



# GURNEE

COMMUNITY OF OPPORTUNITY



## Financial Status Report

4<sup>TH</sup> Quarter Ended April 30, 2022

Prepared by: Finance Department

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Introduction

Elected Officials

- Thomas B. Hood – Mayor
- Andy Harris – Village Clerk
- Jeanne Balmes – Trustee
- Greg Garner – Trustee
- Quin O’Brien – Trustee
- Cheryl Ross – Trustee
- Karen Thorstenson – Trustee
- Kevin Woodside - Trustee

This Financial Status Report is intended to provide readers with a summary of the Village’s financial status on a quarterly basis. Regular financial reporting is important to share information with stakeholders as well as provide a vehicle to identify any irregularities that may need to be addressed. Regular reporting is one part of the Village’s overall planning and reporting process outlined in the graphic below.

The enclosed Financial Status Report is presented on a Budget Basis. Budget Basis means the report is prepared on the same basis as the Village’s budget, which differs from the basis of which the Village’s Annual Comprehensive Financial Report (ACFR) is prepared. The

ACFR fund financial statements are prepared on a modified accrual basis of accounting and include adjustments for short-term assets, liabilities, revenues and expenses that can be measured but not yet received, incurred or available for use. The Village budget is largely prepared on a cash basis in which revenues are recorded when received and expenditures when paid. One notable exception is Water & Sewer charges for service. These charges are recognized when billed to the customer rather than when collected.

Information contained in the report largely compares the fiscal year actual to fiscal year budget or prior year actual performance. The term “Variance” is used to refer to the differences between these figures. For example, through the 1st quarter, 25% of the fiscal year is complete and thus we would expect 25% of revenue to be received or expenditures spent for each fund or classification. In situations where a significant variance between the percentage of the year completed and revenues or expenditures to date, explanations are provided.

Financial Planning & Reporting Process

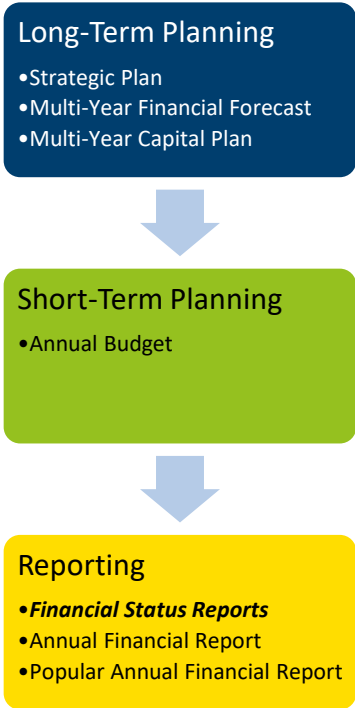


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## Cash & Investments

The Village's Cash & Investments are governed by the Public Funds Investment Act (30 ILCS 235) and the Villages Investment Policy. Priority is placed on safety and liquidity over investment income. Balances exclude the 307 - Police Pension & 308 - Fire Pension Funds that are managed by a separate board under separate statutory authority, and the 411 - Northeast Lake County Emergency Telephone Systems Board Fund. The Village utilizes the 91 day t-bill rate as a yield benchmark.

### *By Fund*

Cash & Investments Summary by Fund		
Total \$47,099,001		
110 - General Fund	\$26,963,306	57%
121 - 911 Fund	\$20,303	0%
122 - Motor Fuel Tax Fund	\$1,832,233	4%
123 - Impact Fee Fund	\$417,828	1%
124 - PD Restricted Revenue Fund	\$208,308	0%
131 - Capital Improvement Fund	\$11,168,563	24%
211 - Golf Course Fund	\$322,793	1%
221 - Water & Sewer Operating Fund	\$5,879,979	12%
223 - Water & Sewer Capital Fund	Included Above	
233 - Fleet Services Fund	\$285,687	1%

The Graphic to the left shows the ten different funds the Village is responsible for managing cash and investments. The Water & Sewer Operating and Capital Funds are combined.

### *By Liquidity*

The Village maintains funds in a variety of accounts, from on-hand petty cash to short-term investments managed by an investment advisor. The amount held in each type of account depends on the cash flow needs throughout the year and potential emergency needs. Liquidity is important so that funds may be accessed as needed to make large payments to vendors for capital projects for example. In a normal operating and interest rate environment the Village targets roughly a third in each of the categories with a smaller amount held for petty cash purposes.

Cash & Investments Summary by Liquidity		
Total \$47,099,001		
Checking/Savings Accounts	\$12,546,490	27%
Money Market/LGIP	\$20,834,922	44%
Short-Term Investments	\$13,711,688	29%
Petty Cash/Cash on Hand	\$5,901	0%

### *By Financial Institution*

Cash & Investments Summary by Institution		
Total \$47,099,001		
Village Departments	\$5,901	0%
Gurnee Bank	\$25,926,070	55%
Illinois Funds	\$7,455,343	16%
Schwab Investment Account	\$8,804,204	19%
5/3rd Securites Inc.	\$4,907,484	10%

The Village maintains contractual relationships with a primary banking services provider (Gurnee Bank) for day to day banking needs, and two independent investment advisors (Sawyer Falduto Asset Management LLC, and 5/3<sup>rd</sup> Securities Inc.) to manage short-term investment of idle balances. The Village has

had a long-standing relationship with the Illinois Funds which is a local government investment pool (LGIP) managed by the Illinois State Treasurer's Office.



## All Funds Summary

A Fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Gurnee, like other local governments, uses Fund accounting to ensure and demonstrate compliance with finance-related legal requirements. To get an idea of how each individual Fund is doing at the highest level, comparing revenues and expenses to budget can be useful. This chart shows each Fund's budgeted and actual revenues and expenses along with budgeted and actual surplus or deficit. Many of the Village's Funds have transactions that are seasonal in nature such as the 131 – Capital Improvement Fund where most of the activity occurs in the summer construction months. This report focuses on the 110 – General Fund and 221/223 – Water & Sewer Fund as these are the two primary operating fund of the Village. Discussion on significant budget variances for major Governmental Funds and the Water & Sewer Fund can be found in more detail in the individual Fund sections. The Graphic below shows budget to actual information for all funds in summary.

