

2021

VILLAGE OF
MOUNT PROSPECT, ILLINOIS



ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDING DECEMBER 31, 2021

VILLAGE OF MOUNT PROSPECT, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2021

Prepared by: Finance Department

Amit R. Thakkar
Director of Finance
Jennifer Fitzgerald
Assistant to the Director of Finance

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village including:

- List of Principal Officials
- Organizational Chart
- Letter of Transmittal
- Certificate of Achievement for Excellence in Financial Reporting

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Principal Officials

December 31, 2021

LEGISLATIVE

Mayor

Paul Wm. Hoefert

Trustees

Agostino S. Filippone

Peggy Pissarreck

Terri Gens

Richard F. Rogers

John J. Matuszak

Colleen E. Saccotelli

ADMINISTRATION

Michael J. Cassady, Village Manager

Nellie S. Beckner, Assistant Village Manager

Karen Agoranos, Village Clerk

Amit R. Thakkar, Director of Finance/Treasurer

William J. Cooney, Jr., Director of Community Development

William M. Schroeder, Director of Building and Inspection Services

Julie K. Kane, Director of Human Services

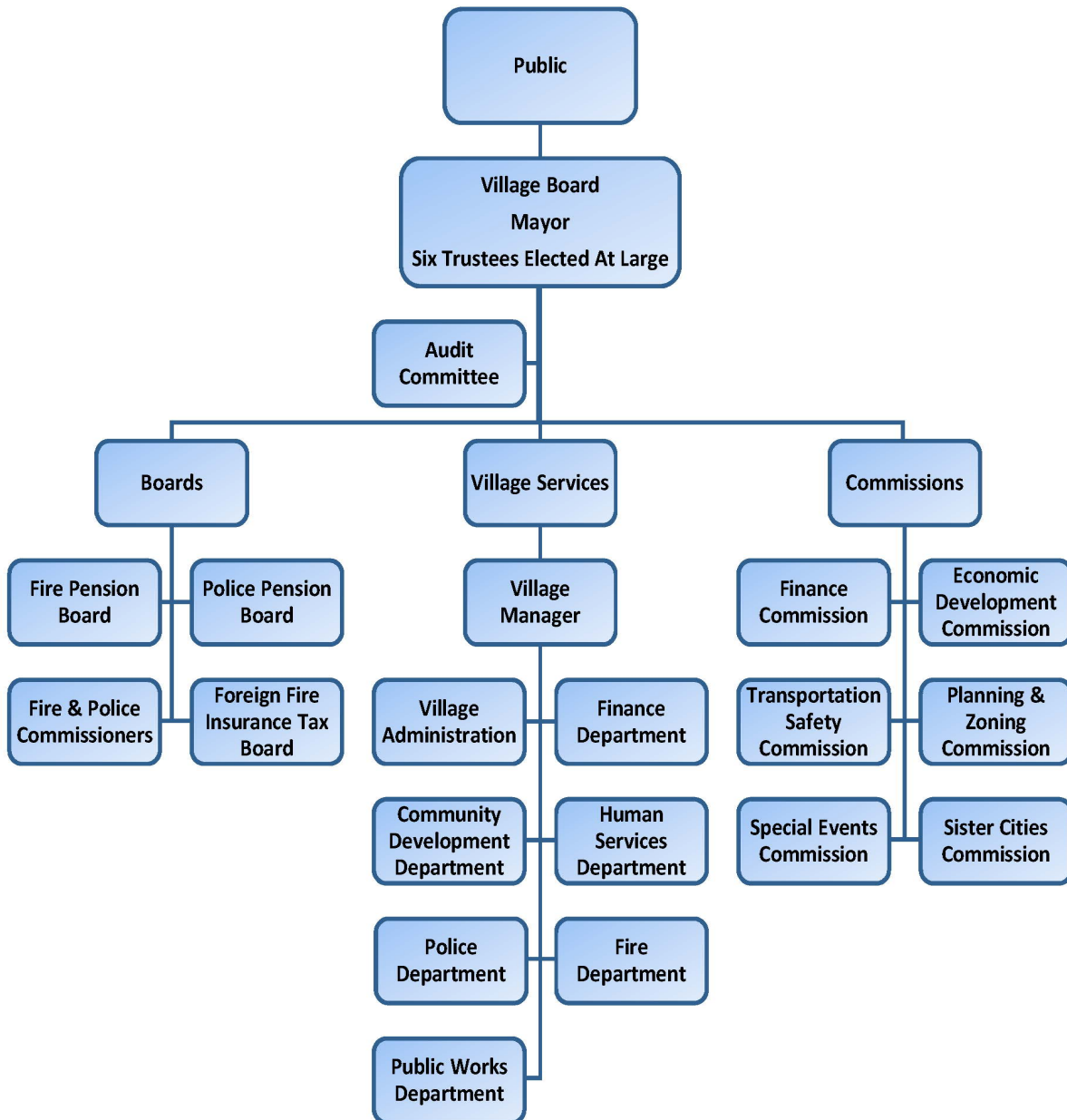
Michael Eterno, Chief of Police

John Dolan, Fire Chief

Sean P. Dorsey, Director of Public Works

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Organizational Structure



MAYOR
Paul Wm. Hoefert

TRUSTEES
Agostino S. Filippone
Terri Gens
John J. Matuszak
Peggy Pissarreck
Richard F. Rogers
Colleen E. Saccotelli



VILLAGE MANAGER
Michael J. Cassidy

VILLAGE CLERK
Karen Agoranos

Phone: 847/392-6000
Fax: 847/392-6022
www.mountprospect.org

Village of Mount Prospect

50 S. Emerson Street, Mount Prospect, Illinois 60056

June 6, 2022

The Honorable Paul W. Hoefert, Village President
Members of the Board of Trustees
Village Manager Michael J. Cassidy, and
Citizens of the Village of Mount Prospect, Illinois

The Annual Comprehensive Financial Report of the Village of Mount Prospect, Illinois for the fiscal year ended December 31, 2021 is submitted herewith. The report consists of management's representations concerning the finances of the Village of Mount Prospect. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Village.

To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Village of Mount Prospect's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the Village's comprehensive framework on internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. The Village has implemented GASB Statement No. 34, Basic Financial Statements – and Management Discussion and Analysis - for state and local governments, including infrastructure reporting. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Lauterbach & Amen, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Mount Prospect for the year ended December 31, 2021 are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon their audit that there was a reasonable basis for rendering an unmodified opinion that the Village's financial statements for the fiscal year ended December 31, 2021 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

Profile of the Village of Mount Prospect

The Village of Mount Prospect, a home rule community as defined by the Illinois Constitution, was incorporated on February 3, 1917 and is located 23 miles northwest from downtown Chicago in Cook County. The Village currently has land area of 10.8 square miles and a population of 56,852 (2020 Census).

The Village operates under the Council/Manager form of government. Policymaking and legislative authority are vested in the Village Board, which consists of a Mayor and six-member Board of Trustees. The Village Board is responsible for, among other things, passing ordinances, adopting the budget, appointing committee members and hiring the Village Manager. The Village Manager is responsible for carrying out the policies and ordinances of the Village Board, overseeing the day-to-day operations of the Village, and appointing the heads of the Village's departments. The Board is elected on a non-partisan basis. Board members are elected to four-year staggered terms with three Board members elected every two years. The Mayor is elected to a four-year term. The Mayor and Village Trustees are elected at large. The Village provides a full range of services including police, fire, public works (including water and sewer), human services, finance, community development and communication (television) services.

The annual budget serves as the foundation for the Village's financial planning and control. All departments of the Village are required to submit their budget requests to the Finance Director by mid-July each year. Revenue estimates are completed by the Finance Department in preparation for departmental budget reviews with the Village Manager and Finance Director in early August. Initial budget requests are compiled by the end of August. A proposed budget is prepared and delivered to the Village Board and Finance Commission at the end of September. The proposed budget is also made available for public inspection in the Village Clerk's Office, on the Village website and at the Mount Prospect Public Library. A series of workshops are held with members of the Village Board and Finance Commission in October and November. The Finance Commission also meets separately with staff in October. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget no later than December 31st of each year, the close of the Village's previous budget year. The budget is prepared by fund and by department. Expense cost centers are created within departments giving a true picture of the cost of providing a particular service (e.g., Police Department Investigations). Budget amendments require approval of the Village Board. Budget-to-actual comparisons are provided for each individual governmental fund for which an appropriated annual budget has been adopted.

For the General Corporate Fund and major special revenue funds, this comparison is presented in the required supplementary information. For governmental funds, other than the General Corporate Fund and major special revenue funds, with appropriated annual budgets, this comparison is presented in the non-major governmental fund subsection of this report.

Major Initiatives

The Village staff, following directives of the Village Board and the Village Manager, has been involved in a variety of projects throughout the year - projects which reflect initiatives found in the Village's Strategic Plan and a commitment to ensuring its citizens are able to live and work in an enviable environment. Below is a list of the more significant accomplishments and initiatives that address various goals identified for 2021.

- **COVID-19 Pandemic** – COVID-19, a global pandemic started in February 2020, impacted the Village operations starting in March 2020, and continued for the most of the year 2021. The Village was quick to implement strategies to minimize the impact of COVID-19. The Village quickly adopted a new normal in the COVID environment and changed its operation as warranted by time. Many of the Village's staff worked in a hybrid environment. In spite of the hybrid environment, there was no impact on any of the service levels. The Village staff performed beyond expectations on many occasions and provided excellent customer service. The Village operations continued without any interruptions.

- **Levee 37 Plan** – The Village successfully secured \$3,000,000 in grant funding for the Levee 37 Phase II improvements at Aspen Trails Park. The major part of the project was completed during the year 2021 and residents have already seen the improvements during major rain events.
- **Prospect Place Redevelopment** – The Village entered into a TIF redevelopment agreement with First Equity Group. First Equity Group will be conducting a \$26.8 million redevelopment investment to what is currently known as Prospect Place. The project includes a five story mixed-use building, which includes first floor commercial space with underground and surface parking for the building's residents. The project is expected to be completed in 2023.
- **HQ Residence Project:** The Village entered into a TIF redevelopment agreement with T2 Capital Management, LLC to demolish and redevelop its old Police and Fire HQ building. The redevelopment is named HQ Residence and will have 6-storey 88 luxury rental units and 3,500 sq. ft. of retail space. The project is expected to be completed in 2025.
- **Cloud HQ:** The old United Airline HQ campus in the Village of Mount Prospect was bought by a well-known cloud/data center construction and management company called Cloud HQ. Cloud HQ will be building a 1.8 million sq. ft. data center and will be investing \$2.5 billion in the Village of Mount Prospect. The project is expected to bring over 1,000 construction jobs and upon completion, the job site will employ more than 450 full-time engineers, security and maintenance personnel. The project is very crucial for the Village and is expected to bring in significant revenues from property and utility taxes.
- **Sidewalk Policy & Program** – The Village successfully implemented various strategies to repair the sidewalks and have mitigated over 2,000 vertical offsets in the Village's sidewalk network.
- **Street Lights Program** – The Village completed the conversion of 80 streetlights to LED fixtures, reducing energy usage on Central Road.
- **Traffic Control on Major Corridors** – The Village completed Phase I engineering for the Rand Road/Central Road/Mount Prospect Road intersection. The Village also started Phase I engineering for the Rand Road/Kensington Road/Route 83 intersection.
- **Interconnect:** The Village will be deploying \$5.5 million from the American Rescue Plan toward an interconnect project with the Northwest Water Commission. The project will provide a backup source for the water supply and will allow the Village to discontinue some of its deep wells, which may be contaminated and may not provide drinking water in the long run.
- **South Mount Prospect TIF:** The Village started working on the South Mount Prospect TIF, which will also provide crucial support for the redevelopment of the South Mount Prospect. The South Mount Prospect TIF obtained approval from the Village Board on May 3, 2022.

Refer to the Strategic Plan tab of the 2022 Annual Budget document for a complete listing of major initiatives and accomplishments.

All Departments continue to perform exceptionally well by delivering high quality services to our residents and business community. Initiatives included in the Village's strategic plan have provided a focus for these services. The Village's Annual Budget and Audit Documents were again recognized for their clarity and usability and Mount Prospect was recognized as a Tree City U.S.A. for the 37th consecutive year.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Village operates.

Global Pandemic. COVID-19 was uncharted territory for every organization, and the Village of Mount Prospect is not an exception to this fact. The Village had adopted a contingency plan in early 2020, but the Village's revenue base performed excellently and the Village did not experience any major revenue losses. The Village and the region experienced the peak of the COVID-19 health impact in 2021. In spite of the pandemic, the local economy and the market conditions were very positive. Due to the positive economic trends, the Village collected all-time high state sales tax, home rule sales tax and income tax (Local Governmental Distributive Fund). The Village emerged much stronger and has maintained a healthy fund and cash balance as of December 2021.

Local economy. The Village continues to benefit from growth in the local economy. There are a number of factors that influence the economy of a specific community, and various measures are used to gauge the economic outlook. Perhaps four of the most objective measures are the level of retail sales, the employment level of the community, income levels in the community and building activity. In Illinois, sales taxes are allocated based upon the point-of-sale and accordingly represent the sales in the community. Total state sales tax receipts received during the calendar year ended December 31, 2021 were \$29.3 million compared to \$21.9 million for the previous year, an increase of 33.7 percent. The prior year sales were impacted by COVID-19. The Village has seen an extraordinary growth in the sales tax revenue in 2021 due to an outperformance in a particular business segment. Since the Village's portion of sales tax receipts is based on a 1% tax rate, these receipts represent total retail sales of approximately \$2.9 billion for 2021. The segment generating the most sales tax contains products with inelastic demand, which protects the Village's sales tax revenue. Besides that, the 2020 Census data reflected an increase of 2,685 in the Village's population. The newly added population counts will result in additional per capita allocation from the State of Illinois (income tax, motor fuel tax and use tax). The current rate of inflation, labor shortage, supply chain issues, global uncertainties, market conditions and certain other external factors are affecting the regional economy and the Village is not an exception to these impacts. The Village is in a strong financial position and has no immediate concern about any short-term impacts of these factors. However, staff is evaluating long-term impacts of these factors and working to create an improvised financial plan that can provide sustainable and long-term support for the Village's operations.

The Village is divided mainly between Elk Grove Township and Wheeling Township, and there is a small portion of the Village within the jurisdiction of Maine Township. Due to the recent triennial assessment in 2019, the Elk Grove Township assessed values increased on average by 53 percent, while the same increased by 31 percent in Wheeling Township. The increases in assessed value has restored the equalized assessed value of the Village back to its 2008 - 2009 level. The total equalized assessed value for the tax year 2020 (after exemptions) was \$1,991,342,982. With new development in downtown Mount Prospect, the equalized assessed value for the Village and its Prospect & Main Tax Increment Financing District is expected to improve further for the tax year 2021 (tax payable in 2022).

Mount Prospect's average unemployment during 2021 was 2.9%. This is a significant decrease from the prior year (6.6% in 2020). The average unemployment rate for Cook County for 2021 was 4.7%, while the same for the State of Illinois was 5.5%. Mount Prospect's median family income of \$84,353 as of July 1, 2021 (per the census.gov data) was 24% higher than the median for Cook County (\$67,886) and 23% higher than the median for the State of Illinois (\$68,428).

The Village is strategically located in the middle of a thriving economic activity center for the Midwest region of our country. It is close to major interstate highways including I-90 and I-294, while its proximity to O'Hare International Airport makes the Village's location a prime spot. The Village's commercial and industrial real estate has a very low vacancy rate and, in spite of the pandemic, the Village revenues have performed consistently due to a strong and diversified tax base. The United Airline HQ Campus was bought by Cloud HQ in December 2021. Cloud HQ has proposed a 1.8 million sq. ft. data center and will be investing \$2.5 billion in the Village of Mount Prospect. The Village is connected to the "Golden Corridor," which extends Interstate 90 from O'Hare to Elgin, which makes the Village a desirable location for commercial and industrial ventures as well as for corporate headquarters for many mid to large-scale companies.

Long-term financial planning. In 2003, the Village conducted its first long-range financial planning workshop. The workshop was held in response to the slowing economy and its impact to the Village's financial condition. The goal of the workshop was to put the Village's financial condition back on firm ground in such a manner as to not overburden residents and businesses from a tax standpoint or reduce the scope and quality of municipal services that would jeopardize the livability and curb appeal of the community. The goal of the workshop was accomplished through a series of revenue enhancements, budget cuts and the planned drawdown of fund balance. Subsequent workshops continued into 2021. During the 2021 workshop, financial status reports were provided for end-of-year results for 2020, updated projections for 2021 and a revised forecast for 2022.

Two additional tools have been developed in managing the long-range finances of the Village. The first is a Five-Year Community Investment Program that outlines the major capital expenditure/project initiatives of the Village over the next five years and identifies funding sources. Over the next five years (2022-2026), the Village has identified \$160.5 million in water and sewer, flood control, street, public building, equipment and other miscellaneous capital projects. The second is the Village Strategic Plan for 2022 completed in early 2021. The strategic plan provides the mission, vision, and goals for vision attainment along with the strategic action plan of the organization. An implementation guide was developed in May 2021 using the goals identified in the Strategic Plan. This implementation guide provides the objectives, short-term challenges and opportunities, and action items to be taken for accomplishing the goals of the Village. Action items were prioritized as top or high priority by the Village Board and fall into three categories: Policy Agenda, Management Agenda and Management in Progress. The implementation guide is updated annually, reflecting work completed and changing priorities. Funding of initiatives identified in the strategic plan will receive a higher priority during the budget process.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Mount Prospect for its comprehensive annual financial report for the year ending December 31, 2020. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of only one year. The Village of Mount Prospect has received Certificates of Achievement since 1983. It is believed that the current report continues to conform to the Certificate of Achievement program requirements, and will be submitted to GFOA for evaluation.

In addition, the Village of Mount Prospect also received the Government Finance Officers Association's Award for Distinguished Budget Presentation for its annual budget for the fiscal year beginning January 1, 2021 and ending December 31, 2021. In order to qualify for the Distinguished Budget Presentation Award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device. The Village of Mount Prospect has received this award each year since 1994. The Village is awaiting word as to whether it received the Budget Award for its 2022 Budget document.

Acknowledgements

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. I would like to express special appreciation to Jennifer Fitzgerald - Deputy Finance Director, Accountants Rumiana Nihtianova and Terri Atienza, and our AP and Risk Coordinator Mike Grochocki, who contributed greatly to its preparation. Additionally, I would like to acknowledge the Mayor, the Board of Trustees, the Finance Commission, the Audit Committee and Village Manager for their leadership and support in planning and conducting the financial affairs of the Village in a responsible and progressive manner.

Respectfully submitted,

Amit R. Thakkar

Amit R. Thakkar
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Mount Prospect
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

June 6, 2022

The Honorable Mayor
Members of the Board of Trustees
Village of Mount Prospect, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Mount Prospect, Illinois, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Village'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 financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village, as of December 31, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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 fraud or error.

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 Village's 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.

Auditor's Responsibilities 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 auditor's 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 generally accepted auditing standards 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 generally accepted auditing standards, 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 Village'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 Village'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.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Mount Prospect, Illinois' basic financial statements. The other supplementary information and supplemental schedules 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. In our opinion, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other 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 other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2022, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF MOUNT PROSPECT, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the Fiscal Year Ended December 31, 2021

The Village of Mount Prospect (the "Village") Management's Discussion and Analysis is designed to (1) assist the reader in focusing on significant issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter, and the Village's financial statements.

USING THE FINANCIAL SECTION OF THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT

The primary focus of local governmental financial statements had been to summarize fund type information on a current financial resource basis. This approach was modified by Governmental Accounting Standards Board (GASB) Statement No. 34. As a result, these financial statements now present two kinds of statements, each with a different snapshot of the Village's finances. The financial statement's focus under GASB Statement No. 34 is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Village's accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to be corporate-like in that all of the governmental and business-type activities are consolidated into columns that add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the Village's basic services, including police, fire, public works, and administration. Property taxes, sales and income taxes and local utility taxes finance the majority of these services. The business-type activities reflect private sector type operations (water, sewer, and parking operations), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on major funds rather than (the previous model's) fund types.

The Governmental Major Fund presentation is organized on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statement allows the demonstration of sources and uses and/or budgeting compliance associated therewith.

(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

The Fund Financial Statements also allow the government to address its Fiduciary Funds (Pension Trust). While these funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Business-type Activities column on the Proprietary Fund Financial Statements is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Funds total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources or uses, as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the government-wide statements).

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure - i.e., roads, bridges, storm sewers, etc.) have not been reported nor depreciated in governmental financial statements. GASB Statement No. 34 requires that these assets be valued and reported within the Governmental Activities column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach), which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village of Mount Prospect has chosen to depreciate assets over their useful life. If a road project is considered maintenance - a recurring cost that does not extend the road's original useful life or expand its capacity - the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

GOVERNMENT-WIDE STATEMENTS

Statement of Net Position

The Village's combined net position for the primary government increased from a negative \$14.9 million, as restated, to a positive \$15.6 million. The net increase of \$30.6 million is mainly attributable to intergovernmental revenues including state sales tax, income tax, use tax, ambulance billing fees and government grants, as well as under budget performance by all the Village Departments. The net position for governmental activities is negative \$29.8 million, while the net position for the business-type activities is a positive \$45.5 million.

Table 1 reflects the condensed Statement of Net Position. For more detailed information see the Statement of Net Position in the basic financial statements.

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(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Table 1
Statement of Net Position
As of December 31, 2021 (in millions)

	Governmental		Business-Type		Totals	
	2021	2020	2021	2020	2021	2020
Current and Other Assets	\$ 103.3	86.8	19.8	20.8	123.1	107.6
Capital Assets	119.3	111.0	48.3	39.8	167.6	150.8
Total Assets	222.6	197.8	68.1	60.6	290.7	258.4
Deferred Outflows of Resources	26.5	10.5	1.5	1.8	28.0	12.3
Total Assets and Deferred Outflows of Resources	249.1	208.3	69.6	62.4	318.7	270.7
Current Liabilities	12.1	12.8	2.2	1.9	14.3	14.7
Noncurrent Liabilities	214.4	207.8	20.3	21.7	234.7	229.5
Total Liabilities	226.5	220.6	22.5	23.6	249.0	244.2
Deferred Inflows of Resources	52.4	46.1	1.7	0.9	54.1	47.0
Total Liabilities and Deferred Inflows of Resources	278.9	266.7	24.2	24.5	303.1	291.2
Net Position						
Net Investment in Capital Assets	38.3	26.4	29.7	20.5	68.0	46.9
Restricted	7.2	5.8	—	—	7.2	5.8
Unrestricted (Deficit)	(75.3)	(90.6)	15.8	17.3	(59.5)	(73.3)
Total Net Position	(29.8)	(58.4)	45.5	37.8	15.7	(20.6)

(Note: There may be some slight differences in totals due to rounding.)

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

Net results of activities - which will impact (increase/decrease) current assets and unrestricted net position.

Borrowing for capital - which will increase current assets and long-term debt.

Spending borrowed proceeds on new capital - which will reduce current assets and increase capital assets. There is a second impact, an increase in invested in capital assets and an increase in related net debt which will not change the invested in capital assets, net of debt.

Spending of non-borrowed current assets on new capital - which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net position and increase invested in capital assets, net of debt.

Principal payment on debt - which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net position and increase invested in capital assets, net of debt.

Reduction of capital assets through depreciation - which will reduce capital assets and invested in capital assets, net of debt.

(See independent auditor's report)

Current Year Impacts

Governmental activities net position increased by \$28.5 million while the business-type activities net position increased by \$2.0 million. The governmental activities total assets and deferred outflows increased by \$40.9 million and the governmental activities total liabilities and deferred inflows increased by \$12.4 million, of which \$6.7 million of increases are attributable to the increases in the noncurrent liabilities. Increases in the net pension liability for Police and Fire Pension Funds are the main reason for the increase in the noncurrent liability. The total assets increased by \$24.9 million in governmental activities. Of this amount, \$16.5 million is due to increase in the current and other assets and \$8.3 million in attributable to increase in the capital assets. The increase in deferred outflows of \$16.0 million for the governmental activities was due to increases in the pension-related items for Police, Fire and IMRF pension funds.

The net position of the business-type activities increased by \$2.0 million. The increase in total net position is mainly attributable to the current surplus of revenues over expenditures. The business-type activities total assets and deferred outflows increased by \$7.3 million and the business-type activities total liabilities and deferred inflows decreased by \$0.3 million. The current assets decreased by \$1.0 million, mainly attributable to the use of unspent bond proceeds in 2021 for the appropriate projects. The business-type capital assets increased by \$8.6 million. The liabilities for business-type activities decreased from \$23.6 million to \$22.5 million. The noncurrent liabilities decreased by \$1.5 million, mainly due to repayment of certain long-term debt obligations per the established debt service schedules.

Changes in Net Position

The Village's combined change in net position for the primary government in 2021 was an increase of \$30.6 million versus an increase of \$6.1 million in 2020. Activities for the governmental activities saw an increase in net position of \$28.5 million from 2020, while activities for the business-type funds saw an increase in net position of \$2.0 million from 2020. The following chart lists the revenues and expenses for the current and prior fiscal years. Table 2 focuses on the changes in net position of the governmental and business-type activities.

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(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Table 2
Change in Net Position
For the Year Ended on December 31, 2021 (in millions)

	Governmental		Business-Type		Totals	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues						
Charges for Services	\$ 12.3	10.8	17.8	16.8	30.1	27.7
Operating Grants/Contributions	3.1	3.0	—	—	3.1	3.0
Capital Grants/Contributions	2.8	1.3	—	—	2.8	1.3
General Revenues						
Property Taxes	20.5	20.0	—	—	20.5	20.0
Utility Taxes	3.1	3.0	—	—	3.1	3.0
Business District Taxes	0.3	0.3	—	—	0.3	0.3
Sales/Use Taxes	38.3	29.5	—	—	38.3	29.5
Income Taxes	7.2	5.9	—	—	7.2	5.9
Other Taxes	5.0	3.4	—	—	5.0	3.4
Interest	(0.1)	0.3	—	0.2	(0.1)	0.4
Other	1.8	2.1	—	—	1.8	2.1
	<u>94.3</u>	<u>79.6</u>	<u>17.8</u>	<u>17.0</u>	<u>112.1</u>	<u>96.6</u>
Expenses						
General Government	5.9	7.8	—	—	5.9	7.8
Public Safety	34.7	40.6	—	—	34.7	40.6
Highways and Streets	14.0	12.8	—	—	14.0	12.8
Health	5.0	4.8	—	—	5.0	4.8
Welfare	2.0	1.9	—	—	2.0	1.9
Culture and Recreation	0.3	0.2	—	—	0.3	0.2
Interest on Long-Term Debt	3.8	4.3	—	—	3.8	4.3
Water and Sewer	—	—	15.6	18.0	15.6	18.0
Parking	—	—	0.2	0.2	0.2	0.2
	<u>65.7</u>	<u>72.4</u>	<u>15.8</u>	<u>18.2</u>	<u>81.5</u>	<u>90.6</u>
Change in Net Position	28.6	7.2	2.0	(1.2)	30.6	6.0
Net Position - Beginning as Restated	<u>(58.3)</u>	<u>(65.7)</u>	<u>43.4</u>	<u>39.1</u>	<u>(14.9)</u>	<u>(26.6)</u>
Net Position - Ending	<u>(29.7)</u>	<u>(58.5)</u>	<u>45.4</u>	<u>37.9</u>	<u>15.7</u>	<u>(20.6)</u>

(Note: There may be some slight differences in totals due to rounding.)

(See independent auditor's report)

Normal Impacts

There are eight basic impacts on revenues and expenses and are reflected below.

Revenues:

Economic condition - This can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenue as well as public spending habits for building permits, elective user fees and volumes of consumption.

Increase/decrease in Village approved rates - While certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, sewer, licenses and fees, home rule sales tax, utility taxes, etc.).

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring) - Certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons.

Market impacts on investment income - The Village's investment portfolio is managed using a short-term average maturity and the market condition may cause investment income to fluctuate less than alternative longer-term options.

Expenses:

Introduction of new programs - Within the functional expense categories (Public Safety, Highways and Streets, General Government, etc.) individual programs may be added or deleted to meet changing community needs or unfunded mandates from other governmental levels.

Increase/Decrease in authorized personnel - Changes in service demand may cause the Village Board to increase/decrease authorized staffing levels. Staffing costs (salary and related benefits) represent approximately 74.5% of the Village's General Fund operating costs.

Salary increases (annual adjustments and merit) - The ability to attract and retain human and intellectual resources requires the Village to strive for a competitive salary range position in the marketplace. In addition, the Village has four separate bargaining units representing various segments of the employee population.

Inflation - There is a rising rate environment and the inflation is at thirty-year high mark. The Village's budget and financial plan is flexible to accommodate any short-term impacts on inflation. The Village is a major consumer of certain commodities, supplies, fuels and parts and the cost of these commodities and supplies has increased due to high inflation.

CURRENT YEAR IMPACTS

Governmental Activities

Revenue:

Total revenues for the Village's Governmental Activities for 2021 were \$94.3 million.

The year 2021 was a challenging year due to the pandemic, but the Village revenues, especially intergovernmental revenues were stronger than usual. The Village collected an all time high state sales tax and income tax. The sales and use tax revenue totaled \$38.3 million, an increase of \$8.8 million compared to 2020 revenues totaling \$29.5 million. The income tax collection totaled \$7.2 million, an increase of \$1.3 million compared to the 2020 collection of \$5.9 million. Other taxes totaled \$5.0 million for the year while the Village collected property taxes totaling \$20.5 million. Overall, the Village recognized revenues totaling \$94.3 million, an increase of \$14.7 million compared to 2020 revenues totaling \$79.6 million.

(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Governmental Activities (cont.)

Expenses:

Total expenses for the Village's Governmental Activities for 2021 were \$65.8 million.

Public Safety, which includes Police and Fire, accounts for the largest portion of governmental expenses. Total Public Safety expenses in 2021 were \$34.7 million, a decrease of \$5.9 million from 2020. The decrease in the expenditures are mainly attributable to the personnel, pension costs and the construction of the new Police and Fire HQ related expenditures. Expenses for Highways and Streets, which are made up of the Public Works divisions (excluding water and sewer), is the second largest category of governmental expenses totaling \$14.0 million. The General Government expenditures totaled \$5.9 million, a decrease of \$1.9 million from the prior year. This decrease of \$1.9 million is mainly attributable to the decreased operating expenditures due to the cancellation of various Village Sponsored events due to COVID-19, and overall reduction in the operating expenditure for the General Governmental operations. A few of the budgeted projects and line items were not completed due to the supply chain issues during the year 2021 and are expected to be completed in the year 2022.

Business-Type Activities

Revenues:

Total revenues for the Village's Business-Type Activities for 2021 were \$17.8 million.

Business-type activities in the Village consist of Water and Sewer Operations and Parking Operations. Charges for service annually account for the largest share of revenue for business-type activities. Of the \$17.8 million generated in 2021, \$17.7 million is from water sales and sewer fees and charges, \$0.1 million is from parking operations. The investments are marked to market and due to rising rate environment, the investment income is reporting a loss, which is an accounting adjustment. Upon maturity, the recognized unrealized loss will be reversed and the investment income will be recognized. The Village has intention and capacity to hold its investment through their maturities.

Expenses:

Total expenses for the Village's Business-Type Activities for 2021 were \$15.8 million.

Of the total expenses for business-type activities, \$15.6 million is attributable to Water and Sewer while \$0.2 million is attributable to parking operations. \$7.5 million in Water and Sewer Fund expenses were for the acquisition of water through the Northwest Suburban Municipal Joint Action Water Agency (JAWA).

FINANCIAL ANALYSIS OF THE VILLAGE'S GENERAL FUND

The General Fund is the Village's primary operating fund. It supports a majority of the day-to-day services delivered to its residences and businesses. The fund balance of the General Fund saw an increase of \$8.7 million in 2021 from \$26.2 million to \$34.8 million. In 2021, the General Fund revenues came in under the approved 2021 budget. The Village earned \$69.1 million in General Fund revenues against the approved budget of \$71.1 million. The final Village budget had anticipated an increase in the General Fund's fund balance of \$7.8 million; however, due to reduced operating expenditures and outperforming revenues, the increase in the fund balance was \$8.7 million. Out of the total fund balance of \$34.8 million, \$3.7 million is considered assigned fund balance for TIF redevelopment projects per the approved redevelopment agreement.

During the year 2021, the income tax revenue outperformed by \$1.9 million, while the use tax outperformed by \$0.4 million. The sales tax outperformed by \$6.1 million compared to the original budget. The revised budget was adjusted to reflect the outperforming revenues. The largest revenue source for the General Fund for the fiscal year 2021 was the Intergovernmental revenues totaling \$39.1 million, while the property taxes totaled \$16.2 million.

(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

The licenses and permit fees outperformed by \$0.1 million and totaled \$2.5 million. Charges for services also outperformed by \$0.5 million, mainly due to additional ambulance billing fees revenue collected from the Ground Emergency Medical Transport program. The Village also collected \$3.5 million in the American Rescue Plan. The amount is classified as deferred revenue for the year 2021 and will be recognized as revenue over the period of three years from 2022 to 2024.

General Fund Budgeting Highlights

During 2021, the Village amended the general fund budget three times. Table 3 below reflects the original and revised budget and the actual revenues and expenditures for the General Fund.

Table 3
 General Fund Budgetary Changes
 For the Fiscal Year Ended December 31, 2021 (in millions)

	Original Budget	Final Budget	Actual
Revenues and Other Financing Sources			
Taxes	\$ 23.4	23.4	23.6
Intergovernmental	30.3	41.7	39.1
Other	5.2	6.0	6.4
Total Revenues and Other Financing Sources	58.9	71.1	69.1
Expenditures and Other Financing Uses			
Expenditures	57.8	59.3	56.4
Transfers Out	3.0	4.0	4.0
Total Expenditures and Other Financing Uses	60.8	63.3	60.4
Change in Fund Balance	(1.9)	7.8	8.7

(Note: There may be some slight differences in totals due to rounding.)

Other Major Funds

There are three (3) other Major Funds for Fiscal Year ended December 31, 2021. These three Funds are 1) Prospect and Main TIF Fund, 2) Debt Service Fund, and 3) Police and Fire Building Construction.

Prospect and Main TIF - This special revenue type TIF Fund is used to account for the resources to acquire property and construct certain improvements in the Prospect/Main Tax Incremental Financing District. Financing is being provided by incremental property taxes, general obligation bond proceeds, and investment income. Total revenues for 2021 were \$1.5 million, while the total revenues for 2020 were \$1.0 million. The total expenses for 2021 were \$1.4 million, of which \$0.2 million was used for capital outlay items.

(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Other Major Funds - Continued

Debt Service - This Fund is used to accumulate monies for the payment of principal and interest on general obligation bonds and other borrowings. Total revenues for 2021 were \$5.3 million, an increase of \$0.2 million from the prior year. Of this total revenue amount, \$2.7 million was from property taxes, \$1.6 million was from an intergovernmental transfer from the Mount Prospect Public Library to pay for library related debt, and \$1.1 million was from other taxes. Total expenditures for 2021 were \$6.7 million, an increase of \$0.1 from the prior year. Ending fund balance decreased by \$1.3 million to \$1.8 million.

Police and Fire Building Construction - This capital project type fund is used to account for the resources to construct the police and fire headquarters. Financing was provided primarily by general obligation bond proceeds. Total revenues for the year 2021 are \$126. The total construction expenses for 2021 is \$39,441. The ending fund balance is \$4,819; it was transferred to the General Fund and the fund was be closed out during 2021.

Capital Assets

At the end of 2021, the Village had a combined total of \$167.6 million invested in a broad range of capital assets including Village facilities, roads, bridges, water/sewer lines and machinery and equipment (see Table 4 below).

Table 4
 Capital Assets at Year End
 Net of Depreciation (in millions)

	Governmental		Business-Type		Totals	
	Activities		Activities			
	2021	2020	2021	2020	2021	2020
Land	\$ 15.6	15.6	17.3	17.3	32.9	32.9
Construction in Progress	9.6	24.9	2.0	2.5	11.6	27.4
Buildings	64.7	42.3	1.3	1.4	66.0	43.7
Improvements Other than Buildings	1.0	1.1	—	—	1.0	1.1
Vehicles	4.6	5.3	—	—	4.6	5.3
Machinery and Equipment	3.5	3.7	1.2	1.3	4.7	5.0
Infrastructure	20.3	18.2	26.5	22.8	46.8	41.0
	119.3	111.1	48.3	45.3	167.6	156.4

(Note: There may be some slight differences in totals due to rounding.)

This amount represents a net increase (including additions and deletions) of \$11.4 million from 2020. The following reconciliation in Table 5 summarizes the changes in Capital Assets.

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(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Table 5
Change in Capital Assets (in millions)

	Governmental Activities	Business-Type Activities	Totals
Beginning Balance as Restated \$	111.1	45.3	156.4
Additions			
Depreciable	4.3	1.9	6.2
Nondepreciable	8.9	2.0	10.9
Retirements			
Depreciable	(0.8)	(0.6)	(1.4)
Depreciation	(4.8)	(0.8)	(5.6)
Retirement	0.7	0.6	1.3
Ending Balance	<u>119.4</u>	<u>48.4</u>	<u>167.8</u>

(Note: There may be some slight differences in totals due to rounding.)

Table 5 above shows the change in capital assets during 2021. This year's major additions to the capital assets include the following (in millions):

Governmental Activities

- Various construction projects in-progress - \$8.9
- Buildings - \$0.04
- Vehicles for Public Safety, Public Works and Village Fleet - \$0.1
- Purchases of various machinery & equipment - \$0.2
- Infrastructure Improvements - \$3.9

Business-Type Activities

- Various construction projects in-progress - \$2.0
- Infrastructure Improvements - \$1.9

More detailed information on capital asset activity can be found in Note 3 of the notes to the financial statements.

