$ 1,375	\$ 275	\$ 244	\$ (31)
Program Supplies	2,200	1,220	206	(1,014)
Protective Clothing & Equipment	-	20	18	(2)
Service & Repair Parts	880	880	147	(733)
Small Tools	550	550	149	(401)
Total Commodities	\$ 5,005	\$ 2,945	\$ 764	\$ (2,181)
Total Park Maintenance	\$ 29,975	\$ 29,975	\$ 26,903	\$ (3,072)
Senior Center Maintenance				
Contractual Services				
Repair and Maintenance				
R & M - Buildings & Grounds	\$ 5,225	\$ 2,900	\$ 2,329	\$ (571)
Total Repair and Maintenance	\$ 5,225	\$ 2,900	\$ 2,329	\$ (571)
Other Contractual				
Forestry & Landscaping Services	\$ 1,650	\$ 1,650	\$ 805	\$ (845)
ISPs & Data Services	1,540	1,540	1,242	(298)
Janitorial	990	2,705	2,705	-
Purchased Program Services	2,915	3,525	3,521	(4)
Rodent / Mosquito Abatement	495	495	420	(75)
Telephone - Local, LD, Wireless, Pager	880	880	779	(101)
Total Other Contractual	\$ 8,470	\$ 10,795	\$ 9,472	\$ (1,323)
Total Contractual Services	\$ 13,695	\$ 13,695	\$ 11,801	\$ (1,894)
Commodities				
Cleaning & Maintenance Supplies	\$ 165	\$ 165	\$ 122	\$ (43)
Landscape & Planting Supplies	-	315	912	597
Program Supplies	605	695	692	(3)
Service & Repair Parts	110	55	-	(55)
Utilities - Village Buildings	1,595	1,245	1,225	(20)
Total Commodities	\$ 2,475	\$ 2,475	\$ 2,951	\$ 476
Total Senior Center Maintenance	\$ 16,170	\$ 16,170	\$ 14,752	\$ (1,418)

continued...

Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Culture and recreation (continued)				
Beautification Committee				
Contractual Services				
Other Contractual				
Purchased Program Services	\$ 7,260	\$ 6,140	\$ 5,630	\$ (510)
Total Other Contractual	\$ 7,260	\$ 6,140	\$ 5,630	\$ (510)
Total Contractual Services	\$ 7,260	\$ 6,140	\$ 5,630	\$ (510)
Commodities				
Awards	\$ 1,100	\$ 1,550	\$ 1,550	\$ -
Concessions and Food	55	55	-	(55)
Landscaping Supplies	908	908	744	(164)
Program Supplies	248	818	818	-
Small Tools	-	100	99	(1)
Total Commodities	\$ 2,311	\$ 3,431	\$ 3,211	\$ (220)
Total Beautification Committee	\$ 9,571	\$ 9,571	\$ 8,841	\$ (730)
Historical Committee				
Personal Services				
Compensation				
Stipend - Boards and Commissions	\$ 3,300	\$ 3,300	\$ 3,000	\$ (300)
Total Compensation	\$ 3,300	\$ 3,300	\$ 3,000	\$ (300)
Benefits				
Employer FICA / Medicare	\$ 253	\$ 253	\$ 229	\$ (24)
Total Benefits	\$ 253	\$ 253	\$ 229	\$ (24)
Total Personal Services	\$ 3,553	\$ 3,553	\$ 3,229	\$ (324)
Commodities				
Program Supplies	\$ 110	\$ 110	\$ -	\$ (110)
Total Commodities	\$ 110	\$ 110	\$ -	\$ (110)
Total Historical Committee	\$ 3,663	\$ 3,663	\$ 3,229	\$ (434)
Total culture and recreation	\$ 84,404	\$ 84,404	\$ 74,425	\$ (9,979)
Capital outlay				
General & Financial Administration				
Equipment - Data Processing	\$ 46,200	\$ 46,200	\$ 45,379	\$ (821)
Equipment - Office	1,650	1,650	1,572	(78)
Total General & Financial Administration	\$ 47,850	\$ 47,850	\$ 46,951	\$ (899)

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Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures (continued)				
Capital outlay (continued)				
Building Maintenance				
Building Acquisition/Const/Improvements	\$ 23,100	\$ 23,100	\$ 3,700	\$ (19,400)
Equipment - Other	3,575	3,575	1,366	(2,209)
Total Building Maintenance	\$ 26,675	\$ 26,675	\$ 5,066	\$ (21,609)
Building & Code Enforcement Department				
Equipment - Data Processing	\$ 2,640	\$ 2,640	\$ -	\$ (2,640)
Total Building & Code Enforcement Department	\$ 2,640	\$ 2,640	\$ -	\$ (2,640)
Police Department				
Equipment - Communications	\$ 11,330	\$ 11,330	\$ 5,430	\$ (5,900)
Equipment - Data Processing	12,210	12,210	8,091	(4,119)
Equipment - Office	6,380	6,380	2,000	(4,380)
Equipment - Public Safety	11,715	11,715	4,606	(7,109)
Equipment - Vehicles	44,000	44,000	39,122	(4,878)
Equipment - Other	1,100	1,100	-	(1,100)
Total Police Department	\$ 86,735	\$ 86,735	\$ 59,249	\$ (27,486)
Fire Department				
Equipment - Communications	\$ -	\$ 1,240	\$ 1,240	\$ -
Equipment - Data Processing	-	6,685	6,682	(3)
Equipment - Public Safety	15,400	193,475	193,466	(9)
Equipment - Vehicles	258,500	169,500	169,352	(148)
Equipment - Other	-	665	665	-
Total Fire Department	\$ 273,900	\$ 371,565	\$ 371,405	\$ (160)
Park Maintenance				
Equipment - Maintenance	\$ 825	\$ 825	\$ -	\$ (825)
Equipment - Playground	1,650	1,650	-	(1,650)
Total Park Maintenance	\$ 2,475	\$ 2,475	\$ -	\$ (2,475)
Senior Center Maintenance				
Building Acquisition/Const/Improvements	\$ 2,090	\$ 2,090	\$ -	\$ (2,090)
Equipment - Other	1,788	1,788	1,366	(422)
Total Senior Center Maintenance	\$ 3,878	\$ 3,878	\$ 1,366	\$ (2,512)
Total capital outlay	\$ 444,153	\$ 541,818	\$ 484,037	\$ (57,781)
Total expenditures	\$ 5,924,883	\$ 5,923,583	\$ 5,451,197	\$ (472,386)

continued...

Village of South Chicago Heights, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Excess (deficiency) of revenues over (under) expenditures	\$ (1,159,228)	\$ (1,157,928)	\$ (494,082)	\$ 663,846
Other financing sources and uses				
Transfers in	\$ 425,000	\$ 425,000	\$ 2,845,159	\$ 2,420,159
Proceeds From Capital Leases	235,000	235,000	230,000	(5,000)
Proceeds From Sale of Capital Assets	15,500	15,500	7,895	(7,605)
Transfers out	(125,475)	(125,475)	(125,475)	-
Total other financing sources and uses	\$ 550,025	\$ 550,025	\$ 2,957,579	\$ 2,407,554
Net change in fund balances	\$ (609,203)	\$ (607,903)	\$ 2,463,497	\$ 3,071,400
Fund balances, January 1	\$ 388,209	\$ 388,209	\$ 388,209	\$ -
Fund balances, December 31	\$ (220,994)	\$ (219,694)	\$ 2,851,706	\$ 3,071,400

continued...

Village of South Chicago Heights, Illinois

Special Revenue - Non-home Rule Sales Tax Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	<u>Budgeted Amounts (GAAP Basis)</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Over / (Under)</u>
Revenues				
State shared taxes				
Non-home rule sales tax	\$ 445,000	\$ 445,000	\$ 459,682	\$ 14,682
Total state shared taxes	\$ 445,000	\$ 445,000	\$ 459,682	\$ 14,682
Total revenues	\$ 445,000	\$ 445,000	\$ 459,682	\$ 14,682
Excess (deficiency) of revenues over (under) expenditures	\$ 445,000	\$ 445,000	\$ 459,682	\$ 14,682
Other financing sources and uses				
Transfers out	\$ (425,000)	\$ (425,000)	\$ (2,845,159)	\$ (2,420,159)
Total other financing sources and uses	\$ (425,000)	\$ (425,000)	\$ (2,845,159)	\$ (2,420,159)
Net change in fund balances	\$ 20,000	\$ 20,000	\$ (2,385,477)	\$ (2,405,477)
Fund balances, January 1	\$ 2,385,477	\$ 2,385,477	\$ 2,385,477	\$ -
Fund balances, December 31	\$ 2,405,477	\$ 2,405,477	\$ -	\$ (2,405,477)

Village of South Chicago Heights, Illinois

Special Revenue - Tax Increment Financing Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Revenues				
Local taxes				
TIF #1 increment	\$ 300,000	\$ 300,000	\$ 320,175	\$ 20,175
TIF #2 increment	40,000	40,000	25,427	(14,573)
TIF #4 increment	100,000	100,000	118,620	18,620
Total local taxes	\$ 440,000	\$ 440,000	\$ 464,222	\$ 24,222
Interest				
Interest from deposits	\$ 1,200	\$ 1,200	\$ 21,141	\$ 19,941
Total interest	\$ 1,200	\$ 1,200	\$ 21,141	\$ 19,941
Total revenues	\$ 441,200	\$ 441,200	\$ 485,363	\$ 44,163
Expenditures				
General government				
Contractual services				
Professional services				
Consulting	\$ 16,500	\$ 16,500	\$ 7,337	\$ (9,163)
Engineering & architectural	-	2,000	1,997	(3)
Legal - review	1,100	2,500	2,498	(2)
Other professional services	4,400	1,000	845	(155)
Total professional services	\$ 22,000	\$ 22,000	\$ 12,677	\$ (9,323)
Other contractual				
Bank fees & charges	\$ -	\$ 30	\$ 30	\$ -
Community development grants	198,000	178,420	-	(178,420)
Purchased program services	-	19,550	19,533	(17)
Total other contractual	\$ 198,000	\$ 198,000	\$ 19,563	\$ (178,437)
Total contractual services	\$ 220,000	\$ 220,000	\$ 32,240	\$ (187,760)
Commodities				
Postage	\$ -	\$ 60	\$ 55	\$ (5)
Street materials - signs	22,550	22,490	21,783	(707)
Total commodities	\$ 22,550	\$ 22,550	\$ 21,838	\$ (712)
Total general government	\$ 242,550	\$ 242,550	\$ 54,078	\$ (188,472)
Capital outlay				
Land acquisition	\$ 27,500	\$ 27,500	\$ -	\$ (27,500)
Total capital outlay	\$ 27,500	\$ 27,500	\$ -	\$ (27,500)
Total expenditures	\$ 270,050	\$ 270,050	\$ 54,078	\$ (215,972)
Excess (deficiency) of revenues over (under) expenditures	\$ 171,150	\$ 171,150	\$ 431,285	\$ 260,135
Other financing sources and uses				
Proceeds from sale of capital assets	\$ 100,000	\$ 100,000	\$ -	\$ (100,000)
Total other financing sources and uses	\$ 100,000	\$ 100,000	\$ -	\$ (100,000)
Net change in fund balances	\$ 271,150	\$ 271,150	\$ 431,285	\$ 160,135
Fund balances, January 1, as restated	\$ 1,033,196	\$ 1,033,196	\$ 1,033,196	\$ -
Fund balances, December 31	\$ 1,304,346	\$ 1,304,346	\$ 1,464,481	\$ 160,135

Village of South Chicago Heights, Illinois

Required Supplementary Information Schedule of Employer Contributions Illinois Municipal Retirement Fund December 31, 2019

Fiscal Year Ending	Actuarially Determined Contribution	Contributions In Relation To The Actuarially Determined Contribution	Contribution Excess / (Deficiency)	Covered Payroll	Contributions As A Percentage Of Covered Employee Payroll
12/31/2014	\$ 127,005	\$ 131,730	\$ 4,725	\$ 731,174	\$ 18.02%
12/31/2015	\$ 127,518	\$ 127,517	\$ (1)	\$ 760,394	\$ 16.77%
12/31/2016	\$ 153,817	\$ 157,995	\$ 4,178	\$ 838,695	\$ 18.84%
12/31/2017	\$ 166,888	\$ 167,195	\$ 307	\$ 881,138	\$ 18.97%
12/31/2018	\$ 153,522	\$ 159,686	\$ 6,164	\$ 867,846	\$ 18.40%
12/31/2019	\$ 154,812	\$ 154,811	\$ (1)	\$ 849,213	\$ 18.23%

Notes:	Actuarial valuation date -	Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.
	Actuarial cost method -	Aggregate entry age normal.
	Amortization method -	Level percent of payroll, closed period.
	Remaining amortization period -	24 year closed period
	Asset valuation method -	5 year smoothed market; 20 percent corridor.
	Wage growth -	3.25 percent.
	Price inflation -	2.50 percent
	Salary increases -	3.35% to 14.25% including inflation.
	Investment rate of return -	7.50 percent.
	Retirement age -	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014 - 2016.
	Mortality -	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied 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.
	Other information -	There were no benefit changes during the year.