Fund	Revenue			Expense			Revenue over/(under) Expense	
	FY22 Budget	FY22 Actual	% of Budget	FY22 Budget	FY22 Actual	% of Budget	FY22 Budget	FY22 Actual
<b>Total All Funds</b>	<b>\$79,567,334</b>	<b>\$75,578,051</b>	<b>95.0%</b>	<b>\$54,103,493</b>	<b>\$69,982,519</b>	<b>129.3%</b>	<b>\$5,025,858</b>	<b>\$5,595,532</b>
<b>Total Governmental Funds</b>	<b>\$54,618,888</b>	<b>\$65,542,104</b>	<b>120.0%</b>	<b>\$54,103,493</b>	<b>\$51,843,986</b>	<b>95.8%</b>	<b>\$515,394</b>	<b>\$13,698,118</b>
110 - General Fund	\$42,043,735	\$49,491,103	117.7%	\$42,914,451	\$44,247,201	103.1%	(\$870,717)	\$5,243,902
121 - 911 Fund	\$1,788,107	\$642,540	35.9%	\$1,788,107	\$560,179	31.3%	\$0	\$82,361
122 - Motor Fuel Tax Fund	\$1,944,446	\$1,977,600	101.7%	\$1,618,185	\$1,347,149	83.3%	\$326,261	\$630,451
123 - Impact Fee Fund	\$50	\$11	21.5%	\$150,000	\$150,000	100.0%	(\$149,950)	(\$149,989)
124 - PD Restricted Revenue Fund	\$255,050	\$100,381	39.4%	\$249,500	\$17,668	7.1%	\$5,550	\$82,713
131 - Capital Improvement Fund	\$8,587,500	\$13,330,470	155.2%	\$7,383,250	\$5,521,790	74.8%	\$1,204,250	\$7,808,680
<b>Total Proprietary Funds</b>	<b>\$11,026,295</b>	<b>\$11,461,643</b>	<b>103.9%</b>	<b>\$0</b>	<b>\$11,131,505</b>	<b>0.0%</b>	<b>-\$1,412,256</b>	<b>\$330,139</b>
211 - Golf Course Fund	\$45,100	\$59,541	132.0%	\$0	\$0	0.0%	\$45,100	\$59,541
221 - Water & Sewer Operating Fund	\$9,400,535	\$9,812,720	104.4%	\$10,640,576	\$9,095,021	85.5%	(\$1,240,041)	\$717,699
223 - Water & Sewer Capital Fund	Included Above			Included Above				
233 - Fleet Services Fund	\$1,580,660	\$1,589,382	100.6%	\$1,797,975	\$2,036,483	113.3%	(\$217,315)	(\$447,101)
<b>Total Fiduciary Funds</b>	<b>\$13,922,151</b>	<b>-\$1,425,697</b>	<b>-10.2%</b>	<b>\$0</b>	<b>\$7,007,028</b>	<b>0.0%</b>	<b>\$5,922,720</b>	<b>(\$8,432,725)</b>
307 - Police Pension Fund	\$7,363,719	-\$2,132,244	-29.0%	\$3,610,662	\$3,907,459	108.2%	\$3,753,057	(\$6,039,703)
308 - Fire Pension Fund	\$5,682,932	-\$201,546	-3.5%	\$2,395,662	\$2,093,539	87.4%	\$3,287,270	(\$2,295,085)
411 - NLCC-ETSB	\$875,500	\$908,094	103.7%	\$1,993,107	\$1,006,031	50.5%	(\$1,117,607)	(\$97,937)

Revenues & Expenses as a % of Budget



## 110 – General Fund

The 110 - General Fund is the primary operating fund of the Village and accounts for the vast majority of non-water & sewer related activity. Activities accounted for in the General Fund include Police, Fire, Public Works (non-Water & Sewer), Community Development and Administration. The chart below shows two years of historical actual data and current year budget and actual data. The arrows signify a significant (+/- 5%) variance from budget. Green arrows are at or above the year-to-date budget, yellow arrows indicate a negative variance of less than 5% of budget and red arrows indicate a negative variance of greater than 5% of budget.

110 - General Fund							
	FY 2019/2020 Actual	FY 2020/2021 Actual	FY 2021/2022 Budget	FY 2021/2022 YTD Actual	FY 2021/2022 Budget vs. Actual	% of Budget	
<b>Revenues</b>	<b>\$42,343,856</b>	<b>\$37,674,852</b>	<b>\$42,043,735</b>	<b>\$49,491,103</b>	<b>\$7,447,368</b>	<b>117.7%</b>	
30 - Major Revenues	\$28,372,661	\$23,571,703	\$27,547,500	\$33,767,514	\$6,220,014	↑ 122.6%	0-95% ↓
31 - Taxes	\$2,576,257	\$1,908,919	\$2,171,500	\$2,203,535	\$32,035	↑ 101.5%	95-99% →
32 - Licenses & Permits	\$875,249	\$1,088,112	\$934,000	\$998,677	\$64,677	↑ 106.9%	>= 100% ↑
33 - Intergovernmental	\$714,215	\$2,051,218	\$2,591,056	\$2,812,613	\$221,557	↑ 108.6%	
34 - Charges for Services	\$7,176,041	\$7,194,614	\$6,867,679	\$8,038,164	\$1,170,485	↑ 117.0%	
35 - Fines & Forfeitures	\$1,773,907	\$1,484,818	\$1,520,000	\$1,377,352	(\$142,648)	↓ 90.6%	
36 - Invests & Contribs	\$704,416	\$318,868	\$292,000	\$207,892	(\$84,108)	↓ 71.2%	
39 - Other Sources	\$151,110	\$56,600	\$120,000	\$85,356	(\$34,644)	↓ 71.1%	
<b>Expenditures</b>	<b>\$43,335,885</b>	<b>\$38,195,374</b>	<b>\$42,914,451</b>	<b>\$44,247,201</b>	<b>(\$1,332,750)</b>	<b>103.1%</b>	
41 - Salaries & Wages	\$22,225,499	\$20,957,940	\$23,583,487	\$22,461,979	\$1,121,508	↑ 95.2%	> 105% ↓
42 - Employee Benefits	\$10,751,485	\$11,582,460	\$11,466,786	\$11,375,281	\$91,505	↑ 99.2%	100-105% →
43 - Prof & Tech Services	\$1,371,973	\$1,099,031	\$1,115,840	\$1,099,230	\$16,610	↑ 98.5%	<= 100% ↑
44 - Contractual Services	\$1,819,088	\$1,228,014	\$1,380,138	\$1,212,887	\$167,250	↑ 87.9%	
45 - Other Cont. Services	\$1,104,801	\$1,016,377	\$1,138,534	\$1,105,629	\$32,904	↑ 97.1%	
46 - Supplies	\$1,069,488	\$610,869	\$784,670	\$675,502	\$109,168	↑ 86.1%	
49 - Other Financing Uses	\$4,993,549	\$1,700,683	\$3,444,997	\$6,316,691	(\$2,871,694)	↓ 183.4%	
<b>Beginning Fund Balance<sup>(1)</sup></b>	<b>\$26,743,168</b>	<b>\$25,751,139</b>	<b>\$25,230,618</b>	<b>\$25,230,618</b>			
<b>Surplus/(Deficit)</b>	<b>(\$992,029)</b>	<b>(\$520,521)</b>	<b>(\$870,717)</b>	<b>\$5,243,902</b>			
<b>Ending Fund Balance</b>	<b>\$25,751,139</b>	<b>\$25,230,618</b>	<b>\$24,359,901</b>	<b>\$30,474,520</b>			
<b>% of Budgeted Expenditures</b>	<b>57.9%</b>	<b>59.7%</b>	<b>56.8%</b>	<b>65.9%</b>			

(1) Fund Balance in Governmental Funds is Total Fund Balances

### Revenues

Notable and significant variances from budget include:

- **30 – Major Revenues** is discussed in detail in the next section.
- **35 – Fines & Forfeitures** is under budget due primarily to lower police related fines and red light camera revenue.
- **36 – Investments & Contributions** is under budget due to lower than anticipated interest rates.
- **39 – Other Sources** is under budget due to less than anticipated workers compensation reimbursements, which is positive for the Village.

### Expenditures

Notable and significant variances from budget include:

- **49 – Other Financing Uses** is over budget due to the transfer of an additional \$3.5 million in surplus to the Capital improvement Fund to pay off Fire Station #3 note.

## 30 - Major Revenues

30 – Major Revenues consists of Sales Tax, Amusement Tax, Food & Beverage Tax, Hotel Tax, Income Tax and Local Use Tax. Combined these revenues make up roughly 65% of the General Fund and are the most economically sensitive revenue streams the Village relies on for operations. The charts below show Major Revenues in total and individually by month for the last 5-years. The charts include three comparisons described in further detail below:

- **YTD Versus Two Years Ago** – This indicator shows actual collections through the current quarter this fiscal year versus the same timeframe two fiscal years ago. This variance can be helpful to identify any longer range variances where the immediately preceding fiscal year was abnormally impacted by factors such as the COVID-19 Pandemic.
- **YTD Versus Last Year** – This indicator shows actual collections through the current quarter this fiscal year versus the immediately preceding fiscal year. This variance can be helpful to identify any year to year variances.
- **YTD Versus Seasonally Adjusted Budget** – This indicator shows actual collections through the current quarter this fiscal year versus the year-to-date budget adjusted for seasonality. Seasonality is determined based on the percentage of revenues collected for the same timeframe in the preceding fiscal year. For example, if 2% of the prior year's total sales tax was received in May, then 2% of the current annual budget is allocated to May for comparison purposes. This variance can be helpful to identify where current revenues stand versus budget taking into account seasonal factors such as sales tax over the holiday season, or the operating season of Six Flags Great America.













