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CERTIFIED PUBLIC ACCOUNTANTS

June 11, 2024

To the Board of Trustees of
Oswego Township, Illinois

We have audited the financial statements of the governmental activities and each major fund of Oswego Township, Illinois for the year ended March 31, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 2, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Oswego Township are described in Note 1 to the financial statements. GASB 96 was adopted and the application of existing policies was not changed during 2024. We noted no transactions entered into by Oswego Township, Illinois during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting Oswego Township's financial statement was:

Management's estimate of the depreciation is based on capital asset basis and depreciation methods. We evaluated the key factors and assumptions used to develop the depreciation in determining that it is reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was:

The disclosure of the summary of significant accounting policies in Note 1 to the financial statements.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole. A listing of audit adjustments is attached to this letter.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated June 11, 2024.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Township's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Township's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We were engaged to report on the individual fund financial statements, which accompany the financial statements but are not required. With respect to this other information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the applicable accounting standards, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the other information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the notes to other information and the supplementary information as listed in the table of contents, which accompany the financial statements but are not required. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the information and use of the Board of Trustees and management of Oswego Township and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Mack & Associates, P.C.

Mack & Associates, P.C.
Certified Public Accountants

OSWEGO TOWNSHIP
Journal Entry
03/31/2024

Account	Description	Workpaper Reference	Debit	Credit	Net Income Effect
AJE-01					
To adjust fund balance					
10-350	3000 Retained Earnings		0.00	879.00	
10-420	Other Income		879.00	0.00	
Total			879.00	879.00	-879.00
AJE-02					
To record MFT activity					
30-101	Cash - Restrictcd for MFT		192,604.00	0.00	
30-557	MOTOR FUEL TAX EXPENSE		161,506.00	0.00	
30-415	MOTOR FUEL TAX REVENUE		0.00	155,161.00	
30-431	INTEREST - MFT		0.00	3,477.00	
30-355	RESTRICTED FUND BALANCE		0.00	195,472.00	
Total			354,110.00	354,110.00	-2,868.00
PBC-01					
To record capital asset additions					
99-103	Construction in Progress		41,743.00	0.00	
99-508	Cemetery Ops - FA additions		0.00	41,743.00	
99-100	Equipment		43,074.00	0.00	
99-101	Buildings		53,274.00	0.00	
99-502	General Govt - FA additions		0.00	96,348.00	
99-100	Equipment		101,501.00	0.00	
99-101	Buildings		23,073.00	0.00	
99-505	Road and Bridge - FA additions		0.00	124,574.00	
Total			262,665.00	262,665.00	262,665.00
PBC-02					
To record capital asset disposal					
99-101	Buildings		0.00	25,667.00	
99-111	A/D - Buildings		2,748.00	0.00	
99-501	General Govt - Depreciation		642.00	0.00	
99-549	Sale Proceeds - Admin		22,277.00	0.00	
Total			25,667.00	25,667.00	-22,919.00
PBC-03					
To record depreciation					
99-110	A/D - Equipment		0.00	154,854.00	
99-111	A/D - Buildings		0.00	44,057.00	
99-501	General Govt - Depreciation		27,151.00	0.00	
99-507	Cemetery Ops - Depreciation		6,902.00	0.00	
99-504	Road and Bridge - Depreciation		164,858.00	0.00	
Total			198,911.00	198,911.00	-198,911.00
PBC-04					
To reclass expenses to capital outlay					
10-561	Building Maintenance		0.00	46,728.00	
10-665	Capital Reserve		0.00	4,974.00	
10-571	MISC. EXPENSE		0.00	1,572.00	
10-599	Building / Land		53,274.00	0.00	
40-535	Road Maintenance		0.00	40,620.00	
40-545	Operating Supplies		0.00	9,350.00	
40-557	EQUIPMENT		49,970.00	0.00	
20-500	Purchased Equipment		0.00	6,542.00	

OSWEGO TOWNSHIP
Journal Entry
03/31/2024

Account	Description	Workpaper Reference	Debit	Credit	Net Income Effect
20-510	BUILDING		6,542.00	0.00	
30-572	Building Maintenance		0.00	6,041.00	
30-571	Building		6,041.00	0.00	
Total			115,827.00	115,827.00	0.00
PBC-05					
To reclass non-capital outlay to expense					
50-582	Building/Land		0.00	300.00	
50-580	Equipment		0.00	404.00	
50-573	Office Supplies		404.00	0.00	
50-605	Capital Reserve		0.00	670.00	
50-565	Misc Expense		970.00	0.00	
30-571	Building		0.00	27,126.00	
30-572	Building Maintenance		27,126.00	0.00	
10-574.5	Equipment - Assessor		0.00	2,082.00	
10-583	Assessor Office Equip		760.00	0.00	
10-621	Operating Supplies - Assesor		1,322.00	0.00	
10-574	EQUIPMENT		0.00	811.00	
10-665	Capital Reserve		0.00	4,995.00	
10-546	Office Equipment		811.00	0.00	
10-571	MISC. EXPENSE		4,995.00	0.00	
Total			36,388.00	36,388.00	0.00
GRAND TOTAL			994,447.00	994,447.00	37,088.00



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CERTIFIED PUBLIC ACCOUNTANTS

To the Chairman and Members
Of the Oswego Township Board
Oswego, Illinois

In planning and performing our audit of the financial statements of the governmental activities and each major fund of Oswego Township, Illinois as of and for the year ended March 31, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered Oswego Township, Illinois' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Oswego Township, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of Oswego Township, Illinois' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We did not identify any deficiencies in internal control that we consider to be a material weakness.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We did not identify any significant deficiencies in the current year.

During our audit, we became aware of the certain deficiencies in internal control other than significant deficiencies or material weaknesses, and other matters that are opportunities for strengthening internal controls and operating efficiency. These are described in the attachment to this letter (2024-01).

We will review the status of these comments during our next audit engagement. We have already discussed these comments and suggestions with various governmental unit personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

This communication is intended solely for the information and use of management the Board of Trustees, and others within the Township, and is not intended to be, and should not be, used by anyone other than these specified parties.

Mack & Associates, P. C.
Mack & Associates, P.C.
Certified Public Accountants
Morris, Illinois

June 11, 2024

Oswego Township, Illinois

Schedule of Other Matters and Recommendations March 31, 2024

We became aware of the following matter that is an opportunity for strengthening internal controls and operating efficiency:

2024-01: Accumulation of Funds

Description:

Per statute, Township funds, excluding the Township's capital fund, shall not exceed an amount equal to or greater than 2.5 times the annual average expenditure of the previous fiscal years.

We have reviewed the Township's fund balances as of March 31, 2024, and have identified the following in regard to the statute:

Fund	3/31/24 Balance	3 year avg expense	Ratio	Recommendation
Town	\$ 2,741,664	1,290,044	2.13	Balance Allowed
General Assistance	173,900	25,914	6.71	Action Should Be Taken
Road & Bridge	563,607	300,572	1.88	Balance Allowed
Cemetery	876,814	100,666	8.71	Action Should Be Taken

**The Permanent Road and Building funds have been excluded from the analysis as these funds are capital in nature. MFT funds have also been excluded, as these funds are held by the County on behalf of the Township.*

**The Cemetery Fund has a perpetuity of \$235,603 which is permanently restricted. There was a transfer of \$500,000 into the Cemetery Funds during the year ended March 31, 2022 for future capital outlay. The Township plans to expend these funds in future years.*

Recommendation:

If the Board of Trustees intends to carry a minimum balance in the General Assistance Fund, it should consider passing a resolution stating this intent and the minimum balance requirements for the fund.

