



Comprehensive Annual Financial Report

FISCAL YEAR
MAY 1, 2019–APRIL 30, 2020



VILLAGE OF OSWEGO, IL

VILLAGE OF OSWEGO, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Year Ended
April 30, 2020

Prepared by:

Village of Oswego Finance Department

VILLAGE OF OSWEGO, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INTRODUCTORY SECTION	
Principal Officials.....	i
Organizational Chart.....	ii
Certificate of Achievement for Excellence in Financial Reporting.....	iii
Letter of Transmittal.....	iv-viii
FINANCIAL SECTION	
INDEPENDENT AUDITOR’S REPORT.....	1-3
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management’s Discussion and Analysis.....	MD&A 1-10
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position.....	4-5
Statement of Activities	6-7
Fund Financial Statements	
Governmental Funds	
Balance Sheet	8
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position.....	9
Statement of Revenues, Expenditures and Changes in Fund Balances	10
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities.....	11

VILLAGE OF OSWEGO, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)

Basic Financial Statements (Continued)

Fund Financial Statements (Continued)

Proprietary Funds

Statement of Net Position.....	12-13
Statement of Revenues, Expenses and Changes in Net Position.....	14
Statement of Cash Flows.....	15-16

Fiduciary Funds

Statement of Fiduciary Net Position.....	17
Statement of Changes in Fiduciary Net Position.....	18

Notes to Financial Statements.....	19-61
------------------------------------	-------

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in

Fund Balance - Budget and Actual

General Fund.....	62
Tax Increment Financing Fund.....	63

Notes to Required Supplementary Information.....	64
--	----

Schedule of Employer Contributions

Illinois Municipal Retirement Fund.....	65
Police Pension Fund.....	66

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

Illinois Municipal Retirement Fund.....	67
Police Pension Fund.....	68

Schedule of Changes in the Employer's Total OPEB Liability
and Related Ratios

Other Postemployment Benefit Plan.....	69
--	----

Schedule of Investment Returns

Police Pension Fund.....	70
--------------------------	----

VILLAGE OF OSWEGO, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

**COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

General Fund	
Balance Sheet	71
Schedule of Revenues - Budget and Actual.....	72
Schedule of Detailed Expenditures - Budget and Actual.....	73-76
Capital Projects Fund	
Balance Sheet	77
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	78
Debt Service Fund	
Balance Sheet	79
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	80
Tax Increment Financing Fund	
Balance Sheet	81
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	82

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet	83
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	84
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Motor Fuel Tax Fund.....	85
Public Service Fund.....	86

MAJOR ENTERPRISE FUNDS

Water and Sewer Fund Accounts	
Statement of Net Position	87-88
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual.....	89
Schedule of Cash Flows	90-91

VILLAGE OF OSWEGO, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

**COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND SCHEDULES (Continued)**

MAJOR ENTERPRISE FUNDS (Continued)

Water and Sewer Operating Subfund	
Statement of Net Position	92-93
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual	94-95
Water and Sewer Capital Subfund	
Statement of Net Position	96
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual	97
Garbage Fund	
Statement of Net Position	98
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual	99

INTERNAL SERVICE FUND

Vehicle Replacement Fund	
Statement of Net Position	100
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual	101
Statement of Cash Flows	102-103

FIDUCIARY FUNDS

Police Pension Fund	
Statement of Net Position	104
Schedule of Changes in Fiduciary Net Position - Budget and Actual	105

VILLAGE OF OSWEGO, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

SUPPLEMENTAL DATA

Long-Term Debt Requirements

General Obligation Refunding Bond Series of 2011 - Total.....	106
General Obligation Refunding Bond Series of 2011 - Governmental Activities....	107
General Obligation Refunding Bond Series of 2011 - Business-Type Activities...	108
General Obligation Refunding Bond Series of 2013 - Total.....	109
General Obligation Refunding Bond Series of 2013 - Governmental Activities....	110
General Obligation Refunding Bond Series of 2013 - Business-Type Activities...	111
General Obligation Refunding Bond Series of 2014 - Total.....	112
General Obligation Refunding Bond Series of 2014 - Governmental Activities....	113
General Obligation Refunding Bond Series of 2014 - Business-Type Activities...	114
General Obligation Bond Series of 2016	115
General Obligation Bond Series of 2017	116
General Obligation Bond Series of 2019	117
IEPA Loan No. 17-1445.....	118
Consolidated Year End Financial Report.....	119

INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	120-121
--	---------

STATISTICAL SECTION

Financial Trends

Net Position by Component	122-123
Change in Net Position	124-127
Fund Balances of Governmental Funds	128-129
Changes in Fund Balances of Governmental Funds	130-131

Revenue Capacity

Assessed Value and Estimated Actual Value of Taxable Property.....	132
Direct and Overlapping Property Tax Rates	133-134
Property Tax Rates - Per \$100 of Assessed Valuation -	
Direct and Overlapping Governments	135
Principal Property Taxpayers.....	136
Property Tax Levies and Collections	137
Direct and Overlapping Sales Tax Rates	138
General Sales Tax by Category	139
Home Rule Sales Tax by Category	140

VILLAGE OF OSWEGO, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
STATISTICAL SECTION (Continued)	
Debt Capacity	
Ratios of Outstanding Debt by Type.....	141
Direct and Overlapping Governmental Activities Bonded Debt	142
Legal Debt Margin Information	143
Pledged-Revenue Coverage	
Governmental Activities	144
Business-Type Activities.....	145
Demographic and Economic Information	
Demographic and Economic Information	146
Principal Employers	147
Operating Information	
Full-Time Equivalent Employees	148
Operating Indicators.....	149
Capital Asset Statistics.....	150

INTRODUCTORY SECTION

Principal Officials

VILLAGE PRESIDENT

Troy Parlier

(Term Expires April 2023)

VILLAGE TRUSTEES

James Marter

(Term Expires April 2023)

Terry Olson

(Term Expires April 2023)

Brian Thomas

(Term Expires April 2023)

Pam Parr

(Term Expires April 2021)

Judy Sollinger

(Term Expires April 2021)

Luis Perez

(Term Expires April 2021)