Major Revenues (Sales, Amusement, Food & Beverage, Hotel, Income, Local Use Taxes)						
Receipt Month	FY2017-2018	FY2018-2019	FY2019-2020	FY2020-2021	FY2021-2022	YoY Trend
May	\$1,631,055	\$2,453,518	\$2,367,276	\$1,687,619	\$2,172,954	
Jun	\$2,259,525	\$2,197,260	\$2,291,607	\$1,647,620	\$2,904,746	
Jul	\$2,801,586	\$2,475,440	\$2,613,828	\$1,379,921	\$3,091,508	
Aug	\$2,594,914	\$2,750,720	\$2,711,045	\$1,715,813	\$3,245,917	
Sep	\$2,741,634	\$2,781,535	\$2,983,502	\$1,843,830	\$3,228,908	
Oct	\$2,259,376	\$2,755,437	\$2,608,920	\$2,046,046	\$2,998,642	
Nov	\$2,222,003	\$2,487,214	\$2,562,036	\$1,912,980	\$2,886,052	
Dec	\$1,915,405	\$2,143,274	\$2,143,673	\$1,887,950	\$2,481,668	
Jan	\$1,867,510	\$2,229,829	\$2,385,553	\$2,016,090	\$2,709,545	
Feb	\$2,078,374	\$2,331,584	\$2,262,904	\$1,962,891	\$2,729,101	
Mar	\$2,284,561	\$2,568,477	\$2,553,828	\$2,417,484	\$2,838,770	
Apr	\$1,680,053	\$1,816,836	\$1,820,305	\$2,024,101	\$2,479,703	
<b>Total YTD Actual</b>	<b>\$26,335,997</b>	<b>\$28,991,123</b>	<b>\$29,304,477</b>	<b>\$22,542,345</b>	<b>\$33,767,514</b>	
<b>Annual Budget</b>	<b>\$26,351,000</b>	<b>\$28,922,623</b>	<b>\$28,993,625</b>	<b>\$29,525,000</b>	<b>\$27,547,500</b>	
<b>Over/(Under) Budget</b>	<b>(\$15,003)</b>	<b>\$68,500</b>	<b>\$310,852</b>	<b>(\$6,982,655)</b>	<b>\$6,220,014</b>	
<b>% of Budget</b>	<b>99.9%</b>	<b>100.2%</b>	<b>101.1%</b>	<b>76.4%</b>	<b>122.6%</b>	

YTD Versus Two Years Ago	
YTD Actual	\$33,767,514
Two Years Ago	\$29,304,477
<b>\$ Difference</b>	<b>\$4,463,037</b>
<b>% Difference</b>	<b>15.2%</b>
\$ Difference Breakdown	
Sales Taxes	\$2,885,762
Amusement Tax	(\$129,405)
Food & Beverage Tax	\$338,955
Hotel Tax	\$183,120
Income Tax	\$1,071,590
Local Use Tax	\$113,015

YTD Versus Last Year	
YTD Actual	\$33,767,514
Last Year	\$22,542,345
<b>\$ Difference</b>	<b>\$11,225,169</b>
<b>% Difference</b>	<b>49.8%</b>
\$ Difference Breakdown	
Sales Taxes	\$5,324,860
Amusement Tax	\$2,860,200
Food & Beverage Tax	\$941,741
Hotel Tax	\$1,423,655
Income Tax	\$881,024
Local Use Tax	(\$206,311)

YTD Versus Seasonally Adjusted Budget	
YTD Actual	\$33,767,514
YTD Adj. Budget	\$27,547,500
<b>\$ Difference</b>	<b>\$6,220,014</b>
<b>% Difference</b>	<b>22.6%</b>
\$ Difference Breakdown	
Sales Taxes	\$3,549,775
Amusement Tax	\$673,375
Food & Beverage Tax	\$535,143
Hotel Tax	\$590,253
Income Tax	\$1,068,598
Local Use Tax	(\$197,129)

Items except food, drugs and titled property are subject to an 8.00% Sales Tax in Gurnee. The 8.00% rate includes a 1.00% Home Rule Sales Tax, 6.25% State Tax and 0.75% Regional Transportation Tax. The Village receives 1% of the state rate and 1% Home Rule Sales Tax rate within the corporate limits of the Village and certain internet sales as of March 1, 2021 based on the destination of the sale. Sales Tax receipts are up across the board largely due to this change in internet sales.













331301 - SALES TAX & 331303 - HOME RULE SALES TAX						
Sales/Receipt Month	FY2017-2018	FY2018-2019	FY2019-2020	FY2020-2021	FY2021-2022	YoY Trend
Feb/May	\$1,141,454	\$1,097,075	\$1,120,846	\$1,135,163	\$1,128,154	
Mar/Jun	\$1,390,302	\$1,431,016	\$1,423,798	\$1,117,695	\$1,697,533	
Apr/Jul	\$1,324,978	\$1,242,700	\$1,316,201	\$764,769	\$1,556,947	
May/Aug	\$1,428,794	\$1,507,267	\$1,481,322	\$985,858	\$1,773,938	
Jun/Sep	\$1,622,030	\$1,665,753	\$1,643,945	\$1,292,790	\$1,950,777	
Jul/Oct	\$1,495,417	\$1,564,828	\$1,481,795	\$1,305,856	\$1,794,315	
Aug/Nov	\$1,511,338	\$1,573,174	\$1,576,091	\$1,294,811	\$1,762,746	
Sep/Dec	\$1,387,781	\$1,472,655	\$1,386,379	\$1,365,218	\$1,671,973	
Oct/Jan	\$1,337,651	\$1,398,184	\$1,399,810	\$1,310,750	\$1,657,962	
Nov/Feb	\$1,468,235	\$1,538,217	\$1,466,682	\$1,304,776	\$1,698,210	
Dec/Mar	\$1,837,202	\$1,881,971	\$1,847,859	\$1,745,370	\$2,131,881	
Jan/Apr	\$1,137,227	\$1,051,709	\$1,063,035	\$1,145,607	\$1,269,088	
Total YTD Actual	\$17,082,410	\$17,424,549	\$17,207,763	\$14,768,664	\$20,093,525	
Annual Budget	\$17,500,000	\$16,840,000	\$17,480,000	\$17,300,000	\$16,543,750	
Over/(Under) Budget	(\$417,590)	\$584,549	(\$272,237)	(\$2,531,336)	\$3,549,775	
% of Budget	97.6%	103.5%	98.4%	85.4%	121.5%	

YTD Versus Two Years Ago	
YTD Actual	\$20,093,525
Two Years Ago	\$17,207,763
\$ Difference	\$2,885,762
% Difference	16.8%

YTD Versus Last Year	
YTD Actual	\$20,093,525
Last Year	\$14,768,664
\$ Difference	\$5,324,860
% Difference	36.1%

YTD Versus Seasonally Adjusted Budget	
YTD Actual	\$20,093,525
YTD Adj. Budget	\$16,543,750
\$ Difference	\$3,549,775
% Difference	21.5%

Effective May 1, 2018 the Village increased the tax on amusements from 3% to 4% on receipts within Village boundaries. Prior to this increase, Amusement Tax had not been adjusted in nearly 20 years. The largest Amusement Tax generator is Six Flags Great America. Amusement Tax collections finished the year strong and on par with prior to the pandemic.

