

FREMONT TOWNSHIP

LAKE COUNTY, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED FEBRUARY 28, 2023

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## INDEPENDENT AUDITOR'S REPORT

The Board of Trustees  
Fremont Township  
Lake County, Illinois

### Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the aggregate discreetly presented component units, each major fund and the aggregate remaining fund information of Fremont Township, Lake County, Illinois, as of and for the year ended February 28, 2023, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the aggregate discreetly presented component units, each major fund and the aggregate remaining fund information of the Fremont Township, Lake County, Illinois, as of February 28, 2022, and the respective changes in modified cash basis financial position and where applicable, cash flows, thereof for the year ended in accordance with the modified cash basis of accounting described in Note 1

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation on the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to error or fraud.

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including assessment of the risk of material misstatements 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 opinion.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Disclaimer of Opinion on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fremont Township, Lake County, Illinois basic financial statements. The management's discussion and analysis, budgetary comparison information, comparative tax data and supplementary pension information on pages 3 through 7 and 23 through 35, which are the responsibility of management, are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Evoy, Kamschulte, Jacobs & Co. LLP*

EVOY, KAMSCHULTE, JACOBS & CO. LLP  
Waukegan, Illinois  
May 23, 2023

FREMONT TOWNSHIP

SUPPLEMENTARY INFORMATION

MANGEMENT'S DISCUSSION AND ANALYSIS

FREMONT TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED FEBRUARY 28, 2023

As management of Fremont Township (Township), we offer readers of the Township's statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended February 28, 2023. We encourage readers to consider the information presented here in conjunction with additional information found in the Notes to the Financial Statements.

FINANCIAL HIGHLIGHTS

- The assets of the Township exceeded its liabilities at February 28, 2023 by \$10,090,753 (net position). Of this amount \$1,923,500 (unrestricted net position) may be used to meet the Township's ongoing obligations to citizens and creditors.
- The Township's total net position decreased by \$51,988.
- At February 28, 2023 the Township's governmental funds reported combined ending fund balance of \$3,186,762, an increase of \$230,177 in comparison with the prior year. Approximately 60.4% of this total amount, \$1,923,500, is available for spending at the Township's discretion (unassigned fund balance).
- At February 28, 2023, the unassigned fund balance for the General Fund was \$1,923,500 or 185% of total 2023 General Fund expenditures.

Our discussion and analysis of the Fremont's Township's financial performance provides an overview of the Township's financial activities for the fiscal year ended February 28, 2023.

Please read it in conjunction with the Township's financial statements, which begin on page 8.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position – Modified Cash Basis and the Statement of Activities – Modified Cash Basis (on pages 8 and 9) provide information about the activities of the Township as a whole, and present a longer-term view of the Township's finances. Fund financial statements start on page 10. For the governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the Township's operations in more detail than the government-wide statements by providing information about the Township's most significant funds.

FREMONT TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Continued)

REPORTING THE TOWNSHIP AS A WHOLE

Our analysis of the Township as a whole begins on page 5. One of the most important questions asked about the Township's finances is, "Is the Township as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Township as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the modified cash basis of accounting.

These two statements report the Township's net position and changes in them. You can think of the Township's net position - as one way to measure the Township's financial health, or financial position. Over time, increases or decreases in the Township's net position are one indicator of its financial health.

In the Statement of Net Position and Statement of Activities, we reported the Township's Governmental activities. All of the Township's services are reported here, including general government, public assistance, recreation and social services and highways and streets. Property taxes, interest income, and direct fees finance most of these activities.

REPORTING THE TOWNSHIP'S MOST SIGNIFICANT FUNDS

Our analysis of the Township's major funds begins on page 6. The financial statements begin on page 10 and provide detailed information about the most significant funds - not the Township as a whole. Some funds are required to be established by State law.

Governmental funds - All of the Township's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. The Township maintains its accounting records for all funds on the cash basis of accounting. Accordingly, revenues are recognized and recorded when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. The governmental fund statements provide a detailed short-term view of the Township's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more funds that can be spent in the near future to finance the Township's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation in the financial statements.

FREMONT TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Continued)

THE TOWNSHIP AS A WHOLE

A condensed statement of net position and statement of activities is presented below:

Table 1 - Net Position

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Current and Other Assets	\$ 3,186,762	\$ 2,956,585
Capital Assets	6,988,856	7,311,171
Total Assets	<u>\$ 10,175,618</u>	<u>\$ 10,267,756</u>
Current Liabilities	\$ (41,653)	\$ (40,150)
Long-Term Debt Outstanding	(43,212)	(84,865)
Total Liabilities	<u>\$ (84,865)</u>	<u>\$ (125,015)</u>
Net Investment in Capital Assets, Net of Related Debt	\$ 6,903,991	\$ 7,186,156
Restricted	1,263,262	1,226,811
Unrestricted	1,923,500	1,729,774
Total Net Position	<u>\$ 10,090,753</u>	<u>\$ 10,142,741</u>

Table 2 - Change in Net Position

Cash Receipts		
General Receipts		
Property Taxes	\$ 2,815,196	\$ 2,804,735
Replacement Taxes	105,481	54,882
Grants and Donations	75,684	39,396
SSA/WMB Receipts	34,769	32,753
Interest Earned	2,843	1,864
Other	53,925	43,973
Total Cash Receipts	<u>\$ 3,087,898</u>	<u>\$ 2,977,603</u>
Cash Disbursements		
Functions/Programs		
General Government	\$ 802,039	\$ 856,611
Parks & Recreation	224,883	326,303
Public Assistance	91,077	101,664
Highways and Streets	1,680,726	1,061,038
Interest on Debt	4,269	5,867
Depreciation	336,892	301,088
Total Cash Disbursements	<u>\$ 3,139,886</u>	<u>\$ 2,652,571</u>
Increase (Decrease) in Net Position	<u>\$ (51,988)</u>	<u>\$ 325,032</u>
Net Position - Beginning of Year	<u>10,142,741</u>	<u>9,817,709</u>
Net Position - End of Year	<u>\$ 10,090,753</u>	<u>\$ 10,142,741</u>



FREMONT TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Continued)

The net position of the Township's governmental activities decreased by \$51,988. Unrestricted net position – the part of the net position that can be used to finance day-to-day operations without constraints established by debt covenants, or other legal requirements – was \$1,923,500 at February 28, 2023.

THE TOWNSHIP'S FUND

As the Township completed the year, its Governmental Funds (as presented in the Statement of Assets, Liabilities and Fund Balance Arising from Cash Transactions on page 10) reported a combined fund balance of \$3,186,762, which is more than last year's total of \$2,956,585. This was due to some capital outlay projects being delayed until FY 2024 and for a delay in equipment purchases due to supply change problems.

GENERAL FUND BUDGETARY HIGHLIGHTS

The March 1, 2022 to February 28, 2023 budget, which was not amended, was approved by the Board of Trustees on May 9, 2022. The budget is a general guide for the financial activity of the Township.