**OSWEGO TOWNSHIP
KENDALL COUNTY, ILLINOIS
ANNUAL FINANCIAL REPORT
MARCH 31, 2024**

OSWEGO TOWNSHIP, ILLINOIS

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OSWEGO TOWNSHIP, ILLINOIS

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INDEPENDENT AUDITORS' REPORT



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CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

To the Board of Trustees
Oswego Township, Illinois
Kendall County

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of Oswego Township, Illinois, as of and for the year ended March 31, 2024, 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 and each major fund of Oswego Township, Illinois, as of March 31, 2024, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting as described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Oswego Township, Illinois, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter - 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 opinions are not modified with respect to that matter.

Responsibility 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 of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Oswego Township, Illinois' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Oswego Township, Illinois' basic financial statements. The other information and individual fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

Supplemental Information

Management is responsible for the supplemental information included in the annual report. The supplemental information is comprised of the IMRF supplemental schedules and the assessed valuations, tax rates, tax extensions, and tax collections schedule but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the supplemental information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the supplemental information exists, we are required to describe it in our report.

Report on Summarized Comparative Information

We previously audited Oswego Township, Illinois' March 31, 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 13, 2023. The summarized comparative information presented herein as of and for the year ended March 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Mack & Associates, P.C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
June 11, 2024

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statement
Statement of Net Position
Modified Cash Basis
March 31, 2024

		Governmental Activities	
		2024	2023
	<u>Assets</u>		
Cash in bank		\$ 7,215,510	6,379,131
Investments		235,603	199,387
Cash-restricted		192,604	195,472
Capital assets			
Land		123,605	123,605
Construction in progress		41,743	-
Buildings		1,281,790	1,231,111
Equipment		2,369,184	2,224,609
Accumulated depreciation		(1,998,826)	(1,802,664)
Total assets		<u>9,461,213</u>	<u>8,550,651</u>
	<u>Net Position</u>		
Net investment in capital assets		1,817,496	1,776,661
Unrestricted net position		3,305,271	3,123,832
Restricted net position		<u>4,338,446</u>	<u>3,650,158</u>
Total net position		<u>\$ 9,461,213</u>	<u>8,550,651</u>

The Notes to Basic Financial Statements are an integral part of this statement.

Government-wide Financial Statement
Statement of Activities
Modified Cash Basis
For the Year Ended March 31, 2024

Program Activities	Expenditures	Program Revenues		Net (Expenditures) Revenues And Changes in Net Position	
		Fees and Charges for Services	Operating Grants and Contributions	Governmental Activities	
				2024	2023
Governmental activities:					
Administration	\$ 1,198,310	-	-	(1,198,310)	(1,116,154)
Cemetery Maintenance	96,264	24,458	-	(71,806)	(42,347)
Road & Bridge	2,429,831	2,701	-	(2,427,130)	(2,237,261)
Total governmental activities	3,724,405	27,159	-	(3,697,246)	(3,395,762)
Total government	\$ 3,724,405	27,159	-	(3,697,246)	(3,395,762)
General revenues:					
Taxes:					
Property taxes				\$ 3,591,558	3,587,397
Motor fuel tax				155,161	144,994
Illinois replacement taxes				501,311	703,061
Rental income				23,492	22,885
Reimbursements				6,616	15,329
Interest on investments				295,498	20,363
Miscellaneous				56,449	36,413
Total general revenues				4,630,085	4,530,442
Special Item:					
Gain (loss) on sale of capital assets				(22,277)	(6,367)
Change in net position				910,562	1,128,313
Net position at beginning of year				8,550,651	7,422,338
Net position at end of year				\$ 9,461,213	8,550,651

The Notes to Basic Financial Statements are an integral part of this statement.

OSWEGO TOWNSHIP, ILLINOIS

Statement of Assets, Liabilities, and Fund Balances

Modified Cash Basis

Governmental Funds

March 31, 2024

Statement C

	Town Fund	Road and Bridge Fund	Hard Road Fund	Cemetery Fund	General Assistance Fund	Building and Equipment Fund	Governmental Funds 2024	Governmental Funds 2023
<u>Assets</u>								
Cash in bank	\$ 2,741,664	563,607	2,621,978	641,211	173,900	473,150	7,215,510	6,379,131
Investments	-	-	-	235,603	-	-	235,603	199,387
Motor fuel tax cash-restricted	-	192,604	-	-	-	-	192,604	195,472
Total Assets	\$ 2,741,664	756,211	2,621,978	876,814	173,900	473,150	7,643,717	6,773,990
<u>Fund Balances</u>								
Unassigned	\$ 2,741,664	-	-	-	-	-	2,741,664	2,654,153
Assigned	-	563,607	-	-	-	-	563,607	469,679
Restricted	-	192,604	2,621,978	876,814	173,900	473,150	4,338,446	3,650,158
Total Fund Balances	\$ 2,741,664	756,211	2,621,978	876,814	173,900	473,150	7,643,717	6,773,990
<u>Reconciliation to Statement of Net Position:</u>								
Fund Balance, Governmental Funds							\$ 7,643,717	6,773,990
Amounts reported for governmental activities in the Statement of Net Position are different because:								
Capital assets used in governmental activities of \$3,816,322 (net of accumulated depreciation of \$1,998,826), are not financial resources and, therefore, are not reported in the funds.							1,817,496	1,776,661
Net position of governmental activities							\$ 9,461,213	8,550,651

The Notes to Basic Financial Statements are an integral part of this statement.

OSWEGO TOWNSHIP, ILLINOIS

Statement D

Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2024

	Town Fund	Road and Bridge Fund	Hard Road Fund	Cemetery Fund	General Assistance Fund	Building and Equipment Fund	Governmental Funds
							2024
							2023
Revenues Received							
Property taxes	\$ 988,216	183,221	2,026,898	114,990	2,091	276,142	3,591,558
Illinois replacement taxes	80,498	158,635	233,777	3,354	-	25,047	703,061
Grant revenue	-	-	-	-	-	-	400,691
Motor fuel revenue	-	155,161	-	-	-	-	144,994
Fees and charges for services	-	2,701	-	24,458	-	-	42,343
Investment income	104,716	21,338	99,962	63,899	5,583	-	295,498
Rental income	2,640	-	-	-	-	20,852	22,885
Reimbursements	-	-	6,616	-	-	-	15,329
Miscellaneous	36,400	16,644	-	-	3,405	-	56,449
Total Revenues Received	1,212,470	537,700	2,367,253	206,701	11,079	322,041	4,657,244
Expenditures Disbursed							
Current:							
General and administrative	593,926	110,775	-	-	22,148	-	726,849
Assessor	434,685	-	-	-	-	-	434,685
Cemetery maintenance	-	-	-	89,362	-	-	89,362
Home relief	-	-	-	-	8,983	-	8,983
Road and bridge maintenance	-	319,334	1,945,639	-	-	-	2,264,973
Capital outlay	96,348	16,531	49,970	41,743	-	58,073	262,665
Total Expenditures Disbursed	1,124,959	446,640	1,995,609	131,105	31,131	58,073	3,787,517
Excess (deficiency) of revenues received over (under) expenditures disbursed	87,511	91,060	371,644	75,596	(20,052)	263,968	869,727
Fund balances - beginning	2,654,153	665,151	2,250,334	801,218	193,952	209,182	6,773,990
Fund balances - ending	\$ 2,741,664	756,211	2,621,978	876,814	173,900	473,150	7,643,717
							6,773,990

The Notes to Basic Financial Statements are an integral part of this statement.