MANAGEMENT STAFF

Dan Di Santo

Village Administrator

Rod Zenner

Community Development Director

Christina Burns

Assistant Village Administrator/
Human Resource Director

Corinna Cole

Economic Development Director

Tina Touchette

Village Clerk

Jennifer Hughes

Public Works Director

Mark Horton

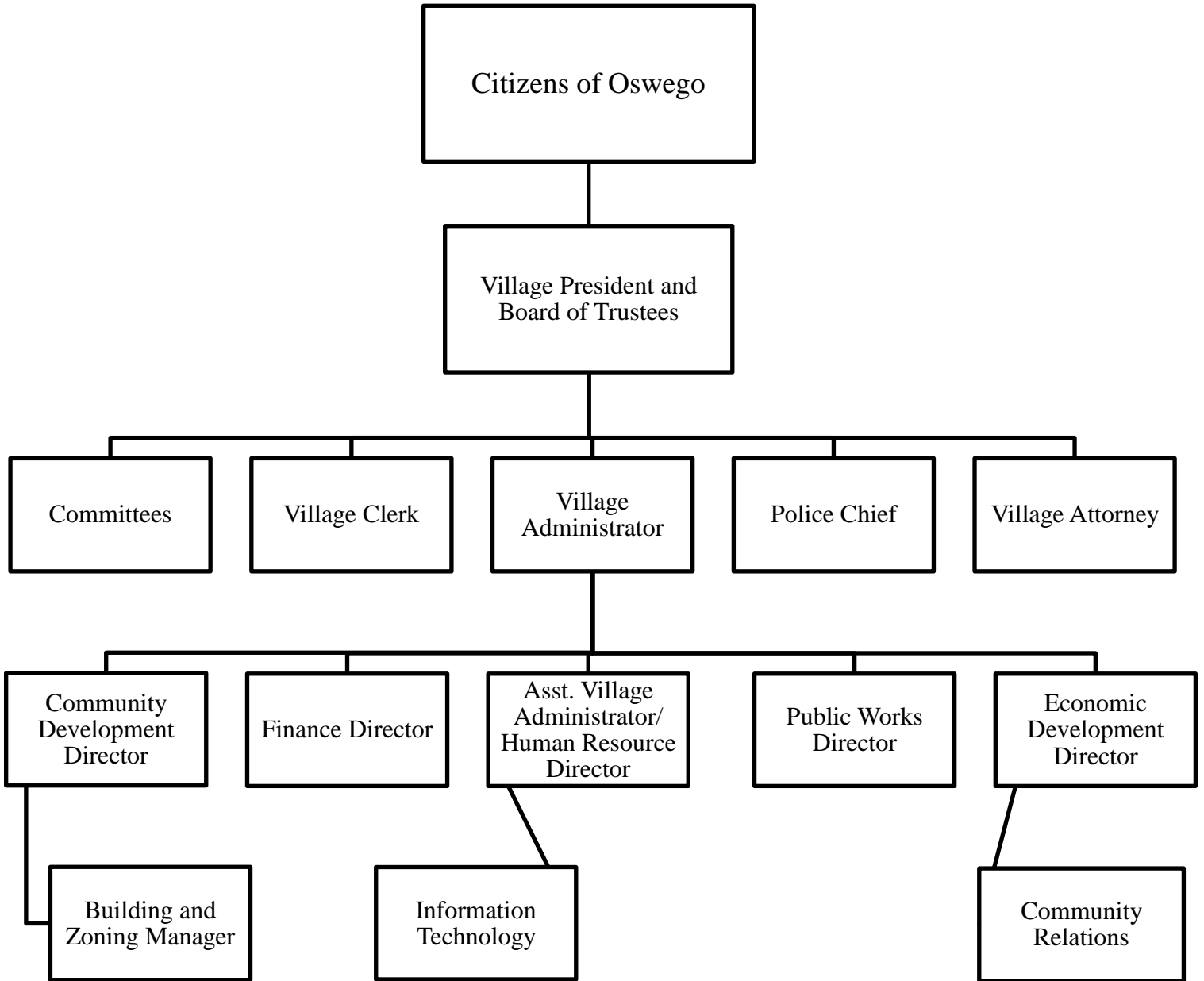
Finance Director/Village Treasurer

Jeff Burgner

Police Chief

Officials and Staff may be contacted at:
village@oswegoil.org or 630/554-3618

VILLAGE OF OSWEGO ORGANIZATIONAL CHART



- The Village President and Board of Trustees are the only elected positions



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Village of Oswego
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2019

Christopher P. Morrill

Executive Director/CEO



Finance Department
100 Parkers Mill • Oswego, IL. 60543
(630) 554-3618 • Fax: (630) 554-3306
Website: <http://www.oswegoil.org>

October 14, 2020

Residents of the Village of Oswego
Village President Parlier and Board of Trustees

The Comprehensive Annual Financial Report of the Village of Oswego, Illinois, for the fiscal year ended April 30, 2020 is hereby presented in compliance with State Statutes. State Statutes require local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP). These financial statements must also be audited in accordance with accepted auditing standards by a firm of licensed certified public accountants.

The financial statements consist of management's representations regarding the finances of the Village of Oswego. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this document. Management has established an internal control framework designed to protect the government's assets from loss, theft, misuse and to compile sufficient reliable information for preparing the Village's financial statements in conformity with GAAP. The cost of implementing internal controls should not outweigh their benefits and so the control framework has been designed to provide reasonable assurance rather than absolute assurance that the financial statements will be free from material misstatement. Management believes the data presented in this financial report is complete and reliable in all material respects.

The Village of Oswego retained the services of an independent accounting firm, Sikich LLP, Naperville, Illinois, to conduct the April 30, 2020 audit. 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 the audit, that there was a reasonable basis for rendering an unmodified opinion that the Village of Oswego financial statements for the fiscal year ended April 30, 2020 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 MD&A and should be read in conjunction with it. The Village of Oswego MD&A can be found immediately following the independent auditor's report.

GOVERNMENT PROFILE

Oswego was first settled in 1833 and formally incorporated in 1852. It is a home rule community as defined by the Illinois Constitution and as such is empowered to levy a property tax, at the rate it deems appropriate on all property located within its boundaries. The Village of Oswego is located in the northeastern section of the State of Illinois, approximately 40 miles southwest of Chicago in the northeast corner of Kendall County and northwest corner of Will County. The special census completed in 2016, increased the Village population to 33,078. The Village operates under the Trustee-Village form of government, as defined in Illinois state statutes. A Village President and six trustees are elected at large to overlapping 4-year terms. The Board appointed full-time Village Administrator acts as the Chief Operating Officer of the Village, managing the day-to-day activities of the Village.

The Village of Oswego has 121.75 full time equivalent employees providing an array of services for the residents including; police protection, maintaining the water distribution system, sanitary sewer line administration, storm water collection, public works operations, road & bridge maintenance, community development, economic development, building and zoning services, general administrative services, and tourism.

Generally accepted accounting principles (GAAP) require that the financial reporting entity include the primary government, organizations for which the primary government is financially responsible and other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the financial reporting entity's financial statements to be misleading and incomplete. The criteria used to evaluate the responsibility for oversight at the Village's level includes financial independence, election of a governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The Village has included the Police Pension Fund as part of the Village's financial statements. The Village is not considered to be a component unit of any other governmental unit.

The annual budget serves as the spending authority for the Village. Budgetary control is maintained at the fund level for all budgeted funds. An annual budget is prepared for the General Fund, the Motor Fuel Tax Fund, the Tax Increment Financing Fund (TIF), the Debt Service Fund, the Capital Improvement Fund, the Water and Sewer Fund, the Water and Sewer Capital Fund, the Garbage Collection Fund, the Vehicle Fund, and the Police Pension Fund. The budget process begins in the fall when Department heads are given instructions for preparing line item budgets for their respective departments and submitting them to the Budget Officer/Finance Director. All the department submissions are compiled creating the draft budget which is presented to the Board. A public hearing is required to be held on the budget before formal adoption by the Board. The annual budget must be adopted before the beginning of the Village's fiscal year, which is May 1st.