(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Debt Outstanding

The Village of Mount Prospect had total long-term debt and loans payable of \$238.8 million as of December 31, 2021. Long-term debt is comprised of general obligation debt, compensated absences to employees, other post-employment benefits (OPEB), loans payable, claims and judgements, and pension liability for IMRF, Police and Fire. Pension liability for police and fire increased by \$15.2 million. The net pension liability/(asset) of IMRF decreased by \$8.1 million. The compensated absences had a net decrease of \$0.1 million, while the total OPEB (Other Post Employment Benefit) liability decreased by \$0.4 million. Decreases in long term debt include the retirement of \$5.1 million in general obligation debt.

The Village of Mount Prospect maintains an AA+ rating from Standard and Poor's. As a home rule authority, the Village of Mount Prospect does not have a legal debt limit.

More detailed information on long-term debt activity can be found in Note 3 of the notes to the financial statements.

Economic Factors and Next Year's Budget

The General Fund, the Village's main operating fund, holds a strong cash and fund balance position as of December 31, 2021. The Village has pledged \$3.7 million from the unassigned fund balance for a TIF redevelopment project. To reflect the pledged fund balance for the project, \$3.7 million is classified as an assigned fund balance. The unassigned fund balance as of December 31, 2021 is \$30.8 million. The amount of fund balance as of December 31, 2021 represents 44.0 percent of the 2022 General Fund Budget. In spite of COVID-19, the Village did not experience a shortfall in the total General Fund revenues, instead some of the revenue sources including the state sales tax, home rule sales tax and income tax revenues recorded an all-time high revenue amounts. The Village Board has set as its benchmark a level of reserves equal to 25% of subsequent year expenditures. The Village has recovered gracefully from the pandemic and a return to normalcy is expected in 2022. Total Village revenues for 2021 continued to see positive increases from the prior year. Conservative approaches to estimating revenue and strong expenditure management by the various departments have allowed the Village to maintain a strong financial condition through several lean years following the significant downturn in the economy that started at the end of 2008/2009. Continuing challenges in 2022 and years to come include reductions in revenue due to state budgetary issues, rising personnel related costs (wages, insurance, etc.) and the funding of the public safety pensions. Approximately 74% of the operating budget is made up of these personnel and related costs. On a positive note, the Village's population is on rise. Per the release 2020 Census data, the Village gained 2,685 more residents and now the population totals at 56,852. The added population is expected to bring additional per capita taxes (use tax, income tax and motor fuel tax) from the State of Illinois.

The Village's average unemployment for 2021 was 2.9 percent. This is below the state and national unemployment rates of 5.1 percent and 3.9 percent, respectively. The Village is mainly divided between Elk Grove Township and Wheeling Township, and a small portion of the Village is within Maine Township. The year 2019 was a year of the triennial assessment. The Elk Grove Township increased the assessed value of all the properties on an average by 53 percent, while the Wheeling Township increased the average assessed value by 31.0 percent. After the triennial assessment, the total equalized assessed value for the Village is \$1.97 billion, an 18.0 percent increase from the prior year.

The 2022 (amended) Budget represents a 16.7 percent increase from the amended 2021 Budget and totals \$160.5 million. The increase in the budget is attributable to certain grant funded capital projects as well as carried over capital projects from the year 2021 (due to supply chain issues). The General Fund increased \$7.5 million, or 12.1% from the prior year due to projects funded from the American Rescue Plan as well as hiring of six additional fire fighters, which will allow the Village to improve its response time in southern Mount Prospect. Of the total budget of \$160.5 million, the operating budget totals \$79.2 million and Community Investment Program (capital improvement plan) totals \$50.6 million.

(See independent auditor's report)

VILLAGE OF MOUNT PROSPECT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

During May 2021, the Village received \$3.5 million as the first installment of the American Rescue Plan. The amount is classified as deferred revenue for the year 2021. The amount is expected to fund various important and (eligible) projects and programs for the Village. The Village will be receiving the second and final installment in June 2022 for an equal amount. The American Rescue Plan provides financial support to the local government in responding to the COVID-19 pandemic and allows spending on certain qualified items as defined by the U.S. Treasury in the interim final rule. The Village's financial health and cash position is strong. The Village does not anticipate any short-term concerns and Village Administration is vigilant and committed to maintaining the long-term fiscal health of the Village.

Request for Information

This financial report is designed to provide a general overview of the Village of Mount Prospect's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Amit Thakkar, Director of Finance/Treasurer, Village of Mount Prospect, 50 South Emerson, Mount Prospect, Illinois 60056.

(See independent auditor's report)

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Statement of Net Position

December 31, 2021

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Statement of Net Position
December 31, 2021**

	Primary Government		Totals
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 59,819,970	16,639,075	76,459,045
Receivables - Net of Allowances	31,658,301	1,894,635	33,552,936
Due from Other Governments	3,487,339	387	3,487,726
Deposits - Insurance	3,579,477	—	3,579,477
Prepays/Inventories	866,405	291,664	1,158,069
Total Current Assets	99,411,492	18,825,761	118,237,253
Noncurrent Assets			
Capital Assets			
Nondepreciable	25,245,308	19,344,715	44,590,023
Depreciable	197,955,551	52,180,097	250,135,648
Accumulated Depreciation	(103,858,838)	(23,202,903)	(127,061,741)
Total Capital Assets	119,342,021	48,321,909	167,663,930
Other Assets			
Deposits - Insurance	1,249,584	—	1,249,584
Equity Interest in Joint Venture	—	464,034	464,034
Net Pension Asset - IMRF	2,678,315	527,637	3,205,952
Total Other Assets	3,927,899	991,671	4,919,570
Total Noncurrent Assets	123,269,920	49,313,580	172,583,500
Total Assets	222,681,412	68,139,341	290,820,753
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	2,453,584	483,363	2,936,947
Deferred Items - Police Pension	11,605,208	—	11,605,208
Deferred Items - Firefighters' Pension	9,102,003	—	9,102,003
Deferred Items - RBP	3,101,812	284,803	3,386,615
Unamortized Asset Retirement Obligation	—	727,500	727,500
Loss on Refunding	236,079	—	236,079
Total Deferred Outflows of Resources	26,498,686	1,495,666	27,994,352
Total Assets and Deferred Outflows of Resources	249,180,098	69,635,007	318,815,105

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

	Primary Government		Totals
	Governmental Activities	Business-Type Activities	
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 1,565,973	1,225,332	2,791,305
Accrued Payroll	1,424,537	93,467	1,518,004
Retainage Payable	10,650	175,407	186,057
Due to Other Governments	427,066	—	427,066
Accrued Interest Payable	248,706	53,194	301,900
Other Payables	1,747,937	10,754	1,758,691
Current Portion of Long-Term Liabilities			
Compensated Absences Payable	946,087	58,271	1,004,358
Claims Payable	281,227	—	281,227
General Obligation Bonds Payable - Net	4,505,000	575,000	5,080,000
Business District Limited Tax Note Payable	958,001	—	958,001
Total Current Liabilities	12,115,184	2,191,425	14,306,609
Noncurrent Liabilities			
Compensated Absences Payable	3,181,599	233,084	3,414,683
Claims Payable	268,282	—	268,282
Net Pension Liability - Police Pension	45,236,365	—	45,236,365
Net Pension Liability - Firefighters' Pension	40,010,412	—	40,010,412
Total OPEB Liability - RBP	13,202,443	1,212,224	14,414,667
Asset Retirement Obligation	—	750,000	750,000
General Obligation Bonds Payable - Net	76,778,168	18,069,921	94,848,089
Business District Limited Tax Note Payable	35,772,521	—	35,772,521
Total Noncurrent Liabilities	214,449,790	20,265,229	234,715,019
Total Liabilities	226,564,974	22,456,654	249,021,628
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	18,985,049	—	18,985,049
Grants	3,513,935	—	3,513,935
Deferred Items - IMRF	7,074,264	1,393,652	8,467,916
Deferred Items - Police Pension	11,258,083	—	11,258,083
Deferred Items - Firefighters' Pension	8,044,131	—	8,044,131
Deferred Items - RBP	3,559,835	326,857	3,886,692
Total Deferred Inflows of Resources	52,435,297	1,720,509	54,155,806
Total Liabilities and Deferred Inflows of Resources	279,000,271	24,177,163	303,177,434
NET POSITION			
Net Investment in Capital Assets	38,294,932	29,676,988	67,971,920
Restricted			
Public Safety - Police	312,054	—	312,054
Public Safety - Fire	477,734	—	477,734
Highways and Streets	4,876,061	—	4,876,061
Debt Service	1,533,779	—	1,533,779
Unrestricted (Deficit)	(75,314,733)	15,780,856	(59,533,877)
Total Net Position	(29,820,173)	45,457,844	15,637,671

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2021

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	\$ 5,947,477	7,449,945	—	—
Public Safety	34,743,839	3,258,363	270,721	—
Highways and Streets	14,011,139	1,618,479	2,122,371	2,848,071
Health	4,962,123	—	—	—
Welfare	1,969,068	—	661,380	—
Culture and Recreation	294,457	—	—	—
Interest on Long-Term Debt	3,826,832	—	61,750	—
Total Governmental Activities	65,754,935	12,326,787	3,116,222	2,848,071
Business-Type Activities				
Water and Sewer	15,584,057	17,735,543	—	—
Parking	176,825	56,289	—	—
Total Business-Type Activities	15,760,882	17,791,832	—	—
Total Primary Government	81,515,817	30,118,619	3,116,222	2,848,071

General Revenues
 Taxes
 Property
 Utility
 Business District
 Home Rule Sales
 Food and Beverage
 Real Estate Transfer
 Municipal Motor Fuel
 Hotel/Motel
 Other Taxes
 Intergovernmental - Unrestricted
 Income Taxes
 State Sales and Local Use Tax
 Replacement Taxes
 Charitable Games Tax
 Interest
 Miscellaneous
 Total General Revenues

Change in Net Position

Net Position - Beginning as Restated

Net Position - Ending

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

Net (Expenses)/Revenues		
Governmental Activities	Business-Type Activities	Totals
1,502,468	—	1,502,468
(31,214,755)	—	(31,214,755)
(7,422,218)	—	(7,422,218)
(4,962,123)	—	(4,962,123)
(1,307,688)	—	(1,307,688)
(294,457)	—	(294,457)
(3,765,082)	—	(3,765,082)
(47,463,855)	—	(47,463,855)
—	2,151,486	2,151,486
—	(120,536)	(120,536)
—	2,030,950	2,030,950
(47,463,855)	2,030,950	(45,432,905)
20,516,214	—	20,516,214
3,053,871	—	3,053,871
290,877	—	290,877
6,689,468	—	6,689,468
1,412,584	—	1,412,584
1,471,917	—	1,471,917
696,357	—	696,357
326,276	—	326,276
323,597	—	323,597
7,175,489	—	7,175,489
31,590,604	—	31,590,604
723,067	—	723,067
1,315	—	1,315
(82,122)	(19,053)	(101,175)
1,794,339	32,814	1,827,153
75,983,853	13,761	75,997,614
28,519,998	2,044,711	30,564,709
(58,340,171)	43,413,133	(14,927,038)
(29,820,173)	45,457,844	15,637,671

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2020

	<u>General</u>
ASSETS	
Cash and Investments	\$ 29,375,181
Receivables - Net of Allowances	
Property Taxes	16,259,186
Other Taxes	9,859,038
Other	312,830
Accounts	—
Due from Other Governments	92,748
Due from Other Funds	1,801,494
Inventories	1,922
Prepays	<u>340,450</u>
 Total Assets	 <u><u>58,042,849</u></u>
LIABILITIES	
Accounts Payable	773,678
Accrued Payroll	1,376,209
Retainage Payable	—
Due to Other Governments	264,460
Due to Other Funds	39,091
Other Payables	<u>1,123,800</u>
Total Liabilities	<u><u>3,577,238</u></u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	16,156,364
Unavailable Revenues	—
Grants	<u>3,513,935</u>
Total Deferred Inflows of Resources	<u>19,670,299</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>23,247,537</u></u>
FUND BALANCES	
Nonspendable	342,372
Restricted	—
Committed	—
Assigned	3,700,000
Unassigned	<u>30,752,940</u>
Total Fund Balances	<u><u>34,795,312</u></u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u><u>58,042,849</u></u>

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

Prospect and Main TIF District	Debt Service	Police and Fire Building Construction	Nonmajor	Totals
341,682	1,767,712	—	14,326,466	45,811,041
60,969	2,828,685	—	—	19,148,840
—	—	—	1,624,537	11,483,575
—	—	—	677,116	989,946
—	—	—	492	492
—	1,564,773	—	1,820,325	3,477,846
—	—	—	—	1,801,494
—	—	—	—	1,922
—	—	—	79,781	420,231
402,651	6,161,170	—	18,528,717	83,135,387
6,870	—	—	544,281	1,324,829
—	—	—	12,193	1,388,402
—	—	—	10,650	10,650
—	—	—	162,087	426,547
—	—	—	1,801,494	1,840,585
—	—	—	1,470,550	2,594,350
6,870	—	—	4,001,255	7,585,363
—	2,828,685	—	—	18,985,049
—	1,550,000	—	—	1,550,000
—	—	—	—	3,513,935
—	4,378,685	—	—	24,048,984
6,870	4,378,685	—	4,001,255	31,634,347
—	—	—	79,781	422,153
395,781	1,782,485	—	5,270,068	7,448,334
—	—	—	1,012,349	1,012,349
—	—	—	8,157,144	11,857,144
—	—	—	8,120	30,761,060
395,781	1,782,485	—	14,527,462	51,501,040
402,651	6,161,170	—	18,528,717	83,135,387

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

December 31, 2020

Total Governmental Fund Balances	\$ 51,501,040
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	119,342,021
Less: Internal Service Capital Assets	(7,885,234)
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds.	
Net Pension Asset - IMRF	2,678,315
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(4,620,680)
Deferred Items - Police Pension	347,125
Deferred Items - Firefighters' Pension	1,057,872
Deferred Items - RBP	(441,569)
Certain revenues that are deferred in the governmental funds are recognized as revenue in the governmental activities	1,550,000
Internal Service Funds are used by the Village to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.	25,752,604
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(4,058,398)
Net Pension Liability - Police Pension	(45,236,365)
Net Pension Liability - Firefighters' Pension	(40,010,412)
Total OPEB Liability - RBP	(12,728,176)
General Obligation Bonds Payable - Net	(81,283,168)
Unamortized Loss on Refunding	236,079
Business District Limited Tax Note Payable	(36,730,522)
Plus: Amounts Recorded in the Governmental Funds Balance Sheet	958,001
Accrued Interest Payable	(248,706)
Net Position of Governmental Activities	<u>(29,820,173)</u>

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2021**

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2021

	<u>General</u>
Revenues	
Taxes	\$ 23,607,673
Intergovernmental	39,100,373
Licenses and Permits	2,462,218
Charges for Services	3,153,582
Fines and Forfeitures	445,604
Interest	(3,025)
Miscellaneous	296,266
Total Revenues	<u>69,062,691</u>
Expenditures	
Current	
General Government	6,441,083
Public Safety	38,734,462
Highways and Streets	9,370,338
Health	166,502
Welfare	1,422,835
Culture and Recreation	306,890
Capital Outlay	—
Debt Service	
Principal Retirement	—
Interest and Fiscal Charges	—
Total Expenditures	<u>56,442,110</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>12,620,581</u>
Other Financing Sources (Uses)	
Disposal of Capital Assets	360
Transfers In	—
Transfers Out	(4,000,000)
	<u>(3,999,640)</u>
Net Change in Fund Balances	8,620,941
Fund Balances - Beginning	<u>26,174,371</u>
Fund Balances - Ending	<u><u>34,795,312</u></u>

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

Prospect and Main TIF District	Debt Service	Police and Fire Building Construction	Nonmajor	Totals
1,483,537	3,767,323	—	5,922,628	34,781,161
—	1,576,750	—	6,292,645	46,969,768
—	—	—	1,451,051	3,913,269
—	—	—	4,814,332	7,967,914
—	—	—	—	445,604
131	835	126	2,919	986
—	—	—	1,502,436	1,798,702
1,483,668	5,344,908	126	19,986,011	95,877,404
165,043	—	—	1,473,245	8,079,371
—	—	—	57,315	38,791,777
—	—	—	2,636,234	12,006,572
—	—	—	4,818,826	4,985,328
—	—	—	703,509	2,126,344
—	—	—	—	306,890
224,812	—	39,441	10,837,406	11,101,659
320,000	4,270,000	—	—	4,590,000
699,188	2,424,107	—	—	3,123,295
1,409,043	6,694,107	39,441	20,526,535	85,111,236
74,625	(1,349,199)	(39,315)	(540,524)	10,766,168
295,165	—	—	—	295,525
—	4,819	—	4,540,000	4,544,819
—	—	(4,819)	(540,000)	(4,544,819)
295,165	4,819	(4,819)	4,000,000	295,525
369,790	(1,344,380)	(44,134)	3,459,476	11,061,693
25,991	3,126,865	44,134	11,067,986	40,439,347
395,781	1,782,485	—	14,527,462	51,501,040

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the
Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended December 31, 2021**

Net Change in Fund Balances - Total Governmental Funds \$ 11,061,693

Amounts reported for governmental activities in the Statement of Activities
are different because:

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

Capital Outlays	13,181,171
Depreciation Expense	(4,782,107)
Disposals - Cost	(775,046)
Disposals - Accumulated Depreciation	724,829
Less: Internal Service Funds	(647,761)

Changes in certain revenues recognized as revenue only in the governmental activities. (1,515,000)

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

Change in Deferred Items - IMRF	(5,212,621)
Change in Deferred Items - Police Pension	10,377,896
Change in Deferred Items - Firefighters' Pension	9,079,162
Change in Deferred Items - RBP	(1,001,724)

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

Change in Compensated Absences Payable	61,795
Change in Net Pension Liability/(Asset) - IMRF	6,818,864
Change in Net Pension Liability - Police Pension	(7,748,730)
Change in Net Pension Liability - Firefighters' Pension	(7,460,727)
Change in Total OPEB Liability - RBP	338,111
Retirement of Debt	4,590,000
Amortization of Bond Premium	273,802
Amortization of Loss of Refunding	(70,034)
Accreted Interest on Business District Limited Tax Note Payable	(918,599)
Change in Accrued Interest Payable	11,294

Internal service funds are used by the Village to charge the costs of vehicle and equipment
management and employee compensated absences to individual funds.

The net revenue of certain activities of internal service funds is
reported with governmental activities. 2,133,730

Changes in Net Position of Governmental Activities 28,519,998

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Statement of Net Position - Proprietary Funds

December 31, 2021

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Statement of Net Position - Proprietary Funds
December 31, 2021**

	Business-Type Activities - Enterprise			Governmental
	Water and Sewer	Nonmajor	Totals	Internal Service
ASSETS				
Current Assets				
Cash and Investments	\$ 16,311,963	327,112	16,639,075	14,008,929
Receivables - Net of Allowances				
Accounts - Billed	864,501	—	864,501	—
Accounts - Unbilled	1,028,854	—	1,028,854	—
Accrued Interest	—	—	—	11,401
Other	1,231	49	1,280	24,047
Due from Other Governments	387	—	387	9,493
Deposits - Insurance	—	—	—	3,579,477
Inventories	248,058	—	248,058	355,169
Prepays	43,606	—	43,606	89,083
Total Current Assets	<u>18,498,600</u>	<u>327,161</u>	<u>18,825,761</u>	<u>18,077,599</u>
Noncurrent Assets				
Capital Assets				
Nondepreciable	19,344,715	—	19,344,715	1,760,969
Depreciable	51,815,297	364,800	52,180,097	15,831,306
Accumulated Depreciation	(22,838,103)	(364,800)	(23,202,903)	(9,707,041)
Total Capital Assets	<u>48,321,909</u>	<u>—</u>	<u>48,321,909</u>	<u>7,885,234</u>
Other Assets				
Deposits - Insurance	—	—	—	1,249,584
Equity Interest in Joint Venture	464,034	—	464,034	—
Net Pension Asset - IMRF	527,637	—	527,637	—
Total Other Assets	<u>991,671</u>	<u>—</u>	<u>991,671</u>	<u>1,249,584</u>
Total Noncurrent Assets	<u>49,313,580</u>	<u>—</u>	<u>49,313,580</u>	<u>9,134,818</u>
Total Assets	<u>67,812,180</u>	<u>327,161</u>	<u>68,139,341</u>	<u>27,212,417</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	483,363	—	483,363	—
Deferred Items - RBP	284,803	—	284,803	111,425
Unamortized Asset Retirement Obligation	727,500	—	727,500	—
Total Deferred Outflows of Resources	<u>1,495,666</u>	<u>—</u>	<u>1,495,666</u>	<u>111,425</u>
Total Assets and Deferred Outflows of Resources	<u>69,307,846</u>	<u>327,161</u>	<u>69,635,007</u>	<u>27,323,842</u>

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

	Business-Type Activities - Enterprise			Governmental
	Water and Sewer	Nonmajor	Totals	Internal Service
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 1,215,583	9,749	1,225,332	202,053
Accrued Payroll	91,931	1,536	93,467	36,135
Retainage Payable	175,407	—	175,407	—
Due to Other Governments	—	—	—	519
Claims Payable	—	—	—	281,227
Accrued Interest Payable	53,194	—	53,194	—
Other Payables	9,894	860	10,754	111,588
Compensated Absences Payable	57,377	894	58,271	13,858
General Obligation Bonds Payable	575,000	—	575,000	—
Total Current Liabilities	2,178,386	13,039	2,191,425	645,380
Noncurrent Liabilities				
Compensated Absences Payable	229,508	3,576	233,084	55,430
Claims Payable	—	—	—	268,282
Net Pension Liability - IMRF	—	—	—	—
Total OPEB Liability - RBP	1,212,224	—	1,212,224	474,267
Asset Retirement Obligation	750,000	—	750,000	—
General Obligation Bonds Payable	18,069,921	—	18,069,921	—
Total Noncurrent Liabilities	20,261,653	3,576	20,265,229	797,979
Total Liabilities	22,440,039	16,615	22,456,654	1,443,359
DEFERRED INFLOWS OF RESOURCES				
Deferred Items - IMRF	1,393,652	—	1,393,652	—
Deferred Items - RBP	326,857	—	326,857	127,879
Total Deferred Inflows of Resources	1,720,509	—	1,720,509	127,879
Total Liabilities and Deferred Inflows of Resources	24,160,548	16,615	24,177,163	1,571,238
NET POSITION				
Net Investment in Capital Assets	29,676,988	—	29,676,988	7,885,234
Unrestricted	15,470,310	310,546	15,780,856	17,867,370
Total Net Position	45,147,298	310,546	45,457,844	25,752,604

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended December 31, 2021**

	Business-Type Activities - Enterprise			Governmental
	Water and Sewer	Nonmajor	Totals	Internal Service
Operating Revenues				
Charges for Services	\$ 17,735,543	56,289	17,791,832	12,363,338
Contributions	—	—	—	1,724,782
Miscellaneous	—	—	—	1,000,558
Total Operating Revenues	17,735,543	56,289	17,791,832	15,088,678
Operating Expenses				
Administration	14,079,695	176,825	14,256,520	2,531,158
Insurance and Claims	—	—	—	9,245,384
Depreciation and Amortization	811,517	—	811,517	1,122,375
Total Operating Expenses	14,891,212	176,825	15,068,037	12,898,917
Operating Income (Loss)	2,844,331	(120,536)	2,723,795	2,189,761
Nonoperating Revenues (Expenses)				
Disposal of Capital Assets	(14,555)	—	(14,555)	27,077
Interest Income	(19,159)	106	(19,053)	(83,108)
Other Income	47,230	139	47,369	—
Property Taxes	(31,127)	—	(31,127)	—
Interest Expense	(661,718)	—	(661,718)	—
	(679,329)	245	(679,084)	(56,031)
Change in Net Position	2,165,002	(120,291)	2,044,711	2,133,730
Net Position - Beginning as Restated	42,982,296	430,837	43,413,133	23,618,874
Net Position - Ending	45,147,298	310,546	45,457,844	25,752,604

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended December 31, 2021**

	Business-Type Activities - Enterprise			Governmental
	Water and Sewer	Nonmajor	Totals	Internal Service
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 17,581,312	56,257	17,637,569	3,766,899
Interfund Services Provided	—	—	—	10,403,013
Payments to Suppliers	(11,453,754)	(139,839)	(11,593,593)	(11,156,489)
Payments to Employees	(2,305,450)	(36,050)	(2,341,500)	(961,519)
	<u>3,822,108</u>	<u>(119,632)</u>	<u>3,702,476</u>	<u>2,051,904</u>
Cash Flows from Noncapital Financing Activities				
Property Taxes	(31,127)	—	(31,127)	—
Cash Flows from Capital and Related Financing Activities				
Disposal of Capital Assets	—	—	—	72,931
Purchase of Capital Assets	(3,904,318)	—	(3,904,318)	(1,815,990)
Principal Paid on Debt	(525,000)	—	(525,000)	—
Interest Paid on Debt	(661,718)	—	(661,718)	—
	<u>(5,091,036)</u>	<u>—</u>	<u>(5,091,036)</u>	<u>(1,743,059)</u>
Cash Flows from Investing Activities				
Interest Received	(19,159)	106	(19,053)	(83,108)
Net Change in Cash and Cash Equivalents	(1,319,214)	(119,526)	(1,438,740)	225,737
Cash and Cash Equivalents - Beginning	17,631,177	446,638	18,077,815	13,783,192
Cash and Cash Equivalents - Ending	<u>16,311,963</u>	<u>327,112</u>	<u>16,639,075</u>	<u>14,008,929</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	2,844,331	(120,536)	2,723,795	2,189,761
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:				
Depreciation and Amortization	811,517	—	811,517	1,122,375
Other Income (Expense)	47,230	139	47,369	—
(Increase) Decrease in Current Assets	(154,231)	(32)	(154,263)	(918,766)
Increase (Decrease) in Current Liabilities	273,261	797	274,058	(341,466)
Net Cash Provided by Operating Activities	<u>3,822,108</u>	<u>(119,632)</u>	<u>3,702,476</u>	<u>2,051,904</u>

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Statement of Fiduciary Net Position
December 31, 2021**

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 8,086,082
Investments	
U.S. Government Obligations	11,956,722
U.S. Agency Obligations	25,620,841
State and Local Obligations	5,303,797
Corporate Bonds	16,555,841
Real Estate	7,920,247
Mutual Funds	105,857,021
Receivables	
Accrued Interest	257,304
Due from Other Funds	39,091
Prepays	<u>3,129</u>
Total Assets	181,600,075
LIABILITIES	
Accounts Payable	<u>108,515</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>181,491,560</u></u>

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2021**

	<u>Pension Trust</u>
Additions	
Contributions - Employer	\$ 7,628,966
Contributions - Plan Members	<u>1,669,464</u>
Total Contributions	<u>9,298,430</u>
Investment Income	
Interest Earned	949
Net Change in Fair Value	<u>18,556,713</u>
	18,557,662
Less Investment Expenses	<u>(255,235)</u>
Net Investment Income	<u>18,302,427</u>
Total Additions	<u>27,600,857</u>
Deductions	
Administration	169,903
Benefits and Refunds	<u>13,307,094</u>
Total Deductions	<u>13,476,997</u>
Change in Fiduciary Net Position	14,123,860
Net Position Restricted for Pensions	
Beginning	<u>167,367,700</u>
Ending	<u><u>181,491,560</u></u>

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Mount Prospect (Village), Illinois, was incorporated in 1917. The Village operates under the Council/Manager form of government. The appointed manager administers daily operations with the community while the elected Village Mayor and six-member Board of Trustees determine Village policy. The Village's major operations include public works, finance, police, fire, community development, human services and communications.

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

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

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

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board, with two members appointed by the Village's Mayor, two elected from active participants of the Fund, and one elected pension beneficiary of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn firefighters. The FPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the FPERS.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's police and fire safety, highways and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's waterworks and sewerage, and commuter parking activities are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations.

The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (administration and finance, public safety, public works, development services, etc.). The functions are supported by administration and finance revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, intergovernmental revenues, fines, permits and charges, etc.).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is a primary operating fund of the Village or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

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

General Fund is the general operating fund of the Village. It accounts for all revenues and expenditures of the Village which are not accounted for in other funds. The General Fund is a major fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains one major special revenue fund, the Prospect and Main TIF Fund, which is used to account for the resources to acquire property and construct certain improvements in the Prospect and Main Tax Incremental Financing District. Financing is being provided by incremental property taxes, general obligation bond proceeds, and investment income. The Village also maintains eight nonmajor special revenue funds.

Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Village maintains one major debt service fund, the Debt Service Fund. The Debt Service Fund is used to account for the payment of interest and principal on the Village's general long-term debt obligations for the governmental activities.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Governmental Funds - Continued

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains one major capital projects fund, the Police and Fire Building Construction Fund. The Police and Fire Building Construction Fund is used to account for the resources to construct the police and fire building. Financing is provided primarily by general obligation bond proceeds. The Village also maintains three nonmajor capital projects funds.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

Enterprise Funds account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major enterprise fund, the Water and Sewer, which is used to account for the activities of the water and sewer operations. The Village operates sewerage lift and relief stations and waste water collection systems and the water distribution system. The Village maintains two nonmajor enterprise funds.

Internal Service Funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains four internal services funds. The Computer Replacement Fund is used to account for the acquisition of Village computer hardware. Financing is being provided by charges to various Village funds. The Risk Management Fund is used to account for the servicing and payment of claims for liability, property, casualty coverage, workers' compensation and medical benefits. Financing is being provided by charges in the various Village funds. The Vehicle Replacement Fund is used to account for the acquisition and depreciation of Village vehicles. Financing is being provided by charges to the General, Water and Sewer, Parking System Revenue and Village Parking Funds. The Vehicle Maintenance Fund is used to account for the maintenance and repair of all Village vehicles. Financing is being provided by charges to various Village funds.

The Village's internal service funds are presented in the proprietary funds financial statements. Because the principal users of the internal services are the Village's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, public safety, highways and streets, etc.).

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Fiduciary Funds

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

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's Fire Department.

The Village's pension trust funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

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

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

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

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

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, income taxes, use taxes, telecommunications taxes, local and state motor fuel taxes, food and beverages taxes, replacement taxes, franchise taxes, utility taxes, hotel/motel taxes, fines, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Village’s enterprise funds and of the Village’s internal service funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village 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.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, income taxes, utility taxes, and grants. Business-type activities report charges for services as their major receivables.

Prepays/Inventories

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The cost of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements.

Deferred Outflows/Inflows of Resources

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, stormsewers, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure, buildings and improvements, purchased or acquired with an original cost of over \$20,000 and infrastructure, buildings and improvements with an original cost of over \$50,000 are reported at historical cost, or estimated historical cost. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets and storm sewers are capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at acquisition value on the date donated.

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

Buildings and Improvements	20 - 50 Years
Vehicles	2 - 20 Years
Machinery and Equipment	2 - 20 Years
Infrastructure	15 - 50 Years

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Net Position

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

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 improvement of those assets.

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

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

All departments of the Village submit requests for appropriations to the Village Manager so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the General, Special Revenue, Debt Service, Capital Projects, Enterprise, Internal Service and Pension Trust Funds. All annual appropriations lapse at fiscal year end.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

BUDGETARY INFORMATION - Continued

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The Village Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, budget amendments were approved by the Village Board. The final budget figures included in this report reflect all budget amendments made during the year.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

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

Fund	Excess
Business District	\$ 83,245

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments - Illinois Statutes authorizes the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds and the Illinois Public Reserves Investment Management Trust.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

The deposits and investments of the Pension Funds are held separately from those of other Village funds. Illinois Statutes authorizes the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

The Illinois Public Reserves Investment Management Trust (IPRIME) is an investment opportunity and cash management service for Illinois Municipal Treasurers acting on behalf of counties, townships, cities, towns, villages, special road districts, public water supply districts, fire protection districts, drainage districts, levee districts, sewer districts, housing authorities, and all other political corporations or subdivisions of the State of Illinois. Participation in IPRIME is voluntary. IPRIME is not registered with the SEC as an Investment Company. Investments in IPRIME are valued at the share price, the price for which the investment could be sold.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

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

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type totaled \$21,946,311 and the bank balances totaled \$22,952,530. In addition, the Village has \$30,246,176 invested in IPRIME, and \$24,266,558 invested in the Illinois Funds at year-end, which have an average maturity of less than one year.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market. Unless matched to a specific cash flow, maturities should not exceed two years from the date of purchase.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village limits its exposure to credit risk by permitting investments in only those securities allowed under law and by specifically prohibiting investments in leveraged or derivative securities. The Illinois Funds and the IPRIME were rated AAAM by Standard & Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 105% of the fair market value of the funds secured, with the collateral witnessed by a written collateral agreement and held by an independent third party in the Village's name. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third-party custodian and evidenced by safekeeping receipts and a written custodial agreement. The Illinois Funds, and money market mutual funds are not subject to custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy requires diversification of investment to avoid unreasonable risk. The Village's investment policy states the Village's portfolio shall be diversified in order to limit the investment holdings of a specific issuer or business sector to avoid over concentration in any one institution or area excluding investments in U.S. Treasury securities and authorized investment pools. At year-end, the Village does not have any investments over 5 percent of the cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$3,373,305 and the bank balances totaled \$3,373,305.

Investments. The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2021:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Obligations	\$ 3,921,780	651,878	2,008,369	1,261,533	—
U.S. Agency Obligations	15,444,450	328,304	3,022,554	10,123,993	1,969,599
State and Local Obligations	4,886,907	105,000	1,416,857	2,990,247	374,803
Corporate Bonds	6,236,889	1,115,890	3,811,388	1,309,611	—
Totals	30,490,026	2,201,072	10,259,168	15,685,384	2,344,402

The Fund has the following recurring fair value measurements as of December 31, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Government Obligations	\$ 3,921,780	3,921,780	—	—
U.S. Agency Obligations	15,444,450	—	15,444,450	—
State and Local Obligations	4,886,907	—	4,886,907	—
Corporate Bonds	6,236,889	—	6,236,889	—
Equity Securities				
Mutual Funds	62,510,528	62,510,528	—	—
Total Investments Measured at Fair Value	93,000,554	66,432,308	26,568,246	—

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

Investments - Continued. Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market with a minimum return of 7% desired during a market cycle. In addition, no investment in a fixed income security shall have a maturity of greater than 30 years from the time of purchase.

Credit Risk. The Fund's investment policy does not address the management of credit risk other than to limit investments to those allowed by state statutes. At year-end, the Fund's investments in U.S. Agency obligations were rated Aaa or not available by Moody's, the state and local obligations were rated Aaa to Aaa3 by Moody's, and the corporate bonds were rated Aaa to Baa2 by Moody's.

Custodial Credit Risk. For deposits, this is the risk that in the event of bank failure the Fund's deposits may not be returned to it. The Fund's investment policy does not address custodial credit risk for deposits. At December 31, 2021, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

For investments, the Fund's investment policy limits its exposure by requiring all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party custodian, in the name of the respective Fund, and evidenced by safekeeping receipts.

Concentration Risk. The Fund's investment policy requires diversification of investment to avoid unreasonable risk. No financial institution, except any securities custodians of the Fund, shall hold more than 10% of the Fund's portfolio at any time. Neither shall The Illinois Funds hold more than 10% of the Fund's portfolio at any time. In addition, the following allocations are desired: depository accounts and money market mutual funds at 1% to 5%, fixed income securities at 40% to 44%, and equity securities at 55%. In addition to the securities and fair values listed above, the Fund also has \$62,510,528 invested in mutual funds. At year-end, the Fund does not have any investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) in any one organization that represent 5 percent or more of net position available for retirement benefits.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Police Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

Concentration Risk - Continued. The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Return
Fixed Income	35.00%	1.40%
Equity Mutual Funds	65.00%	6.25%
Cash	0.00%	0.00%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in April 2022 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2021 are listed in the table above.

Rate of Return

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.66%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$4,712,777 and the bank balances totaled \$4,712,687.

Investments. At year-end, the Firefighters' Pension Fund has the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Obligations	\$ 8,034,942	1,299,935	4,389,846	2,345,161	—
U.S. Agency Obligations	10,176,391	2,520	2,991,210	1,129,300	6,053,361
State and Local Obligations	416,890	105,000	311,890	—	—
Corporate Bonds	10,318,952	810,221	6,083,968	3,285,018	139,745
Totals	28,947,175	2,217,676	13,776,914	6,759,479	6,193,106

The Fund has the following recurring fair value measurements as of December 31, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Government Obligations	\$ 8,034,942	8,034,942	—	—
U.S. Agency Obligations	10,176,391	—	10,176,391	—
State and Local Obligations	416,890	—	416,890	—
Corporate Bonds	10,318,952	—	10,318,952	—
Equity Securities				
Real Estate Annuity	7,920,247	7,920,247	—	—
Mutual Funds	43,346,493	43,346,493	—	—
Total Investments Measured at Fair Value	80,213,915	59,301,682	20,912,233	—

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

Investments - Continued. Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market with a minimum return of 7% desired during a market cycle. In addition, no investment in a fixed income security shall have a maturity of greater than 30 years from the time of purchase.

Credit Risk. The Fund's investment policy does not address the management of credit risk other than to limit investments to those allowed by state statutes. At year-end, the Fund's investments in U.S. Agency obligations were rated Aaa or not available by Moody's, the state and local obligations were rated Aaa to Aaa3 by Moody's, and the corporate bonds were rated Aaa to Baa2 by Moody's.

Custodial Credit Risks. For deposits, the Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by an independent third party or the Federal Reserve Bank, and evidenced by safekeeping receipts. At December 31, 2021, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

For investments, the Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party custodian and evidenced by safekeeping receipts.