OSWEGO TOWNSHIP, ILLINOIS

Statement D
(Continued)

Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2024

	Total Governmental Funds	
	2024	2023
Reconciliation to the Statement of Activities:		
Net change in fund balances - total governmental funds	\$ 869,727	1,075,215
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlay 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. The change in fund balance must be increased by capital purchases and decreased by depreciation expense.		
Capital asset purchases	262,665	261,439
Capital Asset disposal, net	(22,277)	(6,367)
Depreciation	(199,553)	(201,974)
Change in net position of governmental activities (Statement B)	\$ 910,562	1,128,313

NOTES TO BASIC FINANCIAL STATEMENTS

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Oswego Township is an Illinois unit of local government. The Township provides general government services, emergency assistance to individuals, and maintenance of roads and bridges within the Township.

These financial statements are presented on a modified cash basis of accounting. This modified basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Government Accounting Standards Board (GASB) pronouncements.

A. The Reporting Entity

The Township follows the provision of Government Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of Statement No. 14." As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, are entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary governments, or its component units, are entitled to, or have the ability to otherwise access, are significant to the primary government.

The Township, for financial purposes, includes all funds relevant to the operations of the Township. The accompanying financial statements present the Township's primary government over which the Township exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the Township.

The Township has determined that the Township Road District fits the definition of a component unit. Although legally separate from the Township, the Road District's purpose is to construct and maintain roads solely within the Township. The Road District's funds have been blended with the Township on the accompanying financial statements.

While GABS 87 was in effect as of March 31, 2023, the financial statements have not been adjusted for this as the Township's financial statements are reported on the cash basis of accounting. Lease expenditures are recorded in their applicable funds when incurred. See Note 11 for information on lease commitments.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended March 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and Statement of Activities) report information on all of the non-fiduciary activities of the Township. The effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into one major category: governmental. An emphasis is placed on major funds within the governmental category.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The Township does not report any proprietary or fiduciary funds.

A fund is considered major if it is the primary operating fund of the Township or meets the following criteria:

- a. at least 10 percent of the corresponding total for all funds of total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at that category or type, and
- b. total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The funds of the financial reporting entity are described below:

Governmental Fund Types - the focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position rather than upon net income. The following is a description of the governmental funds of the Township:

General Fund - the Town 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. The expenditures for these special purposes are included as Town Fund expenditures.

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

1. Road and Bridge Fund – used to account for road and bridge maintenance expenditures and is funded mainly by property, replacement, and motor fuel taxes.
2. Hard Road Fund – used to account for hard road project expenditures and is mainly funded by property taxes.
3. Cemetery Fund – used to account for Township Cemetery expenditures and is funded by fees and property taxes.
4. General Assistance Fund – used to account for approved general assistance disbursements such as rent and utilities and is funded mainly by property taxes.
5. Building and Equipment Fund – used to account for building and equipment purchases and maintenance and is funded mainly by rental fees, and property and replacement taxes.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended March 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

C. *Measurement Focus, Basis of Accounting, and Financial Statement Presentation - (Continued)*

Measurement Focus

In the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting.

In the fund financial statements, the governmental activities are presented using the "current financial resources" measurement focus or the "economic resources" measurement focus, as applied to the modified cash basis of accounting.

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

Basis of Accounting

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

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

If the Township utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis. All government-wide financial statements would be presented using the accrual basis of accounting.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Assets, Liabilities and Net Position

Deposits and Investments

Deposits – The Township considers cash equivalents as cash on hand, demand deposits, money market accounts and short-term investments.

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

GASB Statement No. 72 provides guidance for determining a fair value measurement for reporting purposes and applying fair value to certain investments and disclosures to all fair value measurements. Investments are valued at fair value, and include stock certificates held by the Township Cemetery.

Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental columns in the government-wide financial statements. All capital assets are reported at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to April 1, 2004. Donated capital assets are reported at estimated fair market value at the date of donation.

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

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

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation.

A capitalization threshold of \$2,500 is used to report capital assets. The range of estimated useful lives by type of asset is as follows:

Buildings	40-50 years
Improvements, other than buildings	10-25 years
Machinery, furniture, and equipment	3-20 years

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Assets, Liabilities and Net Position - (Continued)

Fund Financial Statements

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

Equity Classification

Government-wide Statements

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

- a. Net investment in capital assets—Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets. At March 31, 2024, net investment in capital assets consists of the following:

Capital assets, at cost	\$ 3,816,322
Less: Accumulated depreciation	<u>(1,998,826)</u>
Net investment in capital assets	<u>\$ 1,817,496</u>

- b. Restricted net position—Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position—All other net position that do not meet the definitions of “restricted” or “invested in capital assets, net of related debt.”

Reclassifications

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 2: PROPERTY TAXES

Property taxes are levied and attach as an enforceable lien on property on January 1 and are payable in two installments on June 1 and September 1 subsequent to the year of levy. The 2022 property tax levy in the amount of \$3,709,433 (adjusted to \$3,714,544) was passed on December 13, 2022 and was received by the Township during the current fiscal year. The 2023 property tax levy in the amount of \$3,787,584 was passed on December 12, 2023 and will be received by the Township in the subsequent fiscal year.

Under current procedures, the County Treasurer distributes all property taxes received to the Township including amounts paid by taxpayers that have filed tax objections in the circuit court that such taxes are illegal and excessive. Any tax objections that are sustained in the subsequent legal proceedings are deducted from future property tax distributions that are due to the Township.

NOTE 3: PERSONAL PROPERTY REPLACEMENT TAXES

The Township receives Personal Property Replacement Tax, which represents an additional State of Illinois income tax on corporations (certain utilities), trusts, partnerships, and Subchapter S corporations and a new tax on the invested capital of public utilities providing gas, communications, electrical and waste services.

Revenues are collected by the State of Illinois under the replacement tax and are allocated and paid by the State eight times a year. The replacement tax law provides that monies received should be first applied toward payment of the proportionate share of the pension or retirement obligation which were previously levied on personal property. Remaining allocation is made at the discretion of the Board of Trustees.