ECONOMIC CONDITION AND OUTLOOK

Local Economy/Development

The Village of Oswego experienced robust growth and development in Fiscal Year 2020. Multiple projects in the downtown commenced construction, including the Block 11 public improvements, the new mixed-use building at 113 Main Street, and the 6-story mixed-use Reserve at Hudson Crossing. The Village is continuing to partner with Shodeen Group LLC to attract a diverse set of tenants for their prime commercial space and luxury apartment units. Imperial Investments announced their purchase of the Oswego summer institution, the Dairy Hut, located immediately adjacent to their 113

Main St. project. Imperial Investments expects to commence construction on an ice-cream and hamburger joint, the Dairy Barn, in the summer of 2020. On Rt. 71 and Washington, also within the downtown TIF district, construction continues with the new 7-Eleven and its attached gas station. It is anticipated to be completed the summer of 2020.

The Rt 34 commercial corridor welcomed several new businesses, including Menchie's Frozen Yogurt and Pho Son. Of note, Raising Cain's finger chicken restaurant announced they plan to begin construction soon on the site of a former, long vacant site. Also, on Rt 34, Delta Sonic is making fast progress on their new flagship location. In addition, the Village sold the former police station to a local developer that intends to find a medical tenant for the prime location.

This past fiscal year brought renewed focus on the Orchard Road commercial corridor. KV & Sons constructed a new strip center in the out lot of Jewel Osco, which already has signed with several new tenants. A local developer also donated a 3-acre parcel of land to the Village to construct an outdoor entertainment venue off Orchard Road adjacent to the future Metra commuter rail station.

Overall, Oswego's retail market has a current vacancy rate of 6%. This number is anticipated to generally remain constant, increasing to some extent due to the significant changes in the retail market and decreasing when new tenants occupy large spaces. The industrial and flex space vacancy rate stood at 1.9%.

All this positive economic data had an impact on increases in the FY 2021 revenue budgets reflected of the Village being a hot destination for business and the continued population growth.

Long-Term Financial Planning

Annually the Village Board and staff review a Five-Year Financial Forecast and Capital Improvement Plan to determine what resources will be available to meet the goals of the Strategic Plan. In fiscal year 2017, the Village Board completed the 2017-2020 Strategic Plan outlining the Vision, Mission, and Values of the Village of Oswego. This plan contains five strategic priorities, key outcome indicators, targets, and initiatives. The Five-Year Financial Forecast estimates annual revenues and annual expenditures for long term planning along with identifying trends in revenue sources and expenditures so quality assumptions may be made for the future fiscal health of the Village. The Capital Improvement Plan lists pending improvement projects identifying costs and associated funding sources allowing the Village to plan for the improvements in subsequent years. All this information will be utilized in creating a roadmap for Village operations, future capital improvement projects and creating a financing plan for the Village's future.

Relevant Financial Policies

The Village Board has in place numerous key written financial policies including the following:

Capitalization Policy: The policy defines criteria to determine when capital assets shall be capitalized including cost, useful life, and purpose of an asset.

Debt Policy: The policy is to limit the amount of outstanding general obligation debt of the Village to a maximum of 5% of the equalized assessed valuation of the Village. The Village will also strive to maintain a level annual debt service repayment schedule.

General Fund Fund Balance Policy: The policy is currently 30% of the estimated subsequent year's annual operating expenditures, excluding capital improvements. The Village also strives to maintain a minimum cash reserve balance equal to 25% of the estimated subsequent year's annual operating expenditures.

Investment Policy: The policy provides direction related to the investment activities of the Village, including criteria which include scope, prudence, objectives, authorized financial institutions, authorized investments, collateralization, safekeeping, custody, and diversification.

Pension Funding Policy: The policy provides direction relative to the employer funding of the annual required contribution (ARC); which is also known as the actuarially determined contribution (ADC) under GASB 68 for the Village's Police Pension.

Purchasing Policy: The policy provides direction related to purchasing activity of the Village including criteria which include procedure, bidding requirements, spending limits, etc.

Water & Sewer Fund Net Unrestricted Assets Policy: The policy is currently 30% of the estimated subsequent year's annual operating expenditures.

Major Initiatives

Many items were accomplished during the fiscal year including.

- Reserve at Hudson Crossing under construction since October 2019. The \$69 million mixed use residential/commercial/public parking deck development in the downtown will include two six story buildings, two parking decks, retail, and street improvements on a long-standing vacant lot in the Village's downtown.
- Environmental Phase I engineering is nearing completion for the Wolfs Crossing Road improvements. This two-lane rural roadway will be reconstructed to a 5 lane fully improved roadway.
- Phase 4 (Utility Billing) of the Enterprise Resource Planning System achieved Go-Live in November 2019 and Phase 5 (Asset Management) began in January.
- Police Department developed the Crisis Intervention Team in 2019. This program focuses on connecting individuals dealing with mental health issues with the proper services. This collaborative partnership includes the Kendall County Health Department as a stakeholder.
- The Village prepared for the legalization of recreation use cannabis which was effective in January of 2020. This required ordinance modifications, policy updates and staff training.
- Water meter replacement program continued. The program is ahead of schedule and should be completed in FY 21. The 5-year program will be accomplished in three years.
- Secured a \$100 million grant in the State capital bill for capital costs associated with a future Kendall County Metra commuter rail extension.

Initiatives for fiscal year 2021 include.

- ❖ Annual road improvement program paid from Motor Fuel Tax revenue
- ❖ Continuation of the implementation of MUNIS, a new enterprise-wide software solution
- ❖ Completion of a new Village website
- ❖ Continued construction of Reserve at Hudson Crossing and Blocks 4 & 5 utility and street improvements
- ❖ Continuation of our water meter/remote reader replacement program
- ❖ Planning for a future water source
- ❖ Water Main replacement on Sedgewick Ct, Brock Ct, and Faro Ct

- ❖ Vehicle replacements to improve the police and public works fleets
- ❖ Wolfs Crossing Road phase II and III engineering

Awards and Acknowledgements

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 Oswego for its comprehensive annual financial report for the fiscal year ended April 30, 2019. This was the 17th consecutive year the Village has received this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. The report must also satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of only one year. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Village also received the GFOA Distinguished Budget Presentation Award for the Fiscal Year 2020 Annual Budget document. This was the 17th consecutive year the Village has received this award. To qualify for the Distinguished Budget Presentation Award, the government 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 received the Popular Annual Financial Report (PAFR) Award for Fiscal Year 2019. This was the third consecutive year the Village has received this award. This award is given by the GFOA for local governments that make the information in their annual financial report more accessible and understandable for the public. This report provides a brief analysis of where the Village's revenues come from and how those dollars are spent, as well as trends in the local economy. The 2019 Popular Annual Financial Report (PAFR), can be viewed on the Village's website under Financial Reports.

The preparation of this report would not have been possible without the dedicated services of Village Department Heads and staff. The Assistant Finance Director and staff of the finance department is extended special appreciation for their assistance in the completion of the annual audit and preparation of this report. We would also like to thank the Village President and Board of Trustees for their support in maintaining the highest standards of professionalism in the management of the Village's finances.