Concentration Risk. The Fund's investment policy requires diversification of investment to avoid unreasonable risk. No financial institution, except any securities custodians and fixed income investment managers of the Fund, shall hold more than 10% of the Fund's portfolio at any time. Neither shall The Illinois Funds hold more than 10% of the Fund's portfolio at any time. In addition, the following allocations are desired: depository accounts and money market mutual funds at 1% to 5%, fixed income securities at 50% to 54%, and 55% in equity securities. In addition to the securities and fair values listed above, the Fund also has \$43,346,493 invested in mutual funds and \$7,920,247 invested in real estate. At year-end, the Fund has over 5 percent of net plan assets available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) invested in Real Estate Annuity of \$7,920,247.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Firefighters' Pension Fund - Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

Concentration Risk - Continued. The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Return</u>
Fixed Income	35.00%	2.50%
Equity Mutual Funds	55.00%	6.25%
Real Estate	10.00%	4.50%
Cash	0.00%	0.00%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in April 2022 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2021 are listed in the table above.

Rate of Return

For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 8.87%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2020 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Cook County and are payable in two installments, on or about March 1 and September 1 during the following year. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 2% of the tax levy, to reflect actual collection experience.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 15,612,320	—	—	15,612,320
Construction in Progress	24,924,802	8,903,022	24,194,836	9,632,988
	<u>40,537,122</u>	<u>8,903,022</u>	<u>24,194,836</u>	<u>25,245,308</u>
Depreciable Capital Assets				
Buildings	55,818,844	23,829,915	—	79,648,759
Improvements Other than Buildings	1,516,920	—	—	1,516,920
Vehicles	12,462,320	282,575	223,372	12,521,523
Machinery and Equipment	6,386,812	198,772	550,169	6,035,415
Infrastructure	94,072,716	4,161,723	1,505	98,232,934
	<u>170,257,612</u>	<u>28,472,985</u>	<u>775,046</u>	<u>197,955,551</u>
Less Accumulated Depreciation				
Buildings	13,551,058	1,348,454	—	14,899,512
Improvements Other than Buildings	427,667	42,997	—	470,664
Vehicles	7,186,486	927,212	177,518	7,936,180
Machinery and Equipment	2,723,388	396,075	545,806	2,573,657
Infrastructure	75,912,961	2,067,369	1,505	77,978,825
	<u>99,801,560</u>	<u>4,782,107</u>	<u>724,829</u>	<u>103,858,838</u>
Total Net Depreciable Capital Assets	<u>70,456,052</u>	<u>23,690,878</u>	<u>50,217</u>	<u>94,096,713</u>
Total Net Capital Assets	<u>110,993,174</u>	<u>32,593,900</u>	<u>24,245,053</u>	<u>119,342,021</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 531,147
Public Safety	919,439
Highways and Streets	2,195,806
Health	2,349
Welfare	3,751
Culture and Recreation	7,240
Internal Service	<u>1,122,375</u>
	<u>4,782,107</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances as Restated	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 17,318,818	—	—	17,318,818
Construction in Progress	2,456,520	1,987,904	2,418,527	2,025,897
	<u>19,775,338</u>	<u>1,987,904</u>	<u>2,418,527</u>	<u>19,344,715</u>
Depreciable Capital Assets				
Building and Improvements	4,499,808	—	—	4,499,808
Machinery and Equipment	5,017,968	—	—	5,017,968
Infrastructure	38,975,951	4,334,941	648,571	42,662,321
	<u>48,493,727</u>	<u>4,334,941</u>	<u>648,571</u>	<u>52,180,097</u>
Less Accumulated Depreciation				
Building and Improvements	3,129,107	64,922	—	3,194,029
Machinery and Equipment	3,731,445	112,147	—	3,843,592
Infrastructure	16,135,773	663,525	634,016	16,165,282
	<u>22,996,325</u>	<u>840,594</u>	<u>634,016</u>	<u>23,202,903</u>
Total Other Capital Assets	<u>25,497,402</u>	<u>3,494,347</u>	<u>14,555</u>	<u>28,977,194</u>
Total Capital Assets	<u>45,272,740</u>	<u>5,482,251</u>	<u>2,433,082</u>	<u>48,321,909</u>

Depreciation expense was charged to business-type activities as follows:

Water and Sewer	<u>\$ 840,594</u>
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VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Debt Service	Police and Fire Building Construction	\$ 4,819
Nonmajor Governmental	General	4,000,000
Nonmajor Governmental	Nonmajor Governmental	<u>540,000</u>
		<u><u>4,544,819</u></u>

The purpose of significant transfers from/to between funds are as follows:

- \$4,819 transferred to the Debt Service Fund from the Police and Fire Building Construction Fund to transfer the remaining fund balance.
- \$4,000,000 transferred to the Capital Improvement Fund (\$750,000) and the Flood Control Construction Fund (\$3,250,000), both nonmajor governmental funds, from the General Fund to fund general construction projects in the Village and to fund the Aspen Trails Flood Control Project.
- \$540,000 transferred to the Flood Control Construction Fund, a nonmajor governmental fund, from the Street Improvement Fund, a nonmajor governmental fund, to fund the Aspen Trails Flood Control Project.

INTERFUND BALANCES

Interfund balances are advances in anticipation of receipts. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	\$ 1,801,494
Police Pension	General	20,634
Fire Pension	General	<u>18,457</u>
		<u><u>1,840,585</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERGOVERNMENTAL RECEIVABLES

The following receivables are included in due from other governments on the statement of net position:

<u>Governmental Activities</u>	
Mount Prospect Public Library	\$ 1,557,343
Grants	1,834,372
Miscellaneous	<u>96,011</u>
Total	<u><u>3,487,726</u></u>

The Series 2006 General Obligation Library Refunding Bonds, the Series 2011A General Obligation Refunding Bonds, and the Series 2016 General Obligation Refunding Bonds were issued to provide financing to the Mount Prospect Public Library (the Library). The Library is repaying these bonds issued by the Village. The Series 2006 General Obligation Library Refunding Bonds were refunded by the Series 2016 General Obligation Refunding Bonds during fiscal year 2016. The future principal and interest payments owed from the Library are as follows with the principal portion recorded as an intergovernmental receivable in the debt service fund/governmental activities.

The annual debt service requirements are as follows:

Fiscal Year	Principal	Interest
2022	<u><u>\$ 1,550,000</u></u>	<u><u>31,000</u></u>

NOTE 3 - DETAIL NOTES ON ALL FUNDS

LONG-TERM DEBT

Asset Retirement Obligation

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells at the end of their estimated useful lives in accordance with the Illinois Administrative Code Title 77. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells are 100 years.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$2,975,000 General Obligation Bonds of 2012, due in annual installments of \$610,000 to \$885,000 plus interest at 3.10% through December 1, 2022.	Debt Service	\$ 1,745,000	—	860,000	885,000
\$9,800,000 General Obligation Bonds of 2013, due in annual installments of \$555,000 to \$885,000 plus interest at 3.00% to 4.125% through December 1, 2033.	Debt Service	9,245,000	—	570,000	8,675,000
\$6,290,000 General Obligation Bonds of 2014, due in annual installments of \$290,000 to \$1,265,000 plus interest at 3.00% through December 1, 2023.	Debt Service	3,355,000	—	965,000	2,390,000

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

General Obligation Bonds - Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$8,735,000 General Obligation Refunding Bonds of 2016, due in annual installments of \$1,375,000 to \$1,550,000 plus interest at 2.00% to 3.00% through December 1, 2022.	Debt Service	\$ 3,065,000	—	1,515,000	1,550,000
\$9,100,000 General Obligation Refunding Bonds of 2016A, due in annual installments of \$120,000 to \$1,905,000 plus interest at 3.00% through December 1, 2028.	Debt Service	8,860,000	—	—	8,860,000
\$9,740,000 General Obligation Bonds of 2017, due in annual installments of \$125,000 to \$460,000 plus interest at 2.50% to 4.00% through December 1, 2037.	Prospect and Main TIF	4,815,000	—	140,000	4,675,000
	Water and Sewer	4,535,000	—	150,000	4,385,000
\$11,950,000 General Obligation Bonds of 2018A, due in annual installments of \$115,000 to \$700,000 plus interest at 3.25% to 5.00% through December 1, 2037.	Prospect and Main TIF	7,060,000	—	180,000	6,880,000
	Water and Sewer	4,470,000	—	135,000	4,335,000
\$38,440,000 General Obligation Bonds of 2018B, due in annual installments of \$155,000 to \$3,110,000 plus interest at 3.625% to 5.000% through December 1, 2043.	Debt Service	37,585,000	—	360,000	37,225,000

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

General Obligation Bonds - Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$9,600,000 General Obligation Bonds of 2019A, due in annual installments of \$60,000 to \$800,000 plus interest at 2.00% to 5.00% through December 1, 2039.	Water and Sewer	\$ 9,540,000	—	240,000	9,300,000
\$7,725,000 General Obligation Bonds of 2019B, due in annual installments of \$210,000 to \$740,000 plus interest at 3.00% to 5.00% through December 1, 2039.	Prospect and Main TIF	7,725,000	—	—	7,725,000
		<u>102,000,000</u>	<u>—</u>	<u>5,115,000</u>	<u>96,885,000</u>

Limited Tax Note Payable

The Village has issued a note payable (direct borrowing) related to a developer agreement. The limited tax note payable has been issued for the governmental activities and is a limited obligation of the Village, payable solely from certain tax revenues as set forth in the developer agreement. The developer agreement term will expire upon the earlier to occur of (a) the expiration of the term of any bonds issued by the Village which yield developer proceeds equal to the maximum reimbursement amount, (b) the date which all obligations under this agreement have been discharged, including, but not limited to, payments on any bonds issued by the Village and on the note payable, or (c) 35 years following the issuance of the note payable. After a final accounting is completed and any remaining amounts are paid to the developer, the note payable shall be marked “cancelled” and returned to the Village. Notes payable currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$25,000,000 Business District Limited Tax Note Payable of 2010, due in semiannual installments plus interest at 6.710% contingent upon sufficient pledged revenues.	Business District	\$ 35,905,176	2,371,070	1,545,724	36,730,522

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts within One Year
Governmental Activities					
Compensated Absences					
General	\$ 4,120,193	61,795	123,590	4,058,398	932,229
Internal Services	104,920	35,632	71,264	69,288	13,858
Claims Payable	699,198	208,542	358,231	549,509	281,227
Net Pension Liability/(Asset)					
IMRF	4,140,549	—	6,818,864	(2,678,315)	—
Police Pension	37,487,635	7,748,730	—	45,236,365	—
Firefighters' Pension	32,549,685	7,460,727	—	40,010,412	—
Total OPEB Liability - RBP					
General	13,066,287	—	338,111	12,728,176	—
Internal Services	542,550	—	68,283	474,267	—
General Obligation Bonds	83,455,000	—	4,590,000	78,865,000	4,505,000
Unamortized Premium	2,691,970	—	273,802	2,418,168	—
Business District Limited Tax Note Payable	35,905,176	2,371,070	1,545,724	36,730,522	958,001
	<u>214,763,163</u>	<u>17,886,496</u>	<u>14,187,869</u>	<u>218,461,790</u>	<u>6,690,315</u>
Business-Type Activities					
Compensated Absences	297,789	6,434	12,868	291,355	58,271
Net Pension Liability/(Asset) - IMRF	799,264	—	1,326,901	(527,637)	—
Total OPEB Liability - RBP	1,248,443	—	36,219	1,212,224	—
Asset Retirement Obligation	750,000	—	—	750,000	—
General Obligation Bonds	18,545,000	—	525,000	18,020,000	575,000
Unamortized Premium	661,498	—	36,577	624,921	—
	<u>22,301,994</u>	<u>6,434</u>	<u>1,937,565</u>	<u>20,370,863</u>	<u>633,271</u>

For the governmental activities, payments on the compensated absences, the net pension liabilities/(asset) and the total OPEB liability are made by the General Fund. Payments on general obligation bonds are being liquidated by the Debt Service Fund and the Prospect and Main TIF, and the Business District Limited Tax Note Payable is being liquidated by the Business District Fund. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity - Continued

Additionally, for business-type activities, compensated absences are liquidated by the Water and Sewer, Parking System Revenue and Village Parking System Funds. The net pension liability/(asset), the total OPEB liability and the general obligation bonds are being liquidated by the Water and Sewer Fund.

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities		Business-Type Activities	
	General Obligation		General Obligation	
	Bonds		Bonds	
	Principal	Interest	Principal	Interest
2022	\$ 4,505,000	2,984,378	575,000	638,332
2023	2,990,000	2,858,192	625,000	611,182
2024	3,125,000	2,758,092	680,000	581,682
2025	3,285,000	2,631,142	740,000	549,582
2026	3,450,000	2,510,192	805,000	514,632
2027	3,605,000	2,384,742	860,000	478,782
2028	3,785,000	2,257,668	920,000	447,832
2029	3,455,000	2,127,075	980,000	414,400
2030	3,750,000	1,975,799	1,045,000	378,450
2031	3,955,000	1,815,013	1,110,000	344,694
2032	4,170,000	1,645,689	1,170,000	307,756
2033	4,400,000	1,467,375	1,245,000	268,832
2034	3,715,000	1,280,170	1,315,000	229,420
2035	3,900,000	1,151,550	1,390,000	187,788
2036	4,090,000	1,014,519	1,460,000	144,244
2037	4,285,000	870,125	1,540,000	98,012
2038	3,260,000	718,400	760,000	48,750
2039	3,400,000	598,200	800,000	25,000
2040	2,765,000	469,600	—	—
2041	2,875,000	359,000	—	—
2042	2,990,000	244,000	—	—
2043	3,110,000	124,400	—	—
Totals	78,865,000	34,245,321	18,020,000	6,269,370

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Legal Debt Margin

Article VII, Section 6(k) of the 1970 Illinois Constitution governs the computation of legal debt margin.

“The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property... (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum... shall not be included in the foregoing percentage amounts.”

To date the Illinois General Assembly has set no limits for home rule municipalities. The Village is a home rule municipality.

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 119,342,021
Plus:	
Unamortized Refunding Loss	236,079
Less Capital Related Debt:	
General Obligation Bonds of 2012	(885,000)
General Obligation Bonds of 2013	(8,675,000)
General Obligation Bonds of 2014	(2,390,000)
General Obligation Refunding Bonds of 2016	(1,550,000)
General Obligation Refunding Bonds of 2016A	(8,860,000)
General Obligation Bonds of 2017	(4,675,000)
General Obligation Bonds of 2018A	(6,880,000)
General Obligation Bonds of 2018B	(37,225,000)
General Obligation Bonds of 2019B	(7,725,000)
Premium on Debt Issuance	<u>(2,418,168)</u>
Net Investment in Capital Assets	<u><u>38,294,932</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS - Continued

Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 48,321,909
Less Capital Related Debt:	
General Obligation Bonds of 2017	(4,385,000)
General Obligation Bonds of 2018A	(4,335,000)
General Obligation Bonds of 2019A	(9,300,000)
Premium on Debt Issuance	<u>(624,921)</u>
Net Investment in Capital Assets	<u><u>29,676,988</u></u>

FUND BALANCE CLASSIFICATIONS

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

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

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

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

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

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund should maintain an unrestricted fund balance level between 20% to 30% of the subsequent fiscal year's expenditures, the special revenue funds (except the CDBG Fund) should maintain a fund balance level between 10% and 25% of the annual budgeted expenditures, not including capital, debt service and transfers, the Debt Service Fund should maintain a fund balance level at a maximum of the amount of the next principal and interest payment due, and the Capital Projects Fund should maintain a fund balance level between 25% and 50% of the five-year average for capital expenditures supported by the fund to a maximum of \$1 million.

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

	General	Special Revenue Prospect/ Main TIF	Debt Service	Capital Projects Police and Fire Building Construction	Nonmajor	Totals
Fund Balances						
Nonspendable						
Inventories	\$ 1,922	—	—	—	—	1,922
Prepays	340,450	—	—	—	79,781	420,231
	<u>342,372</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>79,781</u>	<u>422,153</u>
Restricted						
Public Safety						
Police	—	—	—	—	312,054	312,054
Fire	—	—	—	—	477,734	477,734
Highways and Streets	—	395,781	—	—	4,480,280	4,876,061
Debt Service	—	—	1,782,485	—	—	1,782,485
	<u>—</u>	<u>395,781</u>	<u>1,782,485</u>	<u>—</u>	<u>5,270,068</u>	<u>7,448,334</u>
Committed						
Refuse Disposal	—	—	—	—	1,012,349	1,012,349
Assigned						
Debt Service	—	—	—	—	—	—
TIF Redevelopment	3,700,000	—	—	—	—	3,700,000
Capital Projects	—	—	—	—	8,157,144	8,157,144
	<u>3,700,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>8,157,144</u>	<u>11,857,144</u>
Unassigned	30,752,940	—	—	—	8,120	30,761,060
Total Fund Balances	<u>34,795,312</u>	<u>395,781</u>	<u>1,782,485</u>	<u>—</u>	<u>14,527,462</u>	<u>51,501,040</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION RESTATEMENT

Beginning net position was restated to correct a change in accounting practice in the business-type activities capital assets. The following is a summary of the net position as originally reported and as restated:

Net Position	As Reported	As Restated	Increase
Business-Type Activities	\$ 37,894,823	43,413,133	5,518,310
Water and Sewer	37,463,986	42,982,296	5,518,310

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Village’s employees. These risks, along with medical claims for employees and retirees, are provided for through the Village’s participation in the Intergovernmental Risk Management Agency (IRMA) and the Intergovernmental Personnel Benefit Cooperative (IPBC). There have been no significant reductions in coverage from the prior year and settled claims have not exceeded coverage for any of the past three years.

Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers’ compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member’s eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Each member assumes the first \$10,000 (higher optional deductibles available) of each occurrence, and IRMA has self-insurance retentions at various amounts above that level. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village’s payments to IRMA are displayed on the financial statements as expenditures/expenses in the appropriate funds. The coverages provided by IRMA are generally consistent with the coverages in the prior year.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Intergovernmental Risk Management Agency (IRMA) - Continued

The Village has chosen an optional higher deductible of \$50,000. A related reserve deposit of \$1,249,584 is being held at IRMA at December 31, 2021.

The Village's insurance activities are reported in the Risk Management Fund which is an internal service fund. Premiums are paid into the Risk Management Fund by the departments of the General Fund and other funds based upon historical cost estimates.

The total claims liability remaining as of December 31, 2021 was \$549,509.

Changes in the balances of claims liabilities during the fiscal year are as follows:

	Auto	Workers' Compensation	General Liability	Totals
Claims Payable - December 31, 2019	\$ —	390,824	24,085	414,909
Incurred Claims	44,366	903,218	159,717	1,107,301
Claims Paid	(43,972)	(713,675)	(65,365)	(823,012)
Claims Payable - December 31, 2020	394	580,367	118,437	699,198
Incurred Claims	17,718	84,884	105,940	208,542
Claims Paid	(18,112)	(221,387)	(118,732)	(358,231)
Claims Payable - December 31, 2021	—	443,864	105,645	549,509

Intergovernmental Personnel Benefit Cooperative (IPBC)

Risks for medical and death benefits for employees and retirees are provided for through the Village's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$75,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

A reserve deposit of \$3,579,477 is being held at IPBC at December 31, 2021.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

CONTINGENT LIABILITIES

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

Grants

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

Financial Impact from COVID-19

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

COMMITMENTS

Solid Waste Agency of Northern Cook County (SWANCC)

Annual payments to Solid Waste Agency of Northern Cook County (SWANCC) are based on estimated tonnage of waste transported to SWANCC. It is assumed that there will be no material changes in deliveries to SWANCC. For 2022, the Village estimates it will pay SWANCC \$1,016,029, with annual increases ranging from 0% to 3% through 2023.

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The Village has committed to purchase water from the Northwest Suburban Municipal Joint Action Water Agency (JAWA). A new agreement, negotiated by the Member Communities and JAWA was approved on March 13, 2018. This Revised Water Supply Agreement will expire in FY 2032. The obligation to pay minimum annual amounts was removed from the new agreement.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The Village is a member of the Northwest Suburban Municipal Joint Action Water Agency (JAWA) which consists of seven municipalities. JAWA is a municipal corporation and public body politic and corporate established pursuant to the Intergovernmental Cooperation Act of the State of Illinois. JAWA is empowered to plan, construct, improve, extend, acquire, finance, operate and maintain a water supply system to serve its members and other potential water purchasers.

The seven members of JAWA and their percentage shares as of April 30, 2021 are as follows:

	<u>Percent Share</u>
Village of Elk Grove Village	17.94%
Village of Hanover Park	8.95%
Village of Hoffman Estates	15.58%
Village of Mount Prospect	12.58%
City of Rolling Meadows	6.48%
Village of Schaumburg	27.42%
Village of Streamwood	<u>11.05%</u>
	<u>100.00%</u>

These percentage shares are based upon formulae contained in the water supply agreement and are subject to change in future years based upon consumption by the municipalities.

The members form a contiguous geographic service area which is located 15 to 30 miles northwest of downtown Chicago. Under the Agency Agreement, additional members may join JAWA upon the approval of each member.

JAWA is governed by a Board of Directors which consists of one elected official from each member municipality. Each Director has an equal vote. The officers of JAWA are appointed by the Board of Directors. The Board of Directors determines the general policy of JAWA, makes all appropriations, approves contracts for sale or purchase of water, provides for the issuance of debt, adopts bylaws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the bylaws.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES - Continued

Northwest Suburban Municipal Joint Action Water Agency (JAWA) - Continued

Complete financial statements can be obtained from the Northwest Suburban Municipal Joint Action Water Agency, 901 Wellington Avenue, Elk Grove Village, Illinois 60007.

Revenues of the system consist of: (a) all receipts derived from Water Supply Agreements or any other contract for the supply of water; (b) all income derived from the investment of monies; and (c) all income, fees, water service charges, and all rates, rents and receipts derived by JAWA from the ownership and operation of the system and the sale of water. JAWA covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

JAWA has entered into Water Supply Agreements with the seven-member municipalities for a term of 40 years, extending to December 31, 2032. The Agreements are irrevocable and may not be terminated or amended except as provided in the General Resolution.

JAWA has entered into an agreement with the City of Chicago under which the City has agreed to sell quantities of lake water sufficient to supply the projected water needs of JAWA through the year 2020.

The obligation of the Village to make all payments as required by this agreement is unconditional and irrevocable, without regard to performance or nonperformance by JAWA of its obligations under this Agreement.

The payments required to be made by the Village under this Agreement shall be required to be made solely from revenues to be derived by the Village from the operation of the Water System. Members are not prohibited by the Agreement, however, from using other available funds to make payments under the Agreement. This Agreement shall not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation.

The obligation of the Village to make payments required by this Agreement from revenues of the Water System shall be payable from the operation and maintenance account of the Water and Sewer Fund.

In accordance with the joint venture agreement, the Village remitted \$7,239,644 to JAWA for the year ended December 31, 2021. All payments were paid from the Water and Sewer Fund. Deposits with JAWA in the amount of \$464,034 represent amounts held for security of debt service.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES - Continued

Solid Waste Agency of Northern Cook County (SWANCC)

The Village is a member of the Solid Waste Agency of Northern Cook County (SWANCC) which consists of twenty-three municipalities. SWANCC is a municipal corporation and public body politic, established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). SWANCC is empowered under the Act to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members. SWANCC is reported as a nonequity proprietary joint venture.

SWANCC is governed by a Board of Directors which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWANCC are appointed by the Board of Directors. The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the SWANCC agreement or by-laws. Separate audited financial statements are available from SWANCC's administrative office at 77 W Hintz Road, Suite 200, Wheeling, Illinois 60090.

The Village's contract with SWANCC provides that each member is liable for its proportionate share of annual operating and fixed costs. The Village's share of these costs is expected to be funded through tipping fees paid by refuse haulers. In addition, the Village is obligated for any costs arising from defaults in payment obligations by other members.

In accordance with the joint venture agreement, the Village remitted \$1,051,223 to SWANCC for the year ended December 31, 2021, which is recorded in the Village's Refuse Disposal Fund.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is also a single-employer pension plan. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained on-line at www.imrf.org. The Police and Firefighters' Pension Plans also issue separate reports that may be obtained by writing the Village at 50 South Emerson, Mount Prospect, Illinois 60056. The benefits, benefit levels, employee contributions and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

The aggregate amounts recognized for the pension plans are:

	Expenses/ (Revenues)	Net Pension Liabilities/ (Assets)	Deferred Outflows	Deferred Inflows
IMRF				
Village	\$ (375,479)	(3,205,952)	2,936,947	8,467,916
Library	(67,651)	(1,157,174)	1,060,077	3,056,455
Police Pension	1,347,936	45,236,365	11,605,208	11,258,083
Firefighters' Pension	2,033,429	40,010,412	9,102,003	8,044,131
	<u>2,938,235</u>	<u>80,883,651</u>	<u>24,704,235</u>	<u>30,826,585</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

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

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - 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 service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

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

Plan Membership. As of December 31, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	173
Inactive Plan Members Entitled to but not yet Receiving Benefits	181
Active Plan Members	<u>247</u>
Total	<u><u>601</u></u>

The IMRF data included in the table above includes membership of both the Village and the Library.

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2021, the Village's and the Library's contribution was 11.00% of covered payroll.

Net Pension (Asset). The Village's net pension (asset) was measured as of December 31, 2020. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2020, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.25%
Inflation	2.25%

For nondisabled 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.

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	2.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Village	\$ 6,637,508	(3,205,952)	(10,956,008)
Library	2,395,778	(1,157,174)	(3,954,520)
Net Pension Liability/(Asset)	9,033,286	(4,363,126)	(14,910,528)

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension (Asset)

	Village	Library	Totals
Total Pension Liability			
Service Cost	\$ 1,388,261	501,086	1,889,347
Interest	5,884,230	2,209,612	8,093,842
Differences Between Expected and Actual Experience	(1,664,398)	(600,757)	(2,265,155)
Change of Assumptions	(586,396)	(211,657)	(798,053)
Benefit Payments, Including Refunds of Member Contributions	(4,100,551)	(1,480,075)	(5,580,626)
Net Change in Total Pension Liability	921,146	418,209	1,339,355
Total Pension Liability - Beginning	83,270,196	30,214,648	113,484,844
Total Pension Liability - Ending	<u>84,191,342</u>	<u>30,632,857</u>	<u>114,824,199</u>
Plan Fiduciary Net Position			
Contributions - Employer	1,474,493	532,211	2,006,704
Contributions - Members	608,427	219,609	828,036
Net Investment Income	11,307,092	4,081,242	15,388,334
Benefit Payments, Including Refunds of Member Contributions	(4,100,551)	(1,480,075)	(5,580,626)
Other (Net Transfer)	(222,550)	(80,328)	(302,878)
Position	9,066,911	3,272,659	12,339,570
Plan Net Position - Beginning	78,330,383	28,517,372	106,847,755
Plan Net Position - Ending	<u>87,397,294</u>	<u>31,790,031</u>	<u>119,187,325</u>
Employer's Net Pension (Asset)	<u>(3,205,952)</u>	<u>(1,157,174)</u>	<u>(4,363,126)</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended December 31, 2021, the Village recognized pension revenue of \$375,479 and the Library recognized pension revenue of \$67,651. At December 31, 2021, the Village and the Library reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Village		Library		Totals
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	
Difference Between Expected and Actual Experience	\$ 952,001	(1,203,167)	343,620	(434,278)	(341,824)
Change in Assumptions	467,334	(423,897)	168,682	(153,003)	59,116
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(6,840,852)	—	(2,469,174)	(9,310,026)
Total Expense to be Recognized in Future Periods	1,419,335	(8,467,916)	512,302	(3,056,455)	(9,592,734)
Contributions Sub to Measurement Date	1,517,612	—	547,775	—	2,065,387
Total Deferred Amounts Related to IMRF	2,936,947	(8,467,916)	1,060,077	(3,056,455)	(7,527,347)

\$1,517,612 for the Village and \$547,775 for the Library reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended December 31, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Deferred (Inflows) of Resources		
	Village	Library	Totals
2022	\$ (1,529,398)	(552,029)	(2,081,427)
2023	(1,289,449)	(465,421)	(1,754,870)
2024	(3,090,469)	(1,115,491)	(4,205,960)
2025	(1,139,265)	(411,212)	(1,550,477)
2026	—	—	—
Thereafter	—	—	—
Totals	(7,048,581)	(2,544,153)	(9,592,734)

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Police Pension Plan

Plan Descriptions

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

Plan Membership. At December 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	84
Inactive Plan Members Entitled to but not yet Receiving Benefits	8
Active Plan Members	<u>83</u>
Total	<u><u>175</u></u>

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

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2021, the Village's contribution was 44.02% of covered payroll.

Concentrations. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	4.00%
Adjustments	Tier 1: 3.00%, Tier 2: 1.25%
Inflation	2.50%

Mortality rates for healthy individuals were based on the Pub-2010 Public Safety Mortality Table with with generational improvement scale MP-2021 applied from 2010. Mortality rates for disabled individuals were based the Pub-2010 Disabled Retiree Mortality Table with generational improvement scale MP-2021 applied from 2010.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, while the prior valuation was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability \$	66,012,720	45,236,365	28,410,341

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2020	\$ 124,395,866	86,908,231	37,487,635
Changes for the Year:			
Service Cost	1,613,165	—	1,613,165
Interest on the Total Pension Liability	8,899,357	—	8,899,357
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Liability	1,303,302	—	1,303,302
Changes of Assumptions	12,017,565	—	12,017,565
Contributions - Employer	—	3,977,102	(3,977,102)
Contributions - Employees	—	887,126	(887,126)
Net Investment Income	—	11,280,599	(11,280,599)
Benefit Payments, Including Refunds of Employee Contributions	(6,518,558)	(6,518,558)	—
Other (Net Transfer)	—	(60,168)	60,168
Net Changes	17,314,831	9,566,101	7,748,730
Balances at December 31, 2021	141,710,697	96,474,332	45,236,365

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Police Pension Plan - Continued

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

For the year ended December 31, 2021, the Village recognized pension expense of \$1,347,936. At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 1,086,085	(2,253,321)	(1,167,236)
Change in Assumptions	10,519,123	(495,617)	10,023,506
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(8,509,145)	(8,509,145)
Total Deferred Amounts Related to Police Pension	<u>11,605,208</u>	<u>(11,258,083)</u>	<u>347,125</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ (343,256)
2023	(1,895,219)
2024	(343,074)
2025	708,532
2026	2,220,142
Thereafter	<u>—</u>
Total	<u><u>347,125</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan

Plan Descriptions

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

Plan Membership. At December 31, 2021, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	90
Inactive Plan Members Entitled to but not yet Receiving Benefits	2
Active Plan Members	<u>72</u>
Total	<u><u>164</u></u>

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

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Plan Descriptions - Continued

Benefits Provided - Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2021, the Village's contribution was 43.72% of covered payroll.

Concentrations. At year-end, the Fund has over 5 percent of net plan assets available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) invested in Real Estate Annuity of \$7,920,247.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.13%
Salary Increases	4.00%
Cost of Living Adjustments	Tier 1: 3.00%, Tier 2: 1.25%
Inflation	2.50%

Mortality rates for healthy individuals were based on the Pub-2010 Public Safety Mortality Table with with generational improvement scale MP-2021 applied from 2010. Mortality rates for disabled individuals were based the Pub-2010 Disabled Retiree Mortality Table with generational improvement scale MP-2021 applied from 2010.

Discount Rate

The discount rate used to measure the total pension liability was 7.125%, while the prior valuation was 7.250%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

Discount Rate Sensitivity

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

	1% Decrease (6.125%)	Current Discount Rate (7.125%)	1% Increase (8.125%)
Net Pension Liability	\$ 56,670,807	40,010,412	26,358,615

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2020	\$ 113,009,154	80,459,469	32,549,685
Changes for the Year:			
Service Cost	1,623,510	—	1,623,510
Interest on the Total Pension Liability	8,064,784	—	8,064,784
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Liability	1,328,239	—	1,328,239
Changes of Assumptions	7,790,489	—	7,790,489
Contributions - Employer	—	3,651,864	(3,651,864)
Contributions - Employees	—	782,338	(782,338)
Net Investment Income	—	7,021,828	(7,021,828)
Benefit Payments, Including Refunds of Employee Contributions	(6,788,536)	(6,788,536)	—
Other (Net Transfer)	—	(109,735)	109,735
Net Changes	12,018,486	4,557,759	7,460,727
Balances at December 31, 2021	125,027,640	85,017,228	40,010,412

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLANS - Continued

Firefighters' Pension Plan - Continued

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

For the year ended December 31, 2021, the Village recognized pension expense of \$2,033,429. At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 2,206,173	(1,179,856)	1,026,317
Change in Assumptions	6,895,830	(682,554)	6,213,276
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(6,181,721)	(6,181,721)
Total Deferred Amounts Related to Firefighters' Pension	<u>9,102,003</u>	<u>(8,044,131)</u>	<u>1,057,872</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ (209,422)
2023	(1,382,604)
2024	(209,419)
2025	1,339,529
2026	1,519,788
Thereafter	<u>—</u>
Total	<u>1,057,872</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. RBP provides pre and post-Medicare postretirement health insurance to retirees, their spouses, and dependents (enrolled at time of employee's retirement).

Plan Membership. As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	75
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>299</u>
Total	<u><u>374</u></u>

The plan membership as noted above includes both the Village and the Library members.

Total OPEB Liability

The Village's total OPEB liability was measured as of December 31, 2021, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	2.50%
Salary Increases	3.25%
Discount Rate	2.25%
Healthcare Cost Trend Rates	7.50% decreasing to an ultimate rate of 4.50%
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond 20 Year High-Grade Rate Index for tax exempt general obligation municipal bonds rated AA or better as of December 31, 2021.

Mortality rates were based on the SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2020.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2020	<u>\$ 14,857,280</u>
Changes for the Year:	
Service Cost	882,943
Interest on the Total OPEB Liability	329,431
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	(966,849)
Changes of Assumptions or Other Inputs	(283,951)
Benefit Payments	<u>(404,187)</u>
Net Changes	<u>(442,613)</u>
Balance at December 31, 2021	<u><u>14,414,667</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

The discount rate used to measure the total pension liability was 2.25%, while the prior valuation used 2.12%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.25%)	Current Discount Rate (2.25%)	1% Increase (3.25%)
Total OPEB Liability	\$ 16,828,739	14,414,667	12,480,244

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 11,958,401	14,414,667	17,653,139

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended December 31, 2021, the Village recognized OPEB expense of \$1,098,587. At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ —	(2,683,913)	(2,683,913)
Change in Assumptions	3,386,615	(1,202,779)	2,183,836
Net Difference Between Projected and Actual Earnings	—	—	—
Total Deferred Amounts Related to OPEB	<u>3,386,615</u>	<u>(3,886,692)</u>	<u>(500,077)</u>

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2022	\$ (113,787)
2023	(113,787)
2024	(113,787)
2025	(113,787)
2026	(113,790)
Thereafter	<u>68,861</u>
Totals	<u>(500,077)</u>

SUBSEQUENT EVENT

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The Village has been allocated \$7,027,870 to be received in two installments. On May 19, 2021 the Village received their first installment of \$3,513,935. As of the date of these financial statements, the Village has not received their second installment.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Investment Returns
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefit Plan
- Budgetary Comparison Schedules
 - General Fund
 - Prospect/Main TIF - Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary information - Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
December 31, 2021**

Fiscal Year		Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	Totals	\$ 1,863,012	\$ 1,863,012	\$ —	\$ 16,256,645	11.46%
2016	Totals	1,968,206	2,031,571	63,365	16,567,389	12.26%
2017	Totals	1,900,189	1,941,668	41,479	16,965,974	11.44%
2018	Totals	1,930,380	2,032,727	102,347	17,940,334	11.33%
2019	Totals	1,600,357	1,677,888	77,531	18,248,083	9.19%
2020	Totals	2,006,703	2,006,703	—	17,965,116	11.17%
2021	Village	1,517,223	1,533,112	15,889	13,895,475	11.03%
	Library	547,775	547,775	—	5,015,507	10.92%
	Totals	2,064,998	2,080,887	15,889	18,910,982	11.00%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Police Pension Fund
Schedule of Employer Contributions
December 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2012	\$ 2,484,859	\$ 2,511,349	\$ 26,490	\$ 7,871,917	31.90%
2013	2,631,811	2,631,038	(773)	8,121,622	32.40%
2014	2,922,979	2,924,226	1,247	7,848,795	37.26%
2015	2,909,868	2,918,395	8,527	8,049,995	36.25%
2016	3,204,363	3,232,887	28,524	8,276,985	39.06%
2017	3,817,579	3,747,825	(69,754)	8,354,290	44.86%
2018	3,601,216	3,608,602	7,386	8,526,976	42.32%
2019	3,607,934	3,582,409	(25,525)	8,505,172	42.12%
2020	3,864,556	3,855,754	(8,802)	8,791,984	43.86%
2021	3,985,302	3,977,102	(8,200)	9,034,880	44.02%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	4.00%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	RP-2014 Mortality Table with a Blue Collar Adjustment, with improvement Scale MP-2019 applied generationally from 2013.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Firefighters' Pension Fund
Schedule of Employer Contributions
December 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2012	\$ 2,224,122	\$ 2,260,834	\$ 36,712	\$ 6,150,974	36.76%
2013	2,323,609	2,371,347	47,738	6,436,911	36.84%
2014	2,468,554	2,466,165	(2,389)	6,495,510	37.97%
2015	2,526,101	2,532,316	6,215	6,441,588	39.31%
2016	2,589,599	2,806,983	217,384	6,981,704	40.20%
2017	3,206,186	3,396,834	190,648	7,284,199	46.63%
2018	3,320,940	3,332,773	11,833	7,519,070	44.32%
2019	3,375,839	3,363,390	(12,449)	7,854,176	42.82%
2020	3,488,379	3,494,838	6,459	8,024,566	43.55%
2021	3,649,130	3,651,864	2,734	8,353,578	43.72%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	4.00%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	RP-2014 Mortality Table with a blue collar adjustment, with improvement scale MP-2019 applied generationally from 2013.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

December 31, 2021

	12/31/2014	12/31/2015
	Total	Total
Total Pension Liability		
Service Cost	\$ 1,830,586	1,810,785
Interest	5,880,604	6,548,331
Changes in Benefit Terms	—	—
Differences Between Expected and Actual Experience	1,583,453	(1,203,005)
Change of Assumptions	3,126,293	113,021
Benefit Payments, Including Refunds of Member Contributions	(3,179,063)	(3,603,793)
Net Change in Total Pension Liability	9,241,873	3,665,339
Total Pension Liability - Beginning	79,082,287	88,324,160
Total Pension Liability - Ending	88,324,160	91,989,499
Plan Fiduciary Net Position		
Contributions - Employer	\$ 1,908,296	1,863,011
Contributions - Members	757,565	731,552
Net Investment Income	4,666,652	403,461
Benefit Payments, Including Refunds of Member Contributions	(3,179,063)	(3,603,793)
Other (Net Transfer)	284,199	(348,936)
Net Change in Plan Fiduciary Net Position	4,437,649	(954,705)
Plan Net Position - Beginning	76,759,094	81,196,743
Plan Net Position - Ending	81,196,743	80,242,038
Employer's Net Pension Liability/(Asset)	\$ 7,127,417	11,747,461
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	91.93%	87.23%
Covered Payroll	\$ 16,258,793	16,256,645
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	43.84%	72.26%

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2014 through 2020. Changes in assumptions related to the demographics were made in 2014 and 2017.