General Fund actual direct receipts were \$34,197 more than the budgeted amount.

General Fund actual direct expenditures were less than the budgeted amount due to an overestimate of Expenditures based on past years and projections.

CAPITAL ASSETS

At the end of February 28, 2023, the Township had \$6,988,856 invested in capital assets, including land and land improvements. (See table)

Table 3 - Capital assets at Year-End (See Note 6)

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Land and Improvements	\$ 3,861,024	\$ 3,940,394
Buildings	666,298	687,329
Vehicles and Equipment	883,551	1,048,808
Infrastructure	1,577,983	1,634,640
	<u>\$ 6,988,856</u>	<u>\$ 7,311,171</u>

For the Fiscal year ending February 29, 2024 the Township has budgeted \$439,000 and the Road District has budgeted \$3,230,000 for Capital Expenditures.

Table 4 - Outstanding Debt at Year-End (See Note 7)

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Capital Leases	<u>\$ 84,865</u>	<u>\$ 125,015</u>

FREMONT TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Continued)

FACTORS AFFECTING THE TOWNSHIP'S FUTURE

The following projects are planned for FY 2024: Township – New entrance to Township, reserves for Septic Field Failure and Wetland Bank Mitigation. Road & Bridge - Paving projects will be continuing this year. The Road District will also be buying one new truck. Overall costs continue to increase.

CONTACTING THE TOWNSHIP'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with an overview of the Township's finances and to show the Township's accountability for the money it receives. If you have questions about this report or need additional information, contact Diana O'Kelly, Supervisor of Fremont Township, Mundelein, IL 60060 (847) 223-2847

FREMONT TOWNSHIP

GOVERNMENT WIDE FINANCIAL STATEMENTS

FREMONT TOWNSHIP  
STATEMENT OF NET POSITION - MODIFIED CASH BASIS  
FEBRUARY 28, 2023

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Current Assets	
Cash and Cash Equivalents	\$ 3,186,762
Noncurrent Assets	
Capital Assets	
Land	\$ 1,444,639
Land Improvements	3,464,901
Buildings	1,051,556
Vehicles and Equipment	2,509,386
Infrastructure	2,266,313
Less Accumulated Depreciation	(3,747,939)
Total Noncurrent Assets	<u>\$ 6,988,856</u>
<u>TOTAL ASSETS</u>	<u>\$ 10,175,618</u>
<u>LIABILITIES</u>	
Current Liabilities	
Current Portion of Long-Term Debt	
Capital Leases	\$ 41,653
Long-Term Liabilities	
Capital Leases	<u>43,212</u>
<u>TOTAL LIABILITIES</u>	<u>\$ 84,865</u>
<u>NET POSITION</u>	
Net Investment In Capital Assets	\$ 6,903,991
Restricted	
Public Assistance	318,595
Highway and Roads	944,667
Unrestricted	<u>1,923,500</u>
<u>TOTAL NET POSITION</u>	<u>\$ 10,090,753</u>

The accompanying Notes are an integral part of these Financial Statements.



FREMONT TOWNSHIP

STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

GOVERNMENTAL FUNDS

FEBRUARY 28, 2023

FREMONT TOWNSHIP  
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES ARISING FROM CASH TRANSACTIONS  
GOVERNMENTAL FUNDS  
FEBRUARY 28, 2023

<u>ASSETS</u>	<u>General Fund</u>	<u>General Assistance Fund</u>	<u>Food Pantry Fund</u>	<u>Road And Bridge Fund</u>	<u>Permanent Fund</u>	<u>Total Governmental Funds</u>
Cash and Investments	\$ 1,819,805	\$ 82,238	\$ 236,357	\$ 367,535	\$ 680,827	\$ 3,186,762
Due From Other Funds	103,695	-	-	-	-	103,695
	<u>\$ 1,923,500</u>	<u>\$ 82,238</u>	<u>\$ 236,357</u>	<u>\$ 367,535</u>	<u>\$ 680,827</u>	<u>\$ 3,290,457</u>

LIABILITIES AND FUND BALANCES

<u>LIABILITIES</u>	
Due To Other Funds	\$ -
	<u>\$ 103,695</u>

FUND BALANCES

Restricted	
Public Assistance	\$ -
Highway and Roads	-
Unassigned	1,923,500
Total Fund Balances	<u>\$ 1,923,500</u>
	<u>\$ 1,923,500</u>

TOTAL LIABILITIES AND FUND BALANCES

	<u>\$ 1,923,500</u>	<u>\$ 236,357</u>	<u>\$ 367,535</u>	<u>\$ 680,827</u>	<u>\$ 3,186,762</u>
<p>Amounts reported for governmental activities are different because:  Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>					
					6,988,856
					<u>(84,865)</u>
Net Position of Governmental Activities					<u>\$ 10,090,753</u>

The accompanying Notes are an integral part of these Financial Statements.

FREMONT TOWNSHIP

STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED FEBRUARY 28, 2023



FREMONT TOWNSHIP  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED FEBRUARY 28, 2023

	General Fund	General Assistance Fund	Food Pantry Fund	Road and Bridge Fund	Permanent Fund	Total Governmental Funds
<u>CASH RECEIPTS</u>						
Property Taxes	\$ 1,141,692	\$ 52,920	-	\$ 170,045	\$ 1,450,539	\$ 2,815,196
Replacement Taxes	50,948	-	-	54,533	-	105,481
Interest	2,250	53	-	188	352	2,843
WMB/SIRF Forest and Fairview	-	-	-	-	25,000	25,000
Grants	25,000	-	-	-	-	25,000
SSA Receipts	-	-	-	-	9,769	9,769
Road Bonds	-	-	-	12,500	-	12,500
Donations	650	-	50,034	-	-	50,684
Half-Fare Taxi Program	115	-	-	-	-	115
Miscellaneous	14,570	-	-	2,850	23,890	41,310
<u>TOTAL RECEIPTS</u>	<u>\$ 1,235,225</u>	<u>\$ 52,973</u>	<u>\$ 50,034</u>	<u>\$ 240,116</u>	<u>\$ 1,509,550</u>	<u>\$ 3,087,898</u>
<u>CASH DISBURSEMENTS</u>						
Current						
General Government	\$ 802,039	-	-	-	-	\$ 802,039
Parks & Recreation	224,883	-	-	-	-	224,883
Public Assistance	-	66,688	24,389	-	-	91,077
Highway and Streets	-	-	-	208,740	1,471,986	1,680,726
Capital Outlay	14,577	-	-	-	-	14,577
Debt Service	-	-	-	-	40,150	40,150
Principal	-	-	-	-	4,269	4,269
Interest	-	-	-	-	1,516,405	1,516,405
<u>TOTAL CASH DISBURSEMENTS</u>	<u>\$ 1,041,499</u>	<u>\$ 66,688</u>	<u>\$ 24,389</u>	<u>\$ 208,740</u>	<u>\$ 1,516,405</u>	<u>\$ 2,857,721</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ 193,726</u>	<u>\$ (13,715)</u>	<u>\$ 25,645</u>	<u>\$ 31,376</u>	<u>\$ (6,855)</u>	<u>\$ 230,177</u>
<u>FUND BALANCE - MARCH 1, 2022</u>	<u>1,729,774</u>	<u>95,953</u>	<u>210,712</u>	<u>336,159</u>	<u>583,987</u>	<u>2,956,585</u>
<u>FUND BALANCE - FEBRUARY 28, 2023</u>	<u>\$ 1,923,500</u>	<u>\$ 82,238</u>	<u>\$ 236,357</u>	<u>\$ 367,535</u>	<u>\$ 577,132</u>	<u>\$ 3,186,762</u>

The accompanying Notes are an integral part of these Financial Statements.



FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

FEBRUARY 28, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

A reporting entity consists of the primary government and its component units. Generally Accepted Accounting Principles require that legally separate organizations for which the elected officials of the primary government are financially accountable be included in the primary government's basic financial statements as component units. Fremont Township has determined that the Township Road District fits the definition of a component unit. The Road District's purpose is to construct and maintain roads within the Township. It is recorded in the Township's financial statements as Special Revenue Fund.

New Accounting Standards

During Fiscal year 2023 the Township considered the following Governmental Accounting Standards Board Statements (GASB) Statements.

GASB No. 87, Leases

GASB No. 93, Replacement of Interbank Offered Rates

GASB No. 98, Annual Comprehensive Financial Report

B. Basis of Presentation and Basis of Accounting

Basis of Presentation

**Government-Wide Financial Statements:** The Statement of Net Position and the Statement of Activities display information about the financial activities of the overall Township. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and the business-type activities of the Township. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. The Township has no business-type activities.

The Statement of Activities present a comparison between direct expenses and program receipts for each function of the Township's governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore are clearly identifiable to a particular function. Indirect expenses—expenses of the township related to the administration and support of the Township's programs, such as personnel and accounting—are not allocated to programs.

Program receipts include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Receipts that are not classified as program receipts, including all taxes are presented as general receipts.

**Governmental Fund Financial Statements:** The fund financial statements provide information about the Township's funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Township reports all its funds as major governmental funds.

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation and Basis of Accounting (Continued)

The Township reports the following major governmental funds:

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

**Special Revenue Funds.** These funds included the General Assistance, Road and Bridge, and Permanent Road Funds, which are used to account for the proceeds of specific revenue sources (other than those that are legally restricted to cash disbursements for specific purposes).

Basis of Accounting

The government-wide financial statements are reported using the modified cash basis of accounting. The cash basis of accounting is modified to account for: recording of depreciation on fixed assets, recognition of the net depreciated value of fixed assets, and, recognition of long-term liabilities. Non-exchange transactions, in which the Township gives (or receives) value in exchange, include property taxes, grants, entitlements, and donations. Receipts from property taxes, grants, entitlements and donations are recognized when received consistent with the cash basis of accounting.

The governmental fund financial statements, and all other financial statements, are reported using the cash basis of accounting. Accordingly, revenue are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

C. Capital Assets

Capital Assets are reported at actual or estimated historical cost. Contributed assets are reported at estimated fair value at the time received.

Depreciation methods, and estimated useful live of capital assets reported in the Township-wide statements as follows:

	Depreciation Method	Estimated Useful Life	Capitalization Threshold
Land Improvements	Straight Line	20 Years	\$ 100,000
Buildings	Straight Line	50 Years	25,000
Equipment	Straight Line	5 -12 Years	10,000
Infrastructure	Straight Line	40 Years	100,000

Depreciation is used to allocate the actual or estimated historical cost of all capital assets over their estimated useful lives.

D. Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets, consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Restricted Resources

The Township applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions is available.

F. Budgets and Budgetary Accounting Statements

The budget for all major Governmental Funds is prepared on the modified cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance to Chapter 105, Section 5/17-1 of Illinois Compiles Statues. The March 1, 2022 to February 28, 2023 budget was passed on May 9, 2022.

For each fund, total fund disbursements may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

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

1. Prior to March 1, the Supervisor submits to the Board a proposed operating budget for the fiscal year commencing on that date.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to August 1, the budget is legally adopted through passage of a resolution.
4. Formal Budgetary integration is employed as a management control device during the year.
5. The Township Board may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget, as reported on pages 23 through 32.
6. The Township Board may amend the budget by the same procedures required of its original adoption.

2. CASH AND INVESTMENTS

The Township is allowed to invest in securities as authorized by the State of Illinois Statutes, including Securities of the Federal Government, in Federally Insured Savings and Loans Associations, in Federally Insured Banks as defined in the Illinois Banking Act, or in Pool Funds provided by the Illinois Treasurer's Office.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Township's deposits may not be returned or the Township will not be able to recover collateral securities in the possession of an outside party. The Township's policy requires deposits to be at least 100 percent secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance (FDIC). The Township's Board of Trustees approves and designates a list of authorized depository institutions based on evaluation of solicited responses and certificates provided by financial institutions.

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

2. CASH AND INVESTMENTS (Continued)

At February 28, 2023, the carrying amount of the Township's deposits was \$3,186,562, which excludes a \$200 Petty Cash fund. At year end, the Township's bank balance was \$3,211,582. As of February 28, 2023, \$2,676,898 of the combined entity's bank balance of \$3,211,582 was exposed to custodial credit risk as follows:

	<u>Bank Balance</u>
Collateralized with securities held by the Pledging financial institution	\$2,676,735
Uncollateralized	163
	<u>\$2,676,898</u>

3. RETIREMENT FUND COMMITMENTS

ILLINOIS MUNICIPAL RETIREMENT FUND

*Plan Description*

The Township's defined benefit pension plan provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Township's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund that acts as a common investment and administrative agent for local governments and school districts in Illinois. A summary of IMRF's pension benefits is provided in the *Benefits Provided* section of this note. Details of all benefits are available from IMRF. Benefits are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

*Benefits Provided*

The Township's IMRF members participate in IMRF's "Regular Plan". IMRF's regular plan has two tiers. 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 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 10 years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% 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 96 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
- ½ of the increase in the Consumer Price Index (CPI) of the original pension amount.