Respectfully submitted,



Dan Di Santo
Village Administrator



Mark G. Horton
Finance Director/Village Treasurer

FINANCIAL SECTION

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Board of Trustees
Village of Oswego, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Oswego, Illinois (the Village) as of and for the year ended April 30, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Oswego, Illinois, as of April 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

The Village adopted GASB Statement No. 83, *Certain Asset Retirement Obligations*, which established standards for measuring and recognizing liabilities, deferred outflows of resources, and expenses for asset retirement obligations; and modified certain disclosures in the notes to financial statements. The Village also adopted GASB Statement No. 84, *Fiduciary Activities*, which established standards for reporting fiduciary funds and modified certain disclosures in the notes to the financial statements. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules and supplemental data, introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules and supplemental data are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. 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

Other Information (Continued)

or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections listed in the table of contents were not audited by us and, accordingly, we express no opinion thereon.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Village as of and for the year ended April 30, 2019, and we expressed unmodified opinions on those basic financial statements. That audit was conducted for purposes of forming an opinion on the basic financial statements as a whole. The 2019 comparative information included on certain combining and individual financial statements and schedules is presented for purposes of additional analysis and is 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 2019 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Governmental Auditing Standards*, we have also issued our report dated October 14, 2020 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Sikich LLP

Naperville, Illinois
October 14, 2020

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020

As management of the Village of Oswego (“Village”), we offer readers of the Village’s financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2020. Since Management’s Discussion and Analysis (“MD&A”) is designed to focus on the current year’s activities, resulting changes and currently known facts, it should be read in conjunction with the Letter of Transmittal on pages iv through vii and the financial statements beginning on page 4.

Overview of the Financial Statements

The focus of the financial statements is on the Village as a whole (government-wide) and on the major individual funds (major fund). Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden the basis for comparison (year to year or government to government) and enhance the Village’s accountability.

This discussion and analysis is intended to serve as an introduction to the Village’s basic financial statements. The Village’s basic financial statements comprise three components: government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Financial Highlights

- The Village’s total assets and deferred outflows increased \$3.1 million from \$394.8 million to \$398.0 million. The \$9.5 million increase in cash & investments offset by the \$7.1 million decrease in capital assets and \$0.7 million increase in Deferred Outflows of Resources accounted for the overall increase in total assets.
- The Village’s total liabilities and deferred inflows increased \$14.3 million compared to Fiscal Year 2019. The issuances of bonds for projects within our TIF fund accounted for this increase.
- The Village’s total net position decreased \$11.2 million as total liabilities increased more than total assets increased.
- Total revenues increased \$1.1 million during the fiscal year. This increase was primarily from a \$0.8 million increase in operating contributions. Tax revenue had an increase of \$0.2 million. All other revenues stayed relatively steady.
- Total expenses increased \$18.0 million compared to the previous fiscal year. Community development increased \$11.5 million. This substantial increase was mostly due to increased expenses in our TIF fund, for the downtown project Reserve at Hudson Crossing. General Government increased \$3.1 million. Public Safety and Public Works increased \$1.4 million and \$1.6 million, respectively.
- The net change in the General Fund’s Fund balance was an increase of \$2.9 million in FY 20. This change was due to increases in each of our revenue categories, and under budget spending in most of our general fund departments.

Government-Wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Village’s finances, in a manner similar to a private-sector business. The *statement of net position* presents information on all of the Village’s assets, deferred outflows, liabilities and deferred inflows, with the difference between these balances reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020

The *statement of activities* presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements distinguish functions of the Village that are primarily supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities reflect the Village's basic services, including administration, building and zoning, community development, public works and public safety. Sales taxes, shared state taxes and permit fees finance many of these services. The business-type activities reflect private sector type operations, where the fee for service typically covers all or most of the cost of operations, including depreciation. The water/sewer operations and the garbage collection operations are the two business-type activities within the village. The government-wide financial statements can be found beginning on page 4 of this report.

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

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains many individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Capital Fund, Debt Service Fund, and Tax Increment Financing Fund all of which are major funds. Information from the Village's other governmental funds is combined into a single column presentation. Individual fund information for these non-major governmental funds is provided elsewhere in the report. The basic governmental fund financial statements can be found beginning on page 8 of this report.

Proprietary Funds maintained by the Village are of only one type; enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sanitary sewer operations and its contractually hired garbage collections. Proprietary funds provide the same type of information as the government-wide financial statements. The proprietary fund financial statements provide separate information for the Water and Sewer Fund and the Garbage Fund, both of which are major funds of the Village. The basic proprietary fund financial statements can be found beginning on page 12 of this report.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020**

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is similar to that used by proprietary funds. The Village maintains one fiduciary trust fund; the Police Pension fund. The basic fiduciary fund financial statements can be found beginning on page 16 of this report.

Notes to the Financial Statements. The notes to the financial statements provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 19 of this report.

Other Information. In addition to the basic financial statements, this report also includes certain required supplementary information related to budgetary information and the Village's progress in funding its obligation to provide pension benefits to its employees. Non-major fund information can be found immediately following the required supplementary information.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position. Table 1 presents a condensed Statement of Net Position as of April 30, 2020 compared to the prior year ending April 30, 2019.

A useful indicator of the Village's financial position may be ascertained by comparing the total Net Position from year to year. The Village of Oswego's net position reflects its investment in capital assets (e.g. land, buildings, machinery & equipment, and infrastructure), less any related outstanding debt used to acquire or construct those assets. The Village of Oswego uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The total Net Position decreased \$11.2 million from fiscal year end 2019 due to the increase in the long-term liabilities. During fiscal year 2020, the Village added \$14.3 million in bonds for the Reserve of Hudson Crossing project in the TIF fund, causing the decrease in Net Position.

**Table 1
Village of Oswego
Statement of Net Position
As of April 30, 2020**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2019	2020	2019	2020	2019	2020
Assets:						
Current & other assets	\$22,112,826	\$31,135,643	\$13,411,913	\$13,890,371	\$35,524,739	\$45,026,014
Capital assets	299,764,645	292,204,563	54,770,255	55,236,656	354,534,900	347,441,219
Total assets	321,877,471	323,340,206	68,182,168	69,127,027	390,059,639	392,467,233
Deferred outflows	4,020,372	4,644,866	779,842	908,550	4,800,214	5,553,416
Total assets & deferred outflows	325,897,843	327,985,072	68,962,010	70,035,577	394,859,853	398,020,649
Liabilities:						
Current liabilities	5,222,356	5,834,981	4,236,469	3,667,012	9,458,825	9,501,993
Long-term liabilities	53,439,695	68,532,371	8,919,486	8,077,954	62,359,181	76,610,325
Total liabilities	58,662,051	74,367,352	13,155,955	11,744,966	71,818,006	86,112,318
Deferred inflows	5,084,126	5,045,813	131,696	231,854	5,215,822	5,277,667
Total liabilities & deferred inflows	63,746,177	79,413,165	13,287,651	11,976,820	77,033,828	91,389,985
Net Position:						
Net invested in capital assets	260,716,741	254,669,794	45,849,401	47,567,560	306,566,142	302,237,354
Restricted	2,808,180	2,976,610	829,180	829,180	3,637,360	3,805,790
Unrestricted	(1,373,255)	(9,074,497)	8,995,778	9,662,017	7,622,523	587,520
Total Net Position	\$262,151,666	\$248,571,907	\$55,674,359	\$58,058,757	\$317,826,025	\$306,630,664