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

Village of South Chicago Heights, Illinois

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
December 31, 2019

	2019	2018
Total pension liability		
Service cost	\$ 83,701	\$ 81,824
Interest on the total pension liability	483,864	484,797
Changes in benefit terms	-	-
Difference between expected and actual experience of the total pension liability	52,069	(78,841)
Changes of assumptions	-	163,857
Benefit payments, including refunds of employee contributions	(436,207)	(448,905)
Net change in total pension liability	183,427	202,732
Total pension liability - beginning	6,850,238	6,647,506
Total pension liability - ending	\$ 7,033,665	\$ 6,850,238
Plan fiduciary net position		
Contributions - employer	\$ 154,811	\$ 159,686
Contributions - employee	38,215	39,053
Net investment income	1,001,346	(346,728)
Benefit payments, including refunds of employee contributions	(436,207)	(448,905)
Other (net transfer)	58,560	125,667
Net change in plan fiduciary net position	816,725	(471,227)
Plan fiduciary net position - beginning	5,064,588	5,535,815
Plan fiduciary net position - ending	\$ 5,881,313	\$ 5,064,588
Net pension liability (asset)	\$ 1,152,352	\$ 1,785,650
Plan fiduciary net position as a percentage of total pension liability	83.62%	73.93%
Covered valuation payroll	\$ 849,213	\$ 867,846
Net pension liability as a percentage of covered valuation payroll	135.70%	205.76%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

2017	2016	2015	2014	2013	2012	2011	2010
\$ 93,563	\$ 82,955	\$ 84,291	\$ 93,739	\$ -	\$ -	\$ -	\$ -
470,559	444,704	413,233	373,544	-	-	-	-
-	-	-	-	-	-	-	-
241,547	99,762	170,869	60,458	-	-	-	-
(213,471)	(56,140)	13,388	249,052	-	-	-	-
(344,063)	(247,501)	(236,503)	(200,386)	-	-	-	-
248,135	323,780	445,278	576,407	-	-	-	-
6,399,371	6,075,591	5,630,313	5,053,906	-	-	-	-
\$ 6,647,506	\$ 6,399,371	\$ 6,075,591	\$ 5,630,313	\$ -	\$ -	\$ -	\$ -
\$ 167,195	\$ 157,995	\$ 127,517	\$ 131,730	\$ -	\$ -	\$ -	\$ -
39,729	38,821	44,071	41,909	-	-	-	-
832,173	314,545	22,566	259,993	-	-	-	-
(344,063)	(247,501)	(236,503)	(200,386)	-	-	-	-
(49,662)	56,835	66,464	36,827	-	-	-	-
645,372	320,695	24,115	270,073	-	-	-	-
4,890,443	4,569,748	4,545,633	4,275,560	-	-	-	-
\$ 5,535,815	\$ 4,890,443	\$ 4,569,748	\$ 4,545,633	\$ -	\$ -	\$ -	\$ -
\$ 1,111,691	\$ 1,508,928	\$ 1,505,843	\$ 1,084,680	\$ -	\$ -	\$ -	\$ -
83.28%	76.42%	75.21%	80.73%	0.00%	0.00%	0.00%	0.00%
\$ 881,138	\$ 838,695	\$ 760,394	\$ 731,174	\$ -	\$ -	\$ -	\$ -
126.17%	179.91%	198.03%	148.35%	0.00%	0.00%	0.00%	0.00%

Village of South Chicago Heights, Illinois

Required Supplementary Information
Schedule of Employer Contributions
Police Pension Fund
December 31, 2019

Fiscal Year Ending	Actuarially Determined Contribution	Contributions In Relation To The Actuarially Determined Contribution	Contribution Excess / (Deficiency)	Covered Payroll	Contributions As A Percentage Of Covered Employee Payroll
12/31/2014	\$ 107,793	\$ 117,183	\$ 9,390	\$ 325,427	\$ 36.01%
12/31/2015	\$ 133,619	\$ 133,108	\$ (511)	\$ 349,580	\$ 38.08%
12/31/2016	\$ 155,069	\$ 136,901	\$ (18,168)	\$ 544,031	\$ 25.16%
12/31/2017	\$ 155,069	\$ 139,978	\$ (15,091)	\$ 485,669	\$ 28.82%
12/31/2018	\$ 195,634	\$ 165,560	\$ (30,074)	\$ 519,384	\$ 31.88%
12/31/2019	\$ 255,001	\$ 178,669	\$ (76,332)	\$ 534,966	\$ 33.40%

Notes:

Actuarial valuation date -	January 1, 2019
Actuarial cost method -	Aggregate entry age normal.
Amortization method -	Level percent of payroll, closed period.
Remaining amortization period -	90% funded over 23 years
Asset valuation method -	5 year smoothed market
Price inflation -	2.25 percent
Total salary increases -	3.00 percent
Individual salary increases -	2.25 to 11.18 percent
Investment rate of return -	5.50 percent.
Mortality rates -	Pub-2010 adjusted for plan status, demographics and Illinois Public Pension Data
Retirement rates-	Lauterbach & Amen 2020 Illinois police retirement rates, capped at age 65
Termination rates -	Lauterbach & Amen 2020 Illinois police termination rates
Disability rates -	Lauterbach & Amen 2020 Illinois police disability rates
Changes of Assumptions -	The assumed rate on high quality 20 year tax-exempt G.O. bonds was changed from 4.10% to 2.74%
	The Discount Rate was changed from 5.42% to 4.36%
Other information -	There were no benefit changes during the year.

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

Village of South Chicago Heights, Illinois

Required Supplementary Information
Schedule of Investment Returns
Police Pension Fund
December 31, 2019

<u>Fiscal Year End</u>	<u>Average Money-Weighted Rate of Return, net of Investment Expenses</u>
12/31/2014	1.88%
12/31/2015	-1.62%
12/31/2016	0.83%
12/31/2017	9.18%
12/31/2018	-1.64%
12/31/2019	15.19%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

Village of South Chicago Heights, Illinois

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability and Related Ratios

Police Pension Fund

December 31, 2019

	2019	2018
Total pension liability		
Service cost	\$ 179,566	\$ 159,244
Interest on the total pension liability	411,651	400,001
Changes in benefit terms	12,028	-
Difference between expected and actual experience of the total pension liability	136,678	(185,562)
Changes of assumptions	921,138	(344,394)
Benefit payments, including refunds of employee contributions	(307,470)	(247,363)
Net change in total pension liability	1,353,591	(218,074)
Total pension liability - beginning	7,748,774	7,966,848
Total pension liability - ending	\$ 9,102,365	\$ 7,748,774
Plan fiduciary net position		
Contributions - employer	\$ 178,669	\$ 165,560
Contributions - employee	53,397	49,574
Contributions - other	-	(8,723)
Net investment income	516,773	(55,497)
Benefit payments, including refunds of employee contributions	(307,470)	(247,363)
Administrative expense	(5,467)	(5,365)
Other (net transfer)	-	-
Net change in plan fiduciary net position	435,902	(101,814)
Plan fiduciary net position - beginning	3,481,979	3,583,793
Plan fiduciary net position - ending	\$ 3,917,881	\$ 3,481,979
Net pension liability (asset)	\$ 5,184,484	\$ 4,266,795
Plan fiduciary net position as a percentage of total pension liability	43.04%	44.94%
Covered valuation payroll	\$ 534,966	\$ 519,384
Net pension liability as a percentage of covered valuation payroll	969.12%	821.51%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

2017	2016	2015	2014	2013	2012	2011	2010
\$ 151,863	\$ 143,946	\$ 96,896	\$ 98,719	\$ -	\$ -	\$ -	\$ -
390,633	378,509	293,737	345,737	-	-	-	-
-	-	-	-	-	-	-	-
(2,783)	(110,343)	103,887	(189,062)	-	-	-	-
440,449	34,629	1,309,169	403,248	-	-	-	-
(231,459)	(221,149)	(303,622)	(210,512)	-	-	-	-
748,703	225,592	1,500,067	448,130	-	-	-	-
7,218,145	6,992,553	5,492,486	5,044,356	-	-	-	-
\$ 7,966,848	\$ 7,218,145	\$ 6,992,553	\$ 5,492,486	\$ -	\$ -	\$ -	\$ -
\$ 139,978	\$ 136,901	\$ 133,108	\$ 117,183	\$ -	\$ -	\$ -	\$ -
43,782	42,911	75,304	32,865	-	-	-	-
-	-	-	-	-	-	-	-
308,987	19,439	(56,507)	64,722	-	-	-	-
(231,459)	(221,149)	(303,622)	(210,512)	-	-	-	-
(8,213)	(4,770)	(5,102)	(4,618)	-	-	-	-
8,507	-	-	-	-	-	-	-
261,582	(26,668)	(156,819)	(360)	-	-	-	-
3,322,211	3,348,879	3,505,698	3,506,058	-	-	-	-
\$ 3,583,793	\$ 3,322,211	\$ 3,348,879	\$ 3,505,698	\$ -	\$ -	\$ -	\$ -
\$ 4,383,055	\$ 3,895,934	\$ 3,643,674	\$ 1,986,788	\$ -	\$ -	\$ -	\$ -
44.98%	46.03%	47.89%	63.83%	0.00%	0.00%	0.00%	0.00%
\$ 485,669	\$ 544,031	\$ 349,580	\$ 325,427	\$ -	\$ -	\$ -	\$ -
902.48%	716.12%	1042.30%	610.52%	0.00%	0.00%	0.00%	0.00%

Village of South Chicago Heights, Illinois

Required Supplementary Information Schedule of Employer Contributions Firefighters Pension Fund December 31, 2019

Fiscal Year Ending	Actuarially Determined Contribution	Contributions In Relation To The Actuarially Determined Contribution	Contribution Excess / (Deficiency)	Covered Payroll	Contributions As A Percentage Of Covered Employee Payroll
12/31/2014	\$ 7,121	\$ 10,921	\$ 3,800	\$ -	\$ 0.00%
12/31/2015	\$ 8,636	\$ 11,256	\$ 2,620	\$ -	\$ 0.00%
12/31/2016	\$ 10,266	\$ 11,329	\$ 1,063	\$ -	\$ 0.00%
12/31/2017	\$ 11,840	\$ 17,177	\$ 5,337	\$ -	\$ 0.00%
12/31/2018	\$ 12,882	\$ 20,746	\$ 7,864	\$ -	\$ 0.00%
12/31/2019	\$ 16,807	\$ 22,708	\$ 5,901	\$ -	\$ 0.00%

Notes:

Actuarial valuation date -	January 1, 2019
Actuarial cost method -	Aggregate entry age normal.
Amortization method -	Level percent of payroll, closed period.
Remaining amortization period -	90% funded over 23 years
Asset valuation method -	5 year smoothed market
Price inflation -	2.25 percent
Investment rate of return -	3.50 percent.
Mortality rates -	Pub-2010 adjusted for plan status, demographics and Illinois Public Pension Data
Changes of Assumptions -	The assumed rate on high quality 20 year tax-exempt G.O. bonds was changed from 4.10% to 2.74%
	The Discount Rate was changed from 3.55% to 3.50%
Other information -	There were no benefit changes during the year.

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

Village of South Chicago Heights, Illinois

Required Supplementary Information
Schedule of Investment Returns
Firefighters Pension Fund
December 31, 2019

<u>Fiscal Year End</u>	<u>Average Money-Weighted Rate of Return, net of Investment Expenses</u>
12/31/2014	0.01%
12/31/2015	0.01%
12/31/2016	0.01%
12/31/2017	0.01%
12/31/2018	0.02%
12/31/2019	0.00%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

Village of South Chicago Heights, Illinois

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability and Related Ratios

Firefighters Pension Fund

December 31, 2019

	2019	2018
Total pension liability		
Service cost	\$ -	\$ -
Interest on the total pension liability	16,313	16,245
Changes in benefit terms	-	-
Difference between expected and actual experience of the total pension liability	8,009	7,514
Changes of assumptions	(19,664)	(2,511)
Benefit payments, including refunds of employee contributions	(26,251)	(25,487)
Net change in total pension liability	(21,593)	(4,239)
Total pension liability - beginning	472,635	476,874
Total pension liability - ending	\$ 451,042	\$ 472,635
Plan fiduciary net position		
Contributions - employer	\$ 22,708	\$ 20,746
Contributions - employee	-	-
Net investment income	160	170
Benefit payments, including refunds of employee contributions	(26,251)	(25,487)
Administrative expense	(1,300)	(1,250)
Other (net transfer)	-	-
Net change in plan fiduciary net position	(4,683)	(5,821)
Plan fiduciary net position - beginning	6,452	12,273
Plan fiduciary net position - ending	\$ 1,769	\$ 6,452
Net pension liability (asset)	\$ 449,273	\$ 466,183
Plan fiduciary net position as a percentage of total pension liability	0.39%	1.37%
Covered valuation payroll	\$ -	\$ -
Net pension liability as a percentage of covered valuation payroll	0.00%	0.00%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

2017	2016	2015	2014	2013	2012	2011	2010
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
16,520	16,683	8,839	16,524	-	-	-	-
-	-	-	-	-	-	-	-
732	6,607	26,721	4,154	-	-	-	-
-	(3,557)	212,212	18,792	-	-	-	-
(24,744)	(24,024)	(23,324)	(22,645)	-	-	-	-
(7,492)	(4,291)	224,448	16,825	-	-	-	-
484,366	488,657	264,209	247,384	-	-	-	-
\$ 476,874	\$ 484,366	\$ 488,657	\$ 264,209	\$ -	\$ -	\$ -	\$ -
\$ 17,177	\$ 11,329	\$ 11,256	\$ 10,921	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
147	85	16	7	-	-	-	-
(24,744)	(24,024)	(23,324)	(22,645)	-	-	-	-
(1,257)	(957)	(812)	(514)	-	-	-	-
-	-	-	-	-	-	-	-
(8,677)	(13,567)	(12,864)	(12,231)	-	-	-	-
20,950	34,517	47,381	59,612	-	-	-	-
\$ 12,273	\$ 20,950	\$ 34,517	\$ 47,381	\$ -	\$ -	\$ -	\$ -
\$ 464,601	\$ 463,416	\$ 454,140	\$ 216,828	\$ -	\$ -	\$ -	\$ -
2.57%	4.33%	7.06%	17.93%	0.00%	0.00%	0.00%	0.00%
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Village of South Chicago Heights, Illinois

Required Supplementary Information
Schedule of Employer Contributions
Retiree Health Insurance Plan
December 31, 2019

Fiscal Year Ending	Actuarially Determined Contribution	Contributions In Relation To The Actuarially Determined Contribution	Contribution Excess / (Deficiency)	Covered Payroll	Contributions As A Percentage Of Covered Employee Payroll
12/31/2018	N/A	\$ -	N/A	\$ 1,497,455	\$ 0.00%
12/31/2019	N/A	\$ -	N/A	\$ 1,436,288	\$ 0.00%

Notes: There is no ADC or employer contribution in relation to the ADC, as there is no Trust that exists for funding the OPEB Liability. However the Village did make contributions from other Village resources in the current year in the amount of \$346,894.