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020		
				Village	Library	Totals
1,768,746	1,811,298	1,690,492	1,858,283	1,388,261	501,086	1,889,347
6,803,558	7,087,425	7,223,810	7,700,258	5,884,230	2,209,612	8,093,842
—	—	—	—	—	—	—
(756,505)	570,864	3,043,104	1,402,150	(1,664,398)	(600,757)	(2,265,155)
(232,520)	(3,034,659)	3,019,891	—	(586,396)	(211,657)	(798,053)
(3,834,437)	(4,289,989)	(4,822,107)	(5,514,317)	(4,100,551)	(1,480,075)	(5,580,626)
3,748,842	2,144,939	10,155,190	5,446,374	921,146	418,209	1,339,355
91,989,499	95,738,341	97,883,280	108,038,470	83,270,196	30,214,648	113,484,844
95,738,341	97,883,280	108,038,470	113,484,844	84,191,342	30,632,857	114,824,199
2,031,571	1,941,668	2,032,727	1,677,888	1,474,493	532,211	2,006,704
745,535	766,547	1,104,133	879,607	608,427	219,609	828,036
5,536,369	14,755,335	(5,230,039)	17,276,295	11,307,092	4,081,242	15,388,334
(3,834,437)	(4,289,989)	(4,822,107)	(5,514,317)	(4,100,551)	(1,480,075)	(5,580,626)
403,724	(1,351,715)	1,969,030	527,892	(222,550)	(80,328)	(302,878)
4,882,762	11,821,846	(4,946,256)	14,847,365	9,066,911	3,272,659	12,339,570
80,242,038	85,124,800	96,946,646	92,000,390	78,330,383	28,517,372	106,847,755
85,124,800	96,946,646	92,000,390	106,847,755	87,397,294	31,790,031	119,187,325
10,613,541	936,634	16,038,080	6,637,089	(3,205,952)	(1,157,174)	(4,363,126)
88.91%	99.04%	85.16%	94.15%	103.81%	103.78%	103.80%
16,567,389	16,965,974	17,940,334	18,248,083	13,200,468	4,764,648	17,965,116
64.06%	5.52%	89.40%	36.37%	(24.29%)	(24.29%)	(24.29%)

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Police Pension Fund

Schedule of Changes in the Employer's Net Pension Liability

December 31, 2021

	12/31/2014	12/31/2015
Total Pension Liability		
Service Cost	\$ 1,890,407	1,777,310
Interest	6,479,504	7,210,826
Changes in Benefit Terms	—	—
Differences Between Expected and Actual Experience	860,183	95,650
Change of Assumptions	4,844,398	7,268,193
Benefit Payments, Including Refunds of Member Contributions	(4,117,120)	(4,529,962)
Net Change in Total Pension Liability	9,957,372	11,822,017
Total Pension Liability - Beginning	88,451,950	98,409,322
Total Pension Liability - Ending	98,409,322	110,231,339
Plan Fiduciary Net Position		
Contributions - Employer	\$ 2,924,226	2,918,395
Contributions - Members	851,363	795,827
Net Investment Income	3,845,862	545,802
Benefit Payments, Including Refunds of Member Contributions	(4,117,120)	(4,529,962)
Administrative Expenses	(60,382)	(49,947)
Net Change in Plan Fiduciary Net Position	3,443,949	(319,885)
Plan Net Position - Beginning	55,375,976	58,819,925
Plan Net Position - Ending	58,819,925	58,500,040
Employer's Net Pension Liability	\$ 39,589,397	51,731,299
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	59.77%	53.07%
Covered Payroll	\$ 7,848,795	8,049,995
Employer's Net Pension Liability as a Percentage of Covered Payroll	504.40%	642.63%

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

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
1,732,924	1,557,284	1,575,461	1,576,407	1,571,647	1,613,165
8,221,483	7,951,856	8,195,228	8,574,834	8,826,306	8,899,357
—	—	—	202,152	—	—
(5,201,074)	(1,650,048)	(208,550)	(439,430)	(2,533,619)	1,303,302
29,971	385,618	1,320,658	(343,513)	(485,790)	12,017,565
(4,688,978)	(4,404,364)	(5,407,697)	(5,887,879)	(6,306,360)	(6,518,558)
94,326	3,840,346	5,475,100	3,682,571	1,072,184	17,314,831
110,231,339	110,325,665	114,166,011	119,641,111	123,323,682	124,395,866
110,325,665	114,166,011	119,641,111	123,323,682	124,395,866	141,710,697
3,232,887	3,747,825	3,608,602	3,582,499	3,855,754	3,977,102
815,684	830,240	838,893	860,265	860,062	887,126
4,161,658	8,967,014	(3,697,156)	13,440,246	10,224,907	11,280,599
(4,688,978)	(4,404,364)	(5,407,697)	(5,887,879)	(6,306,360)	(6,518,558)
(44,605)	(48,339)	(37,596)	(35,695)	(59,676)	(60,168)
3,476,646	9,092,376	(4,694,954)	11,959,436	8,574,687	9,566,101
58,500,040	61,976,686	71,069,062	66,374,108	78,333,544	86,908,231
61,976,686	71,069,062	66,374,108	78,333,544	86,908,231	96,474,332
48,348,979	43,096,949	53,267,003	44,990,138	37,487,635	45,236,365
56.18%	62.25%	55.48%	63.52%	69.86%	68.08%
8,276,985	8,354,290	8,526,976	8,505,172	8,791,984	9,034,880
584.14%	515.87%	624.69%	528.97%	426.38%	500.69%

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Firefighters' Pension Fund
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2021**

	12/31/2014	12/31/2015
Total Pension Liability		
Service Cost	\$ 1,673,836	1,515,101
Interest	5,780,241	6,270,507
Changes in Benefit Terms	—	—
Differences Between Expected and Actual Experience	225,575	1,603,162
Change of Assumptions	3,234,155	7,648,623
Benefit Payments, Including Refunds of Member Contributions	(4,158,988)	(4,594,876)
Net Change in Total Pension Liability	6,754,819	12,442,517
Total Pension Liability - Beginning	79,149,378	85,904,197
Total Pension Liability - Ending	<u>85,904,197</u>	<u>98,346,714</u>
Plan Fiduciary Net Position		
Contributions - Employer	\$ 2,466,165	2,532,317
Contributions - Members	644,384	606,932
Net Investment Income	3,963,252	1,806,126
Benefit Payments, Including Refunds of Member Contributions	(4,158,988)	(4,594,876)
Administrative Expenses	(62,889)	(62,136)
Net Change in Plan Fiduciary Net Position	2,851,924	288,363
Plan Net Position - Beginning	53,716,415	56,568,339
Plan Net Position - Ending	<u>56,568,339</u>	<u>56,856,702</u>
Employer's Net Pension Liability	<u>\$ 29,335,858</u>	<u>41,490,012</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.85%	57.81%
Covered Payroll	\$ 6,495,510	6,441,588
Employer's Net Pension Liability as a Percentage of Covered Payroll	451.63%	644.10%

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

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
1,429,810	1,426,033	1,427,248	1,479,272	1,581,259	1,623,510
7,296,444	7,228,968	7,510,621	7,617,301	7,829,880	8,064,784
—	—	—	403,544	—	—
(1,491,027)	1,470,077	(2,255,993)	64,710	970,396	1,328,239
396,832	(572,774)	809,820	(346,430)	(518,533)	7,790,489
(4,981,207)	(5,427,385)	(5,909,909)	(6,234,640)	(6,541,877)	(6,788,536)
2,650,852	4,124,919	1,581,787	2,983,757	3,321,125	12,018,486
98,346,714	100,997,566	105,122,485	106,704,272	109,688,029	113,009,154
100,997,566	105,122,485	106,704,272	109,688,029	113,009,154	125,027,640
2,806,983	3,396,834	3,332,773	3,363,390	3,494,838	3,651,864
668,070	678,476	688,000	793,037	758,838	782,338
3,049,538	9,323,369	(1,914,014)	10,947,884	11,556,727	7,021,828
(4,981,207)	(5,427,385)	(5,909,909)	(6,234,640)	(6,541,877)	(6,788,536)
(55,257)	(50,783)	(63,660)	(40,260)	(36,998)	(109,735)
1,488,127	7,920,511	(3,866,810)	8,829,411	9,231,528	4,557,759
56,856,702	58,344,829	66,265,340	62,398,530	71,227,941	80,459,469
58,344,829	66,265,340	62,398,530	71,227,941	80,459,469	85,017,228
42,652,737	38,857,145	44,305,742	38,460,088	32,549,685	40,010,412
57.77%	63.04%	58.48%	64.94%	71.20%	68.00%
6,981,704	7,284,199	7,519,070	7,854,176	8,024,566	8,353,578
610.92%	533.44%	589.24%	489.68%	405.63%	478.96%

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Police Pension Fund
Schedule of Investment Returns
December 31, 2021**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	6.92%
2015	0.92%
2016	7.15%
2017	14.29%
2018	(5.21%)
2019	20.29%
2020	13.20%
2021	15.66%

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Firefighters' Pension Fund
Schedule of Investment Returns
December 31, 2021**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	7.60%
2015	3.38%
2016	5.58%
2017	16.49%
2018	(2.80%)
2019	16.52%
2020	16.49%
2021	8.87%

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2021

	12/31/2018	12/31/2019	12/31/2020	12/31/2021
Total OPEB Liability				
Service Cost	\$ 523,084	457,933	560,011	882,943
Interest	463,660	457,768	407,957	329,431
Changes in Benefit Terms	—	—	—	—
Differences Between Expected and Actual Experience	(1,152,702)	(530,505)	(1,053,887)	(966,849)
Change of Assumptions or Other Inputs	(1,704,999)	1,326,575	3,217,155	(283,951)
Benefit Payments	(387,384)	(422,580)	(452,279)	(404,187)
Net Change in Total OPEB Liability	(2,258,341)	1,289,191	2,678,957	(442,613)
Total OPEB Liability - Beginning	13,147,473	10,889,132	12,178,323	14,857,280
Total OPEB Liability - Ending	10,889,132	12,178,323	14,857,280	14,414,667
Covered-Employee Payroll	\$ 26,110,072	26,958,649	27,836,531	28,741,218
Total OPEB Liability as a Percentage of Covered-Employee Payroll	41.70%	45.17%	53.37%	50.15%

Notes:

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

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2021.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 23,385,087	23,385,087	23,607,673
Licenses and Permits	2,377,500	2,377,500	2,462,218
Intergovernmental	30,321,790	41,740,725	39,100,373
Charges for Services	1,892,600	2,692,600	3,153,582
Fines and Forfeitures	292,000	292,000	445,604
Interest	181,600	181,600	(3,025)
Miscellaneous	409,200	409,200	296,266
Total Revenues	<u>58,859,777</u>	<u>71,078,712</u>	<u>69,062,691</u>
Expenditures			
General Government	7,298,613	7,298,613	6,441,083
Public Safety	38,722,030	39,258,235	38,734,462
Highways and Streets	9,659,400	10,585,305	9,370,338
Health	158,345	158,345	166,502
Welfare	1,536,648	1,536,180	1,422,835
Culture and Recreation	424,366	424,366	306,890
Total Expenditures	<u>57,799,402</u>	<u>59,261,044</u>	<u>56,442,110</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,060,375</u>	<u>11,817,668</u>	<u>12,620,581</u>
Other Financing Sources (Uses)			
Disposal of Capital Assets	—	—	360
Transfers Out	(3,000,000)	(4,000,000)	(4,000,000)
	<u>(3,000,000)</u>	<u>(4,000,000)</u>	<u>(3,999,640)</u>
Net Change in Fund Balance	<u>(1,939,625)</u>	<u>7,817,668</u>	8,620,941
Fund Balance - Beginning			<u>26,174,371</u>
Fund Balance - Ending			<u><u>34,795,312</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Prospect and Main TIF - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,348,000	1,348,000	1,483,537
Interest	5,000	5,000	131
Total Revenues	<u>1,353,000</u>	<u>1,353,000</u>	<u>1,483,668</u>
Expenditures			
General Government			
Other Employee Costs	1,500	1,500	600
Contractual Services	80,000	80,000	164,443
Commodities and Supplies	1,500	1,500	—
Capital Outlay			
Infrastructure	100,000	275,990	—
Other	704,000	704,000	224,812
Debt Service			
Principal Retirement	320,000	320,000	320,000
Interest and Fiscal Charges	699,338	699,338	699,188
Total Expenditures	<u>1,906,338</u>	<u>2,082,328</u>	<u>1,409,043</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(553,338)	(729,328)	74,625
Other Financing Sources			
Disposal of Capital Assets	<u>2,800,000</u>	<u>2,800,000</u>	<u>295,165</u>
Net Change in Fund Balance	<u>2,246,662</u>	<u>2,070,672</u>	369,790
Fund Balance - Beginning			<u>25,991</u>
Fund Balance - Ending			<u><u>395,781</u></u>

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Enterprise Funds
- Combining Statements - Internal Service Funds
- Budgetary Comparison Schedules - Internal Service Funds
- Combining Statements - Pension Trust Funds
- Consolidated Year-End Financial Report

GOVERNMENTAL FUNDS

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

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

SPECIAL REVENUE FUND

Prospect and Main TIF Fund: The Prospect/Main TIF Fund is used to account for the resources to acquire property and construct certain improvements in the Prospect/Main Tax Incremental Financing District. Financing is being provided by incremental property taxes, general obligation bond proceeds, and investment income.

DEBT SERVICE FUND

Debt Service Fund: The Debt Service Fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt.

CAPITAL PROJECTS FUND

Police and Fire Building Construction Fund: The Police and Fire Building Construction Fund is used to account for the resources to construct the police and fire building.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes - General	\$ 9,254,152	9,254,152	9,131,948
Property Taxes - Police Pension	3,767,056	3,767,056	3,740,356
Property Taxes - Firefighters' Pension	3,375,879	3,375,879	3,354,313
Road and Bridge Property Tax	130,000	130,000	115,889
Auto Rental Tax	16,500	16,500	34,924
Food and Beverage Tax	820,000	820,000	1,080,890
Real Estate Transfer Tax	1,125,000	1,125,000	1,471,917
Hotel/Motel Tax	220,000	220,000	161,448
Telecommunications Tax	1,600,000	1,600,000	1,322,482
Home Rule Sales Tax	1,325,000	1,325,000	1,462,117
Gas Utility Tax	566,500	566,500	628,031
Electric Utility Tax	1,185,000	1,185,000	1,103,358
Total Taxes	23,385,087	23,385,087	23,607,673
Licenses and Permits			
Liquor Licenses	200,000	200,000	173,865
Business Licenses	148,000	148,000	145,079
Contractor Licenses	100,000	100,000	138,400
Alarm Licenses	47,000	47,000	45,188
Elevator Licenses	28,000	28,000	24,480
Building Permit Fees	600,000	600,000	739,596
Reinspection Fees	20,000	20,000	4,225
Gaming License Fees	43,000	43,000	76,850
Vacant Structure Registration Fees	5,000	5,000	3,000
Truck Rental Fees	5,000	5,000	4,815
Utility Permit Fees	5,000	5,000	28,250
ZBA Hearing Fees	12,000	12,000	10,500
Village Impact Fees	50,000	50,000	18,798
False Alarm Fees	7,500	7,500	5,600
Landlord/Tenant Fees	341,000	341,000	303,402
Cable TV Franchise Fees	766,000	766,000	740,170
Total Licenses and Permits	2,377,500	2,377,500	2,462,218

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Intergovernmental			
State Sales Tax	\$ 22,500,000	28,000,000	28,638,555
State Income Tax	5,254,200	7,154,200	7,175,489
State Use Tax	1,814,590	2,194,590	2,203,936
Charitable Games Tax	3,500	3,500	1,315
Cannabis Education Fund	43,300	43,300	77,487
Municipal Cannabis Tax	—	—	19,238
Replacement Taxes	384,200	384,200	709,233
Replacement Taxes - Road and Bridge	6,000	6,000	13,834
Grant - Body Armor	6,000	6,000	7,474
Grant - Other	310,000	3,948,935	253,812
Total Intergovernmental	30,321,790	41,740,725	39,100,373
Charges for Services			
Maintenance of State Highways	80,000	80,000	167,428
Ambulance Transport Fees	1,500,000	2,300,000	2,705,354
Forest River Rural FPD	45,000	45,000	74,647
Cable Programming Fees	27,000	27,000	—
Other Programs	37,000	37,000	4,250
Special Detail Revenue	60,000	60,000	17,855
Police Training Revenue	1,000	1,000	—
Fire Training Revenue	13,000	13,000	14,903
Lease Payments - Cell Towers	110,000	110,000	147,911
General Store Lease	19,600	19,600	21,234
Total Charges for Services	1,892,600	2,692,600	3,153,582
Fines and Forfeitures			
Fines - Parking	175,000	175,000	179,429
Fines - Local Ordinances	1,000	1,000	300
Fines - Code Enforcement	5,000	5,000	49,150
Fines - Circuit Court	75,000	75,000	163,525
Fines - Parental Responsibility	1,000	1,000	150
Fines - Permit Penalties	—	—	12,000
Forfeited Escrow Funds	35,000	35,000	41,050
Total Fines and Forfeitures	292,000	292,000	445,604

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Interest			
Investment Income	\$ 176,600	176,600	(3,221)
Interest - Escrow Funds	5,000	5,000	196
Total Interest	181,600	181,600	(3,025)
Miscellaneous			
Reimburse - H/S Youth Officer	214,000	214,000	103,048
Reimburse - Mount Prospect Library	29,000	29,000	28,874
Shared Cost - Sidewalk	20,000	20,000	13,725
Shared Cost - Tree Replacement	5,000	5,000	—
Other Reimbursements	85,000	85,000	60,697
Human Services Revenue	11,500	11,500	(275)
Fire and Police Reports	5,000	5,000	5,415
Animal Release Fees	100	100	175
Subpoena Fees	100	100	150
Other Revenue	39,500	39,500	84,457
Total Miscellaneous	409,200	409,200	296,266
Total Revenues	58,859,777	71,078,712	69,062,691

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
General Government			
Public Representation - Administration	\$ 162,551	166,251	166,216
Village Administration	4,318,263	4,314,563	3,689,825
Finance Department	1,634,351	1,634,351	1,515,447
Community Development - Administration	1,176,970	1,176,970	1,063,237
Benefit Payments	6,478	6,478	6,358
Total General Government	7,298,613	7,298,613	6,441,083
Public Safety			
Community Development - Code Enforcement	1,137,920	1,137,920	1,094,230
Police Department	20,356,573	20,327,573	20,023,450
Fire Department	17,227,537	17,792,742	17,616,782
Total Public Safety	38,722,030	39,258,235	38,734,462
Highways and Streets			
Public Works Department	9,659,400	10,585,305	9,370,338
Health			
Community Development - Health	158,345	158,345	166,502
Welfare			
Human Services Department	1,222,808	1,222,340	1,175,559
Community Development - Housing	313,840	313,840	247,276
Total Welfare	1,536,648	1,536,180	1,422,835
Culture and Recreation			
Public Representation - Community and Civic Services	424,366	424,366	306,890
Total Expenditures	57,799,402	59,261,044	56,442,110

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
General Government			
Public Representation - Administration			
Mayor and Board of Trustees			
Personal Services	\$ 25,006	25,006	25,045
Employee Benefits	1,917	1,917	1,916
Other Employee Costs	7,000	7,000	6,561
Contractual Services	123,428	127,128	127,427
Utilities	—	—	—
Commodities and Supplies	5,200	5,200	5,267
Total Mayor and Board of Trustees	162,551	166,251	166,216
Village Administration			
Village Manager's Office			
Personal Services	616,222	616,222	584,909
Employee Benefits	226,685	226,685	225,465
Other Employee Costs	28,086	28,086	11,512
Contractual Services	68,895	65,195	42,824
Utilities	4,300	4,300	2,834
Commodities and Supplies	7,579	7,579	6,728
Office and Other Equipment	235	235	216
Insurance	19,800	19,800	19,800
Other Expenditures	143,697	143,697	—
Total Village Manager's Office	1,115,499	1,111,799	894,288
Legal Services			
Contractual Services	634,500	634,500	468,616
Human Resources			
Personal Services	224,615	224,615	229,681
Employee Benefits	235,374	235,374	272,836
Other Employee Costs	61,860	61,860	34,471
Contractual Services	9,100	9,100	9,367
Commodities and Supplies	1,300	1,300	1,638
Total Human Resources	532,249	532,249	547,993

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
General Government - Continued			
Village Administration - Continued			
Information Technology			
Personal Services	\$ 504,624	504,624	443,341
Employee Benefits	205,769	205,769	174,432
Other Employee Costs	5,000	5,000	300
Contractual Services	531,915	531,915	480,333
Utilities	35,600	35,600	32,091
Commodities and Supplies	500	500	475
Office and Other Equipment	16,000	16,000	12,959
Total Information Technology	1,299,408	1,299,408	1,143,931
Communications			
Personal Services	92,136	92,136	93,730
Employee Benefits	47,620	47,620	46,004
Other Employee Costs	3,100	3,100	75
Contractual Services	94,200	94,200	83,212
Commodities and Supplies	1,800	1,800	—
Total Communications	238,856	238,856	223,021
Television Services			
Personal Services	74,279	74,279	65,952
Employee Benefits	31,631	31,631	30,211
Contractual Services	36,823	36,823	20,917
Commodities and Supplies	4,500	4,500	3,418
Office and Other Equipment	15,000	15,000	7,697
Total Television Services	162,233	162,233	128,195
Community Engagement			
Other Employee Costs	5,000	5,000	400
Contractual Services	143,000	143,000	105,413
Utilities	920	920	939
Commodities and Supplies	1,000	1,000	171
Total Community Engagement	149,920	149,920	106,923

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
General Government - Continued			
Village Administration - Continued			
Village Clerk's Office			
Administration and Support			
Personal Services	\$ 105,593	105,593	109,685
Employee Benefits	52,255	52,255	47,430
Other Employee Costs	1,815	1,815	369
Contractual Services	24,935	24,935	18,462
Commodities and Supplies	1,000	1,000	912
Total Village Clerk's Office	185,598	185,598	176,858
Total Village Administration	4,318,263	4,314,563	3,689,825
Finance Department			
Administration and Support			
Personal Services	216,988	216,988	219,762
Employee Benefits	80,815	80,815	94,023
Other Employee Costs	29,900	29,900	7,028
Contractual Services	243,090	243,090	210,539
Utilities	2,500	2,500	1,839
Commodities and Supplies	18,150	18,150	5,061
Office and Other Equipment	80,000	80,000	57,616
Insurance	12,503	12,503	12,503
Total Administration and Support	683,946	683,946	608,371
Accounting			
Personal Services	365,009	365,009	347,656
Employee Benefits	116,106	116,106	114,406
Other Employee Costs	4,000	4,000	1,260
Contractual Services	2,500	2,500	958
Commodities and Supplies	9,500	9,500	3,220
Total Accounting	497,115	497,115	467,500
Insurance	35,000	35,000	37,956

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
General Government - Continued			
Finance Department - Continued			
Customer Service			
Personal Services	\$ 251,951	251,951	250,225
Employee Benefits	75,099	75,099	73,678
Other Employee Costs	2,345	2,345	35
Contractual Services	72,370	72,370	66,634
Commodities and Supplies	16,525	16,525	11,048
Total Customer Service	418,290	418,290	401,620
Total Finance Department	1,634,351	1,634,351	1,515,447
Community Development - Administration			
Administration and Support - Economic Development			
Personal Services	126,744	126,744	127,534
Employee Benefits	42,814	42,814	41,898
Other Employee Costs	4,945	4,945	1,261
Contractual Services	28,091	28,091	28,789
Utilities	1,452	1,452	1,827
Commodities and Supplies	1,149	1,149	71
Insurance	5,261	5,261	5,261
Total Administration and Support - Economic Development	210,456	210,456	206,641
Planning and Zoning			
Personal Services	204,636	204,636	197,220
Employee Benefits	59,257	59,257	68,252
Other Employee Costs	11,056	11,056	1,251
Contractual Services	25,381	25,381	11,831
Commodities and Supplies	8,590	8,590	2,726
Total Planning and Zoning	308,920	308,920	281,280

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
General Government - Continued			
Community Development - Administration			
Personal Services	\$ 97,986	97,986	89,222
Employee Benefits	25,767	25,767	27,746
Other Employee Costs	1,723	1,723	2,785
Contractual Services	100,000	100,000	34,391
Total Community Development - Administration	225,476	225,476	154,144
Administration and Support - Building and Inspections			
Personal Services	265,742	265,742	266,958
Employee Benefits	105,249	105,249	106,845
Other Employee Costs	3,037	3,037	2,531
Contractual Services	30,892	30,892	27,878
Utilities	8,500	8,500	167
Commodities and Supplies	3,288	3,288	1,383
Insurance	15,410	15,410	15,410
Total Administration and Support - Building and Inspections	432,118	432,118	421,172
Total Community Development - Administration	1,176,970	1,176,970	1,063,237
Benefit Payments			
Contractual Services	6,478	6,478	6,358
Total General Government	7,298,613	7,298,613	6,441,083
Public Safety			
Community Development - Code Enforcement			
Building Inspection			
Personal Services	705,454	705,454	703,422
Employee Benefits	334,300	334,300	331,162
Other Employee Costs	4,872	4,872	1,424
Contractual Services	76,654	76,654	39,043
Utilities	7,641	7,641	8,353
Commodities and Supplies	8,999	8,999	10,826
Total Community Development - Code Enforcement	1,137,920	1,137,920	1,094,230

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department			
Administration and Support			
Personal Services	\$ 912,390	912,390	907,600
Employee Benefits	4,388,408	4,388,408	4,336,709
Other Employee Costs	168,985	168,985	154,838
Contractual Services	229,372	229,372	190,683
Utilities	25,000	25,000	18,782
Commodities and Supplies	29,475	29,475	24,959
Office and Other Equipment	23,180	15,180	1,882
Insurance	190,661	190,661	190,661
Total Administration and Support	5,967,471	5,959,471	5,826,114
Records			
Personal Services	383,586	383,586	373,139
Employee Benefits	193,177	193,177	188,607
Contractual Services	9,188	9,188	3,362
Commodities and Supplies	5,320	5,320	3,363
Office and Other Equipment	520	520	—
Total Records	591,791	591,791	568,471
Patrol and Traffic Enforcement			
Personal Services	8,215,904	8,215,904	8,282,061
Employee Benefits	1,527,245	1,527,245	1,670,585
Contractual Services	545,133	547,133	543,626
Commodities and Supplies	110,545	104,545	86,738
Office and Other Equipment	6,583	6,583	2,449
Total Patrol and Traffic Enforcement	10,405,410	10,401,410	10,585,459
K-9 Unit			
Personal Services	131,030	131,030	121,205
Employee Benefits	20,883	20,883	27,757
Contractual Services	5,580	5,580	3,672
Commodities and Supplies	5,020	5,020	3,124
Total K-9 Unit	162,513	162,513	155,758

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Crime Prevention and Public Services			
Personal Services	\$ 143,601	143,601	146,423
Employee Benefits	36,730	36,730	36,653
Other Employee Costs	4,500	4,500	4,499
Contractual Services	1,740	1,740	1,453
Commodities and Supplies	16,970	16,970	42,244
Total Crime Prevention and Public Services	203,541	203,541	231,272
Civic Events			
Personal Services	—	—	53,650
Employee Benefits	—	—	1,093
Total Civic Events	—	—	54,743
Investigative			
Personal Services	1,600,216	1,600,216	1,328,800
Employee Benefits	290,266	290,266	221,705
Contractual Services	31,007	31,007	18,166
Utilities	12,000	12,000	4,338
Commodities and Supplies	4,645	4,645	1,543
Office and Other Equipment	840	840	52
Total Investigative	1,938,974	1,938,974	1,574,604
Equipment Maintenance			
Contractual Services	1,043,913	1,026,913	993,919
Commodities and Supplies	33,560	33,560	26,663
Office and Other Equipment	9,400	9,400	6,447
Total Equipment Maintenance	1,086,873	1,069,873	1,027,029
Total Police Department	20,356,573	20,327,573	20,023,450

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department			
Administration and Support			
Personal Services	\$ 746,205	746,205	728,246
Employee Benefits	4,008,723	4,008,723	4,023,106
Other Employee Costs	51,100	53,100	41,750
Contractual Services	58,736	400,776	381,417
Commodities and Supplies	14,310	14,310	9,897
Office and Other Equipment	5,000	5,000	3,279
Insurance	157,182	157,182	157,182
Total Administration and Support	5,041,256	5,385,296	5,344,877
Fire Department Operations			
Personal Services	8,457,066	8,683,066	8,620,414
Employee Benefits	1,582,903	1,582,903	1,616,335
Other Employee Costs	88,560	88,560	33,436
Contractual Services	149,001	150,001	165,549
Commodities and Supplies	21,525	21,525	14,912
Office and Other Equipment	137,470	137,436	141,103
Total Fire Department Operations	10,436,525	10,663,491	10,591,749
Fire Prevention			
Personal Services	267,975	267,975	268,155
Employee Benefits	112,477	112,477	96,293
Other Employee Costs	5,980	5,980	3,251
Contractual Services	2,500	2,500	1,151
Commodities and Supplies	18,600	18,600	14,992
Total Fire Prevention	407,532	407,532	383,842
Communications			
Contractual Services	3,800	3,800	3,553
Utilities	21,000	21,000	18,017
Commodities and Supplies	1,600	1,600	90
Office and Other Equipment	19,500	16,150	9,865
Total Communications	45,900	42,550	31,525

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Equipment Maintenance			
Contractual Services	\$ 1,019,115	1,019,115	1,019,115
Emergency Preparedness			
Personal Services	160,152	160,152	144,567
Employee Benefits	41,918	41,918	51,702
Other Employee Costs	3,000	1,000	829
Contractual Services	6,500	6,500	6,141
Commodities and Supplies	22,100	22,100	21,020
Total Emergency Preparedness	233,670	231,670	224,259
Paid on Call			
Personal Services	29,564	29,564	12,745
Employee Benefits	1,775	1,775	982
Other Employee Costs	8,600	8,450	4,236
Office and Other Equipment	3,600	3,299	3,299
Total Paid on Call	43,539	43,088	21,262
Fire Training Academy			
Commodities and Supplies	—	—	153
Total Fire Department	17,227,537	17,792,742	17,616,782
Total Public Safety	38,722,030	39,258,235	38,734,462
Highways and Streets			
Public Works Department			
Administration and Support			
Personal Services	286,534	286,534	286,422
Employee Benefits	186,834	186,834	194,657
Other Employee Costs	32,422	32,422	35,835
Contractual Services	1,363,975	1,363,975	1,355,539
Utilities	4,245	4,245	3,683
Commodities and Supplies	16,693	16,693	12,180
Office and Other Equipment	1,577	1,577	1,389
Insurance	179,915	179,915	179,915
Total Administration and Support	2,072,195	2,072,195	2,069,620

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Public Works Department - Continued			
Street and Buildings Division			
Administration			
Personal Services	\$ 123,392	123,392	117,428
Employee Benefits	45,590	45,590	54,697
Utilities	4,245	4,245	4,564
Commodities and Supplies	270	270	152
Total Administration	173,497	173,497	176,841
Maintenance - Public Buildings			
Personal Services	427,003	427,003	408,432
Employee Benefits	167,761	167,761	169,821
Contractual Services	484,904	484,904	392,412
Utilities	39,500	54,500	50,628
Commodities and Supplies	155,800	155,800	124,549
Other Expenditures	4,417	4,417	—
Total Maintenance - Public Buildings	1,279,385	1,294,385	1,145,842
Street Maintenance			
Personal Services	319,681	319,681	289,663
Employee Benefits	121,864	121,864	119,564
Contractual Services	626,632	1,537,537	830,151
Commodities and Supplies	48,377	48,377	23,447
Total Street Maintenance	1,116,554	2,027,459	1,262,825
Snow Removal			
Personal Services	404,937	404,937	377,548
Employee Benefits	155,162	155,162	152,728
Contractual Services	108,981	108,981	67,443
Commodities and Supplies	13,432	13,432	8,891
Total Snow Removal	682,512	682,512	606,610

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Public Works Department - Continued			
Street and Buildings Division - Continued			
Storm Sewer/Basin Maintenance			
Personal Services	\$ 87,969	87,969	84,053
Employee Benefits	31,971	31,971	33,275
Contractual Services	11,185	14,702	11,752
Commodities and Supplies	10,253	6,736	6,405
Total Storm Sewer/Basin Maintenance	141,378	141,378	135,485
Maintenance of State Highways			
Personal Services	41,309	41,309	39,999
Employee Benefits	16,262	16,262	16,574
Contractual Services	20,379	20,379	18,581
Commodities and Supplies	32,950	32,950	8,375
Total Maintenance of State Highways	110,900	110,900	83,529
Traffic Sign Maintenance			
Personal Services	81,988	81,988	62,799
Employee Benefits	39,139	39,139	31,140
Commodities and Supplies	33,922	33,922	33,711
Total Traffic Sign Maintenance	155,049	155,049	127,650
Civic Events			
Personal Services	41,315	41,315	37,649
Employee Benefits	7,795	7,795	9,137
Commodities and Supplies	115	115	8
Total Civic Events	49,225	49,225	46,794
Total Street and Buildings Division	3,708,500	4,634,405	3,585,576

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Public Works Department - Continued			
Forestry Division			
Administration and Support			
Personal Services	\$ 116,869	116,869	117,017
Employee Benefits	42,517	42,517	42,126
Commodities and Supplies	450	450	1,840
Total Administration and Support	159,836	159,836	160,983
Maintenance of Grounds			
Personal Services	194,270	194,270	173,911
Employee Benefits	68,302	68,302	92,305
Contractual Services	299,349	295,349	274,145
Commodities and Supplies	9,942	9,942	9,592
Office and Other Equipment	7,990	7,990	2,974
Total Maintenance of Grounds	579,853	575,853	552,927
Forestry Program			
Personal Services	493,880	493,880	487,165
Employee Benefits	192,414	192,414	205,009
Other Employee Costs	6,723	6,723	1,967
Contractual Services	457,534	457,534	437,386
Utilities	3,978	3,978	5,580
Commodities and Supplies	12,291	16,291	14,377
Total Forestry Program	1,166,820	1,170,820	1,151,484
Public Grounds Beautification			
Personal Services	109,248	109,248	103,843
Employee Benefits	42,840	42,840	44,629
Contractual Services	2,703	2,703	—
Commodities and Supplies	36,978	36,978	36,079
Total Public Grounds Beautification	191,769	191,769	184,551

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Public Works Department - Continued			
Forestry Division			
Civic Events			
Personal Services	\$ 47,455	47,455	45,984
Employee Benefits	9,593	9,593	10,985
Total Civic Events	57,048	57,048	56,969
Holiday			
Personal Services	10,010	10,010	9,514
Employee Benefits	4,371	4,371	4,638
Total Holiday	14,381	14,381	14,152
Total Forestry Division	2,169,707	2,169,707	2,121,066
Engineering Division			
Engineering Services			
Personal Services	849,427	849,427	824,126
Employee Benefits	282,351	282,351	283,183
Other Employee Costs	5,673	5,673	3,656
Contractual Services	123,781	123,781	91,776
Utilities	6,000	6,000	5,375
Commodities and Supplies	7,786	7,786	4,909
Office and Other Equipment	2,504	2,504	1,763
Total Engineering Services	1,277,522	1,277,522	1,214,788
Traffic Control and Street Lighting			
Personal Services	55,098	55,098	51,354
Employee Benefits	23,234	23,234	20,361
Contractual Services	17,289	17,289	11,282
Utilities	25,000	25,000	489
Commodities and Supplies	28,629	28,629	18,092
Total Traffic Control and Street Lighting	149,250	149,250	101,578
Total Engineering Division	1,426,772	1,426,772	1,316,366

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Public Works Department - Continued			
Capital Expenditures			
Infrastructure			
Resurfacing/Curbs	\$ 97,500	97,500	93,984
Miscellaneous - Forestry	184,726	184,726	183,726
Total Capital Expenditures	282,226	282,226	277,710
Total Highways and Streets	9,659,400	10,585,305	9,370,338
Health			
Community Development - Health			
Health Inspections			
Personal Services	111,367	111,367	104,996
Employee Benefits	32,220	32,220	50,925
Other Employee Costs	1,423	1,423	170
Contractual Services	8,682	8,682	7,705
Utilities	1,204	1,204	—
Commodities and Supplies	3,449	3,449	2,706
Total Health	158,345	158,345	166,502
Welfare			
Human Services Department			
Administration and Support			
Personal Services	162,328	162,328	163,168
Employee Benefits	73,435	73,435	70,977
Other Employee Costs	1,800	1,800	532
Contractual Services	31,952	30,452	26,151
Utilities	4,000	4,000	3,171
Commodities and Supplies	4,320	4,805	2,950
Office and Other Equipment	547	1,094	118
Insurance	8,670	8,670	8,670
Total Administration and Support	287,052	286,584	275,737

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Welfare - Continued			
Human Services Department - Continued			
Social Services			
Personal Services	\$ 262,360	262,360	261,036
Employee Benefits	91,714	91,714	90,323
Other Employee Costs	3,887	3,887	1,084
Commodities and Supplies	750	750	671
Total Social Services	358,711	358,711	353,114
Nursing/Health Services			
Personal Services	127,254	127,254	121,940
Employee Benefits	48,392	48,392	50,492
Other Employee Costs	1,180	1,180	275
Contractual Services	255	255	—
Commodities and Supplies	5,823	5,823	1,294
Office and Other Equipment	510	510	168
Total Nursing/Health Services	183,414	183,414	174,169
Community Connections Center			
Personal Services	215,658	215,658	211,867
Employee Benefits	66,137	66,137	65,467
Other Employee Costs	2,549	2,549	560
Contractual Services	100,512	100,512	88,823
Utilities	4,746	4,746	3,793
Commodities and Supplies	4,029	4,029	1,685
Office and Other Equipment	—	—	344
Total Community Connections Center	393,631	393,631	372,539
Total Human Services Department	1,222,808	1,222,340	1,175,559

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Welfare - Continued			
Community Development - Housing			
Housing Inspections			
Personal Services	\$ 172,612	172,612	141,164
Employee Benefits	67,891	67,891	58,001
Other Employee Costs	3,723	3,723	2,470
Contractual Services	57,040	57,040	40,461
Utilities	4,649	4,649	—
Commodities and Supplies	7,925	7,925	5,180
Total Community Development - Housing	313,840	313,840	247,276
Total Welfare	1,536,648	1,536,180	1,422,835
Culture and Recreation			
Public Representation - Community and Civic Services			
Community Groups and Miscellaneous			
Contractual Services	232,435	233,435	176,440
Other Expenditures	6,120	6,120	2,715
Total Community Groups and Miscellaneous	238,555	239,555	179,155
4th of July and Civic Events			
Employee Benefits	16,464	16,464	15,567
Contractual Services	29,352	29,352	26,007
Commodities and Supplies	42,766	41,766	8,372
Total 4th of July and Civic Events	88,582	87,582	49,946
Holiday Decorations			
Contractual Services	72,532	62,114	44,532
Commodities and Supplies	24,697	35,115	33,542
Total Holiday Decorations	97,229	97,229	78,074

VILLAGE OF MOUNT PROSPECT, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
Blood Drive Program			
Commodities and Supplies	\$ —	—	(285)
Total Culture and Recreation	424,366	424,366	306,890
Total Expenditures	57,799,402	59,261,044	56,442,110

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property - Levy	\$ 2,690,171	2,690,171	2,690,171
Other Taxes			
Home Rule Sales Tax	925,000	925,000	925,000
Video Gaming Tax	45,000	45,000	152,152
Intergovernmental			
Mount Prospect Public Library Bonds	1,575,900	1,575,900	1,576,750
Interest	15,000	15,000	835
Total Revenues	<u>5,251,071</u>	<u>5,251,071</u>	<u>5,344,908</u>
Expenditures			
Debt Service			
Principal Retirement	4,270,000	4,270,000	4,270,000
Interest and Fiscal Charges	2,424,799	2,424,799	2,424,107
Total Expenditures	<u>6,694,799</u>	<u>6,694,799</u>	<u>6,694,107</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,443,728)	(1,443,728)	(1,349,199)
Other Financing Sources			
Transfers In	600,000	—	4,819
Net Change in Fund Balance	<u>(843,728)</u>	<u>(1,443,728)</u>	(1,344,380)
Fund Balance - Beginning			<u>3,126,865</u>
Fund Balance - Ending			<u>1,782,485</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Police and Fire Building Construction - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Interest	\$ —	—	126
Expenditures			
Capital Outlay			
Facility Construction	—	45,000	39,441
Excess (Deficiency) of Revenues Over (Under) Expenditures	—	(45,000)	(39,315)
Other Financing (Uses)			
Transfers Out	(600,000)	(600,000)	(4,819)
Net Change in Fund Balance	<u>(600,000)</u>	<u>(645,000)</u>	(44,134)
Fund Balance - Beginning			<u>44,134</u>
Fund Balance - Ending			<u>—</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund: The Motor Fuel Tax Fund is used to account for the activities involved with street maintenance and construction. Financing is provided by the Village's share of state gasoline taxes. State law requires these gasoline taxes to be used to maintain streets.