NOTE 4: CASH AND INVESTMENTS

Deposits

Illinois statute authorizes the Township to invest in obligations of the U.S. Treasury, U.S. Agencies and banks and savings and loan associations covered by the Federal Depository Insurance Corporation (FDIC). The Township may also invest in commercial paper of U.S. corporations with assets exceeding \$500,000,000 provided that (a) the obligations are rated with the 3 highest classifications by at least 2 standards rating services and they mature within 180 days from the date of purchase, and (b) no more than 25% of any fund is invested in such obligation at any one time, and (c) such purchases do not exceed 10% of the corporation's outstanding obligations.

In accordance with State law, all uninsured deposits of municipal funds in financial institutions must be secured with acceptable collateral. Acceptable collateral includes certain U.S. Government or Government Agency securities, certain State or political subdivision debt obligations, surety bonds, or certain letters of credit.

Custodial Credit Risk - the risk that in the event of bank failure, the Township's deposits may not be returned to it. The Township does not have a deposit policy for custodial credit risk.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 4: CASH AND INVESTMENTS - (Continued)

Deposits - Continued

The Township's deposits and certificates of deposit are entirely covered by FDIC or by securities held by the pledging financial institution. The FDIC currently insures the first \$250,000 of the Township's deposits at each financial institution. Deposit balances over \$250,000 are collateralized with securities held by the pledging financial institution. As of year-end, the carrying amount of the Township's deposits was \$7,215,510 and the bank balance was \$7,263,950. As of March 31, 2024, the Township's deposits were fully collateralized or covered by the FDIC.

Investments

The Township's investments consist of stocks which were received as donated inheritance from a former resident of the Township. The Township is allowed to invest in securities as authorized by the Illinois Compiled Statutes, Chapter 30, Sections 235/2 and 235/6 and Chapter 105 Section 5/8-7.

The Township categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

At March 31, 2024, the Township's investments consist of the following stocks, valued using quoted market prices (Level 1 inputs):

Corporation	Shares	Fair Value
Constellation Energy Corporation	70	\$ 12,940
Exelon Corporation	210	7,890
Consolidated Edison, Inc.	652	59,208
Public Service Enterprise Group Inc.	146	9,750
Marathon Oil Corporation	270	7,652
Marathon Petroleum Corporation	270	54,405
United States Steel Corp.	27	1,101
Touchstone Dynamic Global Allocation Fund	1289.62	82,657
Total Investments		<u>\$ 235,603</u>

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

OSWEGO TOWNSHIP, ILLINOIS**Notes to Basic Financial Statements
For the Year Ended March 31, 2024****NOTE 4: CASH AND INVESTMENTS - (Continued)***Investments – Continued*

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Township's investment in a single issuer. At March 31, 2024, the Township's investments in the following stocks exceeds 5% of total investments: Constellation Energy Corporation (5.49%), Consolidated Edison, Inc. (25.13%), Marathon Petroleum Corporation (23.09%), and Touchstone Dynamic Global Allocation Fund (35.08%).

NOTE 5: CAPITAL ASSETS

A summary of changes in capital assets follows:

Capital Assets	April 1, 2023	Additions	Deletions	March 31, 2024
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 123,605	-	-	123,605
Construction in Progress	-	41,743	-	41,743
Total Capital Assets Not Being Depreciated	123,605	41,743	-	165,348
Capital Assets being depreciated:				
Building	1,231,110	76,347	25,667	1,281,790
Equipment	2,224,609	144,575	-	2,369,184
Total Capital Assets Being Depreciated	3,455,719	220,922	25,667	3,650,974
Total Capital Assets	3,579,324	262,665	25,667	3,816,322
Accumulated Depreciation				
Equipment	1,377,449	154,854	-	1,532,303
Building	425,214	44,699	3,390	466,523
Total Accumulated Depreciation	1,802,663	199,553	3,390	1,998,826
Capital Assets Net Accumulated Depreciation	\$ 1,776,661	63,112	22,277	1,817,496

Significant purchases for the year included the following:

Two Ordinance Vehicles	\$ 43,074
Two Kubota Tractors	70,041
Town Building Roof Replacement	53,274
Scatter Garden Construction in Progress	41,743

For the year ended March 31, 2024, depreciation expense was charged as follows:

Administration	\$ 28,436
Road & Bridge	164,215
Cemetery Maintenance	6,902
Total	<u>\$ 199,553</u>

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 6: RISK MANAGEMENT

Oswego Township is exposed to various risks of loss related to torts, theft or damage to or destruction of assets, errors and omissions, injuries to employees, natural disasters, and net income losses.

Significant losses are covered by commercial insurance for all major programs. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage of the current year on the three prior years.

NOTE 7: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)

Plan Description – The Township's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Township's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions 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 and required supplementary information (RSI). The report may be obtained online at www.imrf.org.

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). All of the Township's employees participate in the regular plan.

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for 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 in 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.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 7: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) - (Continued)

Benefits Provided – (Continued)

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 services, 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
- ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms – As of December 31, 2023, the following Township employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	17
Inactive Plan Members entitled to but not yet receiving benefits	16
Active Plan Members	19
Total	<u>52</u>

Contributions – As set by statute, the Township's Regular Plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual contribution rate and actual Township contributions for calendar year 2023 and the fiscal year ended March 31, 2024 are summarized below. 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.

Plan member required contribution rate	4.50%
Township required contribution rate for 2023	8.03%
Township required contribution rate for 2024	6.52%
Township actual contributions for 2023	\$ 89,899
Township actual contributions for fiscal year 2024	\$ 88,629

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 8: CONTINGENCIES

The Township is not a defendant in any current litigation. With regards to other pending matters, the eventual outcome and the related liability, if any, is not determinable at this time.

NOTE 9: MOTOR FUEL TAX FUND

The Township receives allotments of Motor Fuel Tax Funds from the State of Illinois. The allotments are paid directly to the Kendall County Treasurer. The Treasurer holds the funds and makes payments on approved road projects. The following is a summary of the activity of the Township's motor fuel tax allotment for the year ended March 31, 2024:

Balance: March 31, 2023	\$ 195,472
Allotments received	155,161
Interest earned	3,477
Less: Disbursements	<u>(161,506)</u>
Balance: March 31, 2024	<u>\$ 192,604</u>

NOTE 10: LEGAL DEBT MARGIN

Legal debt margin is the percent of the Township's assessed valuation which is subject to debt limitation. The statutory debt limitation for the Township is 8.625%. The Township's legal debt margin limitation is as follows for the fiscal year ended March 31, 2023:

Assessed valuation (2023)	<u>\$ 1,919,212,625</u>
Statutory debt limitation (8.625% of assessed valuation)	\$ 165,532,089
Amount of debt applicable to debt limitation	<u>-</u>
Legal Debt Margin	<u>\$ 165,532,089</u>

NOTE 11: LEASE CONTRACTS

The Township has a lease contract with Chicago SMSA LP, d/b/a Verizon Wireless by Cellco Partnership for the period May 1, 2019 through April 30, 2034 for the use of the Township's real estate for a cell phone tower. Monthly rental income is \$1,470/month for the first lease year, with annual increases of 3% thereafter.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2024

NOTE 11: LEASE CONTRACTS - (Continued)

Future lease payments for the lease discussed above are as follows:

<u>Year</u>	<u>Chicago SMSA</u>
2025	\$ 21,478
2026	22,122
2027	22,786
2028	23,469
2029	24,174
2030-2034	132,192
2035	2,405
	<u>\$ 248,626</u>

NOTE 12: FUND BALANCE - GASB 54 PRESENTATION

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Non-spendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of how these balances are reported.