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

3. RETIREMENT FUND COMMITMENTS (Continued)

ILLINOIS MUNICIPAL RETIREMENT FUND

*Employees Covered by the Benefit Terms*

As of December 31, 2022, the following employees were covered by the benefit terms:

	<u>IMRF</u>
Retirees and Beneficiaries currently receiveing benefits	9
Inactive Plan Members entitled to but not yet receiving benefits	6
Active Plan Members	<u>14</u>
Total	<u><u>29</u></u>

*Contributions*

As set by statute, employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The statute requires the Township to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual contribution rate for calendar year 2022 was 6.31 percent. The Township's actual contribution for calendar year 2022 was \$57,815. The Township also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Net Pension Liability*

The Township's net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions*

The following are the methods and assumptions used to determine total pension liability at December 31, 2022; The Actuarial Cost Method used was Entry Age Normal; the Asset Valuation Method used was Market Value of Assets; the Inflation Rate was assumed to be 2.25%; Salary Increases were expected to be 2.85% to 13.75% including inflation; the Investment Rate of Return was assumed to be 7.25%; the Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019; the IMRF-specific Rates for Mortality (for non-disabled retirees) were developed from the Pub-2010, Amount Weighted, below-median income, General, Retiree, Male( adjusted 106%) and female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount Weighted, below-median income, General, Disabled Retiree, Male and Female (both adjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount Weighted, below-median income, General, Employee, Male and Female (both adjusted) tables and future mortality projected using scale MP-2020.



FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

3. RETIREMENT FUND COMMITMENTS (Continued)

ILLINOIS MUNICIPAL RETIREMENT FUND

*Actuarial Assumptions* (Continued)

Asset Class	Portfolio Targer Percentage	Return 12/31/2022	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Domestic Equity	35%	-19%	7.82%	6.50%
International Equity	18%	-18%	9.23%	7.60%
Fixed Income	26%	-12%	5.01%	4.90%
Real Estate	11%	13%	7.10%	6.20%
Alternative Investments	10%	4%		
- Private Equity			13.43%	9.90%
- Hedge Funds			N/A	N/A
-Commodities			7.42%	6.25%
Cash Equivalents	1%	3%	4.00%	4.00%
Total	100%	-29%		

*Single 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 4.05% and the resulting single discount rate is 7.25%.

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

3. RETIREMENT FUND COMMITMENTS (Continued)

ILLINOIS MUNICIPAL RETIREMENT FUND

*Changes in Net Pension Liability*

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2021	\$ 4,722,446	\$ 5,550,706	\$ (828,260)
Changes for the Year:			
Service Cost	82,489	-	82,489
Interest on the Total Pension Liability	339,713	-	339,713
Changes in Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	100,754	-	100,754
Changes of Assumptions	-	-	-
Contributions - Employer	-	57,815	(57,815)
Contributions - Employees	-	43,377	(43,377)
Net Investment Income	-	(630,121)	630,121
Benefit Payments, including Refunds of Employee Contributions	(155,990)	(155,990)	-
Other (Net Transfer)	-	730	(730)
Net Changes	<u>366,966</u>	<u>(684,189)</u>	<u>1,051,155</u>
Balances at December 31, 2022	<u>\$ 5,089,412</u>	<u>\$ 4,866,517</u>	<u>\$ 222,895</u>

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate*

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 Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Total Pension Liability	\$ 5,720,239	\$ 5,089,412	\$ 4,604,557
Plan Fiduciary Net Position	4,866,517	4,866,517	4,866,517
Net Pension Liability (Asset)	<u>\$ 853,722</u>	<u>\$ 222,895</u>	<u>\$ (261,960)</u>

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. POST-EMPLOYMENT BENEFITS

The Township has evaluated its potential other postemployment benefits liability *and* has determined that the Township has no postemployment liability as of February 28, 2023.

5. PROPERTY TAXES

The 2021 property taxes attached as an enforceable lien on January 1, 2021. They were levied in December of the tax year. Tax bills were prepared by the County and issued on or about May 1, 2022, and were payable in two installments, on or about June 1, 2022, and September 1, 2022. The County Collected such taxes and remitted them periodically. Property Tax revenues are recognized in the same accounting period as when they are received. The Township received significant distributions of tax receipts approximately one month after the due dates.

6. RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the Township carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

7. CAPITAL ASSETS

Capital asset activity for the year ended February 28, 2023 was as follows:

	<u>BEGINNING BALANCE</u>	<u>ADDITONS</u>	<u>RETIREMENTS</u>	<u>ENDING BALANCE</u>
<u>GOVERNMENTAL ACTIVITIES</u>				
Capital Assets Not Being Depreciated				
Land	\$ 1,444,639	\$ -	\$ -	\$ 1,444,639
Capital Assets Being Depreciated				
Land Improvements	\$ 3,464,901	\$ -	\$ -	\$ 3,464,901
Buildings	1,051,556	-	-	1,051,556
Equipment, Furniture and Vehicles	2,494,809	14,577	-	2,509,386
Infrastructure	2,266,313	-	-	2,266,313
	<u>\$ 9,277,579</u>	<u>\$ 14,577</u>	<u>\$ -</u>	<u>\$ 9,292,156</u>
Less: Accumulated Depreciation For:				
Land Improvements	\$ (969,146)	\$ (79,370)	\$ -	\$ (1,048,516)
Buildings	(364,227)	(21,031)	-	(385,258)
Equipment, Furniture and Vehicles	(1,446,001)	(179,834)	-	(1,625,835)
Infrastructure	(631,673)	(56,657)	-	(688,330)
	<u>\$ (3,411,047)</u>	<u>\$ (336,892)</u>	<u>\$ -</u>	<u>\$ (3,747,939)</u>
<u>GOVERNMENTAL ACTIVITIES</u>				
<u>CAPITAL ASSETS, NET</u>	<u>\$ 7,311,171</u>	<u>\$ (322,315)</u>	<u>\$ -</u>	<u>\$ 6,988,856</u>

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

(Continued)

8. LONG-TERM DEBT

The following is a summary of the Township's Long-Term Debt for the year ended February 28, 2023.

	Balance 3/1/2022	Additions	Retirement	Balance 2/28/2023	Current Portion
Capital Leases	\$ 125,015	\$ -	\$ 40,150	\$ 84,865	\$ 41,653

The Capital lease consists of a 2020 Mack Truck with semi-yearly payments of \$22,209 for 5 years, including interest at 3.71%.

Future lease payments are:

		Principal	Interest	Total
2020 Mack Truck				
	2024	\$ 41,653	\$ 2,766	\$ 44,419
	2025	43,212	1,206	44,418
		\$ 84,865	\$ 3,972	\$ 88,837

The Illinois Local Government Debt Limitation Act limits the amount of indebtedness to 2.875 percent of 1,217,313,107 the most recent available assessed valuation of the Township. Thus the Township's remaining debt margin at February 28, 2023 is \$34,912,887, which is 99.75 percent of its total legal debt limit.

9. INTERFUND LOANS

The Township had the following interfund loans as of February 28, 2023:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
Permanent Road	General Fund	\$103,695

FREMONT TOWNSHIP

NOTES TO FINANCIAL STATEMENT

(Continued)

10. FUND BALANCE REPORTING

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of the differences in fund balance presentations.