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

Village of South Chicago Heights, Illinois

Required Supplementary Information
Schedule of Investment Returns
Retiree Health Insurance Plan
December 31, 2019

Fiscal Year End	Average Money-Weighted Rate of Return, net of Investment Expenses
12/31/2018	N/A
12/31/2019	N/A

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

Village of South Chicago Heights, Illinois

Required Supplementary Information
Schedule of Changes in the Employer's Net OPEB Liability and Related Ratios
Retiree Health Insurance Plan
December 31, 2019

	2019	2018
Total OPEB liability		
Service cost	\$ 89,216	\$ 95,331
Interest on the total OPEB liability	286,407	257,278
Changes in benefit terms	(1,450,586)	-
Difference between expected and actual experience	-	-
Changes of assumptions	1,807,421	(496,397)
Benefit payments	(346,894)	(327,096)
Net change in total OPEB liability	385,564	(470,884)
Total OPEB liability - beginning	7,166,391	7,637,275
Total OPEB liability - ending	\$ 7,551,955	\$ 7,166,391
OPEB Plan net position		
Contributions - employer	\$ 346,894	\$ 327,096
Contributions - member	-	-
Contributions - other	-	-
Net investment income	-	-
Benefit payments	(346,894)	(327,096)
Administrative expense	-	-
Net change in OPEB plan net position	-	-
OPEB Plan net position - beginning	-	-
OPEB Plan net position - ending	\$ -	\$ -
Employer's Net OPEB liability (asset)	\$ 7,551,955	\$ 7,166,391
OPEB Plan net position as a percentage of total pension liability	0.00%	0.00%
Covered employee payroll	\$ 1,436,288	\$ 1,497,455
Net OPEB liability as a percentage of covered employee payroll	525.80%	478.57%

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

2017	2016	2015	2014	2013	2012	2011	2010
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
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-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

OTHER SUPPLEMENTARY INFORMATION

Village of South Chicago Heights, Illinois

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Revenues				
Local taxes				
Property tax - bond & interest	\$ 180,500	\$ 180,500	\$ 172,957	\$ (7,543)
Property tax - purchase agreement	-	-	(3)	(3)
Total local taxes	\$ 180,500	\$ 180,500	\$ 172,954	\$ (7,546)
Total revenues	\$ 180,500	\$ 180,500	\$ 172,954	\$ (7,546)
Expenditures				
Debt service				
Other contractual				
Paying agent fee	\$ 523	\$ 523	\$ 475	\$ (48)
Total other contractual	\$ 523	\$ 523	\$ 475	\$ (48)
Total contractual services	\$ 523	\$ 523	\$ 475	\$ (48)
Principal				
Principal - 2015 GO bonds	\$ 100,000	\$ 100,000	\$ 100,000	\$ -
Principal - ambulance note	70,775	80,125	80,102	(23)
Principal - fire truck note	16,675	16,700	16,685	(15)
Principal - special assessments	-	500	500	-
Total principal	\$ 187,450	\$ 197,325	\$ 197,287	\$ (38)
Interest				
Interest - 2015 GO bonds	\$ 85,900	\$ 85,900	\$ 85,900	\$ -
Interest - ambulance note	11,275	1,365	-	(1,365)
Interest - fire truck note	413	388	363	(25)
Interest - special assessments	-	60	60	-
Total interest	\$ 97,588	\$ 87,713	\$ 86,323	\$ (1,390)
Total debt service	\$ 285,561	\$ 285,561	\$ 284,085	\$ (1,476)
Total expenditures	\$ 285,561	\$ 285,561	\$ 284,085	\$ (1,476)
Excess (deficiency) of revenues over (under) expenditures	(105,061)	(105,061)	(111,131)	(6,070)
Other financing sources and uses				
Transfers in	\$ 104,975	\$ 104,975	\$ 111,600	\$ 6,625
Total other financing sources and uses	\$ 104,975	\$ 104,975	\$ 111,600	\$ 6,625
Net change in fund balances	\$ (86)	\$ (86)	\$ 469	\$ 555
Fund balances, January 1	\$ 959	\$ 959	\$ 959	\$ -
Fund balances, December 31	\$ 873	\$ 873	\$ 1,428	\$ 555

Village of South Chicago Heights, Illinois

Nonmajor Governmental Funds

Combining Balance Sheet
December 31, 2019

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Motor Fuel Tax Fund	CDBG Project Fund	Total	
Assets				
Assets				
Cash and cash equivalents	\$ 340,847	\$ 1,813	\$ 342,660	\$ 342,660
Accounts / vouchers receivable	18,169	-	18,169	18,169
Grants receivable	-	104,990	104,990	104,990
Inventory	4,602	-	4,602	4,602
Total assets	\$ 363,618	\$ 106,803	\$ 470,421	\$ 470,421
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts / vouchers payable	\$ 4,918	\$ 1,703	\$ 6,621	\$ 6,621
Deferred revenue	-	104,990	104,990	104,990
Total liabilities	\$ 4,918	\$ 106,693	\$ 111,611	\$ 111,611
Fund Balances				
Nonspendable	\$ 4,602	-	\$ 4,602	\$ 4,602
Restricted for highways & streets	354,098	110	354,208	354,208
Total fund balances	\$ 358,700	\$ 110	\$ 358,810	\$ 358,810
Total liabilities, deferred inflows of resources and fund balances	\$ 363,618	\$ 106,803	\$ 470,421	\$ 470,421

Village of South Chicago Heights, Illinois

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended December 31, 2019

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Motor Fuel Tax Fund	CDBG Project Fund	Total	
Revenues				
State shared taxes	\$ 135,784	\$ -	\$ 135,784	\$ 135,784
Interest	6,656	-	6,656	6,656
Total revenues	\$ 142,440	\$ -	\$ 142,440	\$ 142,440
Expenditures				
Current				
General government	\$ -	\$ 9,540	\$ 9,540	\$ 9,540
Highways and streets	34,137	-	34,137	34,137
Total current expenditures	\$ 34,137	\$ 9,540	\$ 43,677	\$ 43,677
Total expenditures	\$ 34,137	\$ 9,540	\$ 43,677	\$ 43,677
Excess (deficiency) of revenues over (under) expenditures	\$ 108,303	\$ (9,540)	\$ 98,763	\$ 98,763
Other financing sources and uses				
Transfers in	\$ -	\$ 9,550	\$ 9,550	\$ 9,550
Total other financing sources and uses	\$ -	\$ 9,550	\$ 9,550	\$ 9,550
Net change in fund balances	\$ 108,303	\$ 10	\$ 108,313	\$ 108,313
Fund balances, January 1	\$ 250,397	\$ 100	\$ 250,497	\$ 250,497
Fund balances, December 31	\$ 358,700	\$ 110	\$ 358,810	\$ 358,810

Village of South Chicago Heights, Illinois

Special Revenue - Motor Fuel Tax Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Revenues				
State shared taxes				
Motor fuel tax	\$ 104,500	\$ 104,500	\$ 135,784	\$ 31,284
Total state shared taxes	\$ 104,500	\$ 104,500	\$ 135,784	\$ 31,284
Interest				
Interest from deposits	\$ 2,000	\$ 2,000	\$ 6,656	\$ 4,656
Total interest	\$ 2,000	\$ 2,000	\$ 6,656	\$ 4,656
Total revenues	\$ 106,500	\$ 106,500	\$ 142,440	\$ 35,940
Expenditures				
Highway & streets				
Contractual services				
Professional services				
Engineering & architectural	\$ 11,000	\$ 5,525	\$ -	\$ (5,525)
Total professional services	\$ 11,000	\$ 5,525	\$ -	\$ (5,525)
Repair & maintenance				
R&M - street lights & signals	\$ 11,220	\$ 16,695	\$ 16,692	\$ (3)
Total repair & maintenance	\$ 11,220	\$ 16,695	\$ 16,692	\$ (3)
Other contractual				
Forestry & landscaping services	1,100	1,100	-	(1,100)
Total other contractual	\$ 1,100	\$ 1,100	\$ -	\$ (1,100)
Total contractual services	\$ 23,320	\$ 23,320	\$ 16,692	\$ (6,628)
Commodities				
Street materials - salt	\$ 21,450	\$ 21,450	\$ 17,445	\$ (4,005)
Total commodities	\$ 21,450	\$ 21,450	\$ 17,445	\$ (4,005)
Total highway & streets	\$ 44,770	\$ 44,770	\$ 34,137	\$ (10,633)
Total expenditures	\$ 44,770	\$ 44,770	\$ 34,137	\$ (10,633)
Excess (deficiency) of revenues over (under) expenditures	\$ 61,730	\$ 61,730	\$ 108,303	\$ 46,573
Net change in fund balances	\$ 61,730	\$ 61,730	\$ 108,303	\$ 46,573
Fund balances, January 1	\$ 250,397	\$ 250,397	\$ 250,397	\$ -
Fund balances, December 31	\$ 312,127	\$ 312,127	\$ 358,700	\$ 46,573

Village of South Chicago Heights, Illinois

Special Revenue - Community Development Block Grant Project Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with
	Original	Final	Amounts	Final Budget Over / (Under)
Expenditures				
Highways & streets				
Contractual services				
Professional services				
Engineering & architectural	\$ 8,250	\$ 8,525	\$ 8,523	\$ (2)
Total professional services	\$ 8,250	\$ 8,525	\$ 8,523	\$ (2)
Other contractual				
Advertising & legal publication	\$ -	\$ 1,025	\$ 1,017	\$ (8)
Total other contractual	\$ -	\$ 1,025	\$ 1,017	\$ (8)
Total contractual services	\$ 8,250	\$ 9,550	\$ 9,540	\$ (10)
Total highways & streets	\$ 8,250	\$ 9,550	\$ 9,540	\$ (10)
Total expenditures	\$ 8,250	\$ 9,550	\$ 9,540	\$ (10)
Excess (deficiency) of revenues over (under) expenditures	\$ (8,250)	\$ (9,550)	\$ (9,540)	\$ 10
Other financing sources and uses				
Transfers in	\$ 7,500	\$ 7,500	\$ 9,550	\$ 2,050
Total other financing sources and uses	\$ 7,500	\$ 7,500	\$ 9,550	\$ 2,050
Net change in fund balances	\$ (750)	\$ (2,050)	\$ 10	\$ 2,060
Fund balances, January 1	\$ 100	\$ 100	\$ 100	\$ -
Fund balances, December 31	\$ (650)	\$ (1,950)	\$ 110	\$ 2,060

Village of South Chicago Heights, Illinois

Enterprise - Water Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)			Variance with Final Budget Over / (Under)
	Original	Final	Actual	
Operating revenues				
Charges for Services				
Water Sales	\$ 1,250,000	\$ 1,250,000	\$ 1,186,529	\$ (63,471)
Water Meter Installation / Replacement	3,000	3,000	4,314	1,314
Water Turn On Fees	2,500	2,500	6,555	4,055
Water / Sewer Tap Fees	500	500	-	(500)
Temporary Water Turn On Charge	2,500	2,500	2,950	450
Construction water charge	-	-	540	540
Total Charges for Services	\$ 1,258,500	\$ 1,258,500	\$ 1,200,888	\$ (57,612)
Fines and Forfeitures				
Late Payment Penalty	\$ 25,000	\$ 25,000	\$ 23,680	\$ (1,320)
Total Fines and Forfeitures	\$ 25,000	\$ 25,000	\$ 23,680	\$ (1,320)
Reimbursements				
Insurance Reimbursement	\$ -	\$ -	\$ 10,256	\$ 10,256
Total Reimbursements	\$ -	\$ -	\$ 10,256	\$ 10,256
Total operating revenues	\$ 1,283,500	\$ 1,283,500	\$ 1,234,824	\$ (48,676)
Operating expenses				
Administrative				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 21,421	\$ 21,006	\$ 20,297	\$ (709)
Wages - Full Time Hourly	55,090	54,765	43,054	(11,711)
Wages - Part Time Hourly	1,970	2,295	2,277	(18)
Wages - Overtime	2,250	2,875	2,875	-
Total Compensation	\$ 80,731	\$ 80,941	\$ 68,503	\$ (12,438)
Benefits				
Employer FICA / Medicare	\$ 6,252	\$ 6,252	\$ 5,238	\$ (1,014)
Employer IMRF	14,753	14,753	24,243	9,490
Insurance - Group Life and AD&D	133	133	87	(46)
Insurance - Group Medical	28,428	28,428	17,618	(10,810)
Insurance - Group Dental	2,418	2,418	1,963	(455)
Insurance - Workers Compensation	6,522	6,522	5,251	(1,271)
Insurance - Unemployment Compensation	301	301	-	(301)
Total Benefits	\$ 58,807	\$ 58,807	\$ 54,400	\$ (4,407)
Total Personal Services	\$ 139,538	\$ 139,748	\$ 122,903	\$ (16,845)