331601 - AMUSEMENT TAX						
Sales/Receipt Month	FY2017-2018	FY2018-2019	FY2019-2020	FY2020-2021	FY2021-2022	YoY Trend
Apr/May	\$82,470	\$670,890	\$214,312	\$69,779	\$131,641	
May/Jun	\$247,497	\$249,346	\$262,185	\$62,745	\$299,589	
Jun/Jul	\$460,221	\$566,301	\$491,570	\$73,485	\$626,845	
Jul/Aug	\$486,889	\$499,848	\$480,987	\$59,049	\$623,910	
Aug/Sep	\$463,058	\$393,025	\$618,494	\$58,392	\$501,474	
Sep/Oct	\$216,226	\$540,604	\$441,316	\$68,147	\$342,278	
Oct/Nov	\$238,160	\$313,989	\$341,358	\$46,621	\$436,306	
Nov/Dec	\$99,728	\$141,341	\$164,624	\$45,217	\$133,937	
Dec/Jan	\$27,033	\$159,322	\$266,577	\$91,645	\$160,425	
Jan/Feb	\$29,284	\$117,692	\$137,800	\$38,891	\$107,423	
Feb/Mar	\$25,426	\$84,043	\$103,704	\$38,970	\$33,376	
Mar/Apr	\$23,354	\$22,558	\$211,102	\$91,485	\$207,419	
Total YTD Actual	\$2,399,346	\$3,758,960	\$3,734,030	\$744,425	\$3,604,625	
Annual Budget	\$2,326,000	\$3,212,623	\$3,338,625	\$3,550,000	\$2,931,250	
Over/(Under) Budget	\$73,346	\$546,336	\$395,405	(\$2,805,575)	\$673,375	
% of Budget	103.2%	117.0%	111.8%	21.0%	123.0%	

YTD Versus Two Years Ago	
YTD Actual	\$3,604,625
Two Years Ago	\$3,734,030
\$ Difference	(\$129,405)
% Difference	-3.5%

YTD Versus Last Year	
YTD Actual	\$3,604,625
Last Year	\$744,425
\$ Difference	\$2,860,200
% Difference	384.2%

YTD Versus Seasonally Adjusted Budget	
YTD Actual	\$3,604,625
YTD Adj. Budget	\$2,931,250
\$ Difference	\$673,375
% Difference	23.0%



Food & Beverage Tax is 1% on meals prepared for immediate consumption as well as packaged liquor. Receipts have been strong all year and are expected to continue this trend. Management expects Food & Beverage Tax to finish at or above budget barring any further lockdowns.

331609 - FOOD & BEVERAGE TAX						
Sales/Receipt Month	FY2017-2018	FY2018-2019	FY2019-2020	FY2020-2021	FY2021-2022	YoY Trend
Apr/May	\$142,778	\$140,861	\$149,832	\$72,494	\$159,904	
May/Jun	\$170,781	\$165,958	\$178,872	\$91,360	\$196,386	
Jun/Jul	\$232,651	\$228,206	\$223,577	\$104,503	\$231,931	
Jul/Aug	\$224,798	\$228,722	\$218,604	\$112,145	\$256,543	
Aug/Sep	\$208,797	\$210,808	\$215,984	\$116,545	\$227,495	
Sep/Oct	\$162,628	\$163,257	\$156,025	\$122,897	\$196,202	
Oct/Nov	\$166,388	\$165,237	\$175,408	\$130,881	\$183,890	
Nov/Dec	\$130,710	\$138,537	\$149,500	\$108,893	\$188,858	
Dec/Jan	\$162,020	\$175,283	\$179,861	\$137,431	\$200,411	
Jan/Feb	\$121,386	\$127,313	\$131,474	\$107,237	\$153,565	
Feb/Mar	\$111,510	\$122,645	\$114,553	\$132,457	\$158,612	
Mar/Apr	\$144,143	\$154,812	\$109,998	\$164,059	\$188,845	
Total YTD Actual	\$1,978,589	\$2,021,638	\$2,003,688	\$1,400,901	\$2,342,643	
Annual Budget	\$1,950,000	\$2,050,000	\$1,990,000	\$2,025,000	\$1,807,500	
Over/(Under) Budget	\$28,589	(\$28,362)	\$13,688	(\$624,099)	\$535,143	
% of Budget	101.5%	98.6%	100.7%	69.2%	129.6%	

YTD Versus Two Years Ago	
YTD Actual	\$2,342,643
Two Years Ago	\$2,003,688
\$ Difference	\$338,955
% Difference	16.9%

YTD Versus Last Year	
YTD Actual	\$2,342,643
Last Year	\$1,400,901
\$ Difference	\$941,741
% Difference	67.2%

YTD Versus Seasonally Adjusted Budget	
YTD Actual	\$2,342,643
YTD Adj. Budget	\$1,807,500
\$ Difference	\$535,143
% Difference	29.6%

Hotel Tax is 6% on room rentals and has bounced back versus last year and two years ago. Great Wolf Lodge has exceeded pre-pandemic levels of activity but others are still dealing with pandemic issues. Changes in consumer behavior to avoid large indoor gatherings are expected to continue to put downward pressure on regular hotel activity.

331607 - HOTEL TAX						
Sales/Receipt Month	FY2017-2018	FY2018-2019	FY2019-2020	FY2020-2021	FY2021-2022	YoY Trend
Apr/May	\$47,552	\$54,175	\$178,259	\$16,873	\$145,262	
May/Jun	\$66,704	\$78,625	\$144,569	\$81,427	\$145,145	
Jun/Jul	\$87,172	\$105,523	\$207,650	\$22,061	\$166,758	
Jul/Aug	\$106,822	\$247,627	\$238,062	\$17,948	\$271,769	
Aug/Sep	\$84,705	\$244,424	\$235,838	\$18,065	\$204,198	
Sep/Oct	\$77,405	\$115,040	\$112,193	\$82,064	\$126,830	
Oct/Nov	\$55,452	\$148,873	\$170,566	\$92,165	\$149,568	
Nov/Dec	\$65,176	\$132,682	\$146,679	\$42,194	\$151,322	
Dec/Jan	\$34,640	\$152,861	\$152,345	\$20,640	\$178,579	
Jan/Feb	\$36,056	\$142,453	\$137,670	\$29,250	\$138,042	
Feb/Mar	\$37,222	\$178,455	\$136,827	\$72,743	\$149,119	
Mar/Apr	\$49,983	\$220,033	\$21,474	\$146,169	\$238,660	
Total YTD Actual	\$748,889	\$1,820,771	\$1,882,133	\$641,598	\$2,065,253	
Annual Budget	\$800,000	\$3,100,000	\$2,090,000	\$2,150,000	\$1,475,000	
Over/(Under) Budget	(\$51,111)	(\$1,279,229)	(\$207,867)	(\$1,508,402)	\$590,253	
% of Budget	93.6%	58.7%	90.1%	29.8%	140.0%	

YTD Versus Two Years Ago	
YTD Actual	\$2,065,253
Two Years Ago	\$1,882,133
\$ Difference	\$183,120
% Difference	9.7%

YTD Versus Last Year	
YTD Actual	\$2,065,253
Last Year	\$641,598
\$ Difference	\$1,423,655
% Difference	221.9%

YTD Versus Seasonally Adjusted Budget	
YTD Actual	\$2,065,253
YTD Adj. Budget	\$1,475,000
\$ Difference	\$590,253
% Difference	40.0%

Income tax receipts are distributed based on the Village's population. According to 2020 Census figures, the Village's population is 30,706. According to the Illinois Municipal League in January 2022, income tax was expected to finish the fiscal year at \$134.90 per capita or just over \$4.1 million. Actual receipts finished at \$145.53 per capita. The increase is driven by better than expected corporate tax returns.