The Refuse Disposal Fund: - The Refuse Disposal Fund is used to account for the revenues and expenditures associated with providing solid waste collection services. Financing provided by restricted user fees and recycling income.

Community Development Block Grant (CDBG) Fund: The Community Development Block Grant Fund is used to account for the revenue and expenditures associated with the CDBG. The grant is provided by the U.S. Department of Housing and Urban Development to develop urban communities by expanding economic opportunities and providing decent housing and a suitable living environment. The beneficiaries of CDBG must be individuals with low and/or moderate incomes.

Asset Seizure Fund: The Asset Seizure Fund is used to account for the revenues and expenditures associated with the asset seizure program in which the Village participates. Funds received are restricted for use in the fight against drugs.

Federal Equitable Share Fund: The Federal Equitable Share Fund is used to account for the revenues and expenditures associated with the Federal Shared Funds program. The use of funds is restricted for use in the fight against drugs.

DUI Fines Fund: The DUI Fines Fund is used to account for the revenues and expenditures associated with the Cook County DUI fine program. Use of funds is restricted to fight against drunk driving.

Foreign Fire Insurance Fund: The Foreign Fire Insurance Fund is used to account for the revenues derived from the Foreign Fire Insurance Tax and disbursement of these funds for the benefit, use and maintenance related to the Fire Department.

Business District Fund: The Business District Fund is used to account for the revenues and expenditures associated with the Business Districts within the Village. The Village currently has one Business District, the Randhurst Village Business District Area.

NONMAJOR GOVERNMENTAL FUNDS - Continued

CAPITAL PROJECTS FUNDS

Capital Improvement Fund: The Capital Improvement Fund is used to account for the resources to provide for certain capital improvements and the replacement of Village equipment. Financing is being provided by home rule sales tax, developer contributions, transfers from other funds, and investment income.

Flood Control Construction Fund: The Flood Control Construction fund is used to account for the resources to implement flood control projects throughout the Village. Financing is provided by home rule sales taxes, service charges, and investment income.

Street Improvement Construction Fund: The Street Improvement Construction Fund is used to account for the resources to reconstruct Village streets. Financing is being provided by various taxes, licenses, permits, fees and interest income.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2021**

	Special Revenue	Capital Projects	Totals
ASSETS			
Cash and Investments	\$ 6,378,108	7,948,358	14,326,466
Receivables - Net of Allowances			
Other Taxes	552,596	1,071,941	1,624,537
Other	677,116	—	677,116
Accounts	492	—	492
Due from Other Governments	522,368	1,297,957	1,820,325
Prepays	79,781	—	79,781
Total Assets	<u>8,210,461</u>	<u>10,318,256</u>	<u>18,528,717</u>
LIABILITIES			
Accounts Payable	353,345	190,936	544,281
Accrued Payroll	12,193	—	12,193
Retainage Payable	—	10,650	10,650
Due to Other Governments	12,175	149,912	162,087
Due to Other Funds	—	1,801,494	1,801,494
Other Payables	1,470,550	—	1,470,550
Total Liabilities	<u>1,848,263</u>	<u>2,152,992</u>	<u>4,001,255</u>
FUND BALANCES			
Nonspendable	79,781	—	79,781
Restricted	5,270,068	—	5,270,068
Committed	1,012,349	—	1,012,349
Assigned	—	8,157,144	8,157,144
Unassigned	—	8,120	8,120
Total Fund Balances	<u>6,362,198</u>	<u>8,165,264</u>	<u>14,527,462</u>
Total Liabilities and Fund Balances	<u>8,210,461</u>	<u>10,318,256</u>	<u>18,528,717</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2021

	Special Revenue	Capital Projects	Totals
Revenues			
Taxes	\$ 923,920	4,998,708	5,922,628
Intergovernmental	3,444,574	2,848,071	6,292,645
Licenses and Permits	—	1,451,051	1,451,051
Charges for Services	4,814,332	—	4,814,332
Interest	1,453	1,466	2,919
Miscellaneous	1,321,037	181,399	1,502,436
Total Revenues	<u>10,505,316</u>	<u>9,480,695</u>	<u>19,986,011</u>
Expenditures			
Current			
General Government	1,473,245	—	1,473,245
Public Safety	57,315	—	57,315
Highways and Streets	2,636,234	—	2,636,234
Health	4,818,826	—	4,818,826
Welfare	703,509	—	703,509
Capital Outlay	—	10,837,406	10,837,406
Total Expenditures	<u>9,689,129</u>	<u>10,837,406</u>	<u>20,526,535</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>816,187</u>	<u>(1,356,711)</u>	<u>(540,524)</u>
Other Financing Sources (Uses)			
Transfers In	—	4,540,000	4,540,000
Transfers Out	—	(540,000)	(540,000)
	<u>—</u>	<u>4,000,000</u>	<u>4,000,000</u>
Net Change in Fund Balances	816,187	2,643,289	3,459,476
Fund Balances - Beginning	<u>5,546,011</u>	<u>5,521,975</u>	<u>11,067,986</u>
Fund Balances - Ending	<u><u>6,362,198</u></u>	<u><u>8,165,264</u></u>	<u><u>14,527,462</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

December 31, 2021

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Nonmajor Governmental - Special Revenue Funds
Combining Balance Sheet
December 31, 2021**

	Motor Fuel Tax	Refuse Disposal	Community Development Block Grant
ASSETS			
Cash and Investments	\$ 4,353,330	683,199	—
Receivables - Net of Allowances			
Other Taxes	201,429	—	—
Other	—	622,565	—
Accounts	—	—	—
Due from Other Governments	—	—	522,368
Prepays	—	78,701	—
Total Assets	<u>4,554,759</u>	<u>1,384,465</u>	<u>522,368</u>
LIABILITIES			
Accounts Payable	62,304	281,222	9,819
Accrued Payroll	—	12,193	—
Due to Other Governments	12,175	—	—
Other Payables	—	—	512,549
Total Liabilities	<u>74,479</u>	<u>293,415</u>	<u>522,368</u>
FUND BALANCES			
Nonspendable	—	78,701	—
Restricted	4,480,280	—	—
Committed	—	1,012,349	—
Total Fund Balances	<u>4,480,280</u>	<u>1,091,050</u>	<u>—</u>
Total Liabilities and Fund Balances	<u>4,554,759</u>	<u>1,384,465</u>	<u>522,368</u>

Asset Seizure	Federal Equitable Share	DUI Fines	Foreign Fire Insurance	Business District	Totals
105,013	57,872	148,677	477,734	552,283	6,378,108
—	—	—	—	351,167	552,596
—	—	—	—	54,551	677,116
492	—	—	—	—	492
—	—	—	—	—	522,368
—	—	—	1,080	—	79,781
105,505	57,872	148,677	478,814	958,001	8,210,461
—	—	—	—	—	353,345
—	—	—	—	—	12,193
—	—	—	—	—	12,175
—	—	—	—	958,001	1,470,550
—	—	—	—	958,001	1,848,263
—	—	—	1,080	—	79,781
105,505	57,872	148,677	477,734	—	5,270,068
—	—	—	—	—	1,012,349
105,505	57,872	148,677	478,814	—	6,362,198
105,505	57,872	148,677	478,814	958,001	8,210,461

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2021

	Motor Fuel Tax	Refuse Disposal	Community Development Block Grant
Revenues			
Taxes	\$ —	—	—
Intergovernmental	2,122,371	—	661,380
Charges for Services	—	4,814,332	—
Interest	982	135	—
Miscellaneous	1,203,601	75,307	42,129
Total Revenues	<u>3,326,954</u>	<u>4,889,774</u>	<u>703,509</u>
Expenditures			
Current			
General Government	—	—	—
Public Safety	—	—	—
Highways and Streets	2,636,234	—	—
Health	—	4,818,826	—
Welfare	—	—	703,509
Total Expenditures	<u>2,636,234</u>	<u>4,818,826</u>	<u>703,509</u>
Net Change in Fund Balances	690,720	70,948	—
Fund Balances - Beginning	<u>3,789,560</u>	<u>1,020,102</u>	<u>—</u>
Fund Balances - Ending	<u><u>4,480,280</u></u>	<u><u>1,091,050</u></u>	<u><u>—</u></u>

Asset Seizure	Federal Equitable Share	DUI Fines	Foreign Fire Insurance	Business District	Totals
—	—	—	102,272	821,648	923,920
752	5,878	2,805	—	651,388	3,444,574
—	—	—	—	—	4,814,332
31	5	6	85	209	1,453
—	—	—	—	—	1,321,037
783	5,883	2,811	102,357	1,473,245	10,505,316
—	—	—	—	1,473,245	1,473,245
15,921	—	4,096	37,298	—	57,315
—	—	—	—	—	2,636,234
—	—	—	—	—	4,818,826
—	—	—	—	—	703,509
15,921	—	4,096	37,298	1,473,245	9,689,129
(15,138)	5,883	(1,285)	65,059	—	816,187
120,643	51,989	149,962	413,755	—	5,546,011
105,505	57,872	148,677	478,814	—	6,362,198

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 1,895,845	2,120,845	2,122,371
Interest	5,000	5,000	982
Miscellaneous	1,199,940	1,199,940	1,203,601
Total Revenues	<u>3,100,785</u>	<u>3,325,785</u>	<u>3,326,954</u>
Expenditures			
Highway and Streets			
Street Maintenance	<u>3,100,376</u>	<u>2,782,149</u>	<u>2,636,234</u>
Net Change in Fund Balance	<u>409</u>	<u>543,636</u>	690,720
Fund Balance - Beginning			<u>3,789,560</u>
Fund Balance - Ending			<u>4,480,280</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Motor Fuel Tax - Special Revenue Fund
Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Highway and Streets			
Street Division			
Street Maintenance			
Contractual Services	\$ 183,126	183,126	182,924
Snow Removal			
Contractual Services	84,463	84,463	79,933
Commodities and Supplies	380,000	380,000	352,189
Total Snow Removal	464,463	464,463	432,122
Traffic Control/Street Lighting			
Contractual Services	99,787	99,787	90,577
Utilities	254,000	254,000	199,838
Total Traffic Control/Street Lighting	353,787	353,787	290,415
Street Improvement Projects			
Infrastructure	2,099,000	1,780,773	1,730,773
Total Expenditures	3,100,376	2,782,149	2,636,234

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Refuse Disposal - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services	\$ 4,775,000	4,848,000	4,814,332
Interest	5,348	5,348	135
Miscellaneous	10,000	10,000	75,307
Total Revenues	4,790,348	4,863,348	4,889,774
Expenditures			
Health			
Refuse Disposal Division			
Personal Services	316,889	316,889	304,945
Employee Benefits	129,532	153,184	164,320
Other Employee Costs	1,377	1,627	256
Contractual Services	4,287,258	4,312,008	4,319,690
Commodities and Supplies	42,560	42,560	16,883
Insurance	12,732	12,732	12,732
Total Expenditures	4,790,348	4,839,000	4,818,826
Net Change in Fund Balance	—	24,348	70,948
Fund Balance - Beginning			1,020,102
Fund Balance - Ending			1,091,050

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Refuse Disposal - Special Revenue Fund
Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Charges for Services			
Single-Family Service Charges	\$ 3,500,000	3,500,000	3,470,639
Multi-Family Service Charges	1,100,000	1,173,000	1,172,931
Single-Family Penalties	36,500	36,500	32,783
Multi-Family Penalties	3,500	3,500	3,405
Contract Administrative Fees	107,500	107,500	108,334
Recycling Bins	2,500	2,500	1,300
Yard Waste Cart Rental	25,000	25,000	24,940
Total Charges for Services	4,775,000	4,848,000	4,814,332
Interest	5,348	5,348	135
Miscellaneous			
Reimbursements	5,000	5,000	66,791
Other	5,000	5,000	8,516
Total Miscellaneous	10,000	10,000	75,307
Total Revenues	4,790,348	4,863,348	4,889,774

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Community Development Block Grant - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Grant - CDBG	\$ 388,868	634,694	661,380
Miscellaneous			
Program Income	79,632	79,632	42,129
Total Revenues	<u>468,500</u>	<u>714,326</u>	<u>703,509</u>
Expenditures			
Welfare			
Administration and Support	—	—	1,700
Community Programs	58,500	304,326	385,789
Residential Rehabilitation	410,000	410,000	316,020
Total Expenditures	<u>468,500</u>	<u>714,326</u>	<u>703,509</u>
Net Change in Fund Balance	<u>—</u>	<u>—</u>	—
Fund Balance - Beginning			<u>—</u>
Fund Balance - Ending			<u>—</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Asset Seizure - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Seized Assets	\$ 5,000	5,000	752
Interest	1,000	1,000	31
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>783</u>
Expenditures			
Public Safety			
Other Employee Costs	1,000	1,000	—
Contractual Services	3,000	3,000	—
Equipment	3,000	15,921	15,921
Total Expenditures	<u>7,000</u>	<u>19,921</u>	<u>15,921</u>
Net Change in Fund Balance	<u>(1,000)</u>	<u>(13,921)</u>	(15,138)
Fund Balance - Beginning			<u>120,643</u>
Fund Balance - Ending			<u>105,505</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Federal Equitable Share - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Federal Equitable Shared Funds	\$ 4,000	4,000	5,878
Interest	100	100	5
Total Revenues	<u>4,100</u>	<u>4,100</u>	<u>5,883</u>
Expenditures			
Public Safety			
Contractual Services	<u>1,000</u>	<u>1,000</u>	<u>—</u>
Net Change in Fund Balance	<u><u>3,100</u></u>	<u><u>3,100</u></u>	<u>5,883</u>
Fund Balance - Beginning			<u>51,989</u>
Fund Balance - Ending			<u><u>57,872</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

DUI Fines - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
DUI Fines	\$ 10,000	10,000	2,805
Interest	200	200	6
Total Revenues	<u>10,200</u>	<u>10,200</u>	<u>2,811</u>
Expenditures			
Public Safety			
Other Employee Costs	1,000	3,043	3,043
Contractual Services	1,000	1,000	—
Equipment	46,000	1,053	1,053
Total Expenditures	<u>48,000</u>	<u>5,096</u>	<u>4,096</u>
Net Change in Fund Balance	<u>(37,800)</u>	<u>5,104</u>	(1,285)
Fund Balance - Beginning			<u>149,962</u>
Fund Balance - Ending			<u><u>148,677</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Foreign Fire Insurance - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Other Taxes			
Foreign Fire Insurance Tax	\$ 75,000	75,000	102,272
Interest	2,500	2,500	85
Total Revenues	<u>77,500</u>	<u>77,500</u>	<u>102,357</u>
Expenditures			
Public Safety			
Insurance	500	500	—
Other Employee Costs	7,950	7,950	684
Contractual Services	11,750	11,750	6,078
Commodities and Supplies	11,000	11,000	—
Building Improvements	6,000	6,000	—
Equipment	29,750	19,750	30,536
Total Expenditures	<u>66,950</u>	<u>56,950</u>	<u>37,298</u>
Net Change in Fund Balance	<u>10,550</u>	<u>20,550</u>	65,059
Fund Balance - Beginning			<u>413,755</u>
Fund Balance - Ending			<u>478,814</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Business District - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Other Taxes			
Food and Beverage Tax	\$ 385,000	385,000	331,694
Hotel/Motel Tax	200,000	200,000	164,828
Movie Theater Tax	75,000	75,000	34,249
Business District Tax	275,000	275,000	290,877
Intergovernmental			
State Sales Tax	450,000	450,000	651,388
Interest	5,000	5,000	209
Total Revenues	1,390,000	1,390,000	1,473,245
Expenditures			
General Government	1,390,000	1,390,000	1,473,245
Net Change in Fund Balance	—	—	—
Fund Balance - Beginning			—
Fund Balance - Ending			—

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Nonmajor Governmental - Capital Projects Funds

Combining Balance Sheet

December 31, 2021

	Capital Improvement	Flood Control Construction	Street Improvement Construction	Totals
ASSETS				
Cash and Investments	\$ 4,799,408	208,076	2,940,874	7,948,358
Receivables - Net of Allowances				
Other Taxes	337,117	337,117	397,707	1,071,941
Due from Other Governments	—	1,297,957	—	1,297,957
Total Assets	5,136,525	1,843,150	3,338,581	10,318,256
LIABILITIES				
Accounts Payable	174,092	11,594	5,250	190,936
Retainage Payable	10,650	—	—	10,650
Due to Other Governments	—	21,942	127,970	149,912
Due to Other Funds	—	1,801,494	—	1,801,494
Total Liabilities	184,742	1,835,030	133,220	2,152,992
FUND BALANCES				
Assigned	4,951,783	—	3,205,361	8,157,144
Unassigned	—	8,120	—	8,120
Total Fund Balances	4,951,783	8,120	3,205,361	8,165,264
Total Liabilities and Fund Balances	5,136,525	1,843,150	3,338,581	10,318,256

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Nonmajor Governmental - Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2021

	Capital Improvement	Flood Control Construction	Street Improvement Construction	Totals
Revenues				
Taxes				
Other	\$ 1,662,117	978,117	2,358,474	4,998,708
Intergovernmental	—	2,848,071	—	2,848,071
Licenses, Permits and Fees	—	—	1,451,051	1,451,051
Interest	890	41	535	1,466
Miscellaneous	—	34,833	146,566	181,399
Total Revenues	1,663,007	3,861,062	3,956,626	9,480,695
Expenditures				
Capital Outlay	932,452	7,667,909	2,237,045	10,837,406
Excess (Deficiency) of Revenues Over (Under) Expenditures	730,555	(3,806,847)	1,719,581	(1,356,711)
Other Financing Sources (Uses)				
Transfers In	750,000	3,790,000	—	4,540,000
Transfers Out	—	—	(540,000)	(540,000)
	750,000	3,790,000	(540,000)	4,000,000
Net Change in Fund Balances	1,480,555	(16,847)	1,179,581	2,643,289
Fund Balances - Beginning	3,471,228	24,967	2,025,780	5,521,975
Fund Balances - Ending	4,951,783	8,120	3,205,361	8,165,264

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Capital Improvement - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Other Taxes			
Home Rules Sales Tax	\$ 1,325,000	1,325,000	1,662,117
Intergovernmental	500,000	200,000	—
Interest	15,000	15,000	890
Total Revenues	<u>1,840,000</u>	<u>1,540,000</u>	<u>1,663,007</u>
Expenditures			
Capital Outlay			
Equipment	323,897	243,271	164,252
Building Improvements	908,000	483,875	269,067
Infrastructure	1,574,340	1,743,094	499,133
Total Expenditures	<u>2,806,237</u>	<u>2,470,240</u>	<u>932,452</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(966,237)	(930,240)	730,555
Other Financing Sources			
Transfers In	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>
Net Change in Fund Balance	<u>(216,237)</u>	<u>(180,240)</u>	1,480,555
Fund Balance - Beginning			<u>3,471,228</u>
Fund Balance - Ending			<u><u>4,951,783</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Capital Improvement - Capital Projects Fund
Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Capital Outlay			
Equipment			
Finance Department Software	\$ 46,897	46,897	48,000
Field Cameras	40,000	40,000	—
Public Safety Drone	—	12,600	12,016
Mobile Video Rec Sys	—	26,774	26,774
Medical Equipment	42,000	42,000	40,970
Village Warning Sirens	120,000	—	—
Other Equipment	75,000	75,000	36,492
Total Equipment	323,897	243,271	164,252
Building Improvements			
Public Works Facility Improvements	375,000	153,747	153,746
HVAC Replacements	140,000	115,000	—
Parking Lot Improvements	70,000	70,000	67,804
Village Hall Facility Improvements	93,000	—	—
Intersection Improvements	—	21,156	6,956
Fire Station Improvements	130,000	8,972	8,972
Other Public Building Improvements	100,000	115,000	31,589
Total Building Improvements	908,000	483,875	269,067
Infrastructure			
Residential Street Lights	134,340	134,340	18,017
Residential Street Light Improvements	225,000	133,299	132,860
Corridor Street Lights	—	293,893	—
Facade Program	100,000	100,000	50,123
Kensington Road Bike Path	200,000	200,000	1,495
Brick Sidewalks	125,000	125,000	112,363
Bridge Rehab	50,000	50,000	49,257
Pedestrian Bridge	300,000	370,501	72,108
Central Road Pedestrian Crossing	440,000	336,061	62,910
Total Infrastructure	1,574,340	1,743,094	499,133
Total Expenditures	2,806,237	2,470,240	932,452

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Flood Control Construction - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Other Taxes			
Home Rule Sales Tax	\$ 441,000	441,000	978,117
Intergovernmental	6,400,000	4,250,000	2,848,071
Interest	8,000	8,000	41
Miscellaneous			
Fees	28,000	28,000	9,833
Reimbursements	45,000	45,000	25,000
Total Revenues	<u>6,922,000</u>	<u>4,772,000</u>	<u>3,861,062</u>
Expenditures			
Capital Outlay			
Public Improvements			
Infrastructure	9,697,500	9,673,226	7,619,721
Other	59,570	62,570	48,188
Total Expenditures	<u>9,757,070</u>	<u>9,735,796</u>	<u>7,667,909</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,835,070)	(4,963,796)	(3,806,847)
Other Financing Sources			
Transfers In	<u>2,790,000</u>	<u>3,790,000</u>	<u>3,790,000</u>
Net Change in Fund Balance	<u>(45,070)</u>	<u>(1,173,796)</u>	(16,847)
Fund Balance - Beginning			<u>24,967</u>
Fund Balance - Ending			<u><u>8,120</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Flood Control Construction - Capital Projects Fund
 Schedule of Expenditures - Budget and Actual
 For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Capital Outlay			
Public Improvements			
Infrastructure			
Levee Repairs	\$ 40,800	37,800	8,471
Culvert and Ditch	30,600	30,600	—
Levee Supplies	5,100	5,100	3,640
Creek Bank Stabilization	175,500	152,500	176
Creek Tree Trimming	25,500	25,500	24,251
Private Property Drainage	120,000	144,500	131,670
Levee 37	9,300,000	9,277,226	7,451,513
Total Infrastructure	9,697,500	9,673,226	7,619,721
Other			
Electricity	3,570	3,570	—
Residential Reimbursements	5,000	5,000	—
Contractual Services	51,000	54,000	48,188
Total Other	59,570	62,570	48,188
Total Expenditures	9,757,070	9,735,796	7,667,909

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Street Improvement Construction - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Other Taxes			
Home Rule Sales Tax	\$ 1,325,000	1,325,000	1,662,117
Municipal Motor Fuel Tax	650,000	650,000	696,357
Licenses, Permits and Fees	1,500,000	1,500,000	1,451,051
Interest	10,000	10,000	535
Miscellaneous			
Reimbursements	5,000	5,000	—
Other	877,000	140,000	146,566
Total Revenues	<u>4,367,000</u>	<u>3,630,000</u>	<u>3,956,626</u>
Expenditures			
Capital Outlay			
Contractual Services	40,000	40,000	19,858
Infrastructure			
Street Resurfacing	3,707,000	3,804,958	2,184,260
Other Expenditures	80,000	32,927	32,927
Total Expenditures	<u>3,827,000</u>	<u>3,877,885</u>	<u>2,237,045</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	540,000	(247,885)	1,719,581
Other Financing (Uses)			
Transfers Out	(540,000)	(540,000)	(540,000)
Net Change in Fund Balance	<u>—</u>	<u>(787,885)</u>	1,179,581
Fund Balance - Beginning			<u>2,025,780</u>
Fund Balance - Ending			<u><u>3,205,361</u></u>

PROPRIETARY FUNDS

ENTERPRISE FUNDS

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

Water and Sewer Fund: The Water and Sewer Fund is a major fund and is used to account for the activities of the water and sewer operations. The Village operates sewerage lift and relief stations and waste water collection systems and the water distribution system.

Parking System Revenue Fund: The Parking System Revenue Fund is a nonmajor fund and is used to account for the provision of public parking services with fees shared with the commuter railroad. All activities are accounted for including administration, operations, maintenance and collection.

Village Parking System Fund: The Village Parking System Fund is a nonmajor fund and is used to account for the provision of Village-owned public parking services including the Village Hall parking deck and leased commuter spaces. All activities are accounted for including administration, operations, maintenance, financing, related debt service and billing and collection.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 17,115,645	17,115,645	17,735,543
Operating Expenses			
Administration and Maintenance	20,574,524	19,569,873	17,984,013
Operating (Loss)	(3,458,879)	(2,454,228)	(248,470)
Nonoperating Revenues (Expenses)			
Interest Income	101,100	101,100	(19,159)
Other Income	45,000	45,000	47,230
Principal Payment	(525,000)	(525,000)	—
Property Taxes	—	—	(31,127)
Disposal of Capital Assets	—	—	(14,555)
Interest Expense	(664,181)	(664,181)	(661,718)
	(1,043,081)	(1,043,081)	(679,329)
Change in Net Position - Budgetary Basis	(4,501,960)	(3,497,309)	(927,799)
Adjustments to GAAP Basis			
Depreciation			(804,017)
Amortization of Asset Retirement Obligation			(7,500)
Capital Assets Capitalized			3,904,318
Total Adjustments to GAAP Basis			3,092,801
Change in Net Position - GAAP Basis			2,165,002
Net Position - Beginning as Restated			42,982,296
Net Position - Ending			45,147,298

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Revenues - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Charges for Services			
Water Sales	\$ 13,682,845	13,682,845	14,071,601
Sewer Fees	3,304,800	3,304,800	3,486,555
Sewer Construction Charge	—	—	(46)
Water Penalties	80,000	80,000	105,380
Water Meter Fees	27,000	27,000	39,960
Water and Sewer Taps	1,000	1,000	6,075
Sewer Penalties	20,000	20,000	26,018
Total Operating Revenues	17,115,645	17,115,645	17,735,543

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Administration and Maintenance			
Administration and Support			
Personal Services	\$ 512,829	512,829	512,517
Employee Benefits	277,542	277,542	40,003
Other Employee Costs	45,347	45,347	48,125
Contractual Services	290,534	290,534	303,992
Utilities	8,700	8,700	10,894
Insurance	178,102	178,102	178,102
Commodities and Supplies	15,081	15,081	3,126
Capital Expenses	1,500	1,500	—
Total Administration and Support	1,329,635	1,329,635	1,096,759
Maintenance of Buildings			
Personal Services	185,020	185,020	180,963
Employee Benefits	77,617	77,617	83,500
Contractual Services	16,000	16,000	4,965
Utilities	6,756	6,756	6,365
Commodities and Supplies	1,688	1,688	1,676
Total Maintenance of Buildings	287,081	287,081	277,469
Maintenance of Grounds			
Personal Services	54,037	54,037	35,600
Employee Benefits	15,000	15,000	13,565
Contractual Services	53,690	53,690	48,727
Commodities and Supplies	6,659	6,659	5,336
Total Maintenance of Grounds	129,386	129,386	103,228
Water Supply Maintenance and Repair			
Personal Services	376,029	376,029	355,684
Employee Benefits	145,646	145,646	164,371
Contractual Services	123,973	123,973	104,205
Utilities	81,600	81,600	85,428
Commodities and Supplies	69,523	69,523	59,949
Distribution System	50,000	50,000	39,530
Total Water Supply Maintenance and Repair	846,771	846,771	809,167

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Administration and Maintenance - Continued			
Water Distribution Maintenance and Repair			
Personal Services	\$ 608,516	608,516	560,071
Employee Benefits	213,153	213,153	217,377
Contractual Services	261,167	273,167	235,886
Commodities and Supplies	83,726	83,726	19,332
Distribution System	20,000	8,000	5,293
Capital Expenses	1,103	1,103	954
Total Water Distribution Maintenance and Repair	1,187,665	1,187,665	1,038,913
Water Valve and Hydrant Maintenance			
Personal Services	218,840	218,840	206,405
Employee Benefits	68,731	68,731	65,214
Contractual Services	60,838	60,838	60,838
Commodities and Supplies	103,429	103,429	102,293
Total Water Valve and Hydrant Maintenance	451,838	451,838	434,750
Water Meter Installation, Repair and Replacement			
Personal Services	55,968	55,968	46,201
Employee Benefits	16,675	16,675	15,207
Contractual Services	135,247	135,247	120,929
Commodities and Supplies	3,504	3,504	3,282
Capital Expenses	66,300	66,300	68,472
Total Water Meter Installation, Repair and Replacement	277,694	277,694	254,091
Equipment Maintenance			
Contractual Services	1,017,144	1,017,144	1,017,144
Sanitary Sewer Maintenance and Repair			
Personal Services	389,352	389,352	366,932
Employee Benefits	154,717	154,717	149,164
Contractual Services	212,493	212,493	147,847
Utilities	24,895	24,895	9,699
Commodities and Supplies	26,553	26,553	24,810
Total Sanitary Sewer Maintenance and Repair	808,010	808,010	698,452

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Administration and Maintenance - Continued			
Water System Improvements			
Capital Expenses	\$ 4,225,000	3,025,839	106,476
Sanitary System Improvements			
Capital Expenses	1,980,000	1,938,731	1,002,607
Storm Sewer Improvements			
Capital Expenses	800,000	800,000	—
Improvements to Public Buildings			
Capital Expenses	—	235,779	995
Lake Michigan Water Acquisition			
Contractual Services	7,234,300	7,234,300	7,239,644
Capital Expenses	—	—	3,904,318
Total Lake Michigan Water Acquisition	7,234,300	7,234,300	11,143,962
Total Operating Expenses	20,574,524	19,569,873	17,984,013

VILLAGE OF MOUNT PROSPECT, ILLINOIS**Nonmajor Enterprise Funds
Combining Statement of Net Position
December 31, 2021**

	Parking System Revenue	Village Parking System	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 106,093	221,019	327,112
Receivables - Net of Allowances			
Other	—	49	49
Total Current Assets	<u>106,093</u>	<u>221,068</u>	<u>327,161</u>
Noncurrent Assets			
Capital Assets			
Depreciable	364,800	—	364,800
Accumulated Depreciation	(364,800)	—	(364,800)
Total Noncurrent Assets	<u>—</u>	<u>—</u>	<u>—</u>
Total Assets	<u>106,093</u>	<u>221,068</u>	<u>327,161</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	7,420	2,329	9,749
Accrued Payroll	768	768	1,536
Other Payables	680	180	860
Compensated Absences Payable	447	447	894
Total Current Liabilities	<u>9,315</u>	<u>3,724</u>	<u>13,039</u>
Noncurrent Liabilities			
Compensated Absences Payable	1,788	1,788	3,576
Total Liabilities	<u>11,103</u>	<u>5,512</u>	<u>16,615</u>
NET POSITION			
Unrestricted	<u>94,990</u>	<u>215,556</u>	<u>310,546</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS**Nonmajor Enterprise Funds****Combining Statement of Revenues, Expenses and Changes in Net Position****For the Fiscal Year Ended December 31, 2021**

	Parking System Revenue	Village Parking System	Totals
Operating Revenues			
Charges for Services			
Parking Fees	\$ 44,419	8,272	52,691
Rental Fees	—	2,500	2,500
Convenience Fees	965	133	1,098
Total Operating Revenues	45,384	10,905	56,289
Operating Expenses			
Administration, Maintenance and Improvements	85,193	91,632	176,825
Operating (Loss)	(39,809)	(80,727)	(120,536)
Nonoperating Revenues			
Interest Income	37	69	106
Other Income	—	139	139
	37	208	245
Change in Net Position	(39,772)	(80,519)	(120,291)
Net Position - Beginning	134,762	296,075	430,837
Net Position - Ending	94,990	215,556	310,546

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Nonmajor Enterprise Funds

Combining Statement of Cash Flows

For the Fiscal Year Ended December 31, 2021

	Parking System Revenue	Village Parking System	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 45,384	10,873	56,257
Payments to Suppliers	(63,247)	(76,592)	(139,839)
Payments to Employees	(18,025)	(18,025)	(36,050)
	<u>(35,888)</u>	<u>(83,744)</u>	<u>(119,632)</u>
Cash Flows from Investing Activities			
Interest Received	37	69	106
Net Change in Cash and Cash Equivalents	(35,851)	(83,675)	(119,526)
Cash and Cash Equivalents - Beginning	141,944	304,694	446,638
Cash and Cash Equivalents - Ending	<u>106,093</u>	<u>221,019</u>	<u>327,112</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating (Loss)	(39,809)	(80,727)	(120,536)
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:			
Other Income (Expense)	—	139	139
(Increase) Decrease in Current Assets	—	(32)	(32)
Increase (Decrease) in Current Liabilities	3,921	(3,124)	797
Net Cash Provided by Operating Activities	<u>(35,888)</u>	<u>(83,744)</u>	<u>(119,632)</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Parking System Revenue - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Parking Fees	\$ 157,500	157,500	44,419
Convenience Fees	1,116	1,116	965
Total Operating Revenues	158,616	158,616	45,384
Operating Expenses			
Administration, Maintenance and Improvements	171,913	171,913	85,193
Operating (Loss)	(13,297)	(13,297)	(39,809)
Nonoperating Revenues			
Interest Income	1,585	1,585	37
Change in Net Position	<u>(11,712)</u>	<u>(11,712)</u>	(39,772)
Net Position - Beginning			<u>134,762</u>
Net Position - Ending			<u>94,990</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Parking System Revenue - Enterprise Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Administration, Maintenance and Improvements			
Personal Services	\$ 18,535	18,535	18,025
Employee Benefits	7,459	7,459	6,726
Contractual Services	124,575	124,575	50,342
Utilities	9,998	9,998	2,073
Insurance	335	335	335
Commodities and Supplies	11,011	11,011	7,692
Total Operating Expenses	171,913	171,913	85,193

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Village Parking System - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Parking Fees	\$ 162,000	162,000	8,272
Rental Fees	6,600	6,600	2,500
Convenience Fees	2,372	2,372	133
Total Operating Revenues	170,972	170,972	10,905
Operating Expenses			
Administration, Maintenance and Improvements	134,737	146,737	91,632
Operating Income (Loss)	36,235	24,235	(80,727)
Nonoperating Revenues			
Other Income	—	—	139
Interest Income	3,753	3,753	69
	3,753	3,753	208
Change in Net Position	39,988	27,988	(80,519)
Net Position - Beginning			296,075
Net Position - Ending			215,556

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Village Parking System - Enterprise Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Administration, Maintenance and Improvements			
Personal Services	\$ 18,568	18,568	18,025
Employee Benefits	7,510	7,510	6,726
Contractual Services	57,759	57,759	26,334
Insurance	326	326	326
Commodities and Supplies	574	574	574
Capital Expenses	50,000	62,000	39,647
Total Operating Expenses	134,737	146,737	91,632

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies other governmental unit, or to other governmental units, on a cost-reimbursement basis.