A. *Non-spendable Fund Balance*

The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

B. *Restricted Fund Balance*

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The Township has different funds that also fall into this category.

1. Motor Fuel Tax. Cash receipts and the related cash disbursements of these restricted funds are accounted for in the Road & Bridge Fund. As of March 31, 2024, the Township's Road & Bridge Fund reported a restricted fund balance of \$192,604. See Note 9 for additional details.
2. Hard Road Levy. Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Hard Road Fund. Revenues received exceeded expenditures disbursed for this purpose, resulting in a restricted fund balance of \$2,621,978.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended March 31, 2024

NOTE 12: FUND BALANCE - GASB 54 PRESENTATION - (Continued)

B. Restricted Fund Balance – (Continued)

3. Cemetery Levy. Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Cemetery Fund. Revenues received exceeded expenditures disbursed for this purpose, resulting in a restricted fund balance of \$876,814.
4. General Assistance Levy. Proceeds from federal grants and the related expenditures have been included in the General Assistance Fund. Revenues received exceeded expenditures disbursed for this purpose, resulting in a restricted fund balance of \$173,900.
5. Building and Equipment Levy. Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Building and Equipment Fund. Revenues received exceeded expenditures disbursed for this purpose, resulting in a restricted fund balance of \$473,150.

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 the government's highest level of decision making authority (the Board). 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 formal action it employed to previously commit those amounts.

D. Assigned Fund Balance

The assigned fund balance classification refers 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 Board itself or (b) by the Treasurer/Administrator when the Board has delegated the authority to assign amounts to be used for specific purposes.

Unexpended funds in the Road & Bridge Fund are to be held for the purpose of paying road maintenance salaries and other expenditures related to road repairs and maintenance. Under the assigned fund balance definition, \$563,607 of the Road and Bridge Fund Balance is assigned fund balance for this purpose.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. As of March 31, 2024, the unassigned fund balance of the Town Fund was \$2,741,664.

OSWEGO TOWNSHIP, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended March 31, 2024**

NOTE 12: FUND BALANCE - GASB 54 PRESENTATION - (Continued)

F. Expenditures of Fund Balance

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

NOTE 13: TRANSFERS

During the year ended March 31, 2024, there were no interfund transfers.

NOTE 14: INTERGOVERNMENTAL AGREEMENT

During the year ended March 31, 2024, the Township entered into an agreement with Bristol Township to provide general and emergency assistance administrative services in exchange for an administrative fee. The Township received \$3,000 from Bristol Township for services rendered during the year ended March 31, 2024.

NOTE 15: SUBSEQUENT EVENTS

Management evaluated subsequent events through June 11, 2024, the date the financial statements were available to be issued. No amounts were required to be recorded or disclosed in the financial statements as of March 31, 2024.

OTHER INFORMATION

OSWEGO TOWNSHIP, ILLINOIS
TOWN FUND

SCHEDULE A-1

Statement of Assets, Liabilities,
and Fund Balance - Arising from Cash Transactions
March 31, 2024

<u>Assets</u>	
Cash in bank	<u>\$ 2,741,664</u>
<u>Fund Balance</u>	
Unrestricted fund balance	<u>\$ 2,741,664</u>

OSWEGO TOWNSHIP, ILLINOIS
TOWN FUND

SCHEDULE A-2

Statement of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balance-Budget and Actual
For the Year Ended March 31, 2024

	Original Budget	Final Budget	Year Ended March 31,	
			2024	2023
Revenues Received:				
Property taxes	\$ 987,477	987,477	988,216	1,044,690
Replacement taxes	50,000	50,000	80,498	112,894
Interest income	3,000	3,000	104,716	4,243
Rental income	2,700	2,700	2,640	2,640
Grant revenue	-	-	-	11,678
Ordinance violations	3,000	3,000	-	-
Miscellaneous revenues	52,000	52,000	36,400	24,377
Total revenues received	1,098,177	1,098,177	1,212,470	1,200,522
Expenditures Disbursed:				
Administrative:				
Personnel:				
Salaries	345,000	345,000	279,092	245,387
Deputy Clerk	4,000	4,000	4,000	4,000
Health insurance	105,000	105,000	91,841	88,104
Social Security contribution and Medicare	29,000	29,000	23,426	20,532
Retirement contribution	28,000	28,000	21,741	24,562
IDES	100	100	-	-
Worker's Compensation	100	100	-	-
Contractual services:				
Maintenance service - building	55,000	55,000	8,272	13,499
Maintenance service - equipment	2,500	2,500	-	-
Maintenance service - ground	20,000	20,000	3,750	3,880
Maintenance service - vehicle	5,000	10,000	60	8,236
Accounting service	7,500	7,500	5,548	4,506
Legal service	25,000	25,000	10,120	12,338
Postage	750	750	662	650
Telephone	2,800	2,800	2,887	2,297
Publishing	1,200	1,200	627	671
Printing	1,000	1,000	-	-
Internet/Website	600	600	247	254
Dues	2,500	2,500	1,624	1,754
Travel expenses	3,000	3,000	1,010	1,894
Training	2,500	2,500	2,415	1,317
Utilities	12,000	12,000	9,228	9,469
General insurance	50,000	50,000	31,283	31,283
Mosquito management	28,000	28,000	20,270	19,304
Plan commission expense	500	500	-	-
Bank charges	100	100	-	-
Interest & Fees	100	100	-	-
Ordinance Enforcement	7,000	7,000	2,552	4,046
Commodities:				
Office Equipment	3,000	3,000	2,805	250
Office Supplies	2,000	2,000	1,129	2,744
Operating Supplies	3,000	3,000	2,040	-
Software/Licenses	2,000	2,000	667	-
Capital outlay:				
Vehicles	50,000	50,000	43,074	-
Building	-	-	53,274	-
Equipment	3,000	3,000	-	-
Other expenditures:				
Senior services	50,000	50,000	50,000	42,500
Retiree Health Premiums	20,000	20,000	11,218	16,052
Contingency	10,000	5,000	-	-
Other	2,000	2,000	5,412	41

OSWEGO TOWNSHIP, ILLINOIS
TOWN FUND

SCHEDULE A-2
(CONTINUED)

Statement of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balance-Budget and Actual
For the Year Ended March 31, 2024