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020**

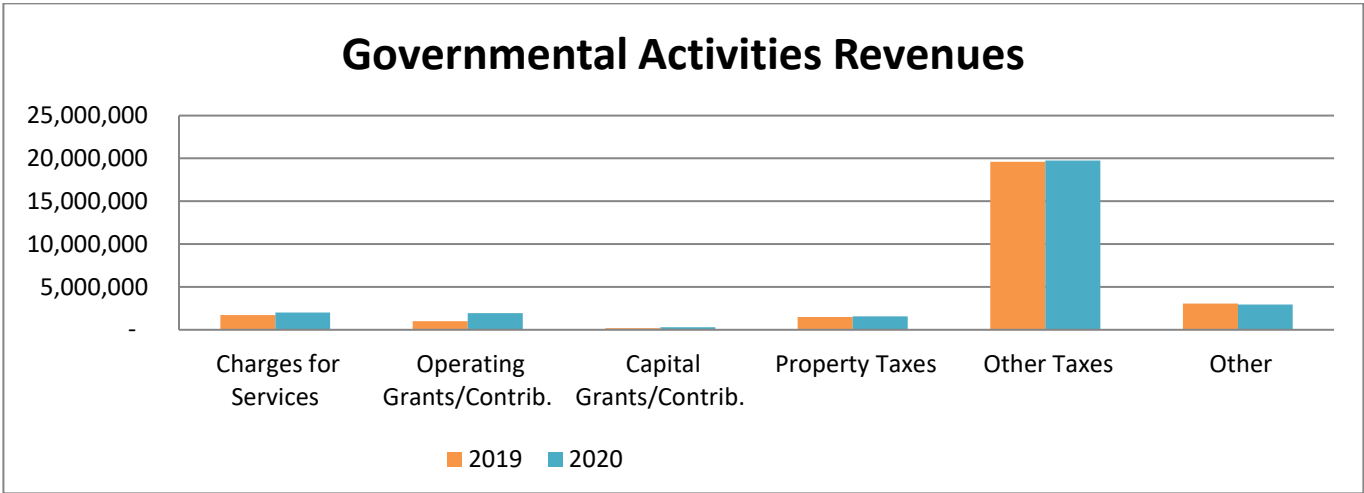
Changes in Net Position. Table 2 summarizes the revenue and expenses of the Village's activities.

**Table 2
Village of Oswego
Changes in Net Position
For the Fiscal Year Ended April 30, 2020**

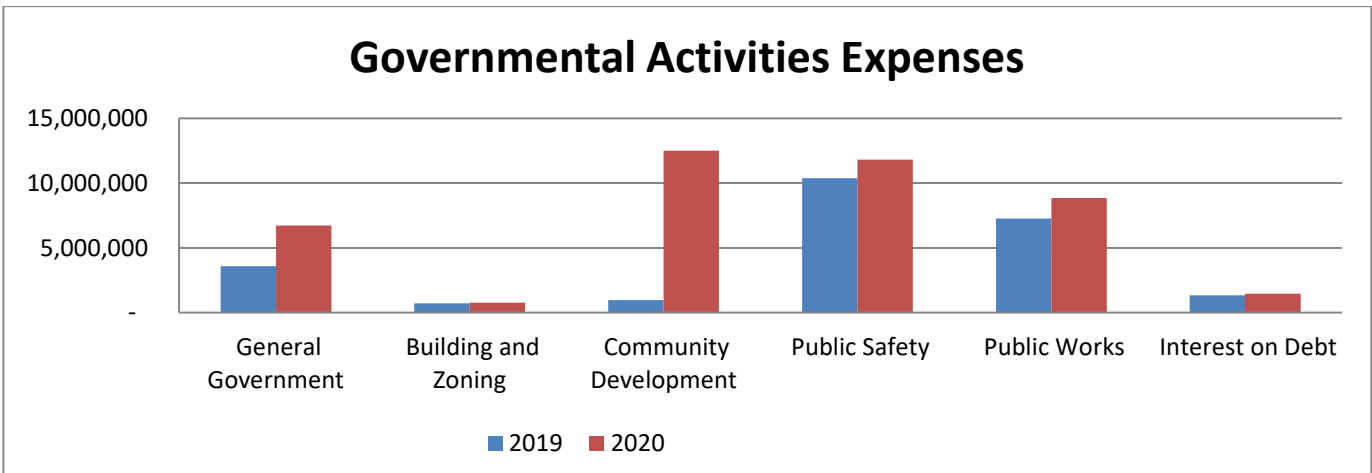
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2019	2020	2019	2020	2019	2020
REVENUES						
Program Revenues:						
Charges for Services	1,734,102	2,018,506	10,542,948	10,204,680	12,277,050	12,223,186
Operating Grants/Contrib.	1,017,585	1,943,544	70,861		1,088,446	1,943,544
Capital Grants/Contrib.	171,470	299,380			171,470	299,380
General Revenues:						-
Property Taxes	1,478,624	1,581,654			1,478,624	1,581,654
Other Taxes	19,619,233	19,758,011			19,619,233	19,758,011
Other	3,058,010	2,958,299	178,225	255,341	3,236,235	3,213,640
Total Revenues	27,079,024	28,559,394	10,792,034	10,460,021	37,871,058	39,019,415
EXPENSES						
General Government	3,572,027	6,719,919			3,572,027	6,719,919
Building and Zoning	716,259	775,692			716,259	775,692
Community Development	970,084	12,515,585			970,084	12,515,585
Public Safety	10,387,606	11,816,661			10,387,606	11,816,661
Public Works	7,267,320	8,853,849			7,267,320	8,853,849
Interest on Debt	1,322,272	1,457,447			1,322,272	1,457,447
Water and Sewer			5,546,872	5,491,171	5,546,872	5,491,171
Garbage			2,465,007	2,584,452	2,465,007	2,584,452
Total Expenses	24,235,568	42,139,153	8,011,879	8,075,623	32,247,447	50,214,776
Change in Net Position	2,843,456	(13,579,759)	2,780,155	2,384,398	5,623,611	(11,195,361)
Net Position, Beginning of the Year	260,505,445	262,151,666	53,007,805	55,674,359	313,513,250	317,826,025
Change in Accounting Principle	(1,197,235)		(113,601)		(1,310,836)	-
Net Position, Beginning of Year Restated	259,308,210	262,151,666	52,894,204	55,674,359	312,202,414	317,826,025
Net Position, End of the Year	262,151,666	248,571,907	55,674,359	58,058,757	317,826,025	306,630,664

- **Change in Net Position in the Governmental Activities.** Total revenues for governmental activities increased \$1.1 million compared to fiscal year 2019. The Operating Grants/Contribution category increased \$0.8 million. Capital Grants/Contributions, Property tax, and Other taxes categories all had moderate changes contributing to the overall revenue increase.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020**



Almost every function had increases in expenses, Community Development and General Government had the largest increases of \$11.5 million and \$3.1 million respectively. These along with Public Safety and Public Works increases of \$1.4 million and \$1.5 million, contributed to the overall expense increase of \$17.9 million.