Computer Replacement Fund: The Computer Replacement Fund is used to account for the acquisition of Village computer hardware. Financing is being provided by charges to various Village funds.

Risk Management Fund: The Risk Management Fund is used to account for the servicing and payment of claims for liability, property, casualty coverage, workers' compensation and medical benefits. Financing is being provided by charges in the various Village funds.

Vehicle Replacement Fund: The Vehicle Replacement Fund is used to account for the acquisition and depreciation of Village vehicles. Financing is being provided by charges to the General, and Water and Sewer Funds.

Vehicle Maintenance Fund: The Vehicle Maintenance Fund is used to account for the maintenance and repair of all Village vehicles. Financing is being provided by charges to various Village funds.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Internal Service Funds

Combining Statement of Net Position

December 31, 2021

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Internal Service Funds
Combining Statement of Net Position
December 31, 2021**

		<u>Computer Replacement</u>
ASSETS		
Current Assets		
Cash and Investments		\$ 319,037
Receivables - Net of Allowances - Accounts		
Accrued Interest		—
Other		—
Due from Other Governments		—
Deposits - Insurance		—
Inventories		—
Prepays		—
Total Current Assets		<u>319,037</u>
Noncurrent Assets		
Capital Assets		
Nondepreciable		150,000
Depreciable		169,532
Accumulated Depreciation		<u>(74,767)</u>
		244,765
Other Assets		
Deposits - Insurance		—
Total Noncurrent Assets		<u>244,765</u>
Total Assets		<u>563,802</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Items - RBP		—
Total Assets and Deferred Outflows of Resources		<u>563,802</u>
LIABILITIES		
Current Liabilities		
Accounts Payable		—
Accrued Payroll		—
Due to Other Governments		—
Claims Payable		—
Other Payables		—
Compensated Absences Payable		—
Total Current Liabilities		<u>—</u>
Noncurrent Liabilities		
Compensated Absences Payable		—
Claims Payable		—
Total OPEB Liability - RBP		<u>—</u>
Total Noncurrent Liabilities		<u>—</u>
Total Liabilities		<u>—</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Items - RBP		—
Total Liabilities and Deferred Inflows of Resources		<u>—</u>
NET POSITION		
Investment in Capital Assets		244,765
Unrestricted		<u>319,037</u>
Total Net Position		<u>563,802</u>

Risk Management	Vehicle Replacement	Vehicle Maintenance	Totals
473,194	11,882,768	1,333,930	14,008,929
—	11,401	—	11,401
9,534	14,513	—	24,047
—	—	9,493	9,493
3,579,477	—	—	3,579,477
—	—	355,169	355,169
73,045	—	16,038	89,083
4,135,250	11,908,682	1,714,630	18,077,599
—	1,610,969	—	1,760,969
—	15,569,712	92,062	15,831,306
—	(9,540,212)	(92,062)	(9,707,041)
—	7,640,469	—	7,885,234
1,249,584	—	—	1,249,584
1,249,584	7,640,469	—	9,134,818
5,384,834	19,549,151	1,714,630	27,212,417
—	—	111,425	111,425
5,384,834	19,549,151	1,826,055	27,323,842
86,123	47,354	68,576	202,053
—	—	36,135	36,135
519	—	—	519
281,227	—	—	281,227
111,588	—	—	111,588
—	—	13,858	13,858
479,457	47,354	118,569	645,380
—	—	55,430	55,430
268,282	—	—	268,282
—	—	474,267	474,267
268,282	—	529,697	797,979
747,739	47,354	648,266	1,443,359
—	—	127,879	127,879
747,739	47,354	776,145	1,571,238
—	7,640,469	—	7,885,234
4,637,095	11,861,328	1,049,910	17,867,370
4,637,095	19,501,797	1,049,910	25,752,604

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Net Position

For the Fiscal Year Ended December 31, 2021

	<u>Computer Replacement</u>
Operating Revenues	
Charges for Services	\$ 178,400
Contributions	—
Miscellaneous	—
Total Operating Revenues	<u>178,400</u>
Operating Expenses	
Administration and Maintenance	152,264
Insurance and Claims	—
Depreciation	13,078
Total Operating Expenses	<u>165,342</u>
Operating Income	<u>13,058</u>
Nonoperating Revenues (Expenses)	
Disposal of Capital Assets	—
Interest Income	52
	<u>52</u>
Change in Net Position	13,110
Net Position - Beginning	<u>550,692</u>
Net Position - Ending	<u><u>563,802</u></u>

Risk Management	Vehicle Replacement	Vehicle Maintenance	Totals
7,791,936	2,035,158	2,357,844	12,363,338
1,724,782	—	—	1,724,782
1,000,558	—	—	1,000,558
10,517,276	2,035,158	2,357,844	15,088,678
360,096	2,159	2,016,639	2,531,158
9,245,384	—	—	9,245,384
—	1,109,297	—	1,122,375
9,605,480	1,111,456	2,016,639	12,898,917
911,796	923,702	341,205	2,189,761
—	20,996	6,081	27,077
154	(83,454)	140	(83,108)
154	(62,458)	6,221	(56,031)
911,950	861,244	347,426	2,133,730
3,725,145	18,640,553	702,484	23,618,874
4,637,095	19,501,797	1,049,910	25,752,604

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Internal Service Funds

Combining Statement of Cash Flows

For the Fiscal Year Ended December 31, 2021

	<u>Computer Replacement</u>
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ —
Interfund Services Provided	178,400
Payments to Suppliers	(156,593)
Payments to Employees	—
	<u>21,807</u>
Cash Flows from Capital and Related Financing Activities	
Disposal of Capital Assets	—
Purchase of Capital Assets	(100,988)
	<u>(100,988)</u>
Cash Flows from Investing Activities	
Interest Received	52
	<u>52</u>
Net Change in Cash and Cash Equivalents	(79,129)
Cash and Cash Equivalents - Beginning	<u>398,166</u>
Cash and Cash Equivalents - Ending	<u><u>319,037</u></u>
Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities	
Operating Income	13,058
Adjustments to Reconcile Operating Income	
to Net Cash Provided by (Used in)	
Operating Activities	
Depreciation	13,078
(Increase) Decrease in Current Assets	—
Increase (Decrease) in Current Liabilities	(4,329)
	<u>(4,329)</u>
Net Cash Provided by Operating Activities	<u><u>21,807</u></u>

Risk Management	Vehicle Replacement	Vehicle Maintenance	Totals
3,766,899	—	—	3,766,899
5,840,633	2,009,244	2,374,736	10,403,013
(9,857,645)	(33,918)	(1,108,333)	(11,156,489)
—	—	(961,519)	(961,519)
(250,113)	1,975,326	304,884	2,051,904
—	66,850	6,081	72,931
—	(1,715,002)	—	(1,815,990)
—	(1,648,152)	6,081	(1,743,059)
154	(83,454)	140	(83,108)
(249,959)	243,720	311,105	225,737
723,153	11,639,048	1,022,825	13,783,192
473,194	11,882,768	1,333,930	14,008,929
911,796	923,702	341,205	2,189,761
—	1,109,297	—	1,122,375
(909,744)	(25,914)	16,892	(918,766)
(252,165)	(31,759)	(53,213)	(341,466)
(250,113)	1,975,326	304,884	2,051,904

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Computer Replacement - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water and Sewer Fund	\$ 8,920	8,920	8,920
General Fund	169,480	169,480	169,480
Total Operating Revenues	<u>178,400</u>	<u>178,400</u>	<u>178,400</u>
Operating Expenses			
Administration			
Capital Outlay	238,400	338,400	152,264
Depreciation	—	—	13,078
Total Operating Expenses	<u>238,400</u>	<u>338,400</u>	<u>165,342</u>
Operating Income (Loss)	(60,000)	(160,000)	13,058
Nonoperating Revenues			
Interest Income	<u>1,000</u>	<u>1,000</u>	<u>52</u>
Change in Net Position	<u>(59,000)</u>	<u>(159,000)</u>	13,110
Net Position - Beginning			<u>550,692</u>
Net Position - Ending			<u><u>563,802</u></u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Computer Replacement - Internal Service Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Administration			
Capital Outlay	\$ 238,400	338,400	152,264
Depreciation	—	—	13,078
Total Operating Expenses	238,400	338,400	165,342

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Risk Management - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 7,755,619	7,755,619	7,791,936
Contributions	1,754,000	1,754,000	1,724,782
Miscellaneous	30,000	30,000	1,000,558
Total Operating Revenues	9,539,619	9,539,619	10,517,276
Operating Expenses			
Administration	400,000	400,000	360,096
Insurance and Claims	9,214,300	9,361,950	9,245,384
Total Operating Expenses	9,614,300	9,761,950	9,605,480
Operating Income (Loss)	(74,681)	(222,331)	911,796
Nonoperating Revenues			
Interest Income	3,000	3,000	154
Change in Net Position	(71,681)	(219,331)	911,950
Net Position - Beginning			3,725,145
Net Position - Ending			4,637,095

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Risk Management - Internal Service Fund
 Schedule of Operating Revenues - Budget and Actual
 For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Charges for Services			
General Fund	\$ 6,443,222	6,443,222	6,462,980
Refuse Disposal Fund	16,932	16,932	16,932
Water and Sewer Fund	251,102	251,102	251,102
Parking System Revenue Fund	535	535	535
Village Parking System Fund	526	526	526
Vehicle Maintenance Fund	18,302	18,302	18,302
Library	1,025,000	1,025,000	1,041,559
Total Charges for Services	<u>7,755,619</u>	<u>7,755,619</u>	<u>7,791,936</u>
Contributions			
Employee			
Health Insurance	654,000	654,000	677,928
Dental Insurance	140,000	140,000	128,004
Additional Life Insurance	25,000	25,000	24,711
Vision Insurance	—	—	15,425
Retiree			
Health Insurance	900,000	900,000	846,251
Dental Insurance	35,000	35,000	32,096
Vision Insurance	—	—	367
Total Contributions	<u>1,754,000</u>	<u>1,754,000</u>	<u>1,724,782</u>
Miscellaneous			
Other Reimbursements	30,000	30,000	999,737
Miscellaneous Income	—	—	821
Total Miscellaneous	<u>30,000</u>	<u>30,000</u>	<u>1,000,558</u>
 Total Operating Revenues	 <u>9,539,619</u>	 <u>9,539,619</u>	 <u>10,517,276</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Risk Management - Internal Service Fund
 Schedule of Operating Expenses - Budget and Actual
 For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Administration			
Casualty and Property Program			
Other Contractual Services	\$ 30,000	30,000	6,900
Medical Program			
Claims Administration	370,000	370,000	353,196
Total Administration	400,000	400,000	360,096
Insurance and Claims			
Casualty and Property Program			
Liability Insurance	600,000	600,000	884,127
Other Insurance	25,000	25,000	26,822
Property Claims	100,000	100,000	—
Liability Claims	150,000	150,000	94,745
Workers' Compensation Claims	400,000	400,000	240,397
Unemployment Compensation Claims	10,000	10,000	—
Tree Hazard Study	10,000	10,000	9,990
Other Claims	10,000	10,000	37,683
Total Casualty and Property Program	1,305,000	1,305,000	1,293,764
Medical Program			
Medical Expense - HMO Plan	1,300,000	1,300,000	1,227,622
Medical Expense - Indemnity Plan	6,210,000	6,340,000	6,339,214
Medical Expense - Dental	300,000	300,000	298,681
Medical Expense - Vision	—	17,650	17,650
Health and Wellness Supplies	50,000	50,000	5,702
Life Insurance	49,300	49,300	62,751
Total Medical Program	7,909,300	8,056,950	7,951,620
Total Insurance and Claims	9,214,300	9,361,950	9,245,384
Total Operating Expenses	9,614,300	9,761,950	9,605,480

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Vehicle Replacement - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 2,034,860	2,034,860	2,035,158
Operating Expenses			
Administration	—	—	2,159
Depreciation	—	—	1,109,297
Total Operating Expenses	—	—	1,111,456
Operating Income	2,034,860	2,034,860	923,702
Nonoperating Revenues (Expenses)			
Disposal of Capital Assets	—	—	20,996
Interest Income	85,000	85,000	(83,454)
	85,000	85,000	(62,458)
Change in Net Position	2,119,860	2,119,860	861,244
Net Position - Beginning			18,640,553
Net Position - Ending			19,501,797

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Vehicle Replacement - Internal Service Fund
Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Charges for Services			
General Fund			
Manager's Office	\$ 4,230	4,230	4,230
Community Development - Planning	1,500	1,500	1,500
Community Development - Building	4,300	4,300	4,300
Community Development - Housing	8,180	8,180	8,180
Community Development - Health	1,500	1,500	1,500
Police Department	358,880	358,880	358,880
Fire Department	646,340	646,340	646,340
Public Works Department	544,060	544,060	544,060
Engineering Division	13,430	13,430	13,430
Water and Sewer Fund	452,440	452,440	452,440
Other Fees	—	—	298
			<hr/>
Total Operating Revenues	2,034,860	2,034,860	2,035,158

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Vehicle Replacement - Internal Service Fund
Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Administration			
Capital Outlay			
Police Vehicles	\$ 145,000	119,671	118,658
Fire Vehicles	1,005,000	983,756	983,756
Public Works	342,000	599,119	574,978
Village Administration Vehicles	—	15,000	—
Total Capital Outlay	1,492,000	1,717,546	1,677,392
Less Capital Assets Capitalized	(1,492,000)	(1,717,546)	(1,675,233)
Total Administration	—	—	2,159
Depreciation	—	—	1,109,297
Total Operating Expenses	—	—	1,111,456

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Vehicle Maintenance - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2021

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 2,357,844	2,357,844	2,357,844
Operating Expenses			
Administration and Maintenance	2,305,315	2,305,315	2,016,639
Operating Income	52,529	52,529	341,205
Nonoperating Revenues			
Disposal of Capital Assets	—	—	6,081
Interest Income	1,315	1,315	140
	1,315	1,315	6,221
Change in Net Position	53,844	53,844	347,426
Net Position - Beginning			702,484
Net Position - Ending			1,049,910

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Vehicle Maintenance - Internal Service Fund
Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Charges for Services			
General Fund			
Manager's Office	\$ 3,537	3,537	3,537
Television Services Division	3,773	3,773	3,773
Community Development - Planning	3,537	3,537	3,537
Community Development - Building	4,951	4,951	4,951
Community Development - Housing	24,757	24,757	24,757
Community Development - Health	3,537	3,537	3,537
Police Department	600,543	600,543	600,543
Fire Department	372,775	372,775	372,775
Public Works Department	733,760	733,760	733,760
Engineering Division	38,433	38,433	38,433
Human Service Charges	3,537	3,537	3,537
Water and Sewer Fund	564,704	564,704	564,704
Total Operating Revenues	<u>2,357,844</u>	<u>2,357,844</u>	<u>2,357,844</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Vehicle Maintenance - Internal Service Fund
 Schedule of Operating Expenses - Budget and Actual
 For the Fiscal Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Administration and Maintenance			
Vehicle Division Administration			
Personal Services	\$ 128,959	128,959	91,293
Employee Benefits	62,855	62,855	8,235
Other Employee Costs	7,250	7,250	3,772
Contractual Services	23,699	36,750	36,445
Utilities	4,500	4,500	3,261
Commodities and Supplies	2,406	6,515	1,806
Office Equipment	626	626	—
Insurance	11,202	11,202	11,202
Total Vehicle Division Administration	241,497	258,657	156,014
Vehicle Maintenance Program			
Personal Services	990,749	990,749	827,907
Employee Benefits	365,352	365,352	356,739
Contractual Services	101,478	101,478	71,936
Commodities and Supplies	603,855	587,695	603,174
Other Equipment	2,384	1,384	869
Total Vehicle Maintenance Program	2,063,818	2,046,658	1,860,625
Total Operating Expenses	2,305,315	2,305,315	2,016,639

PENSION TRUST FUNDS

Police Pension Fund: The Police Pension Fund is used to account for the resources necessary to provide retirement and disability benefits to personnel of the Mount Prospect Police Department. Revenues are provided by the following: Village contributions (made possible by a property tax levy), employee withholdings and investment income.

Firefighters' Pension Fund: The Firefighters' Pension Fund is used to account for the resources necessary to provide retirement and disability benefits to personnel of the Mount Prospect Fire Department. Revenues are provided by the following: Village contributions (made possible by a property tax levy), employee withholdings and investment income.

VILLAGE OF MOUNT PROSPECT, ILLINOIS**Pension Trust Funds****Combining Statement of Fiduciary Net Position****December 31, 2021**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 3,373,305	4,712,777	8,086,082
Investments			
U.S. Government Obligations	3,921,780	8,034,942	11,956,722
U.S. Agency Obligations	15,444,450	10,176,391	25,620,841
State and Local Obligations	4,886,907	416,890	5,303,797
Corporate Bonds	6,236,889	10,318,952	16,555,841
Real Estate	—	7,920,247	7,920,247
Mutual Funds	62,510,528	43,346,493	105,857,021
Receivables - Net of Allowance			
Accrued Interest	123,665	133,639	257,304
Due from Other Funds	20,634	18,457	39,091
Prepays	795	2,334	3,129
Total Assets	96,518,953	85,081,122	181,600,075
LIABILITIES			
Accounts Payable	44,621	63,894	108,515
NET POSITION			
Net Position Restricted for Pensions	96,474,332	85,017,228	181,491,560

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2021

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 3,977,102	3,651,864	7,628,966
Contributions - Plan Members	887,126	782,338	1,669,464
Total Contributions	<u>4,864,228</u>	<u>4,434,202</u>	<u>9,298,430</u>
Investment Earnings			
Interest Earned	36	913	949
Net Change in Fair Value	11,420,305	7,136,408	18,556,713
	<u>11,420,341</u>	<u>7,137,321</u>	<u>18,557,662</u>
Less Investment Expenses	(139,742)	(115,493)	(255,235)
Net Investment Income	<u>11,280,599</u>	<u>7,021,828</u>	<u>18,302,427</u>
Total Additions	<u>16,144,827</u>	<u>11,456,030</u>	<u>27,600,857</u>
Deductions			
Administration	60,168	109,735	169,903
Benefits and Refunds	6,518,558	6,788,536	13,307,094
Total Deductions	<u>6,578,726</u>	<u>6,898,271</u>	<u>13,476,997</u>
Change in Fiduciary Net Position	9,566,101	4,557,759	14,123,860
Net Position Restricted for Pensions			
Beginning	<u>86,908,231</u>	<u>80,459,469</u>	<u>167,367,700</u>
Ending	<u>96,474,332</u>	<u>85,017,228</u>	<u>181,491,560</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Consolidated Year-End Financial Report
December 31, 2021**

CSFA #	Program Name	State	Federal	Other	Total
420-00-1992	Purchase and Installation of a Back-up Generator for a Levee	\$ 14,160	—	—	14,160
494-00-1488	Motor Fuel Tax	1,446,295	—	—	1,446,295
494-00-2356	Rebuild Illinois Local Bond Program	1,189,939	—	—	1,189,939
	Other Grant Programs and Activities	—	804,266	3,089,566	3,893,832
	All Other Costs Not Allocated	—	—	74,971,591	74,971,591
		<u>2,650,394</u>	<u>804,266</u>	<u>78,061,157</u>	<u>81,515,817</u>

SUPPLEMENTAL SCHEDULES

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Schedule of General Long-Term Debt
Long-Term Debt Payable by Governmental Funds
December 31, 2021**

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Schedule of General Long-Term Debt
 Long-Term Debt Payable by Governmental Funds
 December 31, 2021**

	General Obligation Bonds of 2012	General Obligation Bonds of 2013	General Obligation Bonds of 2014	General Obligation Bonds of 2016	General Obligation Bonds of 2016A	General Obligation Bonds of 2017	General Obligation Bonds of 2018A
AMOUNTS TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG- TERM DEBT	\$ 885,000	8,675,000	2,390,000	1,550,000	8,860,000	4,675,000	6,880,000
GENERAL LONG-TERM DEBT PAYABLE							
General Obligation Bonds Payable	\$ 885,000	8,675,000	2,390,000	1,550,000	8,860,000	4,675,000	6,880,000
Business District Limited Tax Note Payable	—	—	—	—	—	—	—
Compensated Absences Payable	—	—	—	—	—	—	—
Net Pension Liability - Police Pension	—	—	—	—	—	—	—
Net Pension Liability - Firefighters' Pension	—	—	—	—	—	—	—
Total OPEB Liability - RBP	—	—	—	—	—	—	—
Unamortized Bond Premium	—	—	—	—	—	—	—
Totals	885,000	8,675,000	2,390,000	1,550,000	8,860,000	4,675,000	6,880,000

General Obligation Bonds of 2018B	General Obligation Bonds of 2019B	Business District Limited Tax Note	Compensated Absences	Net Pension Liability Police	Net Pension Liability Firefighters	Total OPEB Liability	Unamortized Bond Premiums	Totals
37,225,000	7,725,000	36,730,522	4,127,686	45,236,365	40,010,412	13,202,443	2,418,168	217,912,281
37,225,000	7,725,000	—	—	—	—	—	—	78,865,000
—	—	36,730,522	—	—	—	—	—	36,730,522
—	—	—	4,127,686	—	—	—	—	4,127,686
—	—	—	—	45,236,365	—	—	—	45,236,365
—	—	—	—	—	40,010,412	—	—	40,010,412
—	—	—	—	—	—	13,202,443	—	13,202,443
—	—	—	—	—	—	—	2,418,168	2,418,168
37,225,000	7,725,000	36,730,522	4,127,686	45,236,365	40,010,412	13,202,443	2,418,168	220,590,596

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2012
December 31, 2021**

Date of Issue	January 3, 2012
Date of Maturity	December 1, 2022
Authorized Issue	\$2,975,000
Denomination of Bonds	\$5,000
Interest Rate	3.10%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	JP Morgan Chase

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	<u>\$ 885,000</u>	<u>27,436</u>	<u>912,436</u>	2022	<u>13,718</u>	2022	<u>13,718</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2013
December 31, 2021**

Date of Issue	September 10, 2013
Date of Maturity	December 1, 2033
Authorized Issue	\$9,800,000
Denomination of Bonds	\$5,000
Interest Rates	3.000% to 4.125%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	The Bank of New York Mellon Trust Company

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	\$ 585,000	336,206	921,206	2022	168,103	2022	168,103
2023	605,000	318,656	923,656	2023	159,328	2023	159,328
2024	625,000	300,506	925,506	2024	150,253	2024	150,253
2025	650,000	275,506	925,506	2025	137,753	2025	137,753
2026	675,000	249,506	924,506	2026	124,753	2026	124,753
2027	700,000	222,506	922,506	2027	111,253	2027	111,253
2028	730,000	194,506	924,506	2028	97,253	2028	97,253
2029	760,000	165,307	925,307	2029	82,653	2029	82,654
2030	790,000	134,907	924,907	2030	67,453	2030	67,454
2031	820,000	103,307	923,307	2031	51,653	2031	51,654
2032	850,000	70,507	920,507	2032	35,253	2032	35,254
2033	885,000	36,507	921,507	2033	18,253	2033	18,254
	<u>8,675,000</u>	<u>2,407,927</u>	<u>11,082,927</u>		<u>1,203,961</u>		<u>1,203,966</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2014
December 31, 2021**

Date of Issue	February 4, 2014
Date of Maturity	December 1, 2023
Authorized Issue	\$6,290,000
Denomination of Bonds	\$5,000
Interest Rate	3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	The Bank of New York Mellon Trust Company

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	\$ 1,125,000	71,700	1,196,700	2022	35,850	2022	35,850
2023	1,265,000	37,950	1,302,950	2023	18,975	2023	18,975
	<u>2,390,000</u>	<u>109,650</u>	<u>2,499,650</u>		<u>54,825</u>		<u>54,825</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Refunding Bonds of 2016
December 31, 2021**

Date of Issue	September 8, 2016
Date of Maturity	December 1, 2022
Authorized Issue	\$8,735,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	<u>\$ 1,550,000</u>	<u>31,000</u>	<u>1,581,000</u>	2022	<u>15,500</u>	2022	<u>15,500</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Refunding Bonds of 2016A
December 31, 2021**

Date of Issue	December 1, 2016
Date of Maturity	December 1, 2028
Authorized Issue	\$9,100,000
Denomination of Bonds	\$5,000
Interest Rate	3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	\$ —	265,800	265,800	2022	132,900	2022	132,900
2023	515,000	265,800	780,800	2023	132,900	2023	132,900
2024	1,060,000	250,350	1,310,350	2024	125,175	2024	125,175
2025	1,740,000	218,550	1,958,550	2025	109,275	2025	109,275
2026	1,795,000	166,350	1,961,350	2026	83,175	2026	83,175
2027	1,845,000	112,500	1,957,500	2027	56,250	2027	56,250
2028	1,905,000	57,150	1,962,150	2028	28,575	2028	28,575
	<u>8,860,000</u>	<u>1,336,500</u>	<u>10,196,500</u>		<u>668,250</u>		<u>668,250</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2017
December 31, 2021**

Date of Issue	December 20, 2017
Date of Maturity	December 1, 2037
Authorized Issue	\$9,740,000
Denomination of Bonds	\$5,000
Interest Rates	2.50% to 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	\$ 315,000	298,300	613,300	2022	149,150	2022	149,150
2023	345,000	285,700	630,700	2023	142,850	2023	142,850
2024	375,000	271,900	646,900	2024	135,950	2024	135,950
2025	405,000	256,900	661,900	2025	128,450	2025	128,450
2026	440,000	240,700	680,700	2026	120,350	2026	120,350
2027	465,000	227,500	692,500	2027	113,750	2027	113,750
2028	500,000	215,876	715,876	2028	107,938	2028	107,938
2029	530,000	202,750	732,750	2029	101,375	2029	101,375
2030	565,000	188,174	753,174	2030	94,087	2030	94,087
2031	600,000	171,932	771,932	2031	85,966	2031	85,966
2032	640,000	147,932	787,932	2032	73,966	2032	73,966
2033	690,000	122,332	812,332	2033	61,166	2033	61,166
2034	730,000	100,770	830,770	2034	50,385	2034	50,385
2035	775,000	77,956	852,956	2035	38,978	2035	38,978
2036	820,000	53,738	873,738	2036	26,869	2036	26,869
2037	865,000	28,112	893,112	2037	14,056	2037	14,056
	<u>9,060,000</u>	<u>2,890,572</u>	<u>11,950,572</u>		<u>1,445,286</u>		<u>1,445,286</u>
	4,675,000	Governmental Activities					
	<u>4,385,000</u>	Business-Type Activities					
	<u><u>9,060,000</u></u>						

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2018A
December 31, 2021**

Date of Issue	May 1, 2018
Date of Maturity	December 1, 2037
Authorized Issue	\$11,950,000
Denomination of Bonds	\$5,000
Interest Rates	3.25% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	\$ 355,000	432,368	787,368	2022	216,184	2022	216,184
2023	385,000	414,618	799,618	2023	207,309	2023	207,309
2024	425,000	395,368	820,368	2024	197,684	2024	197,684
2025	470,000	374,118	844,118	2025	187,059	2025	187,059
2026	520,000	350,618	870,618	2026	175,309	2026	175,309
2027	565,000	324,618	889,618	2027	162,309	2027	162,309
2028	610,000	302,018	912,018	2028	151,009	2028	151,009
2029	655,000	277,618	932,618	2029	138,809	2029	138,809
2030	710,000	251,418	961,418	2030	125,709	2030	125,709
2031	765,000	223,018	988,018	2031	111,509	2031	111,509
2032	815,000	198,156	1,013,156	2032	99,078	2032	99,078
2033	870,000	171,668	1,041,668	2033	85,834	2033	85,834
2034	925,000	141,220	1,066,220	2034	70,610	2034	70,610
2035	985,000	108,844	1,093,844	2035	54,422	2035	54,422
2036	1,050,000	75,600	1,125,600	2036	37,800	2036	37,800
2037	1,110,000	38,850	1,148,850	2037	19,425	2037	19,425
	<u>11,215,000</u>	<u>4,080,118</u>	<u>15,295,118</u>		<u>2,040,059</u>		<u>2,040,059</u>
	6,880,000	Governmental Activities					
	<u>4,335,000</u>	Business-Type Activities					
	<u>11,215,000</u>						

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2018B
December 31, 2021**

Date of Issue	October 16, 2018
Date of Maturity	December 1, 2043
Authorized Issue	\$38,440,000
Denomination of Bonds	\$5,000
Interest Rates	3.625% to 5.000%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	\$ —	1,568,750	1,568,750	2022	784,375	2022	784,375
2023	—	1,568,750	1,568,750	2023	784,375	2023	784,375
2024	770,000	1,568,750	2,338,750	2024	784,375	2024	784,375
2025	155,000	1,530,250	1,685,250	2025	765,125	2025	765,125
2026	160,000	1,522,500	1,682,500	2026	761,250	2026	761,250
2027	165,000	1,514,500	1,679,500	2027	757,250	2027	757,250
2028	175,000	1,506,250	1,681,250	2028	753,125	2028	753,125
2029	1,645,000	1,497,500	3,142,500	2029	748,750	2029	748,750
2030	1,820,000	1,415,250	3,235,250	2030	707,625	2030	707,625
2031	1,910,000	1,324,250	3,234,250	2031	662,125	2031	662,125
2032	2,005,000	1,228,750	3,233,750	2032	614,375	2032	614,375
2033	2,105,000	1,128,500	3,233,500	2033	564,250	2033	564,250
2034	2,210,000	1,023,250	3,233,250	2034	511,625	2034	511,625
2035	2,295,000	943,138	3,238,138	2035	471,569	2035	471,569
2036	2,380,000	857,075	3,237,075	2036	428,538	2036	428,537
2037	2,470,000	767,825	3,237,825	2037	383,913	2037	383,912
2038	2,560,000	675,200	3,235,200	2038	337,600	2038	337,600
2039	2,660,000	576,000	3,236,000	2039	288,000	2039	288,000
2040	2,765,000	469,600	3,234,600	2040	234,800	2040	234,800
2041	2,875,000	359,000	3,234,000	2041	179,500	2041	179,500
2042	2,990,000	244,000	3,234,000	2042	122,000	2042	122,000
2043	3,110,000	124,400	3,234,400	2043	62,200	2043	62,200
	<u>37,225,000</u>	<u>23,413,488</u>	<u>60,638,488</u>		<u>11,706,745</u>		<u>11,706,743</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2019A
December 31, 2021**

Date of Issue	June 3, 2019
Date of Maturity	December 1, 2039
Authorized Issue	\$9,600,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	\$ 265,000	325,800	590,800	2022	162,900	2022	162,900
2023	290,000	312,550	602,550	2023	156,275	2023	156,275
2024	315,000	298,050	613,050	2024	149,025	2024	149,025
2025	345,000	282,300	627,300	2025	141,150	2025	141,150
2026	375,000	265,050	640,050	2026	132,525	2026	132,525
2027	405,000	246,300	651,300	2027	123,150	2027	123,150
2028	435,000	230,100	665,100	2028	115,050	2028	115,050
2029	465,000	212,700	677,700	2029	106,350	2029	106,350
2030	495,000	194,100	689,100	2030	97,050	2030	97,050
2031	525,000	179,250	704,250	2031	89,625	2031	89,625
2032	555,000	163,500	718,500	2032	81,750	2032	81,750
2033	585,000	146,850	731,850	2033	73,425	2033	73,425
2034	620,000	129,300	749,300	2034	64,650	2034	64,650
2035	655,000	110,700	765,700	2035	55,350	2035	55,350
2036	685,000	91,050	776,050	2036	45,525	2036	45,525
2037	725,000	70,500	795,500	2037	35,250	2037	35,250
2038	760,000	48,750	808,750	2038	24,375	2038	24,375
2039	800,000	25,000	825,000	2039	12,500	2039	12,500
	<u>9,300,000</u>	<u>3,331,850</u>	<u>12,631,850</u>		<u>1,665,925</u>		<u>1,665,925</u>

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2019B
December 31, 2021**

Date of Issue	November 25, 2019
Date of Maturity	December 1, 2039
Authorized Issue	\$7,725,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Zions Bancorporation

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2022	\$ —	265,350	265,350	2022	132,675	2022	132,675
2023	210,000	265,350	475,350	2023	132,675	2023	132,675
2024	235,000	254,850	489,850	2024	127,425	2024	127,425
2025	260,000	243,100	503,100	2025	121,550	2025	121,550
2026	290,000	230,100	520,100	2026	115,050	2026	115,050
2027	320,000	215,600	535,600	2027	107,800	2027	107,800
2028	350,000	199,600	549,600	2028	99,800	2028	99,800
2029	380,000	185,600	565,600	2029	92,800	2029	92,800
2030	415,000	170,400	585,400	2030	85,200	2030	85,200
2031	445,000	157,950	602,950	2031	78,975	2031	78,975
2032	475,000	144,600	619,600	2032	72,300	2032	72,300
2033	510,000	130,350	640,350	2033	65,175	2033	65,175
2034	545,000	115,050	660,050	2034	57,525	2034	57,525
2035	580,000	98,700	678,700	2035	49,350	2035	49,350
2036	615,000	81,300	696,300	2036	40,650	2036	40,650
2037	655,000	62,850	717,850	2037	31,425	2037	31,425
2038	700,000	43,200	743,200	2038	21,600	2038	21,600
2039	740,000	22,200	762,200	2039	11,100	2039	11,100
	<u>7,725,000</u>	<u>2,886,150</u>	<u>10,611,150</u>		<u>1,443,075</u>		<u>1,443,075</u>

STATISTICAL SECTION (Unaudited)

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

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
December 31, 2021 (Unaudited)

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS**Net Position by Component - Last Ten Fiscal Years*
December 31, 2021 (Unaudited)**

	2012	2013	2014 (1)
Governmental Activities			
Net Investment in Capital Assets	\$ 48,521,357	48,152,760	46,326,047
Restricted	3,547,328	3,045,922	4,186,505
Unrestricted	24,952,139	24,153,907	(10,441,020)
Total Governmental Activities Net Position	77,020,824	75,352,589	40,071,532
Business-Type Activities			
Net Investment in Capital Assets	26,566,375	26,352,289	26,854,967
Unrestricted	6,820,901	8,057,996	7,734,851
Total Business-Type Activities Net Position	33,387,276	34,410,285	34,589,818
Primary Government			
Net Investment in Capital Assets	75,087,732	74,505,049	73,181,014
Restricted	3,547,328	3,045,922	4,186,505
Unrestricted	31,773,040	32,211,903	(2,706,169)
Total Primary Government Net Position	110,408,100	109,762,874	74,661,350

Data Source: Audited Financial Statements

(1) The unrestricted net position decreased in 2014 due to the recognition of the business district limited tax note payable.

(2) The Village implemented GASB Statement No. 68 in fiscal year 2015.

(3) The Village implemented GASB Statement No. 75 for fiscal year 2018.