A. Nonspendable Fund Balance

The nonspendable fund balance classifications include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. They "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories or prepaid amounts. Because the Township reports on the cash basis of accounting all such items are expensed at the time of purchase, and therefore there are no amounts that fall into this classification.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the Township. Things such as restrictions imposed by creditors, grantors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specific purposes. The Township reports several revenue funds; the source of funding is through specific real estate tax levies: General Assistance Levy, Road and Bridge Levy and the Permanent Road Levy.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of government's highest level of decision-making authority (the Township Trustees). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

The Trustees commit fund balances by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. No funds are currently committed.

D. Assigned Fund Balance

The assigned fund balance classifications refer to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the Trustees themselves or (b) the finance committee or by the Supervisor when the Trustees has delegated authority to assign amounts to be used for a specific purpose. No funds are currently assigned.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Town Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned Fund Balance amounts are shown in the financial statements in the General Town Fund.

FREMONT TOWNSHIP

SUPPLEMENTARY INFORMATION

FREMONT TOWNSHIP

SUPPLEMENTARY INFORMATION

FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
GENERAL FUND

	<u>ORIGINAL</u> <u>BUDGET</u>	<u>FINAL</u> <u>BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Taxes	\$ 1,148,328	\$ 1,148,328	\$ 1,141,692
Replacement Taxes	20,000	20,000	50,948
Interest Income	1,200	1,200	2,250
Grants	25,000	25,000	25,000
Donations	1,000	1,000	650
Half-Fare Taxi Program	1,500	1,500	115
Miscellaneous	4,000	4,000	14,570
	<u>\$ 1,201,028</u>	<u>\$ 1,201,028</u>	<u>\$ 1,235,225</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Salaries - Officials	\$ 281,660	\$ 281,660	\$ 281,634
Salaries - Township Personnel	125,000	125,000	97,790
Health Insurance	100,000	100,000	70,196
IMRF	35,000	35,000	21,032
Social Security Tax	32,000	32,000	29,213
Unemployment Insurance	2,500	2,500	2,002
	<u>\$ 576,160</u>	<u>\$ 576,160</u>	<u>\$ 501,867</u>
<u>CONTRACTUAL</u>			
Building Maintenance	\$ 40,000	\$ 40,000	\$ 13,031
Highway Dept. Building Maintenance	10,000	10,000	-
Equipment Maintenance	5,000	5,000	2,389
Accounting	8,000	8,000	5,975
Legal	3,500	3,500	1,436
Postage	1,500	1,500	776
Telephone/Internet	5,000	5,000	1,870
Publishing	1,000	1,000	124
Printing	1,000	1,000	-
Dues	2,000	2,000	1,364
Travel	1,000	1,000	984
Training	5,000	5,000	787
Utilities	8,000	8,000	4,536
Programs & Services	5,000	5,000	325
Newsletter	7,000	7,096	7,096
CERT	5,000	5,000	1,352
Website	5,000	5,000	600
Professional Services	2,500	2,500	1,735



FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
GENERAL FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>ADMINISTRATION (Continued)</u>			
<u>CONTRACTUAL</u>			
General Insurance	\$ 15,000	\$ 15,000	\$ 13,439
Pace Bus Service	5,000	5,000	1,038
Half-Fare Taxi Program	2,500	2,500	347
Building Improvements	150,000	150,000	696
Wetland Mitigation	4,000	4,000	-
Mosquito Control	17,500	17,500	17,015
	<u>\$ 305,500</u>	<u>\$ 305,596</u>	<u>\$ 76,915</u>
<u>COMMODITIES</u>			
Office Supplies	\$ 5,000	\$ 5,000	\$ 2,306
Operating Supplies	5,000	5,000	1,840
Equipment	10,000	10,000	4,902
	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ 9,048</u>
<u>OTHER EXPENDITURES</u>			
Miscellaneous	\$ 500	\$ 500	\$ 42
Tax Objections	30,000	30,000	-
Community Garden	6,000	6,000	4,808
Social Service	3,500	3,500	660
Contingencies	25,000	24,904	-
	<u>\$ 65,000</u>	<u>\$ 64,904</u>	<u>\$ 5,510</u>
<u>CAPITAL OUTLAY</u>			
Building Maintenance - Reserve	\$ 100,000	\$ 100,000	\$ -
	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ -</u>
 <u>TOTAL ADMINISTRATION</u>	 <u>\$ 1,066,660</u>	 <u>\$ 1,066,660</u>	 <u>\$ 593,340</u>
 <u>CASH DISBURSEMENTS</u>			
<u>ASSESSOR</u>			
<u>PERSONAL SERVICES</u>			
Salaries	\$ 160,000	\$ 160,000	\$ 136,269
Health Insurance	44,000	44,000	39,194
Unemployment Insurance	3,000	3,000	2,965
Social Security Tax	12,300	12,300	10,415
IMRF	15,000	15,000	7,348
	<u>\$ 234,300</u>	<u>\$ 234,300</u>	<u>\$ 196,191</u>

FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
GENERAL FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>ASSESSOR (Continued)</u>			
<u>CONTRACTUAL</u>			
Maintenance Service - Equipment	\$ 1,000	\$ 1,000	\$ 493
Maintenance Service - Vehicle	1,000	1,000	523
Postage	750	750	540
Telephone/Internet	3,500	3,500	1,616
Printing	750	750	-
Office Remodel	5,000	5,000	410
Dues	1,000	1,000	819
Professional Services - IT	4,000	4,000	-
Travel	1,500	1,500	21
Training	3,000	3,000	2,592
	\$ 21,500	\$ 21,500	\$ 7,014
<u>COMMODITIES</u>			
Office Supplies	\$ 2,000	\$ 2,000	\$ 1,678
Fuel	500	500	-
Equipment	5,000	5,000	3,816
	\$ 7,500	\$ 7,500	\$ 5,494
<u>OTHER EXPENDITURES</u>			
Contingencies	\$ 5,000	\$ 5,000	\$ -
	\$ 5,000	\$ 5,000	\$ -
 <u>TOTAL ASSESSOR'S OFFICE</u>	 \$ 268,300	 \$ 268,300	 \$ 208,699
 <u>PARKS</u>			
<u>PERSONAL SERVICES</u>			
Salaries	\$ 97,000	\$ 97,000	\$ 96,999
Health Insurance	36,000	36,000	34,322
Unemployment Insurance	2,350	2,350	1,033
Social Security Tax	7,500	7,500	7,354
IMRF	7,500	7,500	4,826
	\$ 150,350	\$ 150,350	\$ 144,534

FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
GENERAL FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>PARKS (Continued)</u>			
<u>CONTRACTUAL</u>			
Equipment Maintenance	\$ 20,000	\$ 20,000	\$ 8,888
Building Maintenance	6,000	6,000	3,827
Park Maintenance	50,000	50,000	9,862
Behm Park Development	50,000	50,000	3,661
Ivanhoe Park	15,000	15,000	500
Irrigation Maintenance	5,000	8,625	8,625
Professional Services	10,000	10,000	481
Utilities	16,000	16,000	8,277
Disposal Service	1,000	1,000	-
Equipment Rental	4,000	4,000	1,082
Portable Toilet	3,000	3,000	2,374
	\$ 180,000	\$ 183,625	\$ 47,577
<u>COMMODITIES</u>			
Supplies	\$ 7,000	\$ 7,000	\$ 5,492
Uniforms	2,000	2,000	1,740
Fuel	7,500	7,500	4,428
Equipment	50,000	50,000	16,980
Tools	5,000	5,000	4,132
	\$ 71,500	\$ 71,500	\$ 32,772
<u>CAPITAL OUTLAY</u>			
Equipment	\$ -	\$ -	\$ 14,577
	\$ -	\$ -	\$ 14,577
<u>OTHER EXPENSE</u>			
Contingencies	\$ 10,000	\$ 6,375	\$ -
	\$ 10,000	\$ 6,375	\$ -
<u>TOTAL PARKS</u>	\$ 411,850	\$ 411,850	\$ 239,460
<u>TOTAL CASH DISBURSEMENTS</u>	1,746,810	1,746,810	1,041,499
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	\$ (545,782)	\$ (545,782)	\$ 193,726
<u>FUND BALANCE - MARCH 1, 2022</u>			1,729,774
<u>FUND BALANCE - FEBRUARY 28, 2023</u>			\$ 1,923,500

FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
GENERAL ASSISTANCE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Tax	\$ 53,257	\$ 53,257	\$ 52,920
Interest	50	50	53
Miscellaneous	25	25	-
	<u>\$ 53,332</u>	<u>\$ 53,332</u>	<u>\$ 52,973</u>
 <u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Salaries	\$ 40,000	\$ 40,000	\$ 40,000
Social Security Tax	3,060	3,060	3,060
Unemployment Tax	500	500	500
IMRF	4,000	4,000	2,465
Health Insurance	12,000	12,000	11,259
	<u>\$ 59,560</u>	<u>\$ 59,560</u>	<u>\$ 57,284</u>
 <u>CONTRACTUAL</u>			
Equipment Maintenance	\$ 200	\$ 362	\$ 361
Newsletter	1,500	1,500	1,500
Postage	175	175	236
Telephone/Internet	2,500	2,500	916
Training	1,000	1,000	316
Website	50	50	-
Utilities	1,000	1,000	545
	<u>\$ 6,425</u>	<u>\$ 6,587</u>	<u>\$ 3,874</u>
 <u>COMMODITIES</u>			
Office Supplies	\$ 250	\$ 250	\$ -
Operating Supplies	100	100	50
	<u>\$ 350</u>	<u>\$ 350</u>	<u>\$ 50</u>
 <u>OTHER EXPENDITURES</u>			
Tax Objections	\$ 2,500	\$ 2,194	\$ -
	<u>\$ 2,500</u>	<u>\$ 2,194</u>	<u>\$ -</u>
 <u>TOTAL ADMINISTRATION</u>	 <u>\$ 68,835</u>	 <u>\$ 68,691</u>	 <u>\$ 61,208</u>

FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
GENERAL ASSISTANCE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>HOME RELIEF</u>			
<u>CONTRACTUAL SERVICES</u>			
Physician Service	\$ 500	\$ 500	\$ -
Hospital Service	500	500	-
Dental	500	500	-
Funeral and Burial	500	500	-
Shelter	25,000	25,000	766
Client Utilities	25,000	25,000	1,710
Catastrophic Insurance	2,500	2,500	2,360
Miscellaneous Home Relief	500	644	644
	<u>\$ 55,000</u>	<u>\$ 55,144</u>	<u>\$ 5,480</u>
<u>COMMODITIES</u>			
Food	\$ 100	\$ 100	\$ -
Fuel	3,000	3,000	-
Prescriptions	500	500	-
Personal Incidentals	2,500	2,500	-
Household Incidentals	2,500	2,500	-
	<u>\$ 8,600</u>	<u>\$ 8,600</u>	<u>\$ -</u>
<u>TOTAL HOME RELIEF</u>	<u>\$ 63,600</u>	<u>\$ 63,744</u>	<u>\$ 5,480</u>
<u>TOTAL CASH DISBURSEMENTS</u>	<u>\$ 132,435</u>	<u>\$ 132,435</u>	<u>\$ 66,688</u>
<u>TOTAL CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (79,103)</u>	<u>\$ (79,103)</u>	<u>\$ (13,715)</u>
<u>FUND BALANCE - MARCH 1, 2022</u>			<u>95,953</u>
<u>FUND BALANCE - FEBRUARY 28, 2023</u>			<u>\$ 82,238</u>

FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
FOOD PANTRY FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Donations	\$ 26,000	\$ 26,000	\$ 50,034
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>CONTRACTUAL</u>			
Livestock processing	\$ 5,000	\$ 5,000	\$ 917
Shelter/Utility Assistance	20,000	20,000	3,767
	<u>\$ 25,000</u>	<u>\$ 25,000</u>	<u>\$ 4,684</u>
<u>COMMODITIES</u>			
Food	\$ 50,000	\$ 50,000	\$ 6,659
Garden Expense	2,500	2,500	242
Holiday Program Expense	30,000	30,000	12,804
	<u>\$ 82,500</u>	<u>\$ 82,500</u>	<u>\$ 19,705</u>
<u>TOTAL EXPENDITURES</u>	<u>\$ 107,500</u>	<u>\$ 107,500</u>	<u>\$ 24,389</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (81,500)</u>	<u>\$ (81,500)</u>	\$ 25,645
<u>FUND BALANCE - MARCH 1, 2022</u>			<u>210,712</u>
<u>FUND BALANCE - FEBRUARY 28, 2023</u>			<u>\$ 236,357</u>

FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
ROAD AND BRIDGE FUND

	<u>ORIGINAL</u> <u>BUDGET</u>	<u>FINAL</u> <u>BUDGET</u>	<u>ACTUAL</u>
<u>CASH RECEIPTS</u>			
Property Taxes	\$ 171,147	\$ 171,147	\$ 170,045
Replacement Taxes	25,000	25,000	54,533
Interest	150	150	188
Road Bonds	32,500	32,500	12,500
Miscellaneous	3,000	3,000	2,850
	<u>\$ 231,797</u>	<u>\$ 231,797</u>	<u>\$ 240,116</u>
 <u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>CONTRACTUAL SERVICES</u>			
Legal	\$ 8,500	\$ 8,500	\$ 2,851
Postage	120	120	18
Telephone/ Internet	8,000	8,000	6,510
Publishing	700	700	366
Printing	1,000	1,000	-
Travel	1,000	1,000	217
Training	8,000	8,000	2,970
Dues	1,500	1,500	923
Subscriptions	7,000	7,000	6,373
Insurance	15,000	15,000	13,439
Drug Testing	1,200	1,200	234
J.U.L.I.E.	2,500	2,500	2,195
Municipal Replacement Tax	5,000	9,593	9,592
	<u>\$ 59,520</u>	<u>\$ 64,113</u>	<u>\$ 45,688</u>
 <u>COMMODITIES</u>			
Equipment	\$ 4,000	\$ 4,000	\$ 492
Operating Supplies	1,500	1,500	1,419
Bottled Water	300	300	145
Office Supplies	1,200	1,200	501
	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ 2,557</u>
 <u>TOTAL ADMINISTRATION</u>	 <u>\$ 66,520</u>	 <u>\$ 71,113</u>	 <u>\$ 48,245</u>

FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
ROAD AND BRIDGE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CASH DISBURSEMENTS (Continued)</u>			
<u>MAINTENANCE</u>			
<u>CONTRACTUAL SERVICE</u>			
Building Maintenance	\$ 10,000	\$ 10,000	\$ 3,172
Equipment Maintenance	60,000	60,000	48,395
Bridge Maintenance	10,000	10,000	-
Disposal Service	1,000	1,000	202
Uniforms	5,000	5,000	4,044
Engineering Service	10,000	10,000	5,281
Utilities	10,000	10,000	8,647
Rentals	2,000	2,000	65
Building Improvements	15,000	15,000	6,638
Intersection Lights	26,000	26,000	17,731
	<u>\$ 149,000</u>	<u>\$ 149,000</u>	<u>\$ 94,175</u>
<u>COMMODITIES</u>			
Operating Supplies	\$ 12,000	\$ 12,000	\$ 7,765
Fuel/Oil	7,500	7,500	7,182
Signs and Road Striping	25,000	25,000	21,716
Equipment	15,000	15,000	9,269
Small Tools	5,000	5,000	3,388
	<u>\$ 64,500</u>	<u>\$ 64,500</u>	<u>\$ 49,320</u>
<u>OTHER EXPENSE</u>			
Contingencies	\$ 10,000	\$ 5,407	\$ -
Road Bonds	38,500	38,500	17,000
	<u>\$ 48,500</u>	<u>\$ 43,907</u>	<u>\$ 17,000</u>
<u>TOTAL MAINTENANCE</u>	<u>\$ 262,000</u>	<u>\$ 257,407</u>	<u>\$ 160,495</u>
<u>TOTAL EXPENDITURES</u>	<u>\$ 328,520</u>	<u>\$ 328,520</u>	<u>\$ 208,740</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (96,723)</u>	<u>\$ (96,723)</u>	<u>\$ 31,376</u>
<u>FUND BALANCE - MARCH 1, 2022</u>			<u>336,159</u>
<u>FUND BALANCE - FEBRUARY 28, 2023</u>			<u>\$ 367,535</u>



FREMONT TOWNSHIP  
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED FEBRUARY 28, 2023  
PERMANENT ROAD FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
<u>CASH RECEIPTS</u>			
Property Taxes	\$ 1,459,217	\$ 1,459,217	\$ 1,450,539
Interest	300	300	352
Miscellaneous	15,000	15,000	23,890
WMB/SIRF Forest & Fairview	50,000	50,000	25,000
SSA - Ivanhoe Woods	40,000	40,000	9,769
SSA Ivanhoe Estates	40,000	40,000	-
	<u>\$ 1,604,517</u>	<u>\$ 1,604,517</u>	<u>\$ 1,509,550</u>
<u>CASH DISBURSEMENTS</u>			
<u>ADMINISTRATION</u>			
<u>PERSONAL SERVICES</u>			
Salaries	\$ 380,000	\$ 380,000	\$ 330,645
Health Insurance	120,000	120,000	98,228
IMRF	30,000	30,000	19,544
Social Security	30,600	30,600	25,294
Unemployment	700	700	602
	<u>\$ 561,300</u>	<u>\$ 561,300</u>	<u>\$ 474,313</u>
<u>CONTRACTUAL</u>			
Engineering	\$ 60,000	\$ 60,000	\$ 54,437
Environmental Maintenance	8,000	10,417	10,417
Road Maintenance	180,000	180,000	155,868
Road Improvements	600,000	641,322	641,322
Rentals	5,000	5,000	707
Tree Trimming/Removal	15,000	15,000	13,980
	<u>\$ 868,000</u>	<u>\$ 911,739</u>	<u>\$ 876,731</u>
<u>COMMODITIES</u>			
Operating Supplies	\$ 10,000	\$ 10,000	\$ 4,626
Automotive Fuel/Oil	30,000	30,000	25,189
Equipment	220,000	220,000	23,791
Snow Removal Supplies	70,000	70,000	42,929
	<u>\$ 330,000</u>	<u>\$ 330,000</u>	<u>\$ 96,535</u>
<u>CAPITAL OUTLAY</u>			
New Building Reserve	\$ 50,000	\$ 50,000	\$ -
Equipment Reserve	100,000	100,000	-
DCEO Westshore Park	25,000	25,000	-
	<u>\$ 175,000</u>	<u>\$ 175,000</u>	<u>\$ -</u>
<u>OTHER EXPENDITURES</u>			
Contingencies	\$ 10,000	\$ -	\$ -
SSA - Ivanhoe Woods	40,000	40,000	5,174
SSA - Ivanhoe Estates	40,000	40,000	46
WMB/SIRF Forest & Fairview	25,000	25,000	19,187
CPR/Sylvan Lake Dam	50,000	50,000	-
Sylvan Lake	300,000	300,000	-
	<u>\$ 465,000</u>	<u>\$ 455,000</u>	<u>\$ 24,407</u>
<u>DEBT SERVICE</u>			
Interest	\$ -	\$ -	\$ 4,269
Principal	50,000	50,000	40,150
	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 44,419</u>
<u>TOTAL EXPENDITURES</u>	<u>\$ 2,449,300</u>	<u>\$ 2,483,039</u>	<u>\$ 1,516,405</u>
<u>CASH RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ (844,783)</u>	<u>\$ (878,522)</u>	<u>\$ (6,855)</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Proceeds from Loans	\$ 190,665	\$ 190,665	\$ -
<u>EXCESS OF RECEIPTS AND OTHER FINANCING SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER FINANCING (USES)</u>			
	<u>\$ (654,118)</u>	<u>\$ (687,857)</u>	<u>\$ (6,855)</u>
<u>FUND BALANCE - MARCH 1, 2022</u>			<u>583,987</u>
<u>FUND BALANCE - FEBRUARY 28, 2023</u>			<u>\$ 577,132</u>

FREMONT TOWNSHIP  
COMPARATIVE TAX DATA  
FOR THE YEARS 2021, 2020, AND 2019  
IN WHOLE DOLLAR AMOUNTS

<u>TAX YEAR</u>	<u>2021</u>		<u>2020</u>		<u>2019</u>	
<u>TOTAL ASSESSED VALUATION</u>	<u>\$</u>	<u>1,217,313,107</u>	<u>\$</u>	<u>1,169,223,642</u>	<u>\$</u>	<u>1,151,944,972</u>
	<u>Rates</u>	<u>Extensions</u>	<u>Rates</u>	<u>Extensions</u>	<u>Rates</u>	<u>Extensions</u>
Corporate	0.940	\$ 1,148,328	0.099	\$ 1,148,330	0.099	\$ 1,148,328
General Assistance	0.004	53,257	0.004	50,008	0.004	50,006
Permanent Road	0.120	1,459,228	0.121	1,412,118	0.118	1,356,047
* Road and Bridge	0.014	171,148	0.014	167,858	0.015	175,632
	<u>0.238</u>	<u>\$ 2,831,961</u>	<u>0.236</u>	<u>\$ 2,778,314</u>	<u>0.240</u>	<u>\$ 2,730,013</u>

\* Extensions for Road and Bridge are shown net, after deducting the portion of the taxes extended which are allocable to the underlying municipalities.