The resulting total change in Net Position was a decrease of \$13.6 million leaving an ending Net Position balance of \$248.6 million at April 30, 2020.

Change in Net Position in Business-Type Activities. The total change in Net Position for business-type activities is an increase of \$2.3 million from fiscal year 2019. Total revenues increased \$2.3 million due to the scheduled water rate increase implemented at the beginning of the year.

VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Governmental Funds. The focus of the governmental funds is to provide information on near term inflows, outflows and balances of spendable resources. This information may be helpful in assessing the Village's financing requirements. For example, unrestricted-unassigned fund balance serves as a useful measure of net resources available for spending at the end of the fiscal year. At April 30, 2020, the governmental funds reported combined ending fund balances of \$25.3 million, an increase of \$7.7 million compared to the ending fund balances at April 30, 2019. Bond Proceeds (\$14.6 million) offset by a large increase in TIF expenditures (\$11.8 million) contributed to the increase in fund balances.

The General Fund is the primary operating fund of the Village of Oswego. The total fund balance of the General Fund increased \$2.9 million creating an ending balance at April 30, 2020 of \$14.1 million. As a measure of liquidity, it is useful to compare unrestricted fund balance to total expenditures. Unrestricted fund balance is 59% of the next year's budgeted General Fund expenditures (FY 2021). This is greater than the Village's General Fund balance policy of 30%.

The Capital Projects Fund had expenditures and transfers of \$2.4 million. These expenditures consisted of annual road program costs (\$0.8 million) and transfers to the Vehicle fund (\$0.2 million) and Debt service fund (\$1.4 million).

The Debt Service Fund had expenditures of \$2.8 million for principal and interest payments during the fiscal year. Transfers from the General Fund, Motor Fuel Tax Fund and Capital Projects Fund supported the expenditures.

The Downtown TIF Fund was created in fiscal year 2016. \$11.8 million in expenditures were incurred in the fiscal year. There are two main blocks that were worked on during fiscal year 2020, they are blocks 4&5 and block II. The main project on these blocks is the Reserve at Hudson Crossing.

The non-major governmental funds consist of the Motor Fuel Tax Fund, the Public Works Escrow Fund, the Economic Development Fund, and the Public Service Fund. These funds had minimal activity in fiscal year 2020, as the net fund balance increase between all four funds is less than \$0.2.

Proprietary Funds. The Village's proprietary fund statements provide the same type of information found in the government-wide statements but in greater detail. *Water and Sewer Fund* total assets and deferred outflows increased \$1.0 million due to the increase in water rates. Water and Sewer Fund total liabilities decreased \$1.4 million due to payments on outstanding debt service. The overall effect caused the Water and Sewer Fund Net Position to increase \$2.4 million compared to Fiscal Year 2019.

The Garbage Fund Net Position increased by \$0.05 million to \$0.6 million as of April 30, 2020 which was the same balance as last fiscal year end. The Garbage Fund contracts with a commercial waste hauler passing the entire costs of the service to the users.

The Vehicle Replacement Fund Net Position remained the same for fiscal year 2020. The funding sources for the fund are transfers in from the Capital Improvement Fund and Water & Sewer Capital Fund. Its total assets at April 30, 2020 were \$1.3 million.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020**

General Fund Budgetary Highlights

Overall, the total General Fund Revenues were \$1.7 million or 9% greater than budget. All revenue categories were slightly above budget. General Fund Expenditures were 1% under budget. All departments were under budget for the fiscal year with the exception of General Government. Fund balance increased \$2.9 million from fiscal year end of 2019.

**Table 3
Village of Oswego
General Fund Budgetary Highlights
For the Fiscal Year Ended April 30, 2020**

	Original Budget	Final Budget	Actual	Over(under) Budget
REVENUES				
Taxes	\$12,909,795	\$12,909,795	\$13,240,526	\$330,731
Intergovernmental	\$3,306,500	\$3,306,500	\$3,616,721	\$310,221
Charges for Services	\$1,125,250	\$1,125,250	1,410,396	\$285,146
Other	\$1,676,250	\$1,676,250	2,430,636	754,386
Total revenues	<u>19,017,795</u>	<u>19,017,795</u>	<u>20,698,279</u>	<u>1,680,484</u>
EXPENDITURES				
General Government	3,432,255	3,399,206	3,664,889	265,683
Building and Zoning	749,865	749,865	741,921	(7,944)
Community Development	710,941	710,941	630,773	(80,168)
Public Works	2,887,999	2,887,999	2,803,632	(84,367)
Public Safety	9,949,791	9,949,791	9,692,157	(257,634)
Total expenditures	<u>17,730,851</u>	<u>17,697,802</u>	<u>17,533,372</u>	<u>(164,430)</u>
OTHER FINANCING SOURCES (USES)				
Transfer In (Out)	(1,152,707)	(1,152,707)	(1,181,707)	29,000
Sale of capital assets			945,813	217
Total other financing sources (uses)	<u>(1,152,707)</u>	<u>(1,152,707)</u>	<u>(235,894)</u>	<u>29,217</u>
Net Change in Fund Balance	<u>\$134,237</u>	<u>\$167,286</u>	2,929,013	<u>1,874,131</u>
Fund Balance, May 1			<u>11,261,314</u>	
Fund Balance, April 30			<u>\$14,190,327</u>	

Capital Asset and Debt Administration. The Village of Oswego's investment in capital assets decreased \$7.1 million (net of accumulated depreciation) as compared to fiscal year 2019. This investment in capital assets includes property and improvements, equipment, facilities, vehicles and infrastructure (roadway improvements, water supply lines and sanitary sewer lines). The following table details the Villages changes in capital assets for governmental activities and business-type activities.

Governmental activities decreased \$7.5 million. This was due to the selling of the former police station, as well as some other properties/buildings and the annual depreciation amount of \$4.6 million.

Business-type activities total capital assets increased \$0.5 million compared to last fiscal year due to an increase in CIP for the water meter changeout program. This increase of \$2.1 million was offset by the amount of depreciation expense \$1.6 million.

Additional information on the Village of Oswego's capital assets can be found in Note 7.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020**

**Table 4
Village of Oswego
Capital Assets
As of April 30, 2020**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2019	2020	2019	2020	2019	2020
Non-Depreciable Assets:						
Land	3,073,555	1,702,124	3,348,121	3,348,121	6,421,676	5,050,245
Right of Way	104,457,153	104,457,153	-	-	104,457,153	104,457,153
CIP	30,014,353	893,772	1,408,684	3,512,460	31,423,037	4,406,232
Depreciable Assets						
Land improvements	848,229	848,229	-	-	848,229	848,229
Buildings	9,385,526	36,821,394	6,618,082	6,618,082	16,003,608	43,439,476
Equipment	2,264,334	2,343,957	904,454	904,454	3,168,788	3,248,411
Vehicles	3,322,569	3,398,554	-	-	3,322,569	3,398,554
Infrastructure	237,219,477	237,219,477	67,619,724	67,619,724	304,839,201	304,839,201
Accumulated Depreciation	(90,820,551)	(95,480,097)	(25,128,810)	(26,766,185)	(115,949,361)	(122,246,282)
Total	299,764,645	292,204,563	54,770,255	55,236,656	354,534,900	347,441,219

Long-Term Debt

At April 30, 2020 the Village had total debt outstanding of \$79.4 million. General Obligation Bonds and an IEPA note account for 75% of the Village's total outstanding indebtedness. Sales tax, MFT tax and water/sewer revenues are currently pledged to pay the annual debt service on the bonds and note.