Village of South Chicago Heights, Illinois

Enterprise - Water Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)			Variance with Final Budget Over / (Under)
	Original	Final	Actual	
Operating expenses (continued)				
Administrative (continued)				
Contractual Services				
Professional Services				
Data Processing	\$ 7,040	\$ 7,040	\$ 4,900	\$ (2,140)
Total Professional Services	\$ 7,040	\$ 7,040	\$ 4,900	\$ (2,140)
Repair and Maintenance				
R & M - Data Processing Equipment	\$ 2,310	\$ 2,310	\$ 1,500	\$ (810)
Total Repair and Maintenance	\$ 2,310	\$ 2,310	\$ 1,500	\$ (810)
Other Contractual				
Liability Insurance	\$ 33,000	\$ 33,000	\$ 30,000	\$ (3,000)
Printing and Copying Services	4,180	4,180	2,065	(2,115)
Training	-	225	225	-
Total Other Contractual	\$ 37,180	\$ 37,405	\$ 32,290	\$ (5,115)
Total Contractual Services	\$ 46,530	\$ 46,755	\$ 38,690	\$ (8,065)
Commodities				
Computer Supplies	\$ 275	\$ 275	\$ -	\$ (275)
Postage	8,800	8,800	6,198	(2,602)
Program Supplies	-	90	77	(13)
Uniforms	220	230	225	(5)
Equipment - Data Processing	19,250	19,250	-	(19,250)
Total Commodities	\$ 28,545	\$ 28,645	\$ 6,500	\$ (22,145)
Total Administrative	\$ 214,613	\$ 215,148	\$ 168,093	\$ (47,055)
Cost of Sales				
Personal Services				
Compensation				
Wages - Full Time Salaried	\$ 24,200	\$ 24,615	\$ 24,611	\$ (4)
Wages - Full Time Hourly	85,342	85,342	76,682	(8,660)
Wages - Overtime	11,996	11,371	11,132	(239)
Total Compensation	\$ 121,538	\$ 121,328	\$ 112,425	\$ (8,903)
Benefits				
Employer FICA / Medicare	\$ 9,297	\$ 9,297	\$ 8,139	\$ (1,158)
Employer IMRF	22,156	22,156	37,990	15,834
Insurance - Group Life and AD&D	200	200	160	(40)
Insurance - Group Medical	50,834	50,834	41,445	(9,389)
Insurance - Group Dental	3,454	3,454	2,852	(602)
Insurance - Workers Compensation	9,699	9,699	8,644	(1,055)
Insurance - Unemployment Compensation	421	421	-	(421)
Total Benefits	\$ 96,061	\$ 96,061	\$ 99,230	\$ 3,169
Total Personal Services	\$ 217,599	\$ 217,389	\$ 211,655	\$ (5,734)

Village of South Chicago Heights, Illinois

Enterprise - Water Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)			Variance with
	Original	Final	Actual	Final Budget Over / (Under)
Operating expenses (continued)				
Cost of Sales (continued)				
Contractual Services				
Professional Services				
Engineering and Architectural	\$ 1,100	\$ 4,700	\$ 4,700	\$ -
Testing Labs	1,320	1,895	1,886	(9)
Total Professional Services	\$ 2,420	\$ 6,595	\$ 6,586	\$ (9)
Repair and Maintenance				
R & M - Public Works Equipment	\$ -	\$ 4,925	\$ 4,923	\$ (2)
R & M - Vehicles	2,200	2,200	1,763	(437)
R & M - Water & Sewer System Equipment	16,500	11,575	10,474	(1,101)
Total Repair and Maintenance	\$ 18,700	\$ 18,700	\$ 17,160	\$ (1,540)
Other Contractual				
Equipment Rental	\$ 2,200	\$ 5,600	\$ 5,594	\$ (6)
Garbage & Recycling	2,200	2,200	1,108	(1,092)
Intergovernmental fees & dues	110	110	-	(110)
Professional association dues	550	550	340	(210)
Purchased Program Services	77,000	67,100	50,353	(16,747)
Telephone - Local, LD, Wireless, Pager	1,650	3,975	3,973	(2)
Training Services	550	325	178	(147)
Utilities Location Service	1,980	1,980	963	(1,017)
Total Other Contractual	\$ 86,240	\$ 81,840	\$ 62,509	\$ (19,331)
Total Contractual Services	\$ 107,360	\$ 107,135	\$ 86,255	\$ (20,880)
Commodities				
Fuel	\$ 3,850	\$ 2,850	\$ 2,708	\$ (142)
Landscaping Supplies	330	330	325	(5)
Lubricants and Fluids	-	250	246	(4)
Program Supplies	1,100	1,000	208	(792)
Protective Clothing & Equipment	550	550	-	(550)
Service & Repair Parts	550	550	307	(243)
Small Tools	550	1,350	1,343	(7)
Street Materials - Aggregate	8,250	16,600	16,600	-
Street Materials - Bituminum	8,250	7,250	7,108	(142)
Street Materials - Signs & barricades	550	550	-	(550)
Utilities - Village Buildings	3,850	2,975	482	(2,493)
Utilities - Public Way	14,850	15,725	15,712	(13)
Water Purchases	660,000	636,600	630,582	(6,018)
Water & Sewer System Supplies	2,750	4,550	4,532	(18)
Water & Sewer System Repair Parts	16,500	30,700	30,681	(19)
Total Commodities	\$ 721,930	\$ 721,830	\$ 710,834	\$ (10,996)
Total Cost of Sales	\$ 1,046,889	\$ 1,046,354	\$ 1,008,744	\$ (37,610)

Village of South Chicago Heights, Illinois

Enterprise - Water Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)			Variance with Final Budget Over / (Under)
	Original	Final	Actual	
Operating expenses (continued)				
Depreciation				
Depreciation Expense	\$ -	\$ -	\$ 158,689	\$ 158,689
Total depreciation	\$ -	\$ -	\$ 158,689	\$ 158,689
Total operating expenses	\$ 1,261,502	\$ 1,261,502	\$ 1,335,526	\$ (74,024)
Operating income (loss)	\$ 21,998	\$ 21,998	\$ (100,702)	\$ (122,700)
Nonoperating revenue (expenses)				
Local taxes				
Property Tax	\$ 7,000	\$ 7,000	\$ 4,234	\$ (2,766)
Property tax - bond & interest	10,000	10,000	(26,301)	(36,301)
Total local taxes	\$ 17,000	\$ 17,000	\$ (22,067)	\$ (39,067)
Capital outlay				
Equipment - Construction	\$ (8,855)	\$ (8,855)	\$ (7,942)	\$ 913
Equipment - Data Processing	(19,250)	(19,250)	-	19,250
Equipment - Water system	(1,980)	(1,980)	-	1,980
Total capital outlay	(30,085)	(30,085)	(7,942)	22,143
Debt service				
Principal				
Principal - Water Meter Installment Contract	\$ (147,884)	\$ (147,884)	\$ -	\$ 147,884
Total principal	\$ (147,884)	\$ (147,884)	\$ -	\$ 147,884
Interest expense				
Interest - Water Meter Installment Contract	\$ (52,662)	\$ (52,662)	\$ (49,133)	\$ 3,529
Total interest expense	\$ (52,662)	\$ (52,662)	\$ (49,133)	\$ 3,529
Total debt service	\$ (200,546)	\$ (200,546)	\$ (49,133)	\$ 151,413
Total nonoperating revenue (expenses)	\$ (213,631)	\$ (213,631)	\$ (79,142)	\$ (134,489)
Change in net position	(191,633)	(191,633)	(179,844)	11,789
Total net position, January 1	\$ (601,005)	\$ (601,005)	\$ (601,005)	\$ -
Total net position, December 31	\$ (792,638)	\$ (792,638)	\$ (780,849)	\$ 11,789

Village of South Chicago Heights, Illinois

Enterprise - Sewer Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)			Variance with Final Budget Over / (Under)
	Original	Final	Actual	
Operating revenues				
Charges for Services				
Sewer Charges	\$ 135,000	\$ 135,000	\$ 124,291	\$ (10,709)
Thorn Creek Sewer Charge	200,000	200,000	-	(200,000)
Thorn Creek Meter Reading Charge	16,250	16,250	15,575	(675)
Total Charges for Services	351,250	351,250	139,866	(211,384)
Fines and Forfeitures				
Late Payment Penalty	\$ 4,000	\$ 4,000	\$ 6,404	\$ 2,404
Total Fines and Forfeitures	4,000	4,000	6,404	2,404
Total operating revenues	\$ 355,250	\$ 355,250	\$ 146,270	\$ (208,980)
Operating expenses				
Administration				
Contractual Services				
Other Contractual				
Printing and Copying Services	\$ 550	\$ 550	\$ -	\$ (550)
Thorn Creek Sewer Pass-thru	220,000	220,000	-	(220,000)
Total Other Contractual	\$ 220,550	\$ 220,550	\$ -	\$ (220,550)
Contractual Services	\$ 220,550	\$ 220,550	\$ -	\$ (220,550)
Total Administration	\$ 220,550	\$ 220,550	\$ -	\$ (220,550)
Cost of Sales				
Contractual Services				
Professional Services				
Engineering and Architectural	\$ 8,250	\$ 2,025	\$ 2,013	\$ (12)
Total Professional Services	\$ 8,250	\$ 2,025	\$ 2,013	\$ (12)
Repair and Maintenance				
R & M - Water & Sewer System Equipment	\$ -	\$ 2,025	\$ 2,010	\$ (15)
Total Repair and Maintenance	\$ -	\$ 2,025	\$ 2,010	\$ (15)
Other Contractual				
Advertising & Legal Publishing	\$ 220	\$ 170	\$ -	\$ (170)
Intergovernmental Fees and Dues	1,100	1,100	1,000	(100)
Purchased Program Services	16,500	22,775	22,768	(7)
Total Other Contractual	\$ 17,820	\$ 24,045	\$ 23,768	\$ (277)
Total contractual services	\$ 26,070	\$ 28,095	\$ 27,791	\$ (304)

Village of South Chicago Heights, Illinois

Enterprise - Sewer Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)			Variance with Final Budget Over / (Under)
	Original	Final	Actual	
Operating expenses (continued)				
Cost of Sales (continued)				
Commodities				
Service & Repair Parts	\$ 1,100	\$ 100	\$ 87	\$ (13)
Small Tools	550	50	-	(50)
Street Materials - Manhole Cvr's & Structures	2,750	500	-	(500)
Utilities - Public Way	1,100	1,450	1,447	(3)
Water & Sewer System Supplies	825	300	-	(300)
Water & Sewer System Repair Parts	825	2,725	2,722	(3)
Total Commodities	\$ 7,150	\$ 5,125	\$ 4,256	\$ (869)
Total Cost of Sales	\$ 33,220	\$ 33,220	\$ 32,047	\$ (1,173)
Depreciation				
Depreciation Expense	\$ -	\$ -	\$ 77,545	\$ 77,545
Total depreciation	\$ -	\$ -	\$ 77,545	\$ 77,545
Total operating expenses	\$ 253,770	\$ 253,770	\$ 109,592	\$ (144,178)
Operating income (loss)	\$ 101,480	\$ 101,480	\$ 36,678	\$ (64,802)
Nonoperating revenue (expenses)				
Property tax	\$ 7,000	\$ 7,000	\$ 4,234	\$ (2,766)
Capital outlay	(110,000)	(110,000)	-	110,000
Total nonoperating revenue (expenses)	\$ (103,000)	\$ (103,000)	\$ 4,234	\$ 107,234
Change in net position	\$ (1,520)	\$ (1,520)	\$ 40,912	\$ 42,432
Total net position, January 1	\$ 1,590,334	\$ 1,590,334	\$ 1,590,334	\$ -
Total net position, December 31	\$ 1,588,814	\$ 1,588,814	\$ 1,631,246	\$ 42,432

Village of South Chicago Heights, Illinois

Enterprise - Property Management Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position - Budget and Actual For the Year Ended December 31, 2019