* Accrual Basis of Accounting

2015 (2)	2016	2017	2018 (3)	2019	2020	2021
43,755,661	33,224,875	34,171,129	30,192,091	31,568,036	26,448,689	38,294,932
5,319,794	4,557,424	4,104,560	7,065,413	8,691,355	5,811,511	7,199,628
(99,563,419)	(91,778,462)	(95,150,426)	(107,779,949)	(107,707,787)	(90,600,371)	(75,314,733)
(50,487,964)	(53,996,163)	(56,874,737)	(70,522,445)	(67,448,396)	(58,340,171)	(29,820,173)
36,336,899	36,588,628	35,765,755	32,472,358	33,196,889	20,547,932	29,676,988
5,580,049	4,610,400	6,266,907	8,411,004	5,924,760	17,346,891	15,780,856
41,916,948	41,199,028	42,032,662	40,883,362	39,121,649	37,894,823	45,457,844
80,092,560	69,813,503	69,936,884	62,664,449	64,764,925	46,996,621	67,971,920
5,319,794	4,557,424	4,104,560	7,065,413	8,691,355	5,811,511	7,199,628
(93,983,370)	(87,168,062)	(88,883,519)	(99,368,945)	(101,783,027)	(73,253,480)	(59,533,877)
(8,571,016)	(12,797,135)	(14,842,075)	(29,639,083)	(28,326,747)	(20,445,348)	15,637,671

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years* December 31, 2021 (Unaudited)

	2012	2013	2014	2015 (1)	2016	2017	2018 (2)	2019	2020	2021
Expenses										
Governmental Activities										
General Government	\$ 6,233,324	7,356,433	10,171,883	11,514,091	9,949,082	10,690,075	11,942,073	11,583,734	7,778,670	5,947,477
Public Safety	28,134,173	29,771,502	30,812,251	38,535,612	38,328,609	37,351,039	42,702,313	38,771,199	40,594,163	34,743,839
Highways and Streets	15,853,017	18,570,593	19,923,120	26,650,772	19,990,440	16,176,313	15,587,445	15,664,513	12,769,508	14,011,139
Health	4,407,533	4,459,897	4,591,946	4,538,800	4,620,982	4,557,211	4,811,335	4,852,981	4,785,802	4,962,123
Welfare	1,909,062	1,868,952	1,844,911	1,813,254	2,109,733	2,068,368	1,636,190	1,478,616	1,884,331	1,969,068
Culture and Recreation	406,606	443,171	425,217	453,534	515,555	611,653	573,403	381,641	181,061	294,457
Interest on Long-Term Debt	1,033,923	1,016,337	2,899,466	2,064,448	1,926,793	2,049,953	3,396,566	4,501,317	4,271,762	3,826,832
Total Governmental Activities Expenses	57,977,638	63,486,885	70,668,794	85,570,511	77,441,194	73,504,612	80,649,325	77,234,001	72,265,297	65,754,935
Business-Type Activities										
Water and Sewer	11,129,942	12,078,221	13,779,500	14,143,610	16,054,624	14,308,117	15,419,616	16,940,503	18,033,170	15,584,057
Parking	345,715	346,303	329,988	269,619	390,118	229,873	311,736	279,093	225,412	176,825
Total Business-Type Activities Expenses	11,475,657	12,424,524	14,109,488	14,413,229	16,444,742	14,537,990	15,731,352	17,219,596	18,258,582	15,760,882
Total Primary Government Expenses	69,453,295	75,911,409	84,778,282	99,983,740	93,885,936	88,042,602	96,380,677	94,453,597	90,523,879	81,515,817
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	7,068,010	6,908,188	7,785,745	4,458,450	4,496,290	4,178,495	4,362,732	4,562,357	7,052,725	7,449,945
Public Safety	1,412,279	1,583,328	1,712,860	1,796,729	1,795,838	1,761,708	1,678,492	2,042,165	2,322,390	3,258,363
Highways and Streets	126,660	269,066	414,316	183,246	290,172	169,389	387,676	137,694	1,468,859	1,618,479
Other Activities	39,163	41,220	515,095	4,467,864	4,799,080	4,616,263	4,617,215	4,614,732	—	—
Operating Grants and Contributions	1,974,867	2,356,665	2,209,036	1,912,795	2,629,030	2,705,584	2,007,177	2,142,458	2,962,935	3,116,222
Capital Grants and Contributions	72,175	288,752	140,181	47,274	—	159,682	488,470	47,560	1,348,000	2,848,071
Total Governmental Activities Program Revenues	10,693,154	11,447,219	12,777,233	12,866,358	14,010,410	13,591,121	13,541,762	13,546,966	15,154,909	18,291,080
Business-Type Activities										
Charges for Services										
Water and Sewer	10,990,923	11,507,264	11,970,681	12,434,405	12,931,867	13,395,619	14,224,032	14,972,198	16,732,889	17,735,543
Commuter Parking	225,214	234,458	254,784	261,745	334,102	343,314	342,560	327,977	104,016	56,289
Capital Grants/Contributions	—	—	373,498	8,889,998	244,423	—	—	—	—	—
Total Business-Type Activities Program Revenues	11,216,137	11,741,722	12,598,963	21,586,148	13,510,392	13,738,933	14,566,592	15,300,175	16,836,905	17,791,832
Total Primary Government Program Revenues	21,909,291	23,188,941	25,376,196	34,452,506	27,520,802	27,330,054	28,108,354	28,847,141	31,991,814	36,082,912

	2012	2013	2014	2015 (1)	2016	2017	2018 (2)	2019	2020	2021
Net (Expense) Revenue										
Governmental Activities	\$ (47,284,484)	(52,039,666)	(57,891,561)	(72,704,153)	(63,430,784)	(59,913,491)	(67,107,563)	(63,687,035)	(57,110,388)	(47,463,855)
Business-Type Activities	(259,520)	(682,802)	(1,510,525)	7,172,919	(2,934,350)	(799,057)	(1,164,760)	(1,919,421)	(1,421,677)	2,030,950
Total Primary Government Net Revenue (Expense)	(47,544,004)	(52,722,468)	(59,402,086)	(65,531,234)	(66,365,134)	(60,712,548)	(68,272,323)	(65,606,456)	(58,532,065)	(45,432,905)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	18,385,422	18,890,452	19,745,699	19,884,986	20,463,758	18,396,040	19,228,572	19,073,749	19,994,090	20,516,214
Utility	4,658,265	3,891,713	4,093,596	3,774,729	3,629,525	3,491,473	3,476,968	3,292,346	3,025,210	3,053,871
Business District	283,706	317,527	331,933	342,040	341,340	322,936	315,425	287,207	250,056	290,877
Home Rules Sales	4,750,232	5,035,998	5,320,795	5,367,762	5,553,213	5,365,011	5,455,278	5,428,737	5,334,399	6,689,468
Other	2,408,064	2,952,665	3,421,604	3,940,993	3,645,424	3,804,231	4,072,906	4,187,381	2,997,190	4,230,731
Intergovernmental										
State Sales and Local Use	11,877,115	13,254,358	14,310,773	16,311,253	17,630,758	19,894,716	24,370,264	25,178,104	24,214,948	7,175,489
Income Taxes	4,759,513	5,161,051	5,186,155	5,763,542	5,272,834	4,975,194	5,187,361	5,765,484	5,886,270	31,590,604
Replacement Taxes	358,286	396,999	407,764	386,154	386,338	456,136	370,542	460,546	411,866	723,067
Property Tax TIF Rebate	—	—	—	365,634	380,758	—	—	—	—	—
Charitable Games Tax	4,090	4,090	4,812	—	4,101	—	8,627	4,309	3,340	1,315
Interest	42,452	29,785	(46,496)	24,784	76,594	196,995	675,703	1,375,199	286,627	(82,122)
Miscellaneous	278,293	436,703	47,636	42,059	33,286	125,949	1,049,155	175,270	2,089,687	1,794,339
Transfers	—	—	—	(200,000)	—	—	—	1,602,619	—	—
Sale of Capital Assets	—	—	—	—	—	—	—	646,600	—	—
Total Governmental Activities	47,805,438	50,371,341	52,824,271	56,003,936	57,417,929	57,028,681	64,210,801	67,477,551	64,493,683	75,983,853
Business-Type Activities										
Property Tax	1,515,605	1,507,661	1,508,704	1,519,375	1,524,901	1,514,452	—	—	—	—
Home Rule Sales Tax	99,795	104,050	100,697	101,595	—	—	—	—	—	—
Interest	517	3,387	3,189	34,195	14,419	25,334	196,817	303,252	160,643	(19,053)
Miscellaneous	(29,581)	90,713	77,468	94,424	90,810	92,905	83,369	86,810	34,208	32,814
Sale of Capital Assets	—	—	—	—	—	—	—	1,370,265	—	—
Transfers	—	—	—	200,000	—	—	—	(1,602,619)	—	—
Total Business-Type Activities	1,586,336	1,705,811	1,690,058	1,949,589	1,630,130	1,632,691	280,186	157,708	194,851	13,761
Total Primary Government	49,391,774	52,077,152	54,514,329	57,953,525	59,048,059	58,661,372	64,490,987	67,635,259	64,688,534	75,997,614
Changes in Net Position										
Governmental Activities	520,954	(1,668,325)	(5,067,290)	(16,700,217)	(6,012,855)	(2,884,810)	(2,896,762)	3,790,516	7,383,295	28,519,998
Business-Type Activities	1,326,816	1,023,009	179,533	9,122,508	(1,304,220)	833,634	(884,574)	(1,761,713)	(1,226,826)	2,044,711
Total Primary Government Change in Net Position	1,847,770	(645,316)	(4,887,757)	(7,577,709)	(7,317,075)	(2,051,176)	(3,781,336)	2,028,803	6,156,469	30,564,709

Data Source: Audited Financial Statements

(1) The Village implemented GASB Statement No. 68 on fiscal year 2015.

(2) The Village implemented GASB Statement No. 75 in fiscal year 2018.

* Accrual Basis of Accounting

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2021 (Unaudited)

	2012	2013	2014
General Fund			
Nonspendable	\$ 98,150	297,762	337,165
Committed	—	—	—
Assigned	—	—	—
Unassigned	11,466,179	11,580,820	12,508,457
Total General Fund	11,564,329	11,878,582	12,845,622
All Other Governmental Funds			
Nonspendable	144,114	132,464	147,412
Restricted	3,625,715	3,166,583	13,941,797
Committed	—	—	—
Assigned	7,525,930	15,705,506	7,371,630
Unassigned	(664)	(689)	(789)
Total All Other Governmental Funds	11,295,095	19,003,864	21,460,050
Total Fund Balances	22,859,424	30,882,446	34,305,672

Data Source: Audited Financial Statements

*Modified Accrual Basis of Accounting

2015	2016	2017	2018	2019	2020	2021
204,023	188,247	261,219	220,065	370,162	381,902	342,372
—	—	—	—	3,393,000	2,300,000	—
—	—	—	—	—	—	3,700,000
17,016,920	18,496,104	19,137,752	22,837,502	22,914,986	23,492,469	30,752,940
17,220,943	18,684,351	19,398,971	23,057,567	26,678,148	26,174,371	34,795,312
107,609	96,771	83,232	74,703	100,288	108,495	79,781
5,212,985	4,557,424	8,919,560	39,339,578	28,845,580	6,071,511	7,448,334
—	—	—	—	—	934,034	1,012,349
3,679,129	3,224,446	3,579,214	7,182,152	7,245,942	7,150,936	8,157,144
(448,034)	(688,716)	—	—	—	—	8,120
8,551,689	7,189,925	12,582,006	46,596,433	36,191,810	14,264,976	16,705,728
25,772,632	25,874,276	31,980,977	69,654,000	62,869,958	40,439,347	51,501,040

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
December 31, 2021 (Unaudited)

	2012	2013	2014
Revenues			
Taxes	\$ 30,485,689	31,088,445	32,564,624
Intergovernmental	18,862,827	21,103,909	23,914,974
Licenses, Permits, and Fees	3,657,586	3,589,368	3,516,082
Charges for Services	4,417,110	4,408,987	5,220,730
Fines and Forfeitures	403,036	430,960	587,966
Interest	36,491	16,751	(46,495)
Other Reimbursements	—	—	—
Miscellaneous	629,892	1,167,196	983,623
Total Revenues	<u>58,492,631</u>	<u>61,805,616</u>	<u>66,741,504</u>
Expenditures			
General Government	5,827,275	7,452,147	7,050,018
Public Safety	28,022,943	29,233,562	30,706,685
Highways and Streets	7,734,185	9,094,846	8,291,698
Health	4,405,184	4,457,548	4,590,027
Welfare	1,909,062	1,868,952	1,865,265
Culture and Recreation	399,366	435,931	421,517
Capital Outlay	4,761,739	8,588,414	12,075,460
Debt Service			
Principal Retirement	1,479,732	1,537,312	2,987,587
Interest and Fiscal Charges	959,812	913,882	1,914,718
Total Expenditures	<u>55,499,298</u>	<u>63,582,594</u>	<u>69,902,975</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,993,333</u>	<u>(1,776,978)</u>	<u>(3,161,471)</u>
Other Financing Sources (Uses)			
Disposal of Capital Assets	—	—	—
Debt Issuance	5,475,000	9,800,000	6,290,000
Premium on Debt Issuance	—	—	294,697
Payment to Escrow Agent	(2,949,150)	—	—
Transfers In	—	239,977	—
Transfers Out	—	(239,977)	—
	<u>2,525,850</u>	<u>9,800,000</u>	<u>6,584,697</u>
Net Change in Fund Balances	<u>5,519,183</u>	<u>8,023,022</u>	<u>3,423,226</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>4.40%</u>	<u>4.01%</u>	<u>7.02%</u>

Data Source: Audited Financial Statements

*Modified Accrual Basis of Accounting

2015	2016	2017	2018	2019	2020	2021
33,433,891	34,113,260	31,784,137	33,080,547	32,718,562	31,600,945	34,781,161
26,018,173	27,434,551	29,199,312	32,811,854	34,650,218	36,297,359	46,969,768
3,915,635	4,001,458	3,982,497	4,085,141	4,249,613	3,816,507	3,913,269
5,664,398	6,347,775	5,810,731	5,834,187	6,267,680	6,785,463	7,967,914
511,536	414,884	415,189	403,842	286,328	242,004	445,604
24,784	76,594	196,995	675,700	1,375,199	234,783	986
—	35,000	19,824	112,429	31,204	—	—
656,877	549,816	592,352	1,660,393	621,494	2,089,687	1,798,702
70,225,294	72,973,338	72,001,037	78,664,093	80,200,298	81,066,748	95,877,404
7,598,649	9,435,601	10,060,904	9,566,297	9,384,171	8,044,415	8,079,371
30,350,270	32,512,612	34,279,062	36,287,527	36,783,615	37,584,244	38,791,777
7,744,122	8,148,696	8,762,136	9,658,459	10,456,537	10,576,961	12,006,572
4,589,156	4,585,572	4,500,280	4,835,310	4,849,613	4,793,171	4,985,328
1,961,516	1,994,918	1,953,055	1,798,458	1,676,723	1,824,289	2,126,344
467,611	499,208	585,907	572,169	388,375	166,740	306,890
20,998,508	10,718,553	5,786,667	15,245,784	26,616,871	33,239,574	11,101,659
3,048,912	3,243,840	3,518,904	3,671,871	3,787,500	4,015,000	4,590,000
1,799,590	2,017,192	1,378,256	2,484,885	3,409,229	3,253,348	3,123,295
78,558,334	73,156,192	70,825,171	84,120,760	97,352,634	103,497,742	85,111,236
(8,333,040)	(182,854)	1,175,866	(5,456,667)	(17,152,336)	(22,430,994)	10,766,168
—	—	—	—	646,600	383	295,525
—	17,835,000	4,815,000	45,500,000	7,725,000	—	—
—	1,022,839	115,835	1,783,506	394,075	—	—
—	(18,573,342)	—	(4,153,816)	—	—	—
81,599	1,637,926	600,000	2,354,391	3,709,981	5,188,000	4,544,819
(281,599)	(1,637,926)	(600,000)	(2,354,391)	(2,170,362)	(5,188,000)	(4,544,819)
(200,000)	284,497	4,930,835	43,129,690	10,305,294	383	295,525
(8,533,040)	101,643	6,106,701	37,673,023	(6,847,042)	(22,430,611)	11,061,693
6.20%	7.32%	6.99%	8.00%	9.60%	9.46%	10.72%

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
December 31, 2021 (Unaudited)**

Tax Levy Year	Residential Property	Commercial Property	Industrial Property	Railroad Property
2011	\$ 1,242,549,785	\$ 298,578,904	\$ 152,864,606	\$ 959,506
2012	1,141,783,464	281,197,939	145,136,294	656,385
2013	948,371,026	272,696,503	135,438,749	787,806
2014	989,619,882	285,736,126	114,184,895	836,775
2015	962,934,812	279,463,359	111,147,033	1,005,644
2016	1,191,992,297	304,999,806	121,128,843	1,037,906
2017	1,185,479,107	321,277,244	162,946,209	1,022,879
2018	1,171,019,649	326,069,226	171,888,945	1,095,851
2019	1,352,621,864	405,952,345	211,550,243	1,182,888
2020	1,341,377,216	418,382,455	230,358,924	1,224,387

Data Source: Office of the Cook County Clerk

Note: Property in the Village is reassessed every three years. Property is assessed at 33% of actual value.

Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value as a Percentage of Actual Value
\$ 1,694,952,801	0.936	\$ 5,084,858,403	33.333%
1,568,774,082	1.051	4,706,322,246	33.333%
1,357,294,084	1.275	4,071,882,252	33.333%
1,390,377,678	1.276	4,171,133,034	33.333%
1,354,550,848	1.352	4,063,652,544	33.333%
1,619,158,852	1.157	4,857,476,556	33.333%
1,670,725,439	1.143	5,012,176,317	33.333%
1,670,073,671	1.142	5,010,221,013	33.333%
1,971,307,340	0.988	5,913,922,020	33.333%
1,991,342,982	0.978	5,974,028,946	33.333%

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
December 31, 2021 (Unaudited)**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Village Direct Rates										
Corporate	0.444	0.501	0.688	0.724	0.000	0.000	0.000	0.000	0.000	0.000
Bonds and Interest	0.105	0.113	0.167	0.165	0.170	0.143	0.146	0.148	0.132	0.138
Garbage	0.109	0.121	0.026	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Police Pension	0.147	0.167	0.214	0.208	0.236	0.211	0.202	0.208	0.195	0.193
Firefighters' Pension	0.131	0.149	0.180	0.179	0.190	0.170	0.182	0.192	0.175	0.173
Fire Protection	0.000	0.000	0.000	0.000	0.385	0.322	0.312	0.302	0.261	0.251
Police Protection	0.000	0.000	0.000	0.000	0.371	0.311	0.301	0.292	0.225	0.223
Total Direct Rates	0.936	1.051	1.275	1.276	1.352	1.157	1.143	1.142	0.988	0.978
Overlapping Rates										
Mount Prospect Library	0.582	0.646	0.761	0.758	0.801	0.687	0.681	0.696	0.599	0.593
County of Cook	0.462	0.531	0.560	0.568	0.552	0.533	0.496	0.489	0.454	0.453
Consolidated Elections	0.025	0.000	0.031	0.000	0.034	0.000	0.031	0.000	0.030	0.000
Forest Preserve District	0.058	0.063	0.069	0.069	0.069	0.063	0.062	0.060	0.059	0.058
Metropolitan Water Reclamation District	0.320	0.370	0.417	0.430	0.426	0.406	0.402	0.396	0.389	0.378
Township of Elk Grove	0.056	0.064	0.077	0.076	0.078	0.066	0.065	0.066	0.055	0.053
Township of Maine	0.085	0.096	0.120	0.119	0.124	0.108	0.105	0.092	0.033	0.022
Township of Wheeling	0.048	0.052	0.056	0.052	0.055	0.041	0.043	0.043	0.038	0.037
General Assistance Elk Grove	0.012	0.014	0.017	0.017	0.017	0.013	0.013	0.013	0.011	0.011
General Assistance Maine	0.021	0.023	0.029	0.029	0.031	0.027	0.021	0.000	0.000	0.000
General Assistance Wheeling	0.009	0.009	0.010	0.010	0.010	0.008	0.009	0.009	0.008	0.008
Road and Bridge Elk Grove	0.013	0.014	0.017	0.018	0.018	0.016	0.016	0.016	0.014	0.013
Road and Bridge Maine	0.043	0.049	0.061	0.062	0.065	0.056	0.057	0.060	0.053	0.054
Road and Bridge Wheeling	0.015	0.016	0.019	0.019	0.020	0.014	0.015	0.016	0.014	0.013
Northwest Mosquito Abatement District	0.010	0.011	0.013	0.013	0.011	0.010	0.010	0.011	0.010	0.010
Arlington Heights High School District #214	2.067	2.324	2.768	2.776	2.881	2.527	2.563	2.669	2.356	2.382
Community College District #512	0.334	0.373	0.444	0.451	0.466	0.416	0.425	0.443	0.403	0.409
Arlington Heights Park District	0.496	0.545	0.633	0.636	0.626	0.488	0.494	0.514	0.457	0.469
Village of Mount Prospect										
Special Service Area #5	0.114	0.122	0.140	0.138	0.142	0.119	0.118	0.000	0.000	0.000
School District #59	2.422	2.673	3.172	3.176	3.291	2.998	3.031	3.173	2.751	2.735
Mount Prospect Park District	0.502	0.557	0.657	0.654	0.681	0.594	0.609	0.633	0.547	0.554

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
School District #57	2.748	3.041	3.478	3.241	3.364	2.870	3.720	3.875	3.490	3.574
School District #25	3.101	3.416	3.659	3.678	3.990	3.424	3.488	3.617	3.246	3.334
River Trails Park District	0.553	0.632	0.747	0.748	0.769	0.665	0.681	0.708	0.626	0.637
School District #26	3.458	3.873	4.563	4.572	4.742	4.140	4.198	4.365	3.916	3.991
Prospect Heights Park District	0.661	0.746	0.856	0.884	0.912	0.770	0.784	0.817	0.751	0.777
School District #23	2.869	3.273	3.932	3.922	4.062	3.404	3.479	3.595	3.312	3.416
School District #21	4.164	4.556	4.841	5.430	5.642	4.966	5.022	5.276	4.691	4.683
Des Plaines Park District	0.379	0.425	0.531	0.529	0.556	0.485	0.493	0.515	0.453	0.463
Prospect Heights Old Town Sanitary	0.020	0.023	0.028	0.028	0.000	0.000	0.000	0.000	0.000	0.000
Elk Grove Rural Fire Protection District	1.121	1.096	1.296	1.329	1.410	1.305	1.305	1.680	1.382	1.309
Prospect Heights Fire Protection District	0.845	0.934	1.091	1.102	1.148	0.979	1.018	1.057	0.969	1.004
High School District #207	1.995	2.215	2.722	2.739	2.901	2.507	2.529	2.652	2.553	2.639
Community College District #535	0.196	0.219	0.256	0.258	0.271	0.231	0.232	0.246	0.221	0.227
School District #62	3.107	3.490	4.255	4.293	4.487	3.921	3.940	4.121	3.575	3.696
Total Tax Rate for Property Located in the Village of Mount Prospect, Elk Grove Township, and School District #59	7.913	8.813	10.418	10.420	10.819	9.605	9.665	9.808	8.745	8.694
Share of Total Tax Rate Levied by the Village of Mount Prospect for Village Purposes	11.83%	11.93%	12.24%	12.25%	12.50%	12.05%	11.83%	11.64%	11.30%	11.25%
Total Tax Rate for Property Located in the Village of Mount Prospect, Wheeling Township, School District #26, and Mount Prospect Park District	8.940	9.998	11.783	11.786	12.242	10.715	10.805	10.973	10.268	10.333
Share of Total Tax Rate Levied by for Village Purposes	10.47%	10.51%	10.82%	10.83%	11.04%	10.80%	10.58%	10.41%	9.62%	9.46%

Data Source: Office of the Cook County Clerk

Note: Property tax rates are per \$100 of assessed valuation.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2021 (Unaudited)**

Taxpayer	2021*			2012		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
United Airlines, Inc.	\$ 39,059,347	1	1.96 %			
Home Properties Colony	34,163,702	2	1.72 %	\$ 12,165,956	5	0.78 %
Randhurst Casto Conger	28,060,445	3	1.41 %	28,960,930	1	1.85 %
CRP 3 West Central LLC	26,547,896	4	1.33 %			
1450 Owner LLC	21,355,448	5	1.07 %			
Mount Prospect Plaza	17,529,339	6	0.88 %			
Golf Plaza II	12,072,706	7	0.61 %			
LIT Industrial Limited	10,489,002	8	0.53 %	8,418,483	6	0.54 %
Menards - Properties	9,957,315	9	0.50 %			
Costco	9,848,970	10	0.49 %			
CRP Holdings				18,996,312	2	1.21 %
Ramco Gershenson Prop				17,492,627	3	1.12 %
Golf Plaza I & II				16,227,376	4	1.03 %
First Industrial				8,186,150	7	0.52 %
KRCV Corp				7,723,968	8	0.49 %
Cummings Allison Corp				7,643,111	9	0.49 %
Huntington Square				7,405,643	10	0.47 %
Totals	<u>209,084,170</u>		<u>10.50 %</u>	<u>133,220,556</u>		<u>8.50 %</u>

Data Source: Office of the Cook County Clerk

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels and it is possible that some parcels and their valuations were overlooked.

*Collections received in 2021 for 2020 Tax Year.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2012	2011	\$ 15,852,352	\$ 15,614,490	98.50%	\$ (65,951)	\$ 15,548,539	98.08%
2013	2012	16,477,871	16,278,228	98.79%	(122,631)	16,155,597	98.04%
2014	2013	17,301,436	17,064,355	98.63%	(83,365)	16,980,990	98.15%
2015	2014	17,730,922	17,521,845	98.82%	(132,041)	17,389,804	98.08%
2016	2015	18,312,756	18,130,372	99.00%	(214,643)	17,915,729	97.83%
2017	2016	18,727,305	18,534,114	98.97%	(210,455)	18,323,659	97.84%
2018	2017	19,087,264	18,865,586	98.84%	(154,326)	18,711,260	98.03%
2019	2018	19,087,266	18,710,515	98.03%	(84,508)	18,626,007	97.58%
2020	2019	19,469,004	19,187,932	98.56%	94,481	19,282,413	99.04%
2021	2020	19,469,002	19,207,966	98.66%	—	19,207,966	98.66%

Data Source: Office of the County

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

Other Information: The Statement requires that the information in this schedule be shown for each period for which levied and should be consistent with the periods shown in the schedule of direct and overlapping revenue rates and schedule of direct and overlapping property tax rates. Therefore, most Illinois governments should disclose this by the tax levy year, not the fiscal year.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Sales Taxes by Category - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

	2012	2013	2014
General Merchandise	\$ 1,186,217	1,171,771	1,135,237
Food	862,501	876,288	891,855
Drinking and Eating Places	661,285	764,653	778,314
Apparel	118,034	149,317	163,857
Furniture and H.H., and Radio	255,967	240,289	221,977
Lumber, Building Hardware	670,057	750,191	756,113
Automobile and Filling Stations	1,681,146	1,508,700	1,578,004
Drugs and Miscellaneous Retail	3,422,046	4,081,740	4,574,353
Agriculture and All Others	2,073,141	2,616,771	2,802,361
Manufacturers	110,009	182,433	383,370
Totals	<u>11,040,403</u>	<u>12,342,153</u>	<u>13,285,441</u>
Village Direct Sales Tax Rate	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
Number of Taxpayers	<u>861</u>	<u>883</u>	<u>899</u>

Data Source: Illinois Department of Revenue

Data available for calendar year only. The fiscal year of the Village is the same as the calendar year. Excludes Home Rules Tax portion.

2015	2016	2017	2018	2019	2020	2021
1,112,640	1,114,510	1,082,424	1,086,859	992,680	863,330	955,318
949,277	951,863	877,665	856,379	884,898	985,767	985,071
825,994	884,477	879,654	937,398	997,318	870,374	1,035,832
162,116	163,438	157,352	140,366	172,171	145,070	220,190
220,663	209,712	202,302	210,670	197,569	160,490	193,957
791,285	821,872	846,376	913,446	965,237	1,095,425	1,151,396
1,540,910	1,492,452	1,676,338	1,816,029	1,942,864	1,951,579	2,276,879
5,460,292	6,594,754	8,965,486	13,018,288	13,336,938	14,089,151	18,596,444
3,629,675	3,611,295	3,649,578	3,751,156	3,788,000	1,629,707	3,653,554
433,798	500,200	184,759	95,752	101,939	131,654	200,527
15,126,650	16,344,573	18,521,934	22,826,343	23,379,614	21,922,547	29,269,168
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
997	987	1,102	1,078	1,040	987	3,616

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Business District Sales Taxes by Category - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

	2012	2013	2014
General Merchandise	\$ 89,393	88,289	85,937
Food	18,898	19,146	20,989
Drinking and Eating Places	29,413	40,954	48,185
Apparel	16,341	15,594	19,302
Furniture, H.H., and Radio	16,287	17,106	16,461
Lumber, Building Hardware	90,668	101,338	104,434
Automobile and Filling Stations	—	—	—
Drugs and Miscellaneous Retail	17,747	29,896	32,071
Agriculture and All Others	4,959	5,203	4,554
Manufacturers	—	—	—
Total	283,706	317,526	331,933
Village Direct Sales Tax Rate	0.25%	0.25%	0.25%

Data Source: Illinois Department of Revenue

Data available for calendar year only. The fiscal year of the Village is the same as the calendar year.

Note: Amount reported net of IDOR 2% compliance administration and enforcement charge.

2015	2016	2017	2018	2019	2020	2021
84,364	82,142	76,426	62,848	28,214	19,626	23,759
20,747	21,846	20,186	20,417	18,526	21,501	25,736
51,419	54,393	51,629	50,063	53,476	36,543	40,161
19,963	21,716	20,126	18,060	22,600	12,802	16,484
16,088	15,551	14,438	12,976	12,336	3,661	2,308
107,339	108,480	109,058	112,957	115,524	126,618	139,161
—	—	—	—	—	—	16
37,063	31,889	25,843	31,732	29,430	26,739	38,231
5,057	5,323	5,230	6,372	7,101	2,566	4,941
—	—	—	—	—	—	80
342,040	341,340	322,936	315,425	287,207	250,056	290,877
0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Home Rule Sales Taxes by Category - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

	2012*	2013*	2014*
General Merchandise	\$ 900,240	885,410	864,254
Food	238,050	240,013	234,082
Drinking and Eating Places	656,376	754,898	766,264
Apparel	117,928	148,991	163,487
Furniture and H.H. and Radio	251,253	235,936	218,184
Lumber, Building Hardware	665,891	743,492	752,301
Automobile and Filling Stations	922,948	948,339	956,255
Drugs and Miscellaneous Retail	454,001	509,608	508,772
Agriculture and All Others	514,937	492,238	550,929
Manufacturers	107,183	179,710	380,685
Total	4,828,807	5,138,635	5,395,213
Number of Taxpayers	861	883	889
Village Home Rule Sales Tax Rate	1.00%	1.00%	1.00%

Data Source: Illinois Department of Revenue

Data available for calendar year only. The fiscal year of the Village is the same as the calendar year.

Interest income included in warrants is not reflected in this schedule.

*Excluding additional allocations received (excluded from IDOR online report).

**Amount reported net of IDOR compliance administration and enforcement charge.

2015*	2016*	2017**	2018**	2019**	2020**	2021**
861,799	858,739	822,252	806,891	675,585	577,971	678,058
249,683	246,759	231,474	238,527	249,420	268,755	306,796
808,304	862,052	831,312	852,731	913,754	764,116	932,604
161,630	162,986	154,603	137,624	169,062	142,434	216,205
217,031	206,542	196,588	204,642	192,307	157,506	190,925
787,000	817,396	828,391	891,206	942,053	1,068,094	1,125,051
893,301	831,269	937,688	1,029,522	1,031,563	924,782	1,172,730
488,963	439,702	473,116	517,588	533,057	754,906	1,148,222
548,380	623,624	702,386	667,655	611,860	528,437	722,886
431,129	497,623	179,655	91,683	97,836	126,659	194,381
5,447,220	5,546,692	5,357,465	5,438,069	5,416,497	5,313,660	6,687,858
997	987	1,102	1,078	1,040	987	3,616
1.00 %	1.00 %	1.00 %	1.00 %	1.00 %	1.00 %	1.00 %

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Fiscal Year	State Tax	County Rate	Regional Transportation Authority	Village Direct Rate	Total
2012	5.00%	1.25%	1.00%	1.00%	9.25%
2013	5.00%	1.00%	1.00%	1.00%	9.00%
2014	5.00%	1.00%	1.00%	1.00%	9.00%
2015	5.00%	1.00%	1.00%	1.00%	9.00%
2016	5.00%	2.00%	1.00%	1.00%	10.00%
2017	5.00%	2.00%	1.00%	1.00%	10.00%
2018	5.00%	2.00%	1.00%	1.00%	10.00%
2019	5.00%	2.00%	1.00%	1.00%	10.00%
2020	5.00%	2.00%	1.00%	1.00%	10.00%
2021	5.00%	2.00%	1.00%	1.00%	10.00%

Data Source: State of Illinois

Note: Business district is assessed additional 0.25% sales tax.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year Ended	Governmental Activities				Business-Type Activities		Total Primary Government	Percentage of Personal Income (3)	Per Capita (3)
	General Obligation Bonds	IEPA Loan Payable (1)	Installment Note (2)	Business District Limited Tax Note Payable	General Obligation Bonds				
2012	\$ 22,790,000	\$ 1,706,824	\$ 2,500,000	\$ —	\$ —	\$ 26,996,824	1.50%	\$ 498	
2013	31,645,000	1,139,512	2,475,000	30,451,305	—	65,710,817	3.65%	1,213	
2014	48,433,628	721,927	2,340,000	31,514,427	—	83,009,982	4.61%	1,532	
2015	45,927,931	543,015	1,940,000	31,790,140	—	80,201,086	4.46%	1,481	
2016	43,905,073	359,175	1,525,000	31,767,253	—	77,556,501	4.31%	1,432	
2017	45,784,843	170,271	1,105,000	32,525,273	5,063,964	84,649,351	4.71%	1,563	
2018	85,737,998	57,500	590,000	33,192,363	9,827,936	129,405,797	7.19%	2,389	
2019	90,476,575	—	—	35,329,187	19,567,083	145,372,845	8.08%	2,684	
2020	86,146,970	—	—	35,905,176	19,206,498	141,258,644	6.50%	2,587	
2021	81,283,168	—	—	36,730,522	18,644,921	136,658,611	5.94%	2,404	

Data Source: Audited Financial

(1) The Village entered into five installment contracts with the Illinois Environmental Protection Agency to provide funds for the construction of flood control projects. The contracts are for a 20-year period with equal semiannual installments. Only one of the five original loans remain outstanding.

(2) The Village entered into an installment note to provide funding for the construction of certain flood control projects. The loan is payable in annual installments over a seven-year period.

(3) See the schedule of Demographic and Economic Information for personal income and population data.

Note: Details of the Village's outstanding debt can be found in the notes to financial statements.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year	General Obligation Bonds	Less Amounts Available in Debt Service Fund	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2012	\$ 22,790,000	\$ 135,817	\$ 22,654,183	0.45%	\$ 418
2013	31,645,000	121,491	31,523,509	0.67%	582
2014	48,433,628	131,635	48,301,993	1.19%	892
2015	45,927,931	154,206	45,773,725	1.10%	845
2016	43,905,073	168,152	43,736,921	1.08%	807
2017	50,848,807	184,195	50,664,612	1.04%	935
2018	95,565,934	2,546,115	93,019,819	1.86%	1,717
2019	110,043,658	1,850,968	108,192,690	2.16%	1,997
2020	105,353,468	1,261,124	104,092,344	1.76%	1,906
2021	99,928,089	1,533,779	98,394,310	1.65%	1,731

Data Sources: Audited financial statements and Office of the County Clerk

(1) See the schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the schedule of Demographic and Economic Information for personal income and population data.

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Schedule of Direct and Overlapping Governmental Activities Debt
December 31, 2021 (Unaudited)**

Governmental Unit	(1) Gross Debt	(2) Percentage Debt Applicable to the Village of Mount Prospect	(3) Village Share of Debt
Village of Mount Prospect	\$ 118,013,690	100.00%	\$ 118,013,690
County of Cook	2,596,351,750	1.15%	29,728,228
Forest Preserve District of Cook County	78,085,000	1.15%	894,073
Metropolitan Water Reclamation District	2,599,744,000	1.17%	30,287,018
Community College District #535	47,200,000	0.02%	8,024
Community College District #512	244,065,000	9.15%	22,319,744
School District #214	25,000,000	19.46%	4,865,000
School District #207	111,200,000	0.08%	92,296
School District #57	5,470,000	94.13%	5,148,692
School District #26	12,615,000	78.65%	9,921,445
School District #25	40,250,000	2.60%	1,047,305
School District #23	10,500,000	8.58%	900,375
School District #21	84,350,000	2.85%	2,404,819
School District #59	32,355,000	18.21%	5,891,846
Arlington Heights Park District	11,427,000	1.92%	219,284
Des Plaines Park District	6,069,000	1.67%	101,534
Mount Prospect Park District	2,870,415	75.65%	2,171,325
Total Overlapping Debt	5,907,552,165		116,001,008
Total Direct and Overlapping Debt	6,025,565,855		234,014,698

Data Source: Governmental units and the percentage of overlapping debt from the County Clerk's office. Gross debt of the overlapping governmental units obtained from ACFR's on file with the Cook County Treasurer's Office.

(1) Gross bonded debt excluding outstanding general obligation (alternate revenue bonds) which are expected to be paid from sources other than general taxation.

(2) Determined by ratio of 2019 assessed value of property subject to taxation in overlapping unit to value of property subject to taxation in the Village.

(3) Amount in column (2) multiplied by amount in column (1).

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Schedule of Legal Debt Margin December 31, 2021 (Unaudited)

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois constitution governs computation of legal debt margin.

The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by some home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.

To date the General Assembly has set no limits for home rule municipalities. The government is a home rule municipality.