	Original Budget	Final Budget	Year Ended March 31,	
			2024	2023
Expenditures Disbursed - (Continued):				
Assessor:				
Personnel:				
Salaries	\$ 295,000	295,000	290,399	261,167
Health Insurance	85,000	85,000	79,640	72,750
Social Security/Medicare Contribution	23,700	23,700	21,479	19,289
Retirement Contribution	26,000	26,000	22,272	24,536
Contractual services:				
Maintenance service - equipment	1,500	1,500	428	375
Maintenance service - vehicle	2,000	2,000	-	141
Legal	2,000	2,000	-	-
Postage	500	500	-	-
Telephone	750	750	459	543
Dues	300	300	-	100
Travel expenses	2,000	2,000	514	387
Training	3,000	3,000	2,260	935
Internet/Website	3,500	3,500	-	7,590
Website maintenance	-	-	4,942	1,827
Commodities:				
Office supplies	1,500	1,500	471	94
Operating supplies	-	-	1,322	-
Software license maintenance	9,500	11,100	9,640	633
Fuel & Oil	750	750	178	230
Capital outlay:				
Vehicle (reserve)	35,000	35,000	-	-
Equipment	5,000	3,400	-	3,542
Other expenditures:				
Plat maps	1,000	1,000	-	-
Other assessor	-	-	681	674
Total expenditures disbursed	1,381,250	1,381,250	1,124,959	954,383
Excess (deficiency) of revenues received over (under) expenditures disbursed	\$ (283,073)	(283,073)	87,511	246,139
Fund balance, beginning of year			2,654,153	2,408,014
Fund balance, end of year			\$ 2,741,664	2,654,153

Statement of Assets, Liabilities, and
Fund Balance - Arising from Cash Transactions
March 31, 2024

<u>Assets</u>	
Cash in bank	\$ 563,607
Cash Restricted (MFT)	<u>192,604</u>
Total assets	<u>\$ 756,211</u>
<u>Fund Balance</u>	
Assigned	\$ 563,607
Restricted	<u>192,604</u>
Total fund balance	<u>\$ 756,211</u>

OSWEGO TOWNSHIP, ILLINOIS
ROAD AND BRIDGE FUND

SCHEDULE B-2

Statement of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balance-Budget and Actual
For the Year Ended March 31, 2024

	Original Budget	Final Budget	Year Ended March 31,	
			2024	2023
Revenues Received:				
Property taxes	\$ 182,280	182,280	183,221	182,533
Illinois replacement taxes	125,000	125,000	158,635	222,476
Motor fuel tax	-	-	155,161	144,994
Rebuild Illinois grant	-	-	-	39,013
Court fines	7,000	7,000	2,701	8,408
Interest income	500	500	21,338	1,542
Ordinance violations	500	500	-	-
Miscellaneous	1,000	1,000	16,644	4,806
Total revenues received	316,280	316,280	537,700	603,772
Expenditures Disbursed:				
Administrative:				
Contractual services:				
Accounting	3,500	3,500	3,374	1,500
Legal service	30,000	30,000	15,698	28,801
Postage	900	900	404	476
Telephone	3,200	3,200	2,381	2,577
Publishing	1,200	1,200	319	1,151
Printing	500	500	-	30
Travel expenses	1,000	1,000	314	436
Training	15,000	15,000	12,694	5,548
Dues	2,500	2,500	2,026	2,249
Website	2,000	2,000	1,106	1,570
Late fee	100	100	-	-
Bank Fees	100	100	132	-
General insurance	75,000	75,000	60,726	60,726
Interest expense	100	100	-	-
Commodities:				
Software	8,000	8,000	7,089	6,221
Office supplies	3,000	3,000	1,350	1,814
Capital outlay:				
Equipment	5,000	5,000	-	3,808
Building and land	90,500	90,500	16,531	31,853
Other expenditures:				
Municipal replacement tax	5,500	5,500	3,162	3,500
Contingency	3,000	3,000	-	-
Miscellaneous	3,000	3,000	-	935
Maintenance:				
Contractual services:				
Maintenance service - building	25,000	25,000	38,181	17,326
Maintenance service - equipment	85,000	85,000	57,116	79,764
Maintenance service - snow removal	40,000	40,000	15,872	6,130
Utilities	15,000	15,000	10,295	10,514
Intersection lights	15,000	15,000	10,255	11,163
Commodities:				
Operating supplies	30,000	30,000	26,109	19,781
Motor fuel tax expenditures	-	-	161,506	228,985
Total expenditures disbursed	463,100	463,100	446,640	526,858
Excess (deficiency) of revenues received over (under) expenditures disbursed	\$ (146,820)	(146,820)	91,060	76,914
Fund balance, beginning of year			665,151	588,237
Fund balance, end of year			\$ 756,211	665,151

OSWEGO TOWNSHIP, ILLINOIS
CEMETERY FUND

SCHEDULE B-3

Statement of Assets, Liabilities, and
Fund Balance - Arising from Cash Transactions
March 31, 2024

<u>Assets</u>	
Cash in bank	\$ 641,211
Investments	<u>235,603</u>
Total assets	<u>\$ 876,814</u>
<u>Fund Balance</u>	
Restricted fund balance	<u>\$ 876,814</u>

OSWEGO TOWNSHIP, ILLINOIS
CEMETERY FUND

SCHEDULE B-4

Statement of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balance-Budget and Actual
For the Year Ended March 31, 2024

	Original Budget	Final Budget	Year Ended March 31,	
			2024	2023
Revenues Received:				
Property taxes	\$ 115,066	115,066	114,990	57,885
Illinois replacement taxes	4,000	4,000	3,354	4,704
Interest and Dividend Income	5,000	5,000	24,046	4,814
Market value increase (decrease) on investments	2,000	2,000	39,853	7,197
Burials and lot fees	20,000	20,000	24,458	33,935
Miscellaneous	400	400	-	7,230
Total revenues received	146,466	146,466	206,701	115,765
Expenditures Disbursed:				
Personnel:				
Salaries	55,000	55,000	43,747	44,781
Social Security contribution and Medicare	4,500	4,500	3,347	3,426
Contractual services:				
Bank Fees	100	100	-	-
Maintenance service - building	1,000	1,000	90	54
Maintenance service - equipment	4,000	4,000	1,410	2,278
Maintenance service - grounds & road	30,000	35,000	30,470	12,058
Legal	5,000	5,000	493	1,680
Publishing	250	250	-	-
Printing	250	250	-	-
Utilities	400	400	256	294
Rentals	1,500	1,500	-	927
Commodities:				
Maintenance supplies - grounds	2,000	2,000	1,196	1,136
Operating supplies	2,000	2,000	854	1,558
Office Supplies	150	150	423	-
Fuel & oil	5,500	5,500	3,572	4,833
Software/Licenses/IT	2,500	2,500	1,224	1,397
Contingency	8,500	3,500	-	-
Miscellaneous expense	1,500	1,500	2,280	534
Capital outlay:				
Land	1,000	1,000	-	-
Equipment	2,000	2,000	-	6,350
Scatter garden	200,000	200,000	41,743	-
Cremation vaults	500	500	-	505
Total expenditures disbursed	327,650	327,650	131,105	81,811
Excess (deficiency) of revenues received over (under) expenditures disbursed	\$ (181,184)	(181,184)	75,596	33,954
Fund balance, beginning of year			801,218	767,264
Fund balance, end of year			\$ 876,814	801,218

OSWEGO TOWNSHIP, ILLINOIS
HARD ROAD FUND

SCHEDULE B-5

Statement of Assets, Liabilities, and
Fund Balance - Arising from Cash Transactions
March 31, 2024