	Budgeted Amounts (GAAP Basis)		Actual	Variance with Final Budget Over / (Under)
	Original	Final		
Operating expenses				
Nondepartmental				
Contractual Services				
Professional Services				
Legal - Review	\$ 5,500	\$ 5,500	\$ -	\$ (5,500)
Other Professional Services	3,850	2,845	-	(2,845)
Total Professional Services	\$ 9,350	\$ 8,345	\$ -	\$ (8,345)
Repair and Maintenance				
R & M - Buildings & Grounds	\$ 550	\$ 550	\$ -	\$ (550)
Total Repair and Maintenance	\$ 550	\$ 550	\$ -	\$ (550)
Other Contractual				
Garbage & recycling	\$ 550	\$ 550	\$ -	\$ (550)
Total Other Contractual	\$ 550	\$ 550	\$ -	\$ (550)
Total contractual services	\$ 10,450	\$ 9,445	\$ -	\$ (9,445)
Commodities				
Program Supplies	\$ 275	\$ 275	\$ -	\$ (275)
Service & Repair Parts	275	275	-	(275)
Utilities - Village Buildings	3,300	4,305	4,302	(3)
Total Commodities	\$ 3,850	\$ 4,855	\$ 4,302	\$ (553)
Total Cost of Sales	\$ 14,300	\$ 14,300	\$ 4,302	\$ (9,998)
Depreciation				
Depreciation Expense	\$ -	\$ -	\$ 18,113	\$ 18,113
Total depreciation	\$ -	\$ -	\$ 18,113	\$ 18,113
Total operating expenses	\$ 14,300	\$ 14,300	\$ 22,415	\$ 8,115
Operating income (loss)	\$ (14,300)	\$ (14,300)	\$ (22,415)	\$ (8,115)
Income (loss) before transfers and contributions	\$ (14,300)	\$ (14,300)	\$ (22,415)	\$ (8,115)
Transfers in	\$ 13,000	\$ 13,000	\$ 4,325	\$ (8,675)
Change in net position	\$ (1,300)	\$ (1,300)	\$ (18,090)	\$ (16,790)
Total net position, January 1,	\$ 488,100	\$ 488,100	\$ 488,100	\$ -
Total net position, December 31	\$ 486,800	\$ 486,800	\$ 470,010	\$ (16,790)

Village of South Chicago Heights, Illinois

Fiduciary Funds

Combining Schedule of Fiduciary Net Position
December 31, 2019

	Pension Trust Funds		
	Police Pension Fund	Firefighters Pension Fund	Total
Assets			
Cash and cash equivalents	\$ 244,776	\$ 1,769	\$ 246,545
Investments, at fair value:			
Certificates of deposit	96,680	-	96,680
US Treasury securities	405,219	-	405,219
State and municipal securities	100,443	-	100,443
Asset backed securities	24,204	-	24,204
Equity mutual funds	1,655,330	-	1,655,330
Corporate bonds	1,379,142	-	1,379,142
Interest receivable	17,386	-	17,386
Total assets	\$ 3,923,180	\$ 1,769	\$ 3,924,949
Liabilities			
Accounts / vouchers payable	\$ 5,299	\$ -	\$ 5,299
Total liabilities	\$ 5,299	\$ -	\$ 5,299
Net position			
Held in trust for pension benefits	\$ 3,917,881	\$ 1,769	\$ 3,919,650
Total net position	\$ 3,917,881	\$ 1,769	\$ 3,919,650

Village of South Chicago Heights, Illinois

Fiduciary Funds

Combining Schedule of Changes in Fiduciary Net Position For the Year Ended December 31, 2019

	Police Pension Fund	Firefighters Pension Fund	Total
Additions:			
Contributions			
Employer	\$ 178,669	\$ 22,740	\$ 201,409
Plan member	53,397	-	53,397
Total contributions	\$ 232,066	\$ 22,740	\$ 254,806
Investment income			
Net appreciation in fair value of investments	\$ 377,957	\$ -	\$ 377,957
Interest	60,987	161	61,148
Dividends	92,705	-	92,705
Total investment income	\$ 531,649	\$ 161	\$ 531,810
Less investment expense	14,877	-	14,877
Net investment income	\$ 516,772	\$ 161	\$ 516,933
Total additions	\$ 748,838	\$ 22,901	\$ 771,739
Deductions:			
Benefits	\$ 307,469	\$ 26,251	\$ 333,720
Administrative expense	5,467	1,300	6,767
Total deductions	\$ 312,936	\$ 27,551	\$ 340,487
Change in net position	\$ 435,902	\$ (4,650)	\$ 431,252
Net position held in trust for pension benefits			
January 1	\$ 3,481,979	\$ 6,419	\$ 3,488,398
December 31	\$ 3,917,881	\$ 1,769	\$ 3,919,650

Village of South Chicago Heights, Illinois

Long-Term Debt Requirements
Series 2015 General Obligation Bonds
Public Safety Building

December 31, 2019

Date of Maturity: 12/1/2034
Authorization Issue: \$ 2,500,000
Interest Rate: 2.0% - 4.5%

Current and Future Principal and Interest Requirements

Fiscal Year Ending December 31	Principal	Interest	Total
2020	\$ 100,000	\$ 82,900	\$ 182,900
2021	105,000	79,900	184,900
2022	110,000	76,750	186,750
2023	115,000	72,350	187,350
2024	115,000	67,750	182,750
2025	120,000	63,150	183,150
2026	125,000	58,350	183,350
2027	130,000	53,350	183,350
2028	135,000	48,150	183,150
2029	140,000	42,750	182,750
2030	150,000	36,450	186,450
2031	155,000	29,700	184,700
2032	160,000	22,725	182,725
2033	170,000	15,525	185,525
2034	175,000	7,875	182,875
Totals	<u>\$ 2,005,000</u>	<u>\$ 757,675</u>	<u>\$ 2,762,675</u>

Village of South Chicago Heights, Illinois

Long-Term Debt Requirements
Series 2015 Equipment Lease
Water Meter System

December 31, 2019

Date of Maturity: 3/24/2028
Authorization Issue: \$ 1,985,188
Interest Rate: 3.093%

Current and Future Principal and Interest Requirements

<u>Fiscal Year Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 152,458	\$ 48,087	\$ 200,545
2021	157,173	43,372	200,545
2022	162,034	38,511	200,545
2023	167,046	33,499	200,545
2024	172,213	28,332	200,545
2025	177,540	23,005	200,545
2026	183,031	17,514	200,545
2027	188,692	11,853	200,545
2028	194,778	5,768	200,546
Totals	<u>\$ 1,554,965</u>	<u>\$ 249,941</u>	<u>\$ 1,804,905</u>

Village of South Chicago Heights, Illinois

Long-Term Debt Requirements
Series 2019 Equipment Lease
Type III Ambulance

December 31, 2019

Date of Maturity: 4/15/2021
Authorization Issue: \$ 230,000
Interest Rate: 4.550%

Current and Future Principal and Interest Requirements

<u>Fiscal Year Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	73,282	\$ 6,820	\$ 80,102
2021	76,616	3,486	80,102
Totals	<u>\$ 149,898</u>	<u>\$ 10,306</u>	<u>\$ 160,204</u>

STATISTICAL SECTION

STATISTICAL SECTION

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

Contents

Page(s)

Financial Trends

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time. 123 – 129

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax. 131 – 135

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future. 136 – 141

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place. 143 – 144

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs. 145 – 147

Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year.

Village of South Chicago Heights, Illinois

Net Position By Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2010 (1)	2011	2012	2013
Governmental Activities:				
Invested in capital assets, net of related debt	\$ 2,331,494	\$ 2,271,077	\$ 2,590,569	\$ 2,560,412
Restricted	2,073,125	2,337,884	2,344,465	2,434,801
Unrestricted	1,063,269	1,162,701	1,024,032	925,266
Total governmental activities net position	<u>\$ 5,467,888</u>	<u>\$ 5,771,662</u>	<u>\$ 5,959,066</u>	<u>\$ 5,920,479</u>
Business-type Activities:				
Invested in capital assets, net of related debt	\$ 520,460	\$ 924,243	\$ 1,281,017	\$ 1,668,143
Unrestricted	379,436	371,775	231,529	45,004
Total business-type activities net position	<u>\$ 899,896</u>	<u>\$ 1,296,018</u>	<u>\$ 1,512,546</u>	<u>\$ 1,713,147</u>
Primary Government:				
Invested in capital assets, net of related debt	\$ 2,851,954	\$ 3,195,320	\$ 3,871,586	\$ 4,228,555
Restricted	2,073,125	2,337,884	2,344,465	2,434,801
Unrestricted	1,442,705	1,534,476	1,255,561	970,270
Total primary government net position	<u>\$ 6,367,784</u>	<u>\$ 7,067,680</u>	<u>\$ 7,471,612</u>	<u>\$ 7,633,626</u>

Note (1) Fiscal Year 2010 was an eight month reporting period as a transition from April 30 to December 31 year-end date.

Source: Village of South Chicago Heights

2014	2015	2016	2017	2018	2019
\$ 2,847,928	\$ 3,529,218	\$ 3,460,918	\$ 3,482,065	\$ 3,542,437	\$ 3,728,305
2,755,283	4,721,559	3,087,283	3,267,034	3,700,892	2,349,443
1,459,729	(4,484,873)	(2,668,214)	(5,475,479)	(12,123,462)	(10,131,317)
<u>\$ 7,062,940</u>	<u>\$ 3,765,904</u>	<u>\$ 3,879,987</u>	<u>\$ 1,273,620</u>	<u>\$ (4,880,133)</u>	<u>\$ (4,053,569)</u>
\$ 2,091,220	\$ 3,419,036	\$ 3,665,000	\$ 4,039,630	\$ 4,415,548	\$ 4,198,651
(180,284)	(2,435,561)	(2,528,255)	(3,034,786)	(2,938,119)	(2,878,244)
<u>\$ 1,910,936</u>	<u>\$ 983,475</u>	<u>\$ 1,136,745</u>	<u>\$ 1,004,844</u>	<u>\$ 1,477,429</u>	<u>\$ 1,320,407</u>
\$ 4,939,148	\$ 6,948,254	\$ 7,125,918	\$ 7,521,695	\$ 7,957,985	\$ 7,926,956
2,755,283	4,721,559	3,087,283	3,267,034	3,700,892	2,349,443
1,279,445	(6,920,434)	(5,196,469)	(8,510,265)	(15,061,581)	(13,009,561)
<u>\$ 8,973,876</u>	<u>\$ 4,749,379</u>	<u>\$ 5,016,732</u>	<u>\$ 2,278,464</u>	<u>\$ (3,402,704)</u>	<u>\$ (2,733,162)</u>

Village of South Chicago Heights, Illinois

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2010 (1)	2011	2012	2013
Expenses				
Governmental Activities:				
General government	\$ 1,001,743	\$ 1,431,248	\$ 1,361,851	\$ 1,288,890
Public safety	1,472,578	2,217,992	2,532,039	2,570,663
Highways and streets	353,182	528,103	556,317	512,753
Sanitation	133,745	206,228	244,216	236,538
Culture and recreation	94,599	117,103	136,139	128,118
Interest on long-term debt	27,082	27,308	18,867	15,487
Total governmental activities expenses	<u>\$ 3,082,929</u>	<u>\$ 4,527,982</u>	<u>\$ 4,849,429</u>	<u>\$ 4,752,449</u>
Business-type activities:				
Water	\$ 613,957	\$ 1,007,218	\$ 1,011,168	\$ 1,252,493
Sewer	51,619	96,265	144,649	85,409
Property management	-	55,330	113,737	128,254
Total business-type activities expenses	<u>665,576</u>	<u>1,158,813</u>	<u>1,269,554</u>	<u>1,466,156</u>
Total primary government expenses	<u>\$ 3,748,505</u>	<u>\$ 5,686,795</u>	<u>\$ 6,118,983</u>	<u>\$ 6,218,605</u>
Program Revenues				
Governmental Activities:				
Charges for services				
General government	\$ 198,900	\$ 252,408	\$ 260,689	\$ 251,553
Public safety	244,857	373,395	436,712	553,050
Highways and streets	44,343	16,897	1,614	1,224
Sanitation	149,092	230,736	225,490	235,816
Culture and recreation	1,842	3,312	3,719	6,570
Operating grants and contributions	14,915	38,679	69,071	25,953
Capital grants and contributions	242,443	292,285	316,557	(22,939)
Total governmental activities program revenues	<u>\$ 896,392</u>	<u>\$ 1,207,712</u>	<u>\$ 1,313,852</u>	<u>\$ 1,051,227</u>
Business-type activities:				
Charges for services				
Water	\$ 436,687	\$ 631,961	\$ 683,785	\$ 923,276
Sewer	76,652	124,095	132,193	109,923
Property management	-	69,300	69,300	68,850
Capital grants and contributions	-	125,830	-	-
Total business-type activities program revenues	<u>\$ 513,339</u>	<u>\$ 951,186</u>	<u>\$ 885,278</u>	<u>\$ 1,102,049</u>
Total primary government program revenues	<u>\$ 1,409,731</u>	<u>\$ 2,158,898</u>	<u>\$ 2,199,130</u>	<u>\$ 2,153,276</u>
Net (expense) / revenue				
Governmental activities	\$ (2,186,537)	\$ (3,320,270)	\$ (3,535,577)	\$ (3,701,222)
Business-type activities	(152,237)	(207,627)	(384,276)	(364,107)
Total primary government net expenses	<u>\$ (2,338,774)</u>	<u>\$ (3,527,897)</u>	<u>\$ (3,919,853)</u>	<u>\$ (4,065,329)</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Taxes				
Property taxes	\$ 1,833,241	\$ 1,503,754	\$ 1,616,188	\$ 1,339,096
Utility taxes	225,381	375,222	349,343	361,904
State income tax	190,899	321,542	333,692	432,394
State sales tax	795,617	1,209,828	1,212,907	1,274,672
State motor fuel tax	67,084	101,635	100,936	101,272
Other state shared taxes	133,062	215,701	218,522	214,903
Investment earnings	2,216	3,125	3,537	5,430
Other revenues	12,206	37,652	8,226	24,564
Gain on sale of capital assets	6,000	1,708	13,516	13,400
Transfers	(100,000)	(100,000)	(103,950)	(105,000)
Total governmental activities	<u>\$ 3,165,706</u>	<u>\$ 3,670,167</u>	<u>\$ 3,752,917</u>	<u>\$ 3,662,635</u>
Business-type activities				
Property taxes	\$ 471,131	\$ 457,626	\$ 496,854	\$ 447,208
Other revenues	6,500	-	-	12,500
Transfers	100,000	100,000	103,950	105,000
Total business-type activities	<u>\$ 577,631</u>	<u>\$ 557,626</u>	<u>\$ 600,804</u>	<u>\$ 564,708</u>
Total primary government	<u>\$ 3,743,337</u>	<u>\$ 4,227,793</u>	<u>\$ 4,353,721</u>	<u>\$ 4,227,343</u>
Change in Net Position				
Governmental activities	\$ 979,169	\$ 349,897	\$ 217,340	\$ (38,587)
Business-type activities	425,394	349,999	216,528	200,601
Total primary government	<u>\$ 1,404,563</u>	<u>\$ 699,896</u>	<u>\$ 433,868</u>	<u>\$ 162,014</u>

Note (1) Fiscal Year 2010 was an eight month reporting period as a transition from April 30 to December 31 year-end date.