333501 - STATE INCOME TAX						
Liability/Receipt Month	FY2017-2018	FY2018-2019	FY2019-2020	FY2020-2021	FY2021-2022	YoY Trend
Apr/May	\$162,899	\$429,213	\$628,447	\$315,518	\$526,604	
May/Jun	\$314,146	\$198,281	\$196,261	\$195,435	\$462,041	
Jun/Jul	\$636,368	\$268,094	\$293,504	\$310,343	\$414,492	
Jul/Aug	\$286,963	\$196,799	\$210,393	\$424,305	\$232,744	
Aug/Sep	\$298,897	\$192,068	\$186,208	\$240,417	\$245,790	
Sep/Oct	\$246,287	\$298,509	\$332,229	\$348,145	\$446,659	
Oct/Nov	\$185,352	\$214,995	\$216,831	\$235,244	\$256,050	
Nov/Dec	\$163,182	\$178,201	\$204,896	\$208,270	\$234,984	
Dec/Jan	\$237,815	\$259,650	\$286,392	\$331,816	\$418,376	
Jan/Feb	\$344,236	\$312,380	\$295,062	\$350,805	\$521,676	
Feb/Mar	\$173,056	\$188,266	\$221,607	\$241,773	\$226,117	
Mar/Apr	\$265,734	\$302,117	\$325,178	\$385,505	\$483,066	
<b>Total YTD Actual</b>	<b>\$3,314,934</b>	<b>\$3,038,572</b>	<b>\$3,397,008</b>	<b>\$3,587,574</b>	<b>\$4,468,598</b>	
<b>Annual Budget</b>	<b>\$3,000,000</b>	<b>\$2,900,000</b>	<b>\$3,100,000</b>	<b>\$3,400,000</b>	<b>\$3,400,000</b>	
<b>Over/(Under) Budget</b>	<b>\$314,934</b>	<b>\$138,572</b>	<b>\$297,008</b>	<b>\$187,574</b>	<b>\$1,068,598</b>	
<b>% of Budget</b>	<b>110.5%</b>	<b>104.8%</b>	<b>109.6%</b>	<b>105.5%</b>	<b>131.4%</b>	

YTD Versus Two Years Ago	
YTD Actual	\$4,468,598
Two Years Ago	\$3,397,008
<b>\$ Difference</b>	<b>\$1,071,590</b>
<b>% Difference</b>	<b>31.5%</b>

YTD Versus Last Year	
YTD Actual	\$4,468,598
Last Year	\$3,587,574
<b>\$ Difference</b>	<b>\$881,024</b>
<b>% Difference</b>	<b>24.6%</b>

YTD Versus Seasonally Adjusted Budget	
YTD Actual	\$4,468,598
YTD Adj. Budget	\$3,400,000
<b>\$ Difference</b>	<b>\$1,068,598</b>
<b>% Difference</b>	<b>31.4%</b>

Use Tax applies to the privilege of using tangible personal property purchased at retail from a retailer outside the State of Illinois. Use Tax rates are 6.25% for general merchandise and titled property and 1% for foods, drugs & medical appliances. Municipalities receive 16% of statewide Use Tax receipts after certain deductions (20% is distributed to the City of Chicago, 10% to the Regional Transportation Authority, 0.6% to the Metro-East Transit District, \$3.15 million to Build Illinois). Use Taxes are distributed to municipalities based on total population. According to the Illinois Municipal League in January 2022, Use Tax receipts were expected to finish the year at \$39.70 per capita or \$1.2 million, largely due to the negative impact from new internet sales legislation and retailers now paying the full local rate. The drop in Use Tax is more than offset by the increase in sales tax from internet sales. Use Tax finished at \$38.85 per capita.

331302 - LOCAL USE TAX						
Liability/Receipt Month	FY2017-2018	FY2018-2019	FY2019-2020	FY2020-2021	FY2021-2022	YoY Trend
Apr/May	\$53,903	\$61,304	\$75,580	\$77,793	\$81,389	
May/Jun	\$70,096	\$74,034	\$85,922	\$98,957	\$104,050	
Jun/Jul	\$60,195	\$64,615	\$81,326	\$104,761	\$94,535	
Jul/Aug	\$60,648	\$70,457	\$81,677	\$116,507	\$87,013	
Aug/Sep	\$64,148	\$75,457	\$83,033	\$117,622	\$99,174	
Sep/Oct	\$61,413	\$73,199	\$85,362	\$118,938	\$92,358	
Oct/Nov	\$65,311	\$70,946	\$81,782	\$113,257	\$97,491	
Nov/Dec	\$68,829	\$79,859	\$91,595	\$118,159	\$100,593	
Dec/Jan	\$68,351	\$84,528	\$100,567	\$123,807	\$93,791	
Jan/Feb	\$79,177	\$93,528	\$94,216	\$131,932	\$110,186	
Feb/Mar	\$100,145	\$113,098	\$129,277	\$186,172	\$139,666	
Mar/Apr	\$59,612	\$65,607	\$89,519	\$91,277	\$92,623	
<b>Total YTD Actual</b>	<b>\$811,829</b>	<b>\$926,633</b>	<b>\$1,079,856</b>	<b>\$1,399,182</b>	<b>\$1,192,871</b>	
<b>Annual Budget</b>	<b>\$775,000</b>	<b>\$820,000</b>	<b>\$995,000</b>	<b>\$1,100,000</b>	<b>\$1,390,000</b>	
<b>Over/(Under) Budget</b>	<b>\$36,829</b>	<b>\$106,633</b>	<b>\$84,856</b>	<b>\$299,182</b>	<b>(\$197,129)</b>	
<b>% of Budget</b>	<b>104.8%</b>	<b>113.0%</b>	<b>108.5%</b>	<b>127.2%</b>	<b>85.8%</b>	

YTD Versus Two Years Ago	
YTD Actual	\$1,192,871
Two Years Ago	\$1,079,856
<b>\$ Difference</b>	<b>\$113,015</b>
<b>% Difference</b>	<b>10.5%</b>

YTD Versus Last Year	
YTD Actual	\$1,192,871
Last Year	\$1,399,182
<b>\$ Difference</b>	<b>(\$206,311)</b>
<b>% Difference</b>	<b>-14.7%</b>

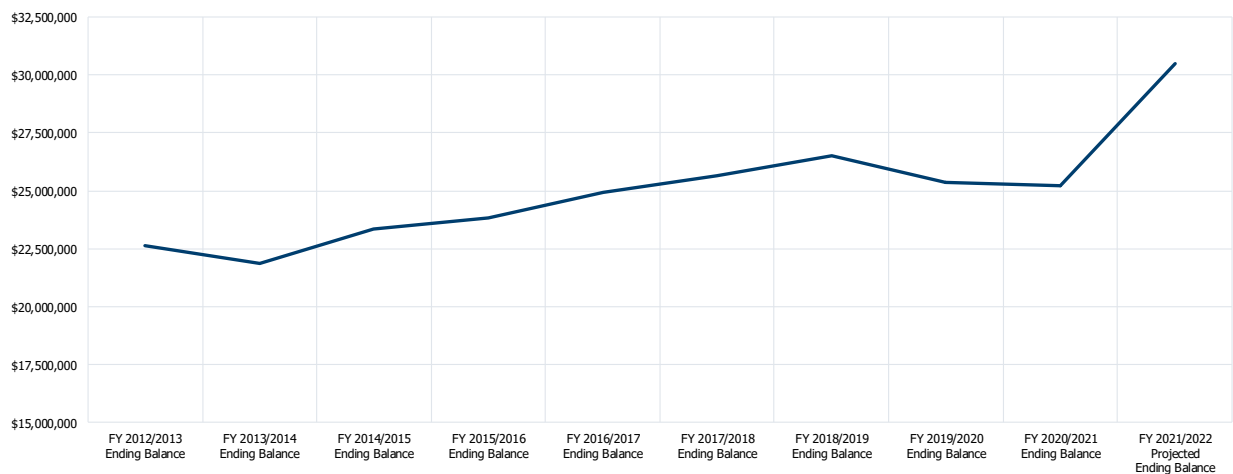
YTD Versus Seasonally Adjusted Budget	
YTD Actual	\$1,192,871
YTD Adj. Budget	\$1,390,000
<b>\$ Difference</b>	<b>(\$197,129)</b>
<b>% Difference</b>	<b>-14.2%</b>