	<u>Assets</u>	
Cash in bank		<u>\$ 2,621,978</u>
	<u>Fund Balance</u>	
Restricted fund balance		<u>\$ 2,621,978</u>

OSWEGO TOWNSHIP, ILLINOIS
HARD ROAD FUND

SCHEDULE B-6

Statement of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balance-Budget and Actual
For the Year Ended March 31, 2024

	Original Budget	Final Budget	Year Ended March 31,	
			2024	2023
Revenues Received:				
Property taxes	\$ 2,028,146	2,028,146	2,026,898	2,210,028
Illinois replacement taxes	200,000	200,000	233,777	327,859
Interest income	1,500	1,500	99,962	2,309
Grants	-	-	-	350,000
Miscellaneous	20,000	20,000	6,616	15,329
Total revenues received	2,249,646	2,249,646	2,367,253	2,905,525
Expenditures Disbursed:				
Maintenance:				
Personnel:				
Salaries	677,000	677,000	594,706	511,743
Commissioner's Salary Transfer	29,175	29,175	-	-
Health insurance	130,000	130,000	43,510	37,737
Social Security contribution and Medicare	50,775	50,775	132,751	100,003
Retirement fund	75,000	75,000	44,616	48,893
Workers compensation	10,000	10,000	-	-
IDES	10,000	10,000	-	-
Contractual services:				
Bank Fees	100	100	-	-
Maintenance service - road	1,270,000	1,270,000	984,771	1,193,780
Engineering service	80,000	80,000	22,823	53,782
Rentals	10,000	10,000	3,968	6,369
Commodities:				
Operating supplies	30,000	30,000	17,345	25,688
Fuel & oil	75,000	75,000	37,387	50,394
Salt	150,000	150,000	63,762	103,006
Capital outlay:				
Equipment	-	-	49,970	-
Other expenditures:				
Capital Reserves/Contingency	100,000	100,000	-	-
Other miscellaneous	5,000	5,000	-	32
Total expenditures disbursed	2,702,050	2,702,050	1,995,609	2,131,427
Excess (deficiency) of revenues received over (under) expenditures disbursed	\$ (452,404)	(452,404)	371,644	774,098
Fund balance, beginning of year			2,250,334	1,476,236
Fund balance, end of year			\$ 2,621,978	2,250,334

OSWEGO TOWNSHIP, ILLINOIS
GENERAL ASSISTANCE FUND

SCHEDULE B-7

Statement of Assets, Liabilities, and
Fund Balance - Arising from Cash Transactions
March 31, 2024

	Assets	
Cash in bank		\$ 173,900
	Fund Balance	
Restricted fund balance		\$ 173,900

Statement of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balance-Budget and Actual
For the Year Ended March 31, 2024

SCHEDULE B-8

	Original Budget	Final Budget	Year Ended March 31,	
			2024	2023
Revenues Received:				
Property taxes	\$ 2,092	2,092	2,091	1,135
Interest income	300	300	5,583	257
Miscellaneous income	-	-	3,405	-
Total revenues received	2,392	2,392	11,079	1,392
Expenditures Disbursed:				
Administrative:				
Salaries	16,800	16,800	16,800	15,760
Contractual Services:				
Bank Fees	100	100	-	-
Maintenance service - equipment	200	200	-	-
GA- Home Relief	28,000	28,000	8,983	3,772
Legal	3,000	3,000	184	56
Training	1,500	1,500	1,556	953
General Insurance	-	-	-	2,360
Commodities:				
Office supplies	2,000	2,000	1,350	-
Operating supplies	1,000	1,000	10	5,193
Software/licenses	1,500	1,500	1,155	-
Flat grant	20,000	20,000	1,093	750
Total expenditures disbursed	74,100	74,100	31,131	28,844
Excess (deficiency) of revenues received over (under) expenditures disbursed	\$ (71,708)	(71,708)	(20,052)	(27,452)
Fund balance, beginning of year			193,952	221,404
Fund balance, end of year			\$ 173,900	193,952

OSWEGO TOWNSHIP, ILLINOIS
BUILDING AND EQUIPMENT FUND

SCHEDULE B-9

Statement of Assets, Liabilities, and
Fund Balance - Arising from Cash Transactions
March 31, 2024

<u>Assets</u>	
Cash in bank	\$ 473,150
<u>Fund Balance</u>	
Restricted fund balance	\$ 473,150

Statement of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balance-Budget and Actual
For the Year Ended March 31, 2024

SCHEDULE B-10

	Original Budget	Final Budget	Year Ended March 31,	
			2024	2023
Revenues Received:				
Property taxes	\$ 273,100	273,100	276,142	91,126
Illinois replacement taxes	18,000	18,000	25,047	35,128
Interest income	100	100	-	1
Rental income	19,000	19,000	20,852	20,245
Miscellaneous	100	100	-	-
Total revenues received	310,300	310,300	322,041	146,500
Expenditures Disbursed:				
Contractual services:				
Bank fees	100	100	-	-
Capital outlay:				
Equipment	75,000	75,000	51,531	174,938
Building	275,000	275,000	6,542	-
Total expenditures disbursed	350,100	350,100	58,073	174,938
Excess (deficiency) of revenues received over (under) expenditures disbursed	\$ (39,800)	(39,800)	263,968	(28,438)
Fund balance, beginning of year			209,182	237,620
Fund balance, end of year			\$ 473,150	209,182

NOTES TO OTHER INFORMATION

OSWEGO TOWNSHIP, ILLINOIS

Notes to Other Information For the Year Ended March 31, 2024

NOTE 1: BUDGETARY BASIS OF ACCOUNTING

The budgetary comparison schedule for the major funds present comparison of the budget with actual data on a modified cash basis that is consistent with the modified cash basis of accounting used to prepare the schedules of revenues, expenditures, and changes in fund balance for that fund.

NOTE 2: BUDGETARY PROCEDURES

Budgets and Budgetary Accounting

The Township adheres to the following procedures in establishing the budgetary data included in the financial statements:

1. Within the first three months of its fiscal year, the Township Board prepares the proposed combined annual budget and appropriation ordinance for the fiscal year commencing April 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to June 30, the annual budget and appropriations ordinance is legally adopted through passage of an ordinance.
4. The Township Board may transfer up to 10% of the total appropriation between various items within any fund.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund and the Special Revenue Funds.
6. The budget and appropriation ordinance, formulated on the cash basis of accounting, was adopted by the Board on March 14, 2023. There was no amendment in the fiscal year 2024.

OSWEGO TOWNSHIP, ILLINOIS

Notes to Other Information For the Year Ended March 31, 2024

NOTE 3: BUDGETARY COMPARISONS

The following is an analysis of budget versus actual expenditures for each major fund for the year ended March 31, 2024.

<u>Fund</u>	<u>Final Budget</u>	<u>Actual Expenditures</u>	<u>(Over)/Under Budget</u>
Town Fund	\$ 1,381,250	1,124,959	256,291
Road and Bridge*	463,100	285,134	177,966
Cemetery	327,650	131,105	196,545
Hard Road	2,702,050	1,995,609	706,441
General Assistance	74,100	31,131	42,969
Building and Equipment	350,100	58,073	292,027

*Please note, MFT funds have been excluded, as these funds are held by Kendall County on behalf of the Township.