**Table 5
Village of Oswego
Bonded and Other Indebtedness
As of April 30, 2020**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2019	2020	2019	2020	2019	2020
General obligation bonds	36,195,000	49,455,000	8,275,000	7,120,000	44,470,000	56,575,000
Unamortized premium (discount)	3,536,440	3,229,365	-	-	3,536,440	3,229,365
Unamortized loss on refunding	-	-	399,916	334,059	399,916	334,059
IEPA notes	-	-	480,292	405,132	480,292	405,132
Asset retirement obligation	-	-	-	420,000	-	420,000
Compensated absences	801,696	757,935	110,865	104,487	912,561	862,422
Retiree termination benefits	143,615	181,917	-	-	143,615	181,917
Net pension obligation-Police Pension	11,067,640	13,644,556	-	-	11,067,640	13,644,556
Net pension obligation-IMRF	2,029,707	1,237,786	812,978	495,783	2,842,685	1,733,569
Other post employment benefits	1,478,165	1,854,312	145,175	172,365	1,623,340	2,026,677
Total	55,252,263	70,360,871	10,224,226	9,051,826	65,476,489	79,412,697

As an Illinois home-rule community, the Village is not subject to any debt limitation. The Village's debt policy is to limit the amount of outstanding general obligation bonded debt to 5% of the equalized assessed valuation (EAV) of the Village. The latest EAV is \$973,199,166 which results in a gross debt to EAV ratio of 5.81% as of April 30, 2020 and a gross debt per capita of \$1,710 using the latest certified Village population of 33,078. The Village's current credit rating issued by Moody's Investors Services is Aa2.

Additional information on the Village of Oswego's long-term liabilities can be found in Note 8.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2020**

Economic Factors and Next Year's Budget

Fiscal Year 2020 financial results were better than expected when comparing final actual numbers with final budget numbers. The Village's net position increased during the fiscal year, downtown revitalization, new retail development, and an increase in residential home building provides optimism for the Village in the coming years.

However, with the 2020 Covid-19 pandemic, it was with caution that the Village moved forward with preparing the Fiscal Year 2021 Budget. Expenditures were reduced wherever possible and revenues estimated conservatively to adopt a balanced budget. Department heads continue to spend only what is necessary attempting to maintain current service levels over the fiscal year.

The Village will monitor revenues and expenses throughout the fiscal year and will take action if warranted to remain within budget amounts. The Village will continue to be proactive in responding to any unforeseen events to minimize the impact to Village residents.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances. Questions concerning this report or requests for additional financial information should be directed to the Finance Director, Village of Oswego, 100 Parkers Mill, Oswego, Illinois, 60543.

BASIC FINANCIAL STATEMENTS

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2020

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 25,576,503	\$ 10,028,601	\$ 35,605,104
Restricted cash and investments	-	829,180	829,180
Receivables (net where applicable of allowance for uncollectibles)			
Property taxes	1,631,412	-	1,631,412
Accounts	543,042	1,618,952	2,161,994
Accrued interest	10,913	8,323	19,236
Intergovernmental	3,662,629	-	3,662,629
Utility taxes	71,772	-	71,772
Notes	152,034	-	152,034
Insurance	426,301	-	426,301
Prepaid expenses	433,694	32,658	466,352
Interfund activity	(1,372,657)	1,372,657	-
Capital assets not being depreciated	107,053,049	6,860,581	113,913,630
Capital assets being depreciated (net of accumulated depreciation)	185,151,514	48,376,075	233,527,589
Total assets	323,340,206	69,127,027	392,467,233
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding	564,596	190,095	754,691
Pension items - Police Pension	3,076,991	-	3,076,991
Pension items - IMRF	694,430	278,146	972,576
OPEB items	308,849	28,709	337,558
Asset retirement obligations	-	411,600	411,600
Total deferred outflows of resources	4,644,866	908,550	5,553,416
Total assets and deferred outflows of resources	327,985,072	70,035,577	398,020,649
LIABILITIES			
Accounts payable	2,076,220	133,741	2,209,961
Retainage payable	145,399	-	145,399
Accrued payroll	328,777	19,598	348,375
Due from other governments	81,279	-	81,279
Escrow deposits	639,436	-	639,436
Unearned revenue	29,344	2,450,250	2,479,594
Interest payable	706,026	89,551	795,577
Long-term liabilities			
Due within one year	1,828,500	973,872	2,802,372
Due in more than one year	68,532,371	8,077,954	76,610,325
Total liabilities	74,367,352	11,744,966	86,112,318
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue - property taxes	1,631,412	-	1,631,412
Pension items - Police Pension	2,835,509	-	2,835,509
Pension items - IMRF	578,892	231,854	810,746
Total deferred inflows of resources	5,045,813	231,854	5,277,667
Total liabilities and deferred inflows of resources	79,413,165	11,976,820	91,389,985

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2020

NET POSITION

Net investment in capital assets	\$ 254,669,794	\$ 47,567,560	\$ 302,237,354
Restricted for			
Highways and streets	1,578,422	-	1,578,422
Special projects	893,218	-	893,218
Economic development	504,970	-	504,970
Radium removal	-	829,180	829,180
Unrestricted	(9,074,497)	9,662,017	587,520
TOTAL NET POSITION	<u>\$ 248,571,907</u>	<u>\$ 58,058,757</u>	<u>\$ 306,630,664</u>

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2020

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 6,719,919	\$ 72,813	\$ 105,039	\$ -
Building and zoning	775,692	1,247,055	-	-
Community development	12,515,585	212,878	-	-
Public safety	11,816,661	485,760	562,006	-
Public works	8,853,849	-	1,276,499	299,380
Interest	1,457,447	-	-	-
Total governmental activities	42,139,153	2,018,506	1,943,544	299,380
Business-Type Activities				
Water and sewer	5,491,171	7,563,130	-	-
Garbage	2,584,452	2,641,550	-	-
Total business-type activities	8,075,623	10,204,680	-	-
TOTAL PRIMARY GOVERNMENT	\$ 50,214,776	\$ 12,223,186	\$ 1,943,544	\$ 299,380

	Net (Expense) Revenue and Change in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (6,542,067)	\$ -	\$ (6,542,067)
	471,363	-	471,363
	(12,302,707)	-	(12,302,707)
	(10,768,895)	-	(10,768,895)
	(7,277,970)	-	(7,277,970)
	(1,457,447)	-	(1,457,447)
	(37,877,723)	-	(37,877,723)
	-	2,071,959	2,071,959
	-	57,098	57,098
	-	2,129,057	2,129,057
	(37,877,723)	2,129,057	(35,748,666)
General Revenues			
Taxes			
Property	1,581,654	-	1,581,654
Sales	11,442,730	-	11,442,730
Telecommunication	514,209	-	514,209
Utility	1,002,487	-	1,002,487
Other	3,199,975	-	3,199,975
Intergovernmental - unrestricted			
Income tax	3,585,136	-	3,585,136
Personal property replacement tax	13,474	-	13,474
Investment income	374,335	213,986	588,321
Miscellaneous	2,583,964	41,355	2,625,319
Total	24,297,964	255,341	24,553,305
CHANGE IN NET POSITION	(13,579,759)	2,384,398	(11,195,361)
NET POSITION, MAY 1	262,151,666	55,674,359	317,826,025
NET POSITION, APRIL 30	\$ 248,571,907	\$ 58,058,757	\$ 306,630,664