2014	2015	2016	2017	2018	2019
\$ 1,406,990	\$ 2,087,516	\$ 1,563,389	\$ 1,441,572	\$ 1,510,585	\$ 1,332,312
2,625,129	3,211,660	3,463,584	3,478,845	3,495,316	3,657,699
527,261	573,864	619,486	632,671	635,568	606,911
250,838	263,605	271,961	274,765	284,678	290,964
124,600	177,456	132,477	123,482	136,933	110,536
13,459	84,099	97,453	94,231	90,749	91,586
<u>\$ 4,948,277</u>	<u>\$ 6,398,200</u>	<u>\$ 6,148,350</u>	<u>\$ 6,045,566</u>	<u>\$ 6,153,829</u>	<u>\$ 6,090,008</u>
\$ 1,269,501	\$ 3,570,559	\$ 1,456,063	\$ 1,322,152	\$ 1,382,347	\$ 1,392,601
109,182	90,502	156,749	89,055	187,497	109,592
100,609	184,360	113,530	21,706	23,280	22,415
<u>1,479,292</u>	<u>3,845,421</u>	<u>1,726,342</u>	<u>1,432,913</u>	<u>1,593,124</u>	<u>1,524,608</u>
<u>\$ 6,427,569</u>	<u>\$ 10,243,621</u>	<u>\$ 7,874,692</u>	<u>\$ 7,478,479</u>	<u>\$ 7,746,953</u>	<u>\$ 7,614,616</u>
\$ 266,602	\$ 266,897	\$ 1,120,252	\$ 258,491	\$ 236,560	\$ 201,837
412,667	524,217	541,059	615,356	606,433	680,194
2,706	70	669	439	823	37,210
279,089	238,378	253,624	254,603	293,276	300,392
4,014	2,451	8,267	8,023	24,678	19,068
63,208	91,089	56,801	15,204	60,736	132,815
419,725	130,339	41,698	28,122	136,320	197,951
<u>\$ 1,448,011</u>	<u>\$ 1,253,441</u>	<u>\$ 2,022,370</u>	<u>\$ 1,180,238</u>	<u>\$ 1,358,826</u>	<u>\$ 1,569,467</u>
\$ 945,417	\$ 1,190,385	\$ 1,171,440	\$ 1,197,196	\$ 1,181,892	\$ 1,234,824
138,463	139,165	150,665	151,744	141,537	146,270
3,550	-	-	-	251,991	-
-	1,048,616	-	-	-	-
<u>\$ 1,087,430</u>	<u>\$ 2,378,166</u>	<u>\$ 1,322,105</u>	<u>\$ 1,348,940</u>	<u>\$ 1,575,420</u>	<u>\$ 1,381,094</u>
<u>\$ 2,535,441</u>	<u>\$ 3,631,607</u>	<u>\$ 3,344,475</u>	<u>\$ 2,529,178</u>	<u>\$ 2,934,246</u>	<u>\$ 2,950,561</u>
\$ (3,500,266)	\$ (5,144,759)	\$ (4,125,980)	\$ (4,865,328)	\$ (4,795,003)	\$ (4,520,541)
(391,862)	(1,467,255)	(404,237)	(83,973)	(17,704)	(143,514)
<u>\$ (3,892,128)</u>	<u>\$ (6,612,014)</u>	<u>\$ (4,530,217)</u>	<u>\$ (4,949,301)</u>	<u>\$ (4,812,707)</u>	<u>\$ (4,664,055)</u>
\$ 1,643,000	\$ 2,052,348	\$ 1,827,640	\$ 1,852,620	\$ 2,238,714	\$ 2,220,638
395,064	361,404	357,328	354,307	330,828	359,677
391,973	447,546	397,637	444,443	397,039	445,939
1,374,316	1,381,450	1,321,237	1,281,006	1,343,824	1,362,762
102,535	101,188	105,382	105,572	105,940	135,784
237,448	272,752	292,076	296,210	306,205	323,446
11,077	12,599	27,415	18,910	38,654	75,146
27,026	17,537	6,898	28,278	8,833	10
2,700	6,540	-	9,550	25,500	7,895
(106,300)	(200,000)	(95,550)	(3,600)	(5,392)	(4,325)
<u>\$ 4,078,839</u>	<u>\$ 4,453,364</u>	<u>\$ 4,240,063</u>	<u>\$ 4,387,296</u>	<u>\$ 4,790,145</u>	<u>\$ 4,926,972</u>
\$ 483,351	\$ 487,981	\$ 461,157	\$ 478,472	\$ 484,897	\$ (17,833)
-	7,000	800	-	-	-
106,300	200,000	95,550	3,600	5,392	4,325
<u>\$ 589,651</u>	<u>\$ 694,981</u>	<u>\$ 557,507</u>	<u>\$ 482,072</u>	<u>\$ 490,289</u>	<u>\$ (13,508)</u>
<u>\$ 4,668,490</u>	<u>\$ 5,148,345</u>	<u>\$ 4,797,570</u>	<u>\$ 4,869,368</u>	<u>\$ 5,280,434</u>	<u>\$ 4,913,464</u>
\$ 578,573	\$ (691,395)	\$ 114,083	\$ (478,032)	\$ (4,858)	\$ 406,431
197,789	(772,274)	153,270	398,099	472,585	(157,022)
<u>\$ 776,362</u>	<u>\$ (1,463,669)</u>	<u>\$ 267,353</u>	<u>\$ (79,933)</u>	<u>\$ 467,727</u>	<u>\$ 249,409</u>

Village of South Chicago Heights, Illinois

Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2010 (1)	2011	2012	2013
General Fund:				
Nonspendable	\$ 27,668	\$ 28,997	\$ 62,296	\$ 82,968
Restricted	-	-	-	-
Unassigned	66,566	172,203	252,368	489,336
Total general fund	<u>\$ 94,234</u>	<u>\$ 201,200</u>	<u>\$ 314,664</u>	<u>\$ 572,304</u>
 All other governmental funds:				
Nonspendable	\$ 1,291	\$ 1,350	\$ 9,015	\$ 832
Restricted, reported in:				
Special revenue funds	1,519,744	1,875,812	1,924,121	2,144,330
Debt service fund	11,345	10,301	9,116	9,116
Capital project fund	-	-	-	-
Total all other governmental funds	<u>\$ 1,532,380</u>	<u>\$ 1,887,463</u>	<u>\$ 1,942,252</u>	<u>\$ 2,154,278</u>

2014	2015	2016	2017	2018	2019
\$ 6,611	\$ 17,012	\$ 18,435	\$ 14,750	\$ 30,779	\$ 17,585
-	-	-	-	-	508
604,454	611,349	766,641	371,007	357,430	2,833,613
<u>\$ 611,065</u>	<u>\$ 628,361</u>	<u>\$ 785,076</u>	<u>\$ 385,757</u>	<u>\$ 388,209</u>	<u>\$ 2,851,706</u>
\$ 19,158	\$ 16,442	\$ 15,433	\$ 2,112	\$ 1,430	\$ 4,602
2,430,819	2,472,727	2,694,281	3,038,863	3,247,607	1,818,689
7,815	10,020	17,198	1,950	959	1,428
(9,600)	1,831,612	11	11,878	-	-
<u>\$ 2,448,192</u>	<u>\$ 4,330,801</u>	<u>\$ 2,726,923</u>	<u>\$ 3,054,803</u>	<u>\$ 3,249,996</u>	<u>\$ 1,824,719</u>

Village of South Chicago Heights, Illinois

Changes in Fund balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2010 (1)	2011	2012	2013
Revenues				
Local taxes	\$ 1,044,993	\$ 2,182,280	\$ 1,914,867	\$ 1,817,121
State shared taxes	1,266,253	1,813,772	1,923,668	1,993,077
Licenses and permits	192,738	217,455	223,883	255,840
Charges for services	257,565	393,853	368,716	374,100
Fines and forfeitures	68,036	128,130	184,429	304,365
Rent	68,805	104,198	114,563	104,929
Grants	169,372	101,930	444,477	186,065
Interest	2,216	3,125	3,537	5,430
Reimbursements	28,785	27,664	37,794	33,072
Other revenue	4,022	6,361	7,496	8,202
Total revenues	\$ 3,102,785	\$ 4,978,768	\$ 5,223,430	\$ 5,082,201
Expenditures				
Current				
General government	\$ 909,532	\$ 1,343,559	\$ 1,207,259	\$ 1,139,641
Public safety	1,290,848	2,068,215	2,242,085	2,333,587
Highways and streets	316,343	415,931	483,924	424,537
Sanitation	133,745	206,228	244,216	236,538
Culture and recreation	84,186	88,074	95,843	95,198
Total current expenditures	\$ 2,734,654	\$ 4,122,007	\$ 4,273,327	\$ 4,229,501
Capital outlay	\$ 831,384	\$ 217,134	\$ 590,213	\$ 249,806
Debt service				
Principal	\$ 224,959	\$ 122,782	\$ 81,895	\$ 48,482
Interest and fiscal charges	27,650	28,380	19,308	15,950
Total debt service expenditures	\$ 252,609	\$ 151,162	\$ 101,203	\$ 64,432
Total expenditures	\$ 3,818,647	\$ 4,490,303	\$ 4,964,743	\$ 4,543,739
Excess (deficiency) of revenues over (under) expenditures	\$ (715,862)	\$ 488,465	\$ 258,687	\$ 538,462
Other financing sources and uses				
Transfers in	\$ 387,010	\$ 316,375	\$ 479,000	\$ 478,075
Proceeds from sale of capital assets	6,000	1,708	13,516	13,400
Proceeds from capital leases	89,716	-	-	22,804
Proceeds from sale of long-term notes	460,000	-	-	-
Proceeds from sale of long-term bonds	-	-	-	-
Transfers out	(487,010)	(416,375)	(582,950)	(583,075)
Total other financing sources and uses	\$ 455,716	\$ (98,292)	\$ (90,434)	\$ (68,796)
Net change in fund balances	\$ (260,146)	\$ 390,173	\$ 168,253	\$ 469,666
Debt service as a percentage of noncapital expenditures	8.5%	3.5%	2.3%	1.5%

Note (1) Fiscal Year 2010 was an eight month reporting period as a transition from April 30 to December 31 year-end date.

Source: Village of South Chicago Heights

2014	2015	2016	2017	2018	2019
\$ 1,990,050	\$ 1,893,156	\$ 2,207,447	\$ 2,161,635	\$ 2,285,571	\$ 2,446,771
2,099,305	2,197,066	2,129,933	2,144,945	2,156,104	2,240,458
242,751	228,801	228,670	261,935	257,691	229,511
418,803	401,947	399,376	398,081	462,593	499,766
182,690	268,303	318,456	371,174	318,791	362,243
107,853	139,887	985,575	94,274	93,085	53,952
78,463	261,728	75,355	38,126	158,638	236,016
11,077	12,599	27,415	18,910	38,654	75,146
35,602	19,512	37,869	28,344	38,796	64,287
9,422	13,665	13,610	6,013	17,491	9,404
\$ 5,176,016	\$ 5,436,664	\$ 6,423,706	\$ 5,523,437	\$ 5,827,414	\$ 6,217,554
\$ 1,237,689	\$ 1,491,460	\$ 1,335,188	\$ 1,333,593	\$ 1,438,724	\$ 1,310,028
2,345,444	2,368,371	2,469,770	2,616,317	2,726,276	2,911,699
441,241	460,888	503,029	516,392	502,646	477,799
250,838	263,605	271,961	274,765	284,678	290,964
93,338	137,783	84,887	88,136	95,795	74,425
\$ 4,368,550	\$ 4,722,107	\$ 4,664,835	\$ 4,829,203	\$ 5,048,119	\$ 5,064,915
\$ 196,365	\$ 959,993	\$ 2,890,576	\$ 243,103	\$ 383,317	\$ 484,037
\$ 159,675	\$ 151,110	\$ 122,283	\$ 125,928	\$ 127,352	\$ 197,287
15,151	76,416	97,625	94,412	91,089	86,798
\$ 174,826	\$ 227,526	\$ 219,908	\$ 220,340	\$ 218,441	\$ 284,085
\$ 4,739,741	\$ 5,909,626	\$ 7,775,319	\$ 5,292,646	\$ 5,649,877	\$ 5,833,037
\$ 436,275	\$ (472,962)	\$ (1,351,613)	\$ 230,791	\$ 177,537	\$ 384,517
\$ 435,960	\$ 490,375	\$ 1,406,900	\$ 535,505	\$ 718,334	\$ 2,966,309
2,700	6,540	-	9,550	25,500	7,895
-	-	-	-	-	230,000
-	-	-	-	-	-
-	2,566,327	-	-	-	-
(542,260)	(690,375)	(1,502,450)	(539,105)	(723,726)	(2,970,634)
\$ (103,600)	\$ 2,372,867	\$ (95,550)	\$ 5,950	\$ 20,108	\$ 233,570
\$ 332,675	\$ 1,899,905	\$ (1,447,163)	\$ 236,741	\$ 197,645	\$ 618,087
3.8%	4.6%	4.5%	4.4%	4.1%	5.3%

Village of South Chicago Heights, Illinois

Assessed Value and Estimated Actual Value of Taxable Property

Last ten fiscal years

(amounts in thousands)

Fiscal Year	Levy Year	Real Property Equalized Assessed Value				
		Residential	Commercial	Industrial	Farm	Railroad
2010	2009	\$ 58,103,940	\$ 27,015,221	\$ 19,697,790	\$ -	\$ 226,314
2011	2010	\$ 53,655,880	\$ 26,502,810	\$ 19,076,286	\$ -	\$ 272,719
2012	2011	\$ 45,183,020	\$ 21,919,675	\$ 16,325,144	\$ -	\$ 341,154
2013	2012	\$ 44,457,752	\$ 19,774,174	\$ 15,268,541	\$ -	\$ 362,555
2014	2013	\$ 41,128,820	\$ 18,477,148	\$ 14,143,427	\$ -	\$ 410,231
2015	2014	\$ 39,142,952	\$ 18,893,670	\$ 13,776,069	\$ -	\$ 528,641
2016	2015	\$ 38,213,176	\$ 18,489,730	\$ 13,725,705	\$ -	\$ 634,884
2017	2016	\$ 39,769,392	\$ 18,897,870	\$ 14,215,999	\$ -	\$ 646,003
2018	2017	\$ 45,789,673	\$ 18,967,063	\$ 14,010,624	\$ -	\$ 659,098
2019	2018	\$ 44,681,775	\$ 19,033,133	\$ 14,070,022	\$ -	\$ 708,264

Note: Illinois property taxes are levied and collected one year in arrears of the assessment year.