SUPPLEMENTAL INFORMATION

**Illinois Municipal Retirement Fund
Schedule of Changes in Net Pension Liability and Related Ratios**

Calendar Year Ending December 31,	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability								
Service Cost	\$ 96,693	97,027	95,072	99,220	98,382	94,847	95,064	107,074
Interest on the Total Pension Liability	421,388	427,882	410,138	398,602	382,492	405,044	403,502	401,927
Benefit Changes	-	-	-	-	-	-	-	-
Difference between Expected and Actual Experience	227,008	(275,966)	71,424	39,471	3,496	(499,071)	(22,608)	(294,165)
Changes of Assumptions	(4,351)	-	-	(75,242)	-	169,094	(182,803)	(13,789)
Benefit Payments, including Refunds of Employee Contributions	(347,462)	(329,248)	(336,465)	(285,252)	(259,913)	(333,137)	(211,822)	(164,939)
Net Change in Total Pension Liability	393,276	(80,305)	240,169	196,799	224,457	(163,223)	81,333	36,108
Total Pension Liability - Beginning	5,937,631	6,017,936	5,777,767	5,580,968	5,356,511	5,519,734	5,438,401	5,402,293
Total Pension Liability - Ending	\$ 6,330,907	5,937,631	6,017,936	5,777,767	5,580,968	5,356,511	5,519,734	5,438,401
Plan Fiduciary Net Position								
Employer Contributions	\$ 89,899	101,273	122,982	129,123	134,800	150,324	152,218	142,908
Employee Contributions	52,419	43,947	43,900	44,053	41,406	42,572	44,393	41,840
Pension Plan Net Investment Income	661,374	(914,479)	1,028,666	784,168	882,978	(288,856)	747,455	289,584
Benefit Payments and Refunds	(347,462)	(329,248)	(336,465)	(265,252)	(259,913)	(333,137)	(211,822)	(164,939)
Other	274,722	(61,816)	26,210	39,188	28,360	108,923	(302,476)	(185,741)
Net Change in Plan Fiduciary Net Position	730,952	(1,160,323)	885,293	731,280	827,631	(300,174)	429,768	123,652
Plan Fiduciary Net Position - Beginning	5,887,445	7,047,768	6,162,475	5,431,195	4,603,564	4,903,738	4,473,970	4,350,318
Plan Fiduciary Net Position - Ending	\$ 6,618,397	5,887,445	7,047,768	6,162,475	5,431,195	4,603,564	4,903,738	4,473,970
Net Pension Liability (Asset) - Ending	\$ (287,490)	50,186	(1,029,832)	(384,708)	149,773	752,947	615,996	964,431
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability								
Covered Valuation Payroll	\$ 1,119,539	976,599	965,612	978,952	920,135	946,034	986,510	929,780
Net Pension Liability as a Percentage of the Covered Valuation Payroll	-25.68%	5.14%	(106.65)%	(39.30)%	16.28%	79.59%	62.44%	103.73%

Notes to Schedule:

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

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions**

Calendar Year	Actuarially Determined Contribution	Actual Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/23	\$ 89,899 *	89,899	-	1,119,539	8.03%
12/31/22	101,273	101,273	-	976,599	10.37%
12/31/21	122,922	122,982	(60)	965,612	12.74%
12/31/20	129,124	129,123	1	942,354	13.62%
12/31/19	134,800	134,800	-	920,135	14.65%
12/31/18	150,325	150,324	1	946,034	15.89%
12/31/17	152,218	152,218	-	986,510	15.43%
12/31/16	142,907	142,908	(1)	929,780	15.37%
12/31/15	128,349	128,349	-	942,354	13.62%

* Estimated based on a contribution rate of 8.03% and covered valuation payroll of \$1,119,539.

Note to Schedule

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.

Methods and assumptions used to determine 2023 contribution rate:

Actuarial cost method
Amortization method
Remaining amortization period

Aggregate entry age normal
Level percentage of payroll, closed
Non-Taxing bodies: 10-year rolling period.
Taxing bodies (Regular, SLEP and ECO groups): 20-year closed period.
Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the employer upon adoption of ERI.
SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 15 years for most employers (five employers were financed over 16 years; one employer was financed over 17 years; two employers were financed over 18 years; one employer was financed over 21 years; three employers were financed over 24 years; four employers were financed over 56 years and one employer was financed over 26 years).

Asset valuation method
Wage growth
Price inflation
Salary increases
Investment rate of return
Retirement age

5-year smoothed market; 20% corridor
2.75%
2.25%
2.75% to 13.75% including inflation
7.25%

Mortality

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 - 2019.
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 projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements 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.

Other Information

Notes

There were no benefit changes during the year.

**Assessed Valuations, Tax Rates, Tax Extensions,
and Tax Collections**

	Tax Year*				
	2018	2019	2020	2021	2022
Assessed valuations	<u>\$ 1,408,791,892</u>	<u>1,493,958,544</u>	<u>1,547,597,999</u>	<u>1,623,384,058</u>	<u>1,743,426,131</u>
Tax rates:					
Town	0.0744	0.0720	0.0682	0.0644	0.0566
Road and Bridge	0.0199	0.0192	0.0190	0.0188	0.0174
Hard Road	0.1453	0.1405	0.1388	0.1376	0.1163
Equipment & Building	0.0059	0.0058	0.0056	0.0056	0.0157
General Assistance	0.0008	0.0003	0.0003	0.0001	0.0001
Cemetery	0.0012	0.0015	0.0014	0.0036	0.0066
Revenue Recapture	-	-	-	0.0001	0.0003
Totals	<u>0.2474</u>	<u>0.2393</u>	<u>0.2333</u>	<u>0.23021</u>	<u>0.2131</u>
Tax extensions:					
Town	\$ 1,047,719	1,075,351	1,055,539	1,045,297	987,477
Road and Bridge	280,068	286,989	293,799	302,599	303,879
Hard Road	2,047,116	2,099,311	2,148,383	2,212,672	2,028,302
Equipment & Building	83,119	85,305	87,149	89,773	273,195
General Assistance	10,848	5,079	4,953	1,136	2,092
Cemetery	16,906	22,409	21,981	57,955	115,066
Revenue Recapture	-	-	-	2,110	4,533
Total tax extension	<u>\$ 3,485,774</u>	<u>3,574,444</u>	<u>3,611,804</u>	<u>3,711,542</u>	<u>3,714,544</u>
Total collections	\$ 3,483,382	3,569,902	3,610,073	3,707,099	3,712,005
Road and Bridge Distribution	(110,609)	(112,892)	(115,891)	(119,702)	(120,447)
Net tax collections	<u>\$ 3,372,773</u>	<u>3,457,010</u>	<u>3,494,182</u>	<u>3,587,397</u>	<u>3,591,558</u>

* The 2023 Kendall County Tax Computation Report was not available at the time this report was issued.
Therefore, tax year 2023 has not been included.