## Fund Balance

The Village relies heavily on economically sensitive revenues and does not levy a property tax. Fund Balance, commonly referred to as reserves or rainy day funds, are important to maintain operations in the event of a sudden economic downturn as was experienced with the COVID-19 pandemic. These funds allow the Village to make up for any shortfalls and “keep the doors open”. In accordance with the Village’s General Corporate Fund Balance Policy, an unreserved fund balance for the General Fund should at a minimum equal 35% of the subsequent fiscal year’s expenditures.

The FY 2021/2022 budgeted ending fund balance is \$25.7 million or approximately 60% of expenditures. This is well above the policy limit and insures against revenue interruptions. The Village finished the year at a net positive variance of \$5.2 million, after paying off the Fire Station #3 note. This includes \$2.1 million from the first half of the ARPA funding. If this surplus remains in the General Fund the Fund Balance would increase to 65.9% of FY 2022/2023 budgeted expenditures.

	FY 2012/2013	FY 2013/2014	FY 2014/2015	FY 2015/2016	FY 2016/2017	FY 2017/2018	FY 2018/2019	FY 2019/2020	FY 2020/2021	FY 2021/2022 Projected
<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>	<b>Ending Balance</b>
<b>Fund Balance \$</b>	\$22,610,364	\$21,872,649	\$23,345,369	\$23,825,296	\$24,925,486	\$25,673,424	\$26,508,124	\$25,385,545	\$25,230,618	\$30,474,520
<b>NY Budgeted Expenditures</b>	\$33,504,563	\$33,600,684	\$37,589,670	\$38,301,526	\$39,808,820	\$42,274,291	\$44,512,497	\$42,283,297	\$42,914,451	\$46,257,818
<b>Fund Balance %</b>	67.5%	65.1%	62.1%	62.2%	62.6%	60.7%	59.6%	60.0%	58.8%	65.9%



## 221&223 – Water & Sewer Funds

The 221 - Water & Sewer Operating and 223 – Water & Sewer Capital Funds account for activities related to operating the Village's Water & Sewer utility systems. Funding is primarily from user fees and connection charges. Expenses include personnel related expenses and contracts for purchase of Lake Michigan water from the Central Lake County Joint Action Water Agency. Sewer is conveyed to either Lake County or the North Shore Water Reclamation District. The 223 - Water & Sewer Capital Fund accounts for water & sewer system related capital and infrastructure maintenance and replacement. These Funds are combined in the graphic below to provide a complete picture of the financial position of the Water & Sewer Utility.

221 - Water & Sewer Operating Fund 223 - Water & Sewer Capital Fund						
	FY 2019/2020 Actual	FY 2020/2021 Actual	FY 2021/2022 Budget	FY 2021/2022 YTD Actual	FY 2021/2022 Budget vs. Actual	% of Budget
<b>Total Revenues</b>	<b>\$9,182,769</b>	<b>\$8,950,220</b>	<b>\$9,400,535</b>	<b>\$9,812,720</b>	<b>\$412,185</b>	<b>104.4%</b>
32 - Licenses & Permits	\$49,653	\$49,653	\$110,000	\$82,505	(\$27,495)	↓ 75.0%
34 - Charges for Services	\$8,895,344	\$8,739,494	\$9,180,535	\$9,596,759	\$416,224	↑ 104.5%
35 - Fines & Forfeitures	\$100,812	\$80,293	\$100,000	\$116,917	\$16,917	↑ 116.9%
36 - Invests & Contribs	\$136,770	\$15,123	\$10,000	\$6,805	(\$3,195)	↓ 68.1%
39 - Other Sources	\$190	\$65,656	\$0	\$9,735	\$9,735	↑ 100.0%
<b>Total Expenditures</b>	<b>\$9,450,358</b>	<b>\$7,761,351</b>	<b>\$10,640,576</b>	<b>\$9,095,021</b>	<b>\$1,545,555</b>	<b>85.5%</b>
41 - Salaries & Wages	\$1,135,922	\$1,055,116	\$1,127,422	\$1,050,054	\$77,368	↑ 93.1%
42 - Employee Benefits	\$813,348	\$247,105	\$763,124	\$733,954	\$29,170	↑ 96.2%
43 - Prof & Tech Services	\$16,246	\$12,980	\$18,300	\$8,945	\$9,355	↑ 48.9%
44 - Contractual Services	\$4,296,369	\$3,580,295	\$3,091,042	\$3,172,282	(\$81,240)	→ 102.6%
45 - Other Cont. Services	\$144,406	\$175,693	\$154,523	\$221,179	(\$66,656)	↓ 143.1%
46 - Supplies	\$285,356	\$238,382	\$622,505	\$607,266	\$15,239	↑ 97.6%
47 - Capital	\$1,967,043	\$1,360,255	\$3,194,080	\$1,627,513	\$1,566,567	↑ 51.0%
48 - Debt Service	\$0	\$155,994	\$560,000	\$564,248	(\$4,248)	→ 100.8%
49 - Other Financing Uses	\$791,669	\$935,530	\$1,109,580	\$1,109,580	\$0	↑ 100.0%
<b>Ending Cash Balance</b>	<b>\$5,074,971</b>	<b>\$5,204,211</b>	<b>\$3,964,170</b>	<b>\$5,921,910</b>		
<b>% of Budgeted Expenditures</b>	<b>63.7%</b>	<b>63.4%</b>	<b>37.3%</b>	<b>55.7%</b>		

### Revenues

Notable and significant variances from budget (-5%, indicated by red arrows in the graphic) include:

- **32 – Licenses & Permits** is under budget due to the timing of connection fees derived from development.
- **36 – Investments & Contributions** is under budget due to less than anticipated investment income due to continued low interest rates.
- **39 – Other Sources** had no budget, receipts consists of workers compensation reimbursements.

### Expenditures

Notable and significant variances from budget (+5%, indicated by red arrows in the graphic) include:

- **45 – Other Contractual Services** is over budget due to the timing of property and liability insurance premiums and increased bank charges due to lower than anticipated rates.
- **48 – Debt Service** is over budget due to the timing of payments for the IEPA Loan used to fund the Knowles Road Water Tower.