VILLAGE OF MOUNT PROSPECT, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Fiscal Year	(1) Population	(2) Equalized Assessed Value	Personal Income	(1) Per Capita Personal Income	(3) Unemployment Rate
2012	54,167	\$ 1,568,774,082	\$ 1,798,831,903	\$ 33,209	6.60%
2013	54,167	1,357,294,084	1,798,831,903	33,209	6.70%
2014	54,167	1,390,377,678	1,798,831,903	33,209	5.50%
2015	54,167	1,354,550,848	1,798,831,903	33,209	4.30%
2016	54,167	1,304,972,506	1,798,831,903	33,209	4.60%
2017	54,167	1,670,725,439	1,798,831,903	33,209	3.70%
2018	54,167	1,670,073,671	1,798,831,903	33,209	2.90%
2019	54,167	1,971,307,340	1,798,831,903	33,209	2.70%
2020	54,604	1,991,342,982	2,174,658,904	39,826	6.60%
2021	56,852	N/A	2,299,777,104	40,452	5.00%

Data source:

(1) U.S. Department of Commerce, Bureau of the Census

(2) Office of the Cook County Clerk

(3) IDES Local Area Unemployment Statistics

N/A - Not Available

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2021 (Unaudited)**

Employer	2021			2012		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
CVS Caremark	1,400	1	2.46%	809	1	1.49%
Robert Bosch Tool Corporation	650	2	1.14%	650	2	1.20%
Cummins-Allison	391	3	0.69%	450	3	0.83%
Mount Prospect School District 57	323	4	0.57%	271	8	0.50%
Village of Mount Prospect	318	5	0.56%	305	4	0.56%
Township High School District 214	300	6	0.53%	225	10	0.42%
Rauland Borg	300	7	0.53%	300	6	0.55%
Home Depot #1913	287	8	0.50%			
Wal-Mart Supercenter #1681	269	9	0.47%	300	5	0.55%
Jewel Food Store #3476	240	10	0.42%	288	7	0.53%
Carson Pirie Scott				250	9	0.46%
	<u>4,478</u>		<u>7.87%</u>	<u>3,848</u>		<u>7.09%</u>

Data Sources: Village Records

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Full-Time and Part-Time Employees by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

See Following Page

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Full-Time Equivalent Employees by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	2012	2013	2014
Public Representation/Community and Civic Services	2.10	2.10	2.05
General Government			
Village Administration			
Administration	15.45	15.45	15.45
Finance	13.00	13.00	13.00
Total	28.45	28.45	28.45
Community Development			
Community Development	17.75	18.50	18.50
Community Development/CDBG	1.25	1.00	1.00
Total	19.00	19.50	19.50
Human Services Department	9.50	9.50	9.50
Public Safety and Protection			
Police Department	99.50	100.50	100.50
Fire Department	74.50	74.50	74.50
Total	174.00	175.00	175.00
Public Works Department			
Administration	2.85	2.85	2.85
Streets/Buildings/Parking	11.85	12.45	12.40
Forestry	9.75	9.25	9.35
Engineering	8.00	8.00	8.00
Water/Sewer	25.00	24.75	24.75
Refuse Disposal	2.90	2.90	2.90
Parking	0.90	0.90	0.90
Vehicle Maintenance	10.90	10.75	10.75
Total	72.15	71.85	71.90
Village Total	305.20	306.40	306.40

Data Source: Village Budget

2015	2016	2017	2018	2019	2020	2021
2.15	2.20	2.10	2.05	0.80	0.80	0.70
16.85	16.75	17.35	15.85	15.50	16.00	16.00
13.00	13.00	13.00	13.50	13.50	14.00	13.00
29.85	29.75	30.35	29.35	29.00	30.00	29.00
18.50	18.75	18.75	21.00	21.25	21.25	20.75
1.00	0.75	0.75	—	—	—	—
19.50	19.50	19.50	21.00	21.25	21.25	20.75
9.50	9.50	9.55	10.55	9.55	9.55	9.55
99.50	101.50	102.50	103.00	104.00	105.50	105.50
75.00	81.00	81.00	81.00	80.75	80.75	80.75
174.50	182.50	183.50	184.00	184.75	186.25	186.25
2.85	3.85	3.35	4.75	5.10	5.10	5.10
12.40	12.35	12.35	14.20	16.05	16.30	16.00
9.25	8.35	8.35	8.35	9.55	9.55	9.55
8.00	8.00	8.00	7.90	8.40	8.40	8.40
24.75	2.90	25.25	25.75	23.30	23.30	23.30
2.90	24.75	2.90	—	—	—	—
0.90	0.90	0.90	—	—	—	—
10.75	10.75	10.75	10.75	9.60	10.10	9.65
71.80	71.85	71.85	71.70	72.00	72.75	72.00
307.30	315.30	316.85	318.65	317.35	320.60	318.25

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	2012	2013	2014
Finance Department			
Vehicle Stickers Issued	43,092	43,490	42,789
Utility Bills	90,147	152,312	152,649
Real Estate Transfer Tax Stamps Sold	1,282	1,451	1,426
Community Development			
Building Division			
Permits Issued	2,244	2,383	2,653
Plan Reviews	595	524	471
Building Code Inspections	8,939	7,824	10,952
Environmental Health Division			
Inspections			
Food Service	405	393	434
Multi-family Buildings	565	568	1,068
Public Safety			
Police			
Number of Crimes	3,178	2,809	2,480
Number of Service Calls	19,184	19,206	18,594
Number of Arrests	1,602	1,509	1,307
Moving Violations	5,979	6,152	4,928
Parking Citations	7,640	7,314	7,671
Fire			
Fire Calls	1,892	1,967	1,926
EMS Calls	3,885	3,912	3,985
Fire Prevention Inspections	3,308	3,144	3,047
Training Hours	21,340	21,149	24,033
Public Works			
Streets			
Street Resurfacing (Miles)	5.20	7.50	18.80
Crack Filling (Lbs)	51,885	49,153	59,568
Leaves Removed (Tons)	1,785	2,070	2,081
Water			
Water Mains Installed (Lineal Feet)	—	—	—
Water Billed (1,000 Gallons)	1,341,268	1,284,779	1,301,528
Sanitary Sewers Cleaned (Ft)	58,922	65,000	90,000
Refuse (Single/Multi-Family)			
Solid Waste Collected (Tons)	31,385	29,494	30,320
Recycling (Tons)	6,028	5,692	5,498

Data Source: Various Village Departments

* Numbers affected by COVID-19.

2015	2016	2017	2018	2019	2020	2021
41,964	41,323	40,638	39,214	37,945	35,337	35,687
152,703	152,872	152,689	152,689	149,186	149,305	152,408
1,433	1,541	1,472	1,473	1,455	1,485	1,596
2,490	2,500	2,375	2,562	2,502	2,500	2,935
536	513	425	465	575	600	636
10,590	9,535	9,640	9,320	9,100	9,000	10,480
409	405	400	359	406	432	1,216
1,043	1,000	1,000	1,025	1,015	1,000	902
2,399	2,235	2,387	2,335	2,392	2,102	2,350
18,906	18,232	18,393	18,339	18,483	15,650	18,400
1,178	1,083	1,102	1,019	1,113	919	338
4,839	4,137	3,842	3,440	3,404	2,501	2,300
7,166	5,637	8,179	5,564	4,366	3,692	6,000
1,883	1,889	1,816	1,884	1,855	1,793	1,767
4,061	4,032	4,105	4,195	4,598	4,069	4,734
2,700	3,800	2,075	2,600	3,000	1,500 *	1,956
25,990	29,024	31,626	31,651	31,258	24,221 *	29,587
9.80	6.30	7.00	7.00	6.80	7.10	7.73
51,412	53,623	51,412	54,000	54,000	54,000	55,371
1,988	1,676	1,848	1,856	1,853	1,889	1,100
1,990	600	1,990	3,900	4,510	5,326	6,513
1,204,478	1,224,661	1,208,079	1,179,096	1,183,694	1,219,545	1,259,250
120,000	75,000	100,000	75,000	60,000	60,000	52,000
30,605	26,574	29,613	28,235	28,854	28,776	28,704
5,369	5,355	5,492	5,086	4,672	4,859	4,486

VILLAGE OF MOUNT PROSPECT, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	2012	2013	2014
Public Safety			
Police			
Stations	1	1	1
Patrol Units	33	33	32
Fire			
Fire Stations	3	3	3
Fire Engines/Vehicles	20	23	23
Public Works			
Residential Streets (Miles)	134	135	134
Water			
Water Mains (Miles)	162	161	160
Fire Hydrants	2,295	2,274	2,242
Storage Capacity (Gallons)	8.8M	8.8M	8.8M
Wastewater			
Sanitary Sewer (Miles)	71	71	71
Storm Sewers (Miles)	128	135	135
Combined Sewers (Miles)	54	54	54

Data Source: Various Village departments

2015	2016	2017	2018	2019	2020	2021
1	1	1	1	1	1	1
32	30	31	31	30	30	30
3	3	3	3	3	3	3
22	21	21	21	22	22	22
134	135	135	135	135	135	136
160	160	160	160	160	160	160
2,240	2,243	2,246	2,246	2,246	2,246	2,246
8.8M	8.8M	8.8M	8.8M	8.8M	8.8M	8.8M
71	72	72	72	72	72	72
108	108	110	110	110	110	110
54	55	55	55	55	55	55

ADDITIONAL DISCLOSURES REQUIRED BY SEC RULE 15C2-12

**VILLAGE OF MOUNT PROSPECT, COOK COUNTY, ILLINOIS
FINANCIAL INFORMATION**

STATEMENT OF INDEBTEDNESS

	Amount Applicable as of December 31, 2021	As Percent of		Per Capita 2010 Census 56,852
		Assessed Value	Estimated True Value	
Assessed Valuation of Taxable Real Property, 2020	\$ 1,991,342,982	100.00%	33.33%	\$ 35,026.79
Estimated True Value of Taxable Real Property, 2020	5,974,028,946	300.00%	100.00%	105,080.37
Direct Bonded Debt payable from Property Taxes (1)				
Payable From Property taxes	\$50,910,000	2.56%	0.85%	\$ 895.48
Self-Supporting Debt	85,778,611	4.31%	1.44%	1,508.81
Total Direct Bonded Debt	\$136,688,611	6.87%	2.29%	\$ 2,404.29
Overlapping Bonded Debt Payable from Property Taxes (2)				
Schools	\$52,599,546	2.64%	0.89%	\$ 925.20
Other Than Schools	63,401,462	3.18%	1.67%	1,115.20
Total Overlapping Bonded Debt	\$116,001,008	5.82%	2.56%	\$ 2,040.40
Total Direct and Overlapping Bonded Debt	\$252,689,619	12.69%	4.85%	\$ 4,444.69
Total Direct and Overlapping Bonded Debt Excl. Self-Supporting	\$ 166,911,008	8.38%	2.79%	\$ 2,935.89

- Notes: 1. The Village is a home-rule unit under the Illinois constitution and, therefore, has no debt limit nor is it required to seek referendum approval for the issuance of general obligation debt.
2. See "Detailed Overlapping Bonded Indebtedness Payable From Property Taxes at December 31, 2021".

**RETIREMENT SCHEDULE OF OUTSTANDING VILLAGE GENERAL OBLIGATION BONDED
DEBT (Note 1)
(As of December, 31, 2021)**

Due Calendar Date	Principal Maturities			Debt Service Tax Levies	
	Source of Payments Property Taxes	Annual Maturities Amount	Cumulative Percent	Levy Year	Property Taxes
2022	5,080,000	5,080,000	10.0%	2021	5,524,686
2023	3,615,000	3,615,000	13.5%	2022	3,652,500
2024	3,805,000	3,805,000	17.3%	2023	3,649,100
2025	4,025,000	4,025,000	21.2%	2024	3,643,800
2026	4,255,000	4,255,000	25.4%	2025	3,643,850
2027	4,465,000	4,465,000	29.8%	2026	3,637,000
2028	4,705,000	4,705,000	34.4%	2027	3,643,400
2029	4,435,000	4,435,000	38.7%	2028	3,142,500
2030	4,795,000	4,795,000	43.4%	2029	3,235,250
2031	5,065,000	5,065,000	48.4%	2030	3,234,250
2032	5,340,000	5,340,000	53.6%	2031	3,233,750
2033	5,645,000	5,645,000	59.2%	2030	3,233,500
2034	5,030,000	5,030,000	64.1%	2031	3,233,250
2035	5,290,000	5,290,000	69.3%	2034	3,238,138
2036	5,550,000	5,550,000	74.7%	2035	3,237,075
2037	5,825,000	5,825,000	80.4%	2036	3,237,825
2038	4,020,000	4,020,000	84.4%	2037	3,235,200
2039	4,200,000	4,200,000	88.5%	2038	3,236,000
2040	2,765,000	2,765,000	91.2%	2039	3,234,600
2041	2,875,000	2,875,000	94.0%	2040	3,234,000
2042	2,990,000	2,990,000	97.0%	2041	3,234,000
2043	3,110,000	3,110,000	100.0%	2042	3,234,400
	\$96,885,000	\$96,885,000			

Notes: 1. The Village is a home rule unit under the 1970 Illinois Constitution and as such has no debt limit, nor is it required to seek referendum approval for the issuance of general obligation debt. The Village has used alternative revenue sources including Home-rule sales tax, water/sewer charges etc. to perform the debt service for certain bonds. The Village abates the property taxes for the bonds paid with the alternative revenue sources.

DEBT RATIOS AND PER CAPITAL DEBT—GENERAL OBLIGATION BOND SALES 2003-2021 (Note 1)

Village Issue		Ratio to Equalized Assessed Value				Per Capita (3)	
		Direct Debt		Direct & Overlapping		Direct & Overlapping	
Sale Date	Amount	Including Self-Supporting	Excluding Self-Supporting	Including Self-Supporting	Excluding Self-Supporting	Including Self-Supporting	Excluding Self-Supporting
January 21, 2003	12,235,000	1.39%	1.05%	3.77%	3.43%	2,544.05	2,316.16
December 15, 2006	10,000,000	0.78%	0.69%	2.72%	2.63%	2,362.39	2,287.21
February 17, 2009	10,000,000	0.72%	0.72%	2.45%	2.45%	2,445.85	2,445.85
December 1, 2009	3,430,000	0.70%	0.70%	2.47%	2.47%	2,749.42	2,749.42
December 1, 2009	2,650,000	0.70%	0.70%	2.47%	2.47%	2,749.42	2,749.42
July 29, 2011	4,100,000	0.60%	0.60%	2.80%	2.80%	2,921.82	2,921.82
July 29, 2011	5,160,000	0.60%	0.60%	2.80%	2.80%	2,921.82	2,921.82
January 3, 2012	2,975,000	0.60%	0.60%	2.80%	2.80%	2,921.82	2,921.82
September 10, 2013	9,800,000	0.92%	0.92%	3.42%	3.42%	3,042.80	3,043.80
February 4, 2014	6,279,000	1.13%	1.09%	3.74%	3.71%	3,253.40	3,223.59
September 8, 2016	8,735,000	2.00%	1.16%	5.29%	4.45%	3,356.50	3,309.47
December 1, 2016	9,100,000	1.90%	1.09%	5.25%	4.43%	3,356.50	3,296.96
December 20, 2017	9,740,000	1.64%	1.04%	3.78%	3.19%	3,385.89	2,829.19
May 1, 2018	7,060,000	1.62%	0.62%	3.79%	2.75%	4,214.20	2,450.93
October 16, 2018	38,440,000	2.39%	1.28%	4.55%	3.41%	4,214.20	3,135.48
June 3, 2019	9,600,000	3.66%	2.20%	9.75%	5.85%	2,990.13	1,533.88
November 25, 2019	7,725,000	3.67%	2.20%	9.76%	5.86%	2,990.13	1,533.88

- Notes: 1. Information in table pulled from applicable Official Statements.
 2. Excludes the Village’s general obligation bonds which are payable from non-property taxes.
 3. Village population estimates used in these calculations were 56,265 in 2001-2009, and 54,167 in 2010-2019 and 56,852 beginning in 2020.

EQUALIZED ASSESSED VALUATION FOR TAXING PURPOSES (Note 1)

Tax Levy Year (2)	Real Property			
	Net For General Taxing Purposes (3)	Plus Incremental Valuation	Total For All Taxing Purposes (4)	Increase Over Prior Year
2011	1,694,952,801	42,659,295	1,737,612,096	(7.7%)
2012	1,568,774,082	38,247,882	1,607,021,964	(7.5%)
2013	1,357,294,084	32,976,484	1,390,270,568	(13.5%)
2014	1,390,377,678	33,230,688	1,423,608,366	2.4%
2015	1,354,550,848	32,251,850	1,386,802,698	(2.6%)
2016	1,619,158,852	47,669,419	1,666,828,271	20.2%
2017	1,670,725,439	-	1,670,725,439	0.2%
2018	1,670,073,671	227,9575	1,702,916,654	0.1%
2019	1,962,779,503	8,527,837	1,971,307,340	17.9%
2020	1,957,111,396	14,195,944	1,991,342,982	1.0%

- Notes: 1. Property in Cook County is separated into two primary classifications for assessment purposes (10% for residential and 25% for commercial property). After the assessor establishes the fair market value of a parcel of land, the value is multiplied by one of the classification percentages to arrive at the assessed valuation for that parcel. The Illinois Department of Revenue furnishes each county with an adjustment factor (the equalization factor) to equalize the level of assessment between counties. After the equalization factor is applied, the valuation of the property for taxing purposes has been established-tax rates are applied to the equalized valuation.
2. Under the current triennial reassessment system in Cook County, the Village was most recently reassessed in 2019 and the Village equalized assessed value increased by 17.9% compared to the prior year.
3. Excludes four categories of exemptions: the Senior Citizens' Homestead Exemption; the General Homestead Exemption; the Senior Citizens' Tax Freeze Homestead Exemption and the Long-Term Homeowner Exemption.
4. The Village's tax rate is calculated based on the village's Net Equalized Assessed Valuation (shown in this table as "Net for General Taxing Purposes") and is extended against its entire Equalized Assessed Valuation (shown in this table as "Total for all Taxing Purposes") excluding only the statutory exemptions. Of the taxes collected, that portion applicable to incremental valuation (valuation of tax increment districts) is remitted to the Village by the County Collector for deposit in the applicable tax allocation fund. The Equalized Assessed Valuation for which the Village receives its portion of the total tax rate for all non-TIF purposes is shown in this table as "Net for General Taxing Purposes".

**DETAILED OVERLAPPING BONDED INDEBTEDNESS PAYABLE FROM PROPERTY TAXES
AT DECEMBER 31, 2021**

	Percent of Village's 2020 Real Property in Taxing Body	Gross Bonded Debt	Village's Applicable Share of Gross Debt to be Paid From Property Taxes (1)	
			Percent	Amount
SCHOOL DISTRICTS:				
Elementary Districts:				
Mount Prospect No. 57	37.7%	5,470,000	94.126%	5,148,692
Community Consolidated No. 59	26.7%	32,355,000	18.210%	5,891,846
River Trails No. 26	26.4%	12,615,000	78.648%	9,921,445
Wheeling Community Consolidated No. 21	3.4%	84,350,000	2.851%	2,404,819
Arlington Heights No. 25	3.2%	40,250,000	2.602%	1,047,305
Prospect Heights No. 23	2.5%	10,500,000	8.575%	900,375
High School Districts:				
Wheeling/Elk Grove No. 214	99.8%	25,000,000	19.460%	4,865,000
Maine Township No. 207	0.2%	111,200,000	0.083%	92,296
Community Colleges:				
Oakton No. 535	0.2%	47,200,000	0.017%	8,024
Harper No. 512	99.8%	244,065,000	9.145%	22,319,744
Total Schools				52,599,546
OTHER THAN SCHOOL DISTRICTS:				
Cook County, Including Forest Preserve District	100.0%	2,674,436,750	1.145%	30,622,301
Metropolitan Water Reclamation District	100.0%	2,599,744,000	1.165%	30,287,018
Park Districts:				
Mount Prospect	66.8%	2,870,415	75.645%	2,171,325
Arlington Heights	2.8%	11,427,000	1.919%	219,284
Des Plaines	1.8%	6,069,000	1.673%	101,534
Total Other Than Schools				63,401,462

Notes: 1. Village's share based upon 2019 Real Property valuations.

TAX RATES PER \$100 EQUALIZED ASSESSED VALUATION (Note 1)

	Levy Years				
	2016	2017	2018	2019	2020
Village of Mount Prospect:					
Bonds and Interest	\$ 0.143	\$ 0.146	\$ 0.148	\$ 0.132	\$ 0.138
Pensions (Police, Fire)	0.381	0.384	0.401	0.370	0.366
Police Protection	0.311	0.301	0.292	0.261	0.223
Fire Protection	0.322	0.312	0.302	0.225	0.251
Corporate	-	-	-	-	-
Total Village	\$ 1.157	\$ 1.143	\$ 1.143	\$ 0.988	\$ 0.978
Cook County, Including Forest Preserve	0.596	0.558	0.549	0.543	0.511
Metropolitan Water Reclamation District	0.406	0.402	0.396	0.389	0.378
Mount Prospect Park District	0.594	0.609	0.633	0.547	0.554
Mount Prospect Public Library	0.687	0.681	0.696	0.599	0.593
Special Service Area No. 5	0.119	0.118	-	-	-
Community Consolidated School District	2.998	3.031	3.173	2.751	2.735
Township High School District No. 214	2.527	2.563	2.669	2.356	2.382
Harper College No. 512	0.416	0.425	0.443	0.403	0.409
All Other	0.105	0.135	0.106	0.090	0.087
Total (2)	\$ 9.605	\$ 9.665	\$ 9.808	\$ 8.666	\$ 8.627
 Village as a Percent of Total	 12.0%	 11.8%	 11.7%	 11.4%	 11.3%

Notes 1. As a home rule unit under the 1970 Illinois Constitution, the Village has no statutory tax rate or levy limitations.

2. Tax rate applicable to the largest tax code in the Village and most recent available from Cook County.

**TAX EXTENSIONS AND COLLECTIONS
(Village Purposes Only)**

Levy Year	Collection Year	Total Taxes Extended	Total Taxes Collected as of December 31, 2020 (Note 1)	
			Amount	Percent (2)
2012	2013	16,477,871	16,278,228	98.79%
2013	2014	17,301,436	17,064,355	98.63%
2014	2015	17,730,922	17,521,845	98.82%
2015	2016	18,312,756	18,130,372	99.00%
2016	2017	18,727,305	18,534,114	98.97%
2017	2018	19,087,264	18,865,586	98.84%
2018	2019	19,087,266	18,710,515	98.03%
2019	2020	19,469,004	19,187,932	98.56%
2020	2021	19,469,002	19,207,967	98.66%

Notes: 1. Source: Cook County Treasurer's Office. Tax payments, including late payments and proceeds from tax sales, are shown as collections in the year when due. The "Amount Collected" is not the same as distributions to the Village because tax refunds (pursuant to court orders, first time homestead exemptions other exemptions, etc.) are deducted from "Amount Collected" and interest earnings are added to "Amount Collected" in calculating the distributions.

2. Cook County property taxes are payable in two installments: the first on March 1, and the second on the latter of August 1 or 30 days after the mailing of the tax bills. The first installment is an estimated bill and is 55% of the prior year's bill. The second installment is based on the current levy, assessment and equalization and reflects any changes from the prior year in those factors.

TEN LARGEST TAXPAYERS

Rank	Taxpayer	Business/Properties	Equalized Assessed Valuation (1)	Percent of Village (2)
1	United Airlines Inc.	Operations Center	39,059,347	1.96%
2	Home Properties Colony	Apartments	34,163,702	1.72%
3	Randhurst Costco Conger	Membership Warehouse Club	28,060,445	1.41%
4	CRP 3 West Center LLC	Industrial	26,547,896	1.33%
5	1450 Owner LLC	Industrial Real Estate	21,355,448	1.07%
6	Mount Prospect Plaza	Shopping Center	17,529,339	0.88%
7	Golf Plaza II	Shopping Center	12,072,706	0.61%
8	LIT Industrial Limited	Industrial	10,489,002	0.53%
9	Menards - Properties	Hardware and Home Building Store	9,957,315	0.50%
10	Costco	Membership Warehouse Club	9,848,970	0.49%
			\$ 209,084,170	10.50%

- Notes: 1. Valuations as of January 1, 2020 for 2021 tax purposes.
 2. Total 2020 Village valuation is \$ 1,991,342,982

2013 AND 2020 TAX BASE DISTRIBUTION BY PROPERTY CLASSIFICATION*

Classification	Village of Mount Prospect				
	Taxable Valuation			Percent of Total	
	2013	2020	%	2013	2020
Residential	948,371,026	1,341,377,21	41.44%	69.87%	67.36%
Commercial	272,696,503	418,382,455	53.42%	20.09%	21.01%
Industrial	135,438,749	230,358,924	70.08%	9.98%	11.57%
Railroad	787,806	1,224,387	55.42%	0.06%	0.06%
Total	1,357,294,084	1,991,342,98	46.71%	100.00%	100.00%

* A breakdown by property classification of the Village's levy year 2021 valuation is not available as of the date of this report.

GENERAL FUND (Note 1)

**Summary Statement of Revenues, Expenditures and Changes in Fund Balance
(Fiscal Years Ending December 31)**

	Actual				2021	
	2017	2018	2019	2020	Budget	Actual
Revenues:						
Property Taxes	\$ 16,112,039	16,112,039	16,081,608	16,367,630	16,397,087	16,226,617
Sales Taxes	19,458,742	23,658,634	24,249,211	22,693,522	29,325,000	30,100,672
State Income Taxes	4,975,194	5,187,361	5,765,484	5,886,270	7,154,200	7,175,489
Licenses, Permits & Fees	2,334,232	2,484,451	2,733,317	2,402,150	2,377,500	3,462,218
Utility Taxes	3,491,473	3,476,969	3,292,347	3,025,210	3,351,500	3,053,871
Charges for Service	1,527,168	1,475,149	1,875,941	2,320,837	1,892,600	3,153,582
Fines & Forfeits	415,189	403,842	286,328	242,004	292,000	445,604
Investment Income	132,925	318,490	430,397	99,325	181,600	(3,025)
Food & Beverage Tax	839,472	884,637	884,637	818,911	820,000	1,080,890
Real Estate Transfer Tax	1,190,331	1,426,037	1,434,580	962,687	1,125,000	1,471,917
All Other Revenues	3,325,198	3,539,116	3,144,713	3,870,492	8,162,225	2,895,216
Total Revenues	\$ 53,801,963	58,966,725	60,178,563	58,689,038	71,078,712	69,063,051
Expenditures:						
General Government						
Public Representation Division	134,039	159,710	113,322	120,925	166,251	166,216
Village Manager's Office	4,730,808	3,733,109	3,662,546	3,498,838	4,314,563	3,689,825
Finance Department	2,466,917	2,735,100	2,781,155	1,548,016	1,634,351	1,515,447
Community Development-Administration	933,069	1,109,904	1,129,783	1,723,458	1,176,970	1,063,237
Benefit Payments	46,780	5,819	5,993	6,173	6,478	6,358
Total General Government	8,311,613	7,743,642	7,692,799	6,897,410	7,298,613	6,441,083
Public Safety:						
Code Enforcement	820,925	854,780	962,937	1,062,597	1,137,920	1,094,230
Police Department	17,823,169	18,564,213	18,975,187	19,085,680	20,327,573	20,023,450
Fire & Emergency Protection Department	15,522,366	15,586,449	16,188,816	17,096,913	17,792,742	17,616,782
Total Public Safety	34,166,460	35,005,442	36,126,940	37,245,190	39,258,235	38,734,462
Highways & Streets	7,613,341	7,915,559	8,674,121	8,705,967	10,585,305	9,370,338
Health	261,533	306,314	195,532	132,833	158,345	166,502
Welfare	1,548,489	1,410,612	1,372,853	1,446,675	1,536,180	1,422,835
Culture & Recreation	585,907	572,169	388,375	166,740	424,366	306,890
Net Transfers (In)/Out	600,000	2,354,391	2,107,362	4,598,000	4,000,000	4,000,000
Total Expenditures	53,087,343	55,308,129	56,557,982	59,192,815	63,261,044	60,442,110
Revenues Over (Under) Expenditures	714,620	3,658,596	3,620,581	(503,777)	7,817,668	8,620,941
Ending Fund Balance	\$ 19,398,971	23,057,567	26,678,148	26,174,371	33,992,039	34,795,312

Balance Sheet - December 31

Assets:	2017	2018	2019	2020	2021
Cash & Investments	\$ 14,814,727	\$ 16,672,691	\$ 20,838,531	\$ 20,649,384	\$ 29,375,181
Receivables					
Property Taxes	16,333,702	16,290,898	16,545,722	16,397,406	16,259,186
Other Taxes	6,220,011	7,994,192	8,518,372	7,968,423	9,859,038
All Other	417,856	371,481	359,574	305,811	312,830
Due From Other Funds	92,845	22,254	-	-	-
Due From Other	186,629	49,471	48,570	48,244	92,748
All Other Assets	261,219	220,065	370,162	906,902	2,143,866
Total Assets	<u>\$ 38,326,989</u>	<u>\$ 41,621,052</u>	<u>\$ 46,680,931</u>	<u>\$ 46,276,170</u>	<u>\$ 58,042,849</u>
Liabilities & Fund Balance					
Accounts Payable	\$ 1,463,624	\$ 957,709	\$ 517,940	\$ 606,869	\$ 773,678
Deferred Revenues					
Property Taxes	16,333,702	16,290,898	16,539,009	16,354,772	16,156,364
All Other Liabilities	1,130,692	1,314,878	2,945,834	3,140,158	6,317,495
Fund Balance:					
Nonspendable	261,219	220,065	370,162	381,902	342,372
Restricted	-	-	-	-	-
Committed	-	-	3,393,000	2,300,000	-
Assigned	-	-	-	-	3,700,000
Unassigned	19,137,752	22,837,502	22,914,986	23,492,469	30,752,940
Total Fund Balance	<u>\$ 19,398,971</u>	<u>\$ 23,057,567</u>	<u>\$ 26,678,148</u>	<u>\$ 26,174,371</u>	<u>\$ 34,795,312</u>
Total Liabilities & Fund	<u>\$ 38,326,989</u>	<u>\$ 41,621,052</u>	<u>\$ 46,680,931</u>	<u>\$ 46,276,170</u>	<u>\$ 58,042,849</u>

Notes: 1. This condensed financial information for the years ending December 31, 2017-2021 has been excerpted from the full Annual Comprehensive Financial Reports of the Village. The accounting policies of the Village conform to GAAP and are disclosed in the audited financial statements. A summary of some of the policies are: The General Fund is accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized when the related fund liability is incurred.

COMBINED STATEMENT—ALL FUNDS (Note 1)
Fund Balances 2017-2021 and Summary 2021 Revenues, Excess Revenues and Fund Balance
(Fiscal Years Ended December 31)

	Fiscal Year Ended December 31, 2021								
	2016	2018	2019	2020	Revenue Incl. Transfers		Revenue	Fund Balance	
					Property	Tax	Total		Over
									(Under)
Expenditures									
Governmental Fund Types (2):									
General Fund *	\$ 19,398,971	23,057,567	26,678,148	26,174,371	\$ 16,397,087	\$ 69,062,691	\$ 8,620,941	\$ 34,795,312	
Special Revenue Funds:									
Motor Fuel Tax	\$ 2,744,472	2,431,135	2,465,613	3,789,560	\$ -	\$ 3,326,954	\$ 690,720	\$ 4,480,280	
Community Development Block Grant	-	-	-	-	-	703,509	-	-	
Refuse Disposal	1,442,645	1,320,754	1,167,139	1,020,102	-	4,889,774	70,948	1,091,050	
Asset Seizure	172,908	141,255	135,102	120,643	-	783	(15,138)	105,505	
DEA shared Funds	20,194	20,308	50,545	51,989	-	5,883	5,883	57,872	
DUI Fines	140,928	137,373	143,435	149,962	-	2,811	(1,285)	148,677	
Foreign Fire Tax Fund	352,423	398,231	438,552	413,755	-	102,357	65,059	478,814	
Business District Fund	-	-	-	-	-	1,473,245	-	-	
Police & Fire Building Construction*	-	31,720,180	14,141,970	44,134	-	126	(44,134)	-	
Prospect/Main TIF*	3,945,027	698,930	8,532,044	25,991	1,348,000	1,483,668	369,790	395,781	
Total Special Revenue	8,818,597	36,868,166	27,074,400	5,616,136	\$ 1,348,000	\$ 11,989,110	1,141,843	6,757,979	
Debt Service *	184,195	4,150,506	3,455,359	3,126,865	2,690,171	5,344,908	(1,344,380)	1,782,485	
Capital Projects (3)	3,579,214	5,577,761	5,662,051	5,521,975	-	9,480,695	2,643,289	8,165,264	
Total Governmental	\$ 31,980,977	69,654,000	62,869,958	40,439,347	\$ 20,435,258	\$95,877,404	\$ 11,061,693	\$ 51,501,040	
Proprietary & Fiduciary Fund Types									
Enterprise Funds (4):									
Water and Sewer *	41,327,962	40,157,409	38,572,493	42,982,296	\$ -	\$ 17,735,543	\$ 2,165,0002	45,147,298	
Village Parking System	704,700	725,953	549,156	430,837	-	56,289	(120,291)	310,546	
Internal Service Funds (5)	19,736,825	21,115,612	22,226,789	23,618,874	-	15,088,678	2,133,730	25,752,604	
Pension Trust Funds:									
Police Pension	71,069,062	66,374,108	78,333,544	86,908,231	-	16,144,827	9,566,101	96,474,332	
Firefighter's Pension	66,265,340	62,398,530	71,227,941	80,459,469	-	11,456,030	4,557,759	85,017,228	
Total Proprietary & Fiduciary	\$ 199,141,779	\$ 190,771,612	\$ 210,909,923	\$ 234,399,707	\$ -	\$ 60,481,367	\$ 18,302,301	\$ 252,702,008	
Total All Funds (Memo Only)	\$ 231,122,756	\$ 260,425,612	\$ 273,779,881	\$ 274,839,054	\$ 20,435,258	\$ 156,358,771	\$ 29,363,994	\$ 304,203,048	

* Designated as major funds.

Cash & Investments at 12/31 (6):	2017	2018	2019	2020	2020
General Fund	\$ 14,814,727	\$ 16,672,691	\$ 20,838,531	\$ 20,649,384	\$29,375,181
Internal Service Funds	12,210,417	11,769,387	11,707,300	13,783,192	14,008,929
Police & Fire Building Construction	-	31,708,378	17,938,945	153,863	-
Prospect & Main TIF	-	712,311	9,716,685	10,018	341,682
Other Special Revenue Funds	9,803,081	4,792,342	5,427,444	5,825,227	6,378,108
Debt Service Funds	162,895	4,100,470	3,448,379	3,119,837	1,767,712
Subtotal	\$ 36,991,120	\$ 69,755,579	\$ 69,077,284	\$ 43,541,521	\$51,871,612
Capital Project Funds	3,209,472	5,949,833	6,262,008	5,325,291	7,948,358
Water & Sewer	7,577,274	12,425,604	19,536,350	17,631,177	16,311,963
Other Enterprise Funds	531,623	578,367	576,470	446,638	327,112
Pension Trust Funds	137,068,690	128,571,320	149,345,705	167,194,366	181,536,181
Other Fiduciary Funds+	1,126,624	1,115,737	-	-	-
Total	\$ 186,504,803	\$ 218,396,440	\$ 244,797,817	\$ 234,138,993	\$257,995,226

+ Starting year 2019 Other Fiduciary Funds are merged with General Fund

Notes: 1. This condensed financial information for the years ending December 31, 2017-2021 has been excerpted from the full Annual Comprehensive Financial Reports of the Village. The accounting policies of the village conform to GAAP and are disclosed in the audited financial statements. A summary of some of the policies are: All Governmental Funds are accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets; expenditures are recognized when the related fund liability is incurred. All Proprietary Funds and Pension Trust Funds are accounted for using the accrual basis of accounting. The Village's Annual Comprehensive Financial Report for the year ended December 31, 2021 included an unmodified "Independent Auditor's Report". Similar unqualified/unmodified opinions were included in the Village's Annual Comprehensive Financial Reports for the years ending December 31, 2017-2020. The "Independent Auditor's Report" included in the latest audit states, in part:

"In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Mount Prospect, Illinois, as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America."

2. The Village's property tax revenue recognition policy conforms to the provisions of "NCGA Interpretation 3, Revenue Recognition Property Taxes." The current net tax levy receivable is recognized in the balance sheet along with a corresponding amount of deferred revenue. In addition, the debt service payments and liabilities related to the current net tax levy are not reflected in the Debt Service Funds; the un-matured principal is reflected in the General Long-Term Debt Account Group.
3. Includes the Capital Improvement Fund, which accounts for the resources used to provide for mid-sized capital projects. Financing is provided by one-quarter cent home rule sales tax, developer contributions, interfund transfers, investment income, and bond proceeds.
4. Fund balances shown for the Enterprise Funds are total fund equity, including contributed capital and retained earnings, and the column "Revenue Over Expenditures" represents the change in that amount.
5. The Village has created a new Police and Fire Building Construction fund during the year 2018. This fund is created to account for bond proceeds and construction cost associated with new Police and Fire buildings.
6. The Village created a Risk Management Fund in 1984 to account for the servicing and payment of claims for liability, property, casualty coverage and Workers' Compensation. Financing is provided by charges to the various Village funds. The Village created a Vehicle Replacement Fund in fiscal year 1991 to account for the acquisition and depreciation of Village vehicles. Financing is provided by charges to the General, Water and Sewer, and Parking Funds. The Village created a Vehicle Maintenance Fund in 1996 to account for maintenance and repair of all Village vehicles except Fire Department vehicles. In 1997, the Village created a Computer Replacement Fund to account for the acquisition and depreciation of Village computer hardware.
7. Excludes agency funds.

CAPITAL ASSETS (Note)
(December 31, 2021)

	Governmental Activities		Business Type Activities
Capital Assets Not Being Depreciated		Capital Assets Not Being Depreciated	
Land	\$ 15,612,320	Land	\$ 17,318,818
Construction in Progress	<u>\$ 9,632,988</u>	Construction in Progress	<u>\$ 2,025,897</u>
Total Assets Not Being Depreciated	<u>\$ 25,245,308</u>	Total Assets Not Being Depreciated	<u>\$ 19,344,715</u>
Capital Assets Being Depreciated		Capital Assets Being Depreciated	
Buildings	\$ 79,648,759	Buildings and Improvements	\$ 4,499,808
Improvements Other Than Buildings	1,516,920	Equipment	5,017,968
Infrastructure and All Other	<u>116,789,872</u>	Infrastructure	<u>42,662,321</u>
Total Capital Assets Being Depreciated	<u>\$ 197,955,551</u>	Total Capital Assets Being Depreciated	<u>\$ 52,180,097</u>
Less Accumulated Depreciation	<u>\$ 103,858,838</u>	Less Accumulated Depreciation	<u>\$ 23,202,903</u>
Total Capital Assets Being Depreciated, Net	\$ 94,096,713	Total Capital Assets Being Depreciated, Net	\$ 28,977,194
Net Assets	\$ 119,342,021	Net Assets	\$ 48,321,909

Note: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, storm sewers, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$20,000, except for infrastructure for which the cost is \$50,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.