Source: Cook County Clerk

					Equalized Assessed Value as a Percentage of Actual Value
Less:	Total Equalized Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value		
Exemptions					
\$ 14,853,325	\$ 90,189,941	\$ 2.013	\$ 315,129,798		33.33%
\$ 12,163,424	\$ 87,344,271	\$ 2.116	\$ 298,523,085		33.33%
\$ 9,021,332	\$ 74,747,661	\$ 2.532	\$ 251,306,979		33.33%
\$ 9,953,210	\$ 69,909,812	\$ 2.795	\$ 239,589,066		33.33%
\$ 9,401,357	\$ 64,758,269	\$ 3.099	\$ 222,478,878		33.33%
\$ 9,265,077	\$ 63,076,255	\$ 3.551	\$ 217,023,996		33.33%
\$ 8,796,367	\$ 62,267,128	\$ 3.646	\$ 213,190,485		33.33%
\$ 9,100,496	\$ 64,428,768	\$ 3.566	\$ 220,587,792		33.33%
\$ 12,629,587	\$ 66,796,871	\$ 3.503	\$ 238,279,374		33.33%
\$ 12,275,109	\$ 66,218,085	\$ 2.756	\$ 235,479,582		33.33%

Village of South Chicago Heights, Illinois

Property Tax Rates

Direct and Overlapping Governments

Last ten levy years

Taxing Body	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Direct Rates:										
Village of South Chicago Heights										
Corporate	0.372	0.403	0.422	0.416	0.432	0.423	0.429	0.406	0.392	0.402
Bond & Interest	0.533	0.545	0.658	0.713	0.786	1.132	1.159	1.142	1.114	0.295
Garbage	0.005	0.005	0.007	0.007	0.008	0.012	0.012	0.012	0.011	0.011
Police Pension	0.092	0.112	0.140	0.161	0.204	0.237	0.252	0.253	0.279	0.309
Fire Pension	0.006	0.010	0.013	0.015	0.019	0.020	0.021	0.031	0.036	0.039
IMRF	0.108	0.099	0.133	0.154	0.196	0.221	0.227	0.238	0.226	0.230
Street & Bridge	0.059	0.076	0.093	0.095	0.099	0.097	0.098	0.093	0.090	0.091
Fire Protection	0.254	0.263	0.323	0.371	0.448	0.482	0.503	0.498	0.489	0.502
Police Protection	0.351	0.364	0.452	0.525	0.593	0.580	0.588	0.557	0.537	0.554
Audit	0.022	0.022	0.027	0.035	0.038	0.040	0.041	0.038	0.036	0.037
Liability Insurance	0.194	0.201	0.246	0.280	0.252	0.276	0.284	0.268	0.265	0.266
Crossing Guards	0.005	0.003	0.005	0.007	0.008	0.008	0.008	0.008	0.007	0.007
Purchase Agreement	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Sewer Maintenance	0.005	0.005	0.007	0.007	0.008	0.012	0.012	0.012	0.011	0.007
Water Fund	0.005	0.005	0.007	0.007	0.008	0.012	0.012	0.012	0.011	0.007
Limited Bonds	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Total Village levy	2.013	2.116	2.532	2.795	3.099	3.551	3.646	3.566	3.503	2.756
Overlapping Governments:										
Cook County Consolidated Elections	0.021	-	0.025	-	0.031	-	0.034	-	0.031	-
Cook County Forest Preserve District	0.049	0.051	0.058	0.063	0.069	0.069	0.069	0.063	0.062	0.060
Cook County Public Safety	0.114	0.113	-	-	-	-	-	-	0.109	0.123
Cook County Health Facilities	0.084	0.082	-	-	-	-	-	-	0.060	0.047
County of Cook	0.196	0.228	0.462	0.531	0.560	0.568	0.552	0.533	0.327	0.319
Total Cook County levies	0.464	0.474	0.545	0.594	0.660	0.637	0.655	0.596	0.589	0.549
South Cook Mosquito Abatement	0.009	0.010	0.012	0.014	0.016	0.017	0.017	0.017	0.016	0.017
Steger / S Chgo Hts Public Library	0.156	0.165	0.193	0.218	0.242	0.258	0.264	0.257	0.254	0.258
Bloom Twp Genl Assistance	0.050	0.051	0.064	0.073	0.079	0.084	0.087	0.084	0.079	0.083
Bloom Twp Road & Bridge	0.041	0.041	0.052	0.059	0.064	0.068	0.070	0.068	0.064	0.067
Town of Bloom	0.131	0.133	0.168	0.190	0.207	0.219	0.226	0.219	0.204	0.214
Total Bloom Township levies	0.222	0.225	0.284	0.322	0.350	0.371	0.383	0.371	0.347	0.364
School District #170	3.907	3.981	4.951	6.316	6.861	6.159	6.059	5.844	5.078	5.337
School District #194	2.995	3.142	3.624	4.089	4.502	4.768	4.869	4.810	4.718	4.887
Bloom Twp HS District #206	2.630	2.750	3.430	3.835	4.130	4.341	4.462	4.085	3.505	3.325
Prairie State College District #515	0.277	0.293	0.357	0.410	0.439	0.458	0.487	0.481	0.454	0.048
Total rates:										
Composite rates:										
Village of South Chicago Heights / School District #170	9.678	10.014	12.304	14.504	15.797	15.792	15.973	15.217	13.746	12.654
Village of South Chicago Heights / School District #194	8.766	9.175	10.977	12.277	13.438	14.401	14.783	14.183	13.386	12.204

Note: Cook County property taxes are levied and collected one year in arrears of the assessment year.
Total Rate per \$100 of EAV

Source: Cook County Clerk

Village of South Chicago Heights, Illinois

Principal Property Tax Payers
Current Year and Nine Years Ago

Tax Payer	Current year - 2019			Nine years ago - 2010		
	Rank	Assessed Value	% of Total	Rank	Assessed Value	% of Total
Cambridge Realty Capital	1	\$ 891,362	3.12%	-	\$ -	0.00%
New Albertsons LLC	2	\$ 750,143	2.62%	-	\$ -	0.00%
Raybec Management	3	\$ 552,992	1.93%	-	\$ -	0.00%
Life Storage	4	\$ 549,721	1.92%	-	\$ -	0.00%
Winpak Portion Packaging Inc	5	\$ 414,520	1.45%	-	\$ -	0.00%
Infinite Self Storage	6	\$ 392,018	1.37%	-	\$ -	0.00%
Union Pacific RR Co	7	\$ 318,391	1.11%	-	\$ -	0.00%
Walgreen Co	8	\$ 311,603	1.09%	-	\$ -	0.00%
Airgas USA	9	\$ 310,055	1.08%	-	\$ -	0.00%
John Michelin	10	\$ 262,309	0.92%	-	\$ -	0.00%
Tufts Holding Co	11	\$ 253,520	0.89%	-	\$ -	0.00%
Charge Savvy RE LLC	12	\$ 233,464	0.82%	-	\$ -	0.00%
Fifth Third Bank	13	\$ 203,844	0.71%	-	\$ -	0.00%
Prosperity So Chicago LLC	14	\$ 202,995	0.71%	-	\$ -	0.00%
Eagle Ridge Ventures	15	\$ 202,187	0.71%	-	\$ -	0.00%
Noreen Czaszwicz	16	\$ 201,177	0.70%	-	\$ -	0.00%
Benjamin Freeman	17	\$ 198,915	0.70%	-	\$ -	0.00%
Gandaji Chavda	18	\$ 165,988	0.58%	-	\$ -	0.00%
Allan Fefferman	19	\$ 165,644	0.58%	-	\$ -	0.00%
Autozone	20	\$ 163,250	0.57%	-	\$ -	0.00%
Sargent Properties	21	\$ 156,250	0.55%	-	\$ -	0.00%
Copart of Connecticut	22	\$ 153,010	0.53%	-	\$ -	0.00%
SWC Sauk Chicago	23	\$ 148,223	0.52%	-	\$ -	0.00%
Burger King Co	24	\$ 144,984	0.51%	-	\$ -	0.00%
Jose Ramirez	25	\$ 142,339	0.50%	-	\$ -	0.00%
		<u>\$ 7,488,904</u>	<u>26.18%</u>		<u>\$ -</u>	<u>0.00%</u>

Source: Cook County Assessor
Cook County Treasurer

Note: Information for 2010 no longer available

Village of South Chicago Heights, Illinois

Property Tax Levies and Collections Last ten fiscal years

Fiscal year	Levy year	Total extended levy		Collected within the fiscal year of the levy		Net collections / (refunds) in subsequent years	Total collections to date				
				Amount	% of levy		Amount	% of levy			
2010	2009	\$	2,255,610	\$	1,784,318	79.11%	\$	242,536	\$	2,026,854	89.86%
2011	2010	\$	2,251,314	\$	1,969,620	87.49%	\$	46,690	\$	2,016,310	89.56%
2012	2011	\$	2,198,588	\$	1,957,746	89.05%	\$	11,990	\$	1,969,736	89.59%
2013	2012	\$	2,223,944	\$	1,928,980	86.74%	\$	983	\$	1,929,964	86.78%
2014	2013	\$	2,278,582	\$	1,998,679	87.72%	\$	(37,628)	\$	1,961,052	86.06%
2015	2014	\$	2,508,838	\$	2,168,403	86.43%	\$	(13,851)	\$	2,154,552	85.88%
2016	2015	\$	2,498,548	\$	2,218,984	88.81%	\$	(51,863)	\$	2,167,121	86.74%
2017	2016	\$	2,652,195	\$	2,306,365	86.96%	\$	25,060	\$	2,331,424	87.91%
2018	2017	\$	3,053,939	\$	2,580,742	84.51%	\$	127,677	\$	2,708,419	88.69%
2019	2018	\$	2,430,294	\$	2,041,342	84.00%	\$	-	\$	2,041,342	84.00%

Note: Illinois property taxes are levied and collected one year in arrears of the assessment year.