### Fund Balance

Proprietary Funds typically report Net Assets in place of traditional Fund Balance. Net Assets includes things like depreciable capital assets and does not give an accurate picture of current spendable resources. Therefore, cash

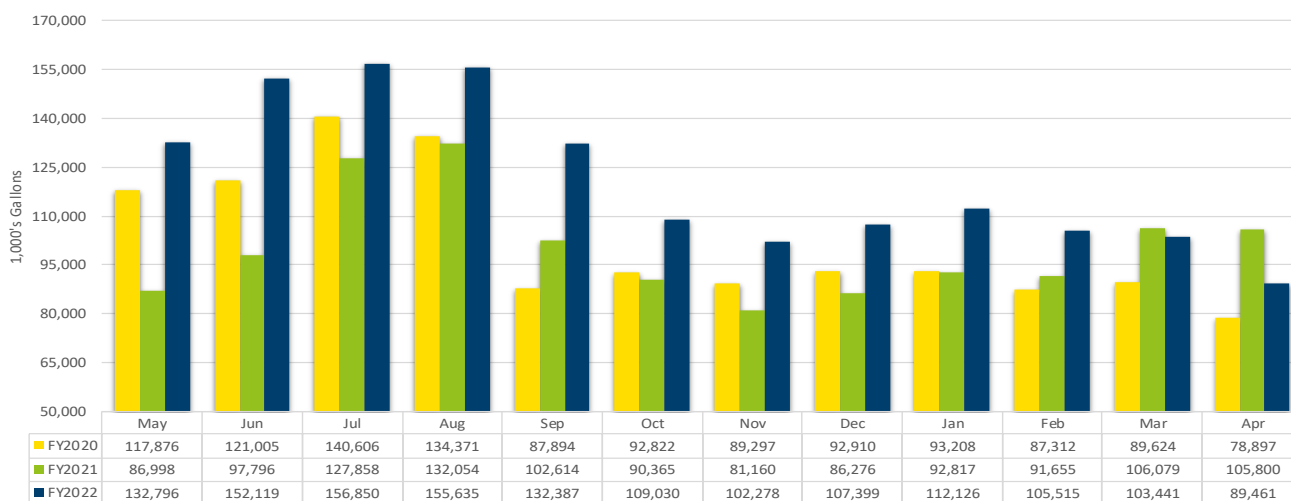
balance is shown as an alternative which gives an idea of current available resources and is a better comparison to unrestricted Fund Balance in Governmental Funds.

## Water Usage

Water revenues or charges for service are driven largely by water demand and weather. The Village tracks water usage billed from the water provider CLCJAWA. This usage is billed in arrears to the Village customers on a bi-monthly basis. Water purchased from CLCJAWA is a leading indicator of revenues billed approximately two months later. The chart below shows water purchased from CLCJAWA and precipitation.

1,000's Gallons Purchased From CLCJAWA												
Month	FY2020		FY2021		FY2022		Usage Variances			Precipitation Variances		
	Actual	Precip (in.)	Actual	Precip (in.)	Actual	Precip (in.)	Month vs. Prior Year	YTD vs. FY2021	YTD vs. FY2020	Month vs. Prior Year	YTD vs. FY2021	YTD vs. FY2020
Total	1,225,822	46.61	1,201,472	23.39	1,459,037	24.97						
May	117,876	5.09	86,998	7.18	132,796	1.29	52.6%	52.6%	12.7%	-82.0%	-82.0%	-74.7%
Jun	121,005	8.81	97,796	3.40	152,119	2.99	55.5%	54.2%	19.3%	-12.1%	-59.5%	-69.2%
Jul	140,606	3.79	127,858	2.12	156,850	0.60	22.7%	41.3%	16.4%	-71.7%	-61.6%	-72.4%
Aug	134,371	3.76	132,054	2.68	155,635	3.29	17.9%	34.3%	16.3%	22.8%	-46.9%	-61.9%
Sep	87,894	10.46	102,614	3.90	132,387	1.70	29.0%	33.3%	21.3%	-56.4%	-48.8%	-69.1%
Oct	92,822	5.75	90,365	2.40	109,030	7.49	20.7%	31.5%	20.8%	212.1%	-19.9%	-53.9%
Nov	89,297		81,160		102,278		26.0%	30.9%	20.1%	0.0%	-19.9%	-53.9%
Dec	92,910		86,276		107,399		24.5%	30.2%	19.6%	0.0%	-19.9%	-53.9%
Jan	93,208		92,817		112,126		20.8%	29.3%	19.7%	0.0%	-19.9%	-53.9%
Feb	87,312		91,655		105,515		15.1%	27.9%	19.8%	0.0%	-19.9%	-53.9%
Mar	89,624	3.96	106,079	0.63	103,441	3.01	-2.5%	25.0%	19.4%	377.8%	-8.7%	-51.1%
Apr	78,897	4.99	105,800	1.08	89,461	4.60	-15.4%	21.4%	19.0%	325.9%	6.8%	-46.4%

3-Year History of Gallons Purchased (1,000's)



- **Water Usage** finished the year up 21.4% versus last fiscal year (impacted by the pandemic) and up 19.0% versus two years ago (normal year).
- **Precipitation** was up 6.8% versus last year and down 46.4% versus two years ago causing increased demand particularly in the summer months.



## Other Major Governmental Funds

The **122 - Motor Fuel Tax Fund** accounts for proceeds from the State Distributed motor fuel tax funds that are restricted to use for maintenance of roadways and transportation assets. The Motor Fuel Tax Fund is used to supplement the Village's annual road program.

<b>122 - Motor Fuel Tax Fund</b>						
	FY 2019/2020 Actual	FY 2020/2021 Actual	FY 2021/2022 Budget	FY 2021/2022 YTD Actual	FY 2021/2022 Budget vs. Actual	% of Budget
<b>Revenues</b>	<b>\$1,203,486</b>	<b>\$2,242,331</b>	<b>\$1,944,446</b>	<b>\$1,977,600</b>	<b>\$31,570</b>	<b>101.7%</b>
33 - Intergovernmental	\$1,171,154	\$2,241,761	\$1,943,946	\$1,975,516	\$31,570	↑ 101.6%
36 - Invests & Contribs	\$32,332	\$570	\$500	\$2,084	\$1,584	↑ 416.7%
<b>Expenditures</b>	<b>\$1,657,020</b>	<b>\$1,347,149</b>	<b>\$1,618,185</b>	<b>\$1,347,149</b>	<b>\$271,036</b>	<b>83.3%</b>
44 - Contractual Services	\$1,657,020	\$1,000,000	\$1,618,185	\$1,347,149	\$271,036	↑ 83.3%
47 - Capital	\$0	\$347,149	\$0	\$0	\$0	↑ 0.0%
<b>Beginning Fund Balance<sup>(1)</sup></b>	<b>\$965,459</b>	<b>\$511,925</b>	<b>\$1,407,107</b>	<b>\$1,407,107</b>		
<b>Surplus/(Deficit)</b>	<b>(\$453,534)</b>	<b>\$895,182</b>	<b>\$326,261</b>	<b>\$630,451</b>		
<b>Ending Fund Balance</b>	<b>\$511,925</b>	<b>\$1,407,107</b>	<b>\$1,733,368</b>	<b>\$2,037,558</b>		

(1) Fund Balance in Governmental Funds is Total Fund Balances

### Revenues

Notable and significant variances from budget (-5%, indicated by red arrows in the graphic) include:

- All categories finished ahead of budget.

### Expenditures

Notable and significant variances from budget (+5%, indicated by red arrows in the graphic) include:

- All categories finished under budget.

### Fund Balance

There is no formal policy for this Fund, however the Village strives to keep \$1m in reserves in the event other funding in the 131 – Capital Improvement Fund becomes unavailable, as was the case during the pandemic.

The **131 - Capital Improvement Fund** accounts for all non-Water & Sewer capital expenditures. Funding is derived primarily from 50% of the Village's Home Rule Sales Tax and transfers from other funds.