**FREMONT TOWNSHIP**  
**SUPPLEMENTAL INFORMATION**  
**SCHEDULE OF CHANGES IN THE IMRF NET PENSION LIABILITY AND RELATED RATIOS**  
**FEBRUARY 28, 2023**

Calendar Year Ending December 31,	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>								
Service Costs	\$ 82,489	\$ 77,096	\$ 90,783	\$ 87,834	\$ 80,372	\$ 81,088	\$ 78,079	\$ 76,513
Interest on the Total Pension Liability	339,713	322,716	305,541	291,091	270,707	264,218	252,128	237,906
Benefit Changes	-	-	-	-	-	-	-	-
Difference between Expected and Actual Experience	100,754	(12,633)	59,342	(53,210)	23,966	(57,405)	(60,921)	(8,142)
Assumption Changes	(155,990)	(154,884)	(53,663)	-	119,544	(104,132)	(5,105)	4,854
Benefit Payments & Refunds	366,966	232,295	(161,637)	(94,119)	(91,271)	(102,515)	(115,435)	(120,157)
<b>Net Change in Total Pension Liability</b>	<u>4,722,446</u>	<u>4,490,151</u>	<u>4,249,785</u>	<u>4,018,189</u>	<u>3,614,871</u>	<u>3,533,617</u>	<u>3,384,871</u>	<u>3,193,897</u>
<b>Total Pension Liability - Beginning</b>	<u>\$ 5,089,412</u>	<u>\$ 4,722,446</u>	<u>\$ 4,490,151</u>	<u>\$ 4,249,785</u>	<u>\$ 4,018,189</u>	<u>\$ 3,614,871</u>	<u>\$ 3,533,617</u>	<u>\$ 3,384,871</u>
<b>Total Pension Liability - Ending (a)</b>								
<b>Plan Fiduciary Net Position</b>								
Employer Contributions	\$ 57,815	\$ 75,633	\$ 74,438	\$ 65,142	\$ 82,251	\$ 76,971	\$ 74,549	\$ 74,064
Employee Contributions	43,377	40,957	39,225	40,433	39,251	36,156	34,728	33,666
Pension Plan Net Investment Income	(630,121)	791,901	543,274	619,448	(147,690)	529,743	210,244	15,145
Benefit Payments & Refunds	(155,990)	(154,884)	(161,637)	(94,119)	(91,271)	(102,515)	(115,435)	(120,157)
Other	730	(12,282)	124,843	(256)	36,689	(57,431)	(40,292)	(45,329)
<b>Net Change in Plan Fiduciary Net Position</b>	<u>(684,189)</u>	<u>741,325</u>	<u>620,143</u>	<u>630,648</u>	<u>(80,770)</u>	<u>482,924</u>	<u>163,794</u>	<u>(42,611)</u>
<b>Plan Fiduciary Net Position - Beginning</b>	<u>5,550,706</u>	<u>4,809,381</u>	<u>4,189,238</u>	<u>3,558,590</u>	<u>3,639,360</u>	<u>3,156,436</u>	<u>2,992,642</u>	<u>3,035,253</u>
<b>Plan Fiduciary Net Position - Ending (b)</b>	<u>\$ 4,866,517</u>	<u>\$ 5,550,706</u>	<u>\$ 4,809,381</u>	<u>\$ 4,189,238</u>	<u>\$ 3,558,590</u>	<u>\$ 3,639,360</u>	<u>\$ 3,156,436</u>	<u>\$ 2,992,642</u>
<b>Net Pension Liability/(Asset) -Ending (a-b)</b>	<u>\$ 222,895</u>	<u>\$ (828,260)</u>	<u>\$ (319,230)</u>	<u>\$ 60,547</u>	<u>\$ 459,599</u>	<u>\$ (24,489)</u>	<u>\$ 377,181</u>	<u>\$ 392,229</u>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	95.62%	117.54%	107.11%	98.58%	88.56%	100.68%	89.33%	88.41%
<b>Covered Valuation Payroll</b>	\$ 916,228	\$ 910,155	\$ 871,656	\$ 898,502	\$ 872,229	\$ 803,464	\$ 771,736	\$ 748,132
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	24.33%	-91.00%	-36.62%	6.74%	52.69%	-3.05%	48.87%	52.43%

These schedules are presented to illustrate the intention to show information for 10-years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**FREMONT TOWNSHIP**  
**SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**FEBRUARY 28, 2023**

The Schedule of Employer Contributions, of the District's Defined Benefit Pension Plan, the Illinois Municipal Retirement Fund, follows:

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	as a Percentage of Covered Valuation Payroll
2015	\$ 74,065	\$ 74,064	\$ 1	\$ 748,132	9.90%
2016	74,550	74,549	1	771,736	9.66%
2017	76,972	76,971	1	803,464	9.58%
2018	82,251	82,251	-	872,229	9.43%
2019	65,141	65,142	(1)	898,502	7.25%
2020	74,439	74,438	1	871,656	8.54%
2021	75,634	75,633	1	910,155	8.31%
2022	57,814	57,815	(1)	916,228	6.31%

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported. The calculation of the 2022 contribution rate is based on valuation assumptions used in the December 31, 2020 actuarial valuation; note two year lag between valuation and rate setting.

**METHODS AND ASSUMPTIONS USED TO DETERMINE 2022 CONTRIBUTION RATES**

<i>Actuarial Cost Method:</i>	Aggregate entry age normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	Regular Plan liabilities: 21-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the employer upon adoption of ERI
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	2.75%
<i>Price Inflation:</i>	2.25%, approximate; no explicit price inflation assumption is used in this valuation
<i>Salary Increases:</i>	2.85% to 13.75%, including inflation
<i>Investment Rate of Return:</i>	7.25%
<i>Retirement Age:</i>	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2020 valuation pursuant to an experience study of the period 2017 to 2019
<i>Mortality:</i>	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements project using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
<i>Other Information:</i>	There were no benefit changes during the year

The schedule is presented to illustrate the intention to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.