Source: Cook County Treasurer

Village of South Chicago Heights, Illinois

Ratios of Outstanding Debt by Type
Last ten fiscal years

Fiscal Year	Governmental Activities			Business-Type Activities		
	General Obligation Bonds	Installment Contracts	Capital Leases	General Obligation Bonds	Installment Contracts	Capital Leases
2010	\$ -	\$ 438,153	\$ 101,563	\$ 3,178,379	\$ 707,117	\$ 55,342
2011	-	357,967	58,963	2,898,075	587,633	42,671
2012	-	305,272	29,763	2,572,898	461,486	26,258
2013	-	276,718	31,327	2,214,712	327,643	15,048
2014	-	137,774	10,600	1,830,281	185,733	-
2015	2,385,000	109,516	2,748	1,418,166	36,163	1,985,438
2016	2,295,000	79,981	-	976,842	-	1,985,438
2017	2,200,000	49,037	-	504,692	-	1,846,295
2018	2,105,000	16,685	-	-	-	1,702,848
2019	2,005,000	-	149,898	-	-	1,554,965

Source: Village of South Chicago Heights

	Total Primary Government	Percentage of taxable real property value	Per Capita
\$	4,480,554	0.34%	\$ 1082.52
	3,945,309	0.32%	953.20
	3,395,677	0.33%	820.41
	2,865,448	0.29%	692.30
	2,164,388	0.24%	522.93
	5,937,031	0.66%	1434.41
	5,337,261	0.60%	1289.50
	4,600,024	0.50%	1111.39
	3,824,533	0.39%	924.02
	3,709,863	0.38%	896.32

Village of South Chicago Heights, Illinois

Ratios of General Bonded Debt Outstanding
Last ten fiscal years

Fiscal Year	General Obligation Bonds	Less Amount Available	Total	Percentage of Equalized Assessed Value of Property	Per Capita
2010	\$ 3,178,379	\$ 11,345	\$ 3,167,034	0.35%	\$ 765
2011	\$ 2,898,075	\$ 10,301	\$ 2,887,774	0.33%	\$ 698
2012	\$ 2,572,898	\$ 9,116	\$ 2,563,782	0.34%	\$ 619
2013	\$ 2,214,712	\$ 9,116	\$ 2,205,596	0.32%	\$ 533
2014	\$ 1,830,281	\$ 7,815	\$ 1,822,466	0.28%	\$ 440
2015	\$ 3,803,166	\$ 10,020	\$ 3,793,146	0.60%	\$ 916
2016	\$ 3,271,842	\$ 17,198	\$ 3,254,644	0.52%	\$ 786
2017	\$ 2,704,692	\$ 1,950	\$ 2,702,742	0.42%	\$ 653
2018	\$ 2,105,000	\$ 959	\$ 2,104,041	0.31%	\$ 508
2019	\$ 2,005,000	\$ 1,428	\$ 2,003,572	0.30%	\$ 484

Source: Village of South Chicago Heights

Village of South Chicago Heights, Illinois

Direct and Overlapping
Governmental Activities Debt
December 31, 2019

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Direct:			
Village of South Chicago Heights			
Series 2015 G.O. Bond	\$ 2,005,000	100.00%	\$ 2,005,000
Capital lease obligations	\$ 1,704,863	100.00%	\$ 1,704,863
Overlapping:			
County of Cook	\$ 2,932,889,079	0.042%	\$ 1,224,652
Thorn Creek Sanitary District	\$ -	7.420%	\$ -
South Cook Mosquito Abatement	\$ -	0.364%	\$ -
Steger / S Chgo Hts Public Library	\$ 144,925	55.496%	\$ 80,428
Township of Bloom	\$ 69,070	6.026%	\$ 4,162
School District #170	\$ 52,800,000	25.363%	\$ 13,391,765
School District #194	\$ 20,390,000	54.268%	\$ 11,065,148
Bloom Township HS District #206	\$ 30,059,885	9.253%	\$ 2,781,349
Prairie State College District #515	\$ 27,807,707	2.763%	\$ 768,463
Total Overlapping Debt			<u>\$ 29,315,967</u>
Total Direct and Overlapping Debt			<u><u>\$ 33,025,830</u></u>

Source: Cook County Clerk
Illinois State Board of Education
Prairie State Community College

Village of South Chicago Heights, Illinois

Legal Debt Margin Information

Last ten fiscal years

Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total Net Debt Applicable to the Limit as a Percentage of Debt Limit
2010	\$ 7,778,882	\$ 3,167,034	\$ 4,611,848	41%
2011	7,533,443	2,887,774	4,645,669	38%
2012	6,446,986	2,563,782	3,883,204	40%
2013	6,029,721	2,205,596	3,824,125	37%
2014	5,585,401	1,822,466	3,762,935	33%
2015	5,440,327	3,793,146	1,647,181	70%
2016	5,370,540	3,254,644	2,115,896	61%
2017	5,556,981	2,702,742	2,854,239	49%
2018	5,761,230	2,104,041	3,657,189	37%
2019	5,711,310	2,003,572	3,707,738	35%

Legal Debt Margin Calculation for Fiscal Year 2019

Total Equalized Assessed Valuation	\$ 66,218,085	
Debt Limit - 8.625% of total EAV		\$ 5,711,310
Debt Applicable to Limit:		
General Obligation Bonds	\$ 2,005,000	
Less: Amount set aside for repayment of general obligation debt	\$ 1,428	
Total Debt Applicable to Limit		\$ 2,003,572
Legal Debt Margin		\$ 3,707,738

Note: Total EAV is for tax levy year 2018

Source: Cook County Clerk
Village of South Chicago Heights

Village of South Chicago Heights, Illinois

Pledged Revenue Coverage
Last ten fiscal years

Fiscal Year	Gross Revenue	Less: Operating Expenses (1)	Net available for Debt Service	2001 Water System Improvement Note Debt Service Requirements		
				Principal	Interest	Total
2010	\$ 441,464	\$ 390,307	\$ 51,157	\$ 27,366	\$ 9,768	\$ 37,134
2011	\$ 636,096	\$ 684,463	\$ (48,367)	\$ 37,300	\$ 14,020	\$ 51,320
2012	\$ 688,628	\$ 731,926	\$ (43,298)	\$ 39,615	\$ 11,705	\$ 51,320
2013	\$ 927,472	\$ 989,459	\$ (61,987)	\$ 42,053	\$ 9,267	\$ 51,320
2014	\$ 952,432	\$ 1,034,454	\$ (82,022)	\$ 44,621	\$ 6,699	\$ 51,320
2015	\$ 1,204,513	\$ 1,195,635	\$ 8,878	\$ 47,365	\$ 3,955	\$ 51,320
2016	\$ 1,179,270	\$ 1,185,335	\$ (6,065)	\$ 36,163	\$ 1,058	\$ 37,221
2017	\$ 1,203,855	\$ 1,074,130	\$ 129,725	\$ -	\$ -	\$ -
2018	\$ 1,188,182	\$ 1,163,396	\$ 24,786	\$ -	\$ -	\$ -
2019	\$ 1,239,058	\$ 1,147,177	\$ 91,881	\$ -	\$ -	\$ -

Notes: (1) Excludes depreciation

Source: Village of South Chicago Heights

Water meter capital lease Debt Service Requirements				
Principal	Interest	Total	Coverage	
\$ -	\$ -	\$ -	137.76%	
\$ -	\$ -	\$ -	-94.25%	
\$ -	\$ -	\$ -	-84.37%	
\$ -	\$ -	\$ -	-120.79%	
\$ -	\$ -	\$ -	-159.82%	
\$ -	\$ -	\$ -	17.30%	
\$ -	\$ 61,402	\$ 61,402	-6.15%	
\$ 139,143	\$ 61,402	\$ 200,545	64.69%	
\$ 143,447	\$ 57,098	\$ 200,545	12.36%	
\$ 147,884	\$ 52,661	\$ 200,545	45.82%	

Village of South Chicago Heights, Illinois

Demographic and Economic Statistics Last ten fiscal years

Fiscal Year	Population	Per Capita Income	Median Age	School Enrollment
2010	4,139	not available	32.3	not available
2011	4,139	\$ 18,638	31.4	1,011
2012	4,139	\$ 18,447	31.4	967
2013	4,139	\$ 18,571	32.5	921
2014	4,139	\$ 18,826	32.8	876
2015	4,139	\$ 19,350	33.8	823
2016	4,139	\$ 19,497	33.9	800
2017	4,139	\$ 20,271	34.0	783
2018	4,139	not available	not available	not available
2019	4,139	not available	not available	not available

Fiscal Year	Adult population with H.S. diploma or higher	Regional Unemployment Rate	Median Home Value	Percent living in owner occupied housing
2010	85.0%	9.5%	not available	66.60%
2011	80.7%	9.4%	not available	67.30%
2012	82.5%	9.2%	not available	65.60%
2013	82.1%	8.3%	\$ 68,100	65.30%
2014	82.2%	5.8%	\$ 71,600	63.70%
2015	82.7%	5.8%	\$ 69,100	62.10%
2016	83.5%	5.0%	\$ 72,400	61.30%
2017	82.9%	4.3%	\$ 79,300	62.70%
2018	not available	3.6%	\$ 85,500	not available
2019	not available	3.4%	\$ 94,200	not available

Note: Information provided is predominately from 2010 census.
Because of the Village's size, annually updated estimates are not available.

Source: US Census Bureau
Illinois Department of Employment Security
Zillow

Village of South Chicago Heights, Illinois

Principal Employers

Current Year and Nine Years Ago

NAICS sector	Current year - 2017			Nine years ago - 2010		
	Rank	Employees	Percentage of Total Village Employment	Rank	Employees	Percentage of Total Village Employment
Manufacturing	1	788	41.7%	1	426	27.5%
Retail trade	2	386	20.4%	2	368	23.7%
Accommodation and food service	3	170	9.0%	3	153	9.9%
Wholesale trade	4	119	6.3%	4	142	9.2%
Health care and social assistance	5	103	5.5%	5	119	7.7%
Other services	6	90	4.8%	6	83	5.4%
Public administration	7	85	4.5%	7	75	4.8%
Real estate, rental and leasing	8	51	2.7%	12	21	1.4%
Construction	9	46	2.4%	9	38	2.5%
Professional, scientific and technical	10	16	0.8%	10	23	1.5%
Finance and insurance	11	14	0.7%	10	23	1.5%
Educational services	12	8	0.4%	13	10	0.6%
Arts, entertainment and recreation	13	6	0.3%	13	10	0.6%
Transportation and warehousing	14	5	0.3%	8	52	3.4%
Management	15	2	0.1%	15	3	0.2%
Information	-	-	0.0%	16	2	0.1%
Utilities	-	-	0.0%	16	2	0.1%
Administration and support	-	-	0.0%	18	1	0.1%
		<u>1,889</u>	<u>100.0%</u>		<u>1,551</u>	<u>100.0%</u>

Source: Illinois Department of Employment Security (IDES)

Note: Statistics for calendar year 2017 are the latest available

IDES confidentiality rules prohibit release of detailed employer information, so total employment by NAICS industry sector has been used.

Village of South Chicago Heights, Illinois

Full-time Equivalent Village Government Employees by Function
Last ten fiscal years

Function	Full-time Equivalent Employees as of December 31									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government	8.00	8.25	8.00	7.67	7.25	7.33	8.33	7.85	8.00	7.85
Public Safety										
Police - sworn	13.50	13.33	13.50	15.50	16.25	16.25	15.25	16.00	16.80	17.75
Police - nonsworn	5.67	6.00	5.50	2.00	1.75	1.75	1.50	1.15	1.00	1.00
Firefighter/Paramedic	4.33	4.25	4.33	4.25	4.25	4.33	4.50	5.00	5.00	5.15
Code Enforcement	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Highway and Streets	5.25	5.50	5.25	5.50	5.25	5.25	5.75	5.50	4.87	4.95
Water and Sewer	1.75	1.75	1.75	1.75	1.75	1.75	2.00	1.83	1.63	1.65
Total	<u>39.50</u>	<u>40.08</u>	<u>39.33</u>	<u>37.67</u>	<u>37.50</u>	<u>37.66</u>	<u>38.33</u>	<u>38.33</u>	<u>38.30</u>	<u>39.35</u>

Notes: Does not include crossing guards, and paid-on-call firefighters

Source: Village of South Chicago Heights

Village of South Chicago Heights, Illinois

Operating Indicators by Function Last ten fiscal years

Function	Fiscal year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Police										
Service calls	-	-	-	-	-	8,723	8,209	8,548	8,830	9,343
Arrests	-	-	69	66	57	43	98	92	96	142
Red light camera citations	-	-	-	-	-	-	3,059	3,380	3,658	4,281
Fire										
Fire calls	-	-	-	362	409	409	529	458	360	410
EMS calls	-	-	-	602	659	723	687	696	847	864
Motor vehicle incidents	-	-	-	64	68	70	68	62	88	82
HazMat incidents	-	-	-	26	32	32	31	13	18	25
Building & Code Enforcement										
Permits issued	-	-	-	-	-	-	-	-	-	432
Inspections performed	-	-	-	-	-	-	-	-	-	310
Public Works										
Number of accounts	1,501	1,492	1,472	1,462	1,466	1,459	1,450	1,460	1,524	1,482
Billed usage (1,000 gal)	114,428	110,435	114,541	107,787	105,717	105,642	103,710	101,899	101,951	100,181
Water main breaks	-	-	-	-	-	-	-	-	28	20

Source: Village of South Chicago Heights

Note: Indicators not available for general government function.

Village of South Chicago Heights, Illinois

Capital Asset Statistics by Function Last ten fiscal years

Function	Fiscal year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Red light cameras	3	3	3	3	3	3	3	3	3	3
Vehicles	-	-	-	-	-	-	-	-	-	18
Fire										
Stations	1	1	1	1	1	1	1	1	1	1
Engines	2	2	2	2	2	2	2	2	2	2
Ambulances	2	2	2	2	2	2	2	2	2	2
Highways and streets										
Local streets (miles)	16.75	16.75	16.75	16.75	16.75	16.75	16.75	16.75	16.75	16.75
Alleys (miles)	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Bridges	3	3	3	3	3	3	3	3	3	3
Culture and recreation										
Park acreage	13.73	13.73	13.73	13.73	13.73	13.73	11.88	11.88	11.88	11.88
Parks	4	4	4	4	4	4	4	4	4	4
Community centers	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	24.70	24.70	24.70	24.70	24.70	24.70	24.70	24.70	24.70	24.70
Fire hydrants	279	279	279	279	279	279	279	279	279	279
Service connections	1,612	1,612	1,612	1,612	1,612	1,612	1,612	1,612	1,612	1,612
Storage capacity (gals)	1M	1M	1M	1M	1M	1M	1M	1M	1M	1M
Sewer										
Sanitary sewers (miles)	17.23	17.23	17.23	17.23	17.23	17.23	17.23	17.23	17.23	17.23
Storm sewers (miles)	8.35	8.35	8.35	8.35	8.35	8.35	8.35	8.35	8.35	8.35
Catch basins	878	878	878	878	878	878	878	878	878	878