<b>131 - Capital Improvement Fund</b>						
	FY 2019/2020 Actual	FY 2020/2021 Actual	FY 2021/2022 Budget	FY 2021/2022 YTD Actual	FY 2021/2022 Budget vs. Actual	% of Budget
<b>Revenues</b>	<b>\$6,057,797</b>	<b>\$8,117,577</b>	<b>\$8,587,500</b>	<b>\$13,330,470</b>	<b>\$205,813</b>	<b>155.2%</b>
30 - Major Revenues	\$4,426,587	\$3,821,696	\$4,340,000	\$5,318,313	\$978,313	↑ 122.5%
33 - Intergovernmental	\$45,182	\$0	\$772,500	\$0	(\$772,500)	↓ 0.0%
36 - Invests & Contribs	\$19,969	\$1,002,969	\$1,005,000	\$1,068,364	\$63,364	↑ 106.3%
39 - Other Sources	\$1,566,058	\$3,292,911	\$2,470,000	\$6,943,793	\$4,473,793	↑ 281.1%
<b>Expenditures</b>	<b>\$5,267,226</b>	<b>\$6,842,173</b>	<b>\$7,383,250</b>	<b>\$5,521,790</b>	<b>\$1,861,460</b>	<b>74.8%</b>
43 - Prof & Tech Services	\$168,275	\$179,850	\$225,000	\$115,164	\$109,836	↑ 51.2%
44 - Contractual Services	\$1,975,827	\$2,411,626	\$1,925,000	\$890,228	\$1,034,772	↑ 46.2%
47 - Capital	\$3,123,124	\$3,296,213	\$4,852,750	\$3,846,209	\$1,006,541	↑ 79.3%
48 - Debt Service	\$0	\$12,813	\$0	\$289,689	(\$289,689)	↑ 0.0%
49 - Other Financing Uses	\$0	\$941,671	\$380,500	\$380,500	\$0	↑ 100.0%
<b>Beginning Fund Balance<sup>(1)</sup></b>	<b>\$2,276,175</b>	<b>\$3,066,746</b>	<b>\$4,342,149</b>	<b>\$4,342,149</b>		
<b>Surplus/(Deficit)</b>	<b>\$790,571</b>	<b>\$1,275,403</b>	<b>\$1,204,250</b>	<b>\$7,808,680</b>		
<b>Ending Fund Balance</b>	<b>\$3,066,746</b>	<b>\$4,342,149</b>	<b>\$5,546,399</b>	<b>\$12,150,830</b>		

(1) Fund Balance in Governmental Funds is Total Fund Balances

## Revenues

Notable and significant variances from budget (-5%, indicated by red arrows in the graphic) include:

- **33 – Intergovernmental** revenue is under budget due to the timing of grants for fire related equipment and signalization at Milwaukee Avenue and Manchester Road for Fire Station #3.
- **39 – Other Sources** is over budget due to the transfer of \$3.5 million from the General Fund to pay off Fire Station #3.

## Expenditures

Notable and significant variances from budget (+5%, indicated by red arrows in the graphic) include:

- All categories finished under budget.

## Fund Balance

There is no formal policy for this Fund, The Village strives to keep a balance in excess of \$1 million in the Fund for unanticipated capital items. \$2 million of the balance is the Warren-Waukegan Fire Protection District's contribution to Fire Station #3 and \$3.5 million is due to the transfer to pay off Fire Station #3 in FY 2022/2023. The large Fund Balance at the end of FY 2021/2022 is also due to delayed capital projects due to COVID-19 and will be used to catch-up in FY 2022/2023.

The Village maintains several other Funds to account for various activities and resources that may be restricted as to how they are used. Funds are broken into three categories and are described below.

### Non-Major Governmental Funds

The **121 – 911 Fund** accounts for the Village's portion of 911 related expenditures and reimbursement from the 411 – Northeast Lake County Consolidated Emergency Telephone Systems Board.

The **123 - Impact Fee Fund** accounts for fees collected from developers for necessary improvements made by the Village and money collected for county road improvements within the Village. The Village utilizes these funds for capital purposes.

The **124 - PD Restricted Revenue Fund** accounts for seized assets related to drug arrests. The Village receives a percentage of assets any time there is a drug arrest and assets are recovered. The money must be used for drug awareness and prevention. The Village utilizes these funds for capital purposes.

### Other Proprietary Funds

The **211 - Golf Course Fund** accounts for the initial purchase of Bittersweet Golf Course and the repayment of an initial operating loan to the contracted operator of the course GolfVisions. The arrangement is considered a public-private service concession arrangement under GASB Statement 60, and therefore only the initial asset and any payments from the operator are recorded in the Fund.

The **233 – Fleet Services Fund** accounts for expenditures related to the maintenance and replacement of the vehicle and equipment fleet. This includes the operation of the shop, parts, fuel and vehicle & equipment purchases.

### Fiduciary Funds

The **307 - Police Pension Fund** accounts for activity related to the Village's pension obligations for employees covered under ILCS Article 3 pension system. Funding comes from Employee and Employer contributions, and investment income.

The **308 - Fire Pension Fund** accounts for activity related to the Village's pension obligations for employees covered under ILCS Article 4 pension system. Funding comes from Employee and Employer contributions, and investment income.

The **411 – NLCC-ETSB Fund** accounts for activity related to the Northeast Lake County Consolidated Emergency Telephone Systems Board that consists of the Village and the City of Zion.

## Connect With the Village

Additional Financial Information can be found on the Village's website at the following links:

### **Strategic Plan**

<https://www.gurnee.il.us/government/transparency-portal/plans-goals/strategic-plan>

### **Multi-Year Financial Forecast**

<https://www.gurnee.il.us/government/departments/administration/finance/multi-year-financial-forecast>

### **Multi-Year Capital Plan**

<https://www.gurnee.il.us/government/departments/administration/finance/multi-year-capital-plan>

### **Budgets**

<https://www.gurnee.il.us/government/departments/administration/finance/annual-budget>

### **Financial Status Reports**

<https://www.gurnee.il.us/government/departments/administration/finance/financial-status-reports>

### **Annual Comprehensive Financial Reports (Audit)**

<https://www.gurnee.il.us/government/departments/administration/finance/comprehensive-annual-financial-report-audit>



Sign up for email alerts and reminders from the Village by going to <https://www.gurnee.il.us> and clicking on E-Mail Alerts.



Like @VillageofGurnee on Facebook for daily news, event information, and helpful reminders.



Visit <https://www.gurnee.il.us> for information about services, board meetings, and more.



Follow @VillageofGurnee on Twitter for daily news, event information, and helpful reminders.

### ***Village Hall***

325 N. O'Plaine Road  
(847) 599-7500 (Administration)  
(847) 599-7550 (Community Development)  
M-F, 7:30 a.m. - 4:00 p.m.  
Night Deposit Available  
Water & Sewer Bills: 24 hours/7 days a week

### ***Police Station***

100 N. O'Plaine Road  
Non-Emergency: (847) 599-7000  
Office Hours: M-F, 8:30a.m. - 4:30  
(847) 599-7050 (Administration)  
(847) 599-7040 (Investigations)  
(847) 599-7070 (Records)  
(847) 599-7100 (Gurnee Mills Substation)

### ***Fire Station No. 1***

4580 Old Grand Avenue  
Non-Emergency: (847) 599-6600  
Office Hours: M-F, 7:30 a.m.-4:00 p.m.

### ***Fire Station No. 2***

6581 Dada Drive  
Non-Emergency: (847) 599-6650  
Office Hours: M-F, 7:30 a.m. - 4:00 p.m.

### ***Fire Station No. 3***

5330 Manchester Drive  
Non-Emergency: (847) 599-6650  
Office Hours: M-F, 7:30 a.m. - 4:00 p.m.

### ***Public Works Facility***

1151 Kilbourne Road  
(847) 599-6800  
Office Hours: M-F, 7:00 a.m. - 3:00 p.m.