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2020

	General	Capital Projects	Debt Service	Downtown TIF	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 9,757,173	\$ 3,776,129	\$ 1,442,955	\$ 7,362,641	\$ 3,086,591	\$ 25,425,489
Receivables						
Property taxes	1,476,975	-	-	154,437	-	1,631,412
Accounts	490,243	50,949	-	-	1,850	543,042
Accrued interest	2,504	8,409	-	-	-	10,913
Intergovernmental	2,917,123	644,120	-	-	101,386	3,662,629
Utility tax	71,772	-	-	-	-	71,772
Notes	-	-	-	-	152,034	152,034
Insurance	426,301	-	-	-	-	426,301
Prepaid items	343,048	-	-	-	12,670	355,718
Advances to other funds	2,000,000	3,143,251	-	-	-	5,143,251
TOTAL ASSETS	\$ 17,485,139	\$ 7,622,858	\$ 1,442,955	\$ 7,517,078	\$ 3,354,531	\$ 37,422,561
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 446,400	\$ 124,057	\$ -	\$ 1,479,225	\$ 24,338	\$ 2,074,020
Retainage payable	-	-	-	145,399	-	145,399
Accrued payroll	328,777	-	-	-	-	328,777
Escrow deposits	285,853	-	-	-	353,583	639,436
Due to other governments	81,279	-	-	-	-	81,279
Advance from other funds	-	-	-	6,515,908	-	6,515,908
Unearned revenue	29,344	-	-	-	-	29,344
Total liabilities	1,171,653	124,057	-	8,140,532	377,921	9,814,163
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	1,476,975	-	-	154,437	-	1,631,412
Unavailable revenue - grants	646,184	-	-	-	-	646,184
Total deferred inflows of resources	2,123,159	-	-	154,437	-	2,277,596
Totals liabilities and deferred inflows of resources	3,294,812	124,057	-	8,294,969	377,921	12,091,759
FUND BALANCES						
Nonspendable						
Prepaid items	343,048	-	-	-	12,670	355,718
Advances	2,000,000	-	-	-	-	2,000,000
Restricted						
Highways and streets	-	-	-	-	1,578,422	1,578,422
Special projects	-	-	-	-	880,548	880,548
Economic development	-	-	-	-	504,970	504,970
Unrestricted						
Assigned						
Debt service	-	-	1,442,955	-	-	1,442,955
Working cash	6,166,788	-	-	-	-	6,166,788
Capital improvements	-	7,498,801	-	-	-	7,498,801
Unassigned (deficit)	5,680,491	-	-	(777,891)	-	4,902,600
Total fund balances (deficit)	14,190,327	7,498,801	1,442,955	(777,891)	2,976,610	25,330,802
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 17,485,139	\$ 7,622,858	\$ 1,442,955	\$ 7,517,078	\$ 3,354,531	\$ 37,422,561

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2020

FUND BALANCES OF GOVERNMENTAL FUNDS		\$ 25,330,802
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 governmental funds		291,173,517
The loss on refunding of bonds is deferred and amortized on the statement of net position		564,596
Certain assets are not available to report as revenue in the governmental funds but are revenue on the accrual basis of accounting		646,184
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position		115,538
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings for the Police Pension Fund are recognized as deferred outflows and inflows of resources on the statement of net position		241,482
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings for the Other Postemployment Benefit Plan are recognized as deferred outflows and inflows of resources on the statement of net position		308,849
Long-term liabilities applicable to the Village's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position		
Bonds payable	\$ (49,455,000)	
Unamortized premium on bonds payable	(3,229,365)	
Compensated absences payable	(757,935)	
Retiree termination benefit payable	(181,917)	
Net pension liability - Police Pension	(13,644,556)	
Net pension liability - IMRF	(1,237,786)	
Total other postemployment benefit	(1,854,312)	
Interest payable	(706,026)	(71,066,897)
The net position of the internal service fund is included in the governmental activities on the statement of net position		1,257,836
NET POSITION OF GOVERNMENTAL ACTIVITIES		\$ 248,571,907

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2020

	General	Capital Projects	Debt Service	Downtown TIF	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 13,240,526	\$ 3,158,314	\$ -	\$ 56,277	\$ -	\$ 16,455,117
Licenses and permits	1,168,628	-	-	-	-	1,168,628
Intergovernmental	3,616,721	736,962	-	-	1,279,249	5,632,932
Charges for services	1,410,396	-	-	-	-	1,410,396
Fines and forfeits	166,713	-	-	-	33,214	199,927
Investment income	152,000	126,108	6,873	50,825	36,927	372,733
Miscellaneous	943,295	306,743	-	-	164,980	1,415,018
Total revenues	20,698,279	4,328,127	6,873	107,102	1,514,370	26,654,751
EXPENDITURES						
Current						
General government	3,664,889	120,417	-	-	162,743	3,948,049
Building and zoning	741,921	-	-	-	-	741,921
Community development	630,773	-	-	426,134	-	1,056,907
Public safety	9,692,157	-	-	-	49,574	9,741,731
Public works	2,803,632	-	-	-	900,123	3,703,755
Capital outlay	-	763,367	-	11,423,692	-	12,187,059
Debt service						
Principal retirement	-	-	1,325,000	-	-	1,325,000
Interest and fiscal charges	-	-	1,502,131	-	-	1,502,131
Total expenditures	17,533,372	883,784	2,827,131	11,849,826	1,112,440	34,206,553
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,164,907	3,444,343	(2,820,258)	(11,742,724)	401,930	(7,551,802)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	4,193,744	-	29,000	4,222,744
Transfers (out)	(1,181,707)	(1,693,326)	-	(1,366,337)	(262,500)	(4,503,870)
Bond proceeds	-	-	-	14,585,000	-	14,585,000
Proceeds from the sale of capital assets	945,813	-	-	-	-	945,813
Total other financing sources (uses)	(235,894)	(1,693,326)	4,193,744	13,218,663	(233,500)	15,249,687
NET CHANGE IN FUND BALANCES	2,929,013	1,751,017	1,373,486	1,475,939	168,430	7,697,885
FUND BALANCES (DEFICIT), MAY 1	11,261,314	5,747,784	69,469	(2,253,830)	2,808,180	17,632,917
FUND BALANCES (DEFICIT), APRIL 30	\$ 14,190,327	\$ 7,498,801	\$ 1,442,955	\$ (777,891)	\$ 2,976,610	\$ 25,330,802

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2020

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 7,697,885
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized and depreciated in the statement of activities	
Capital expenditures capitalized	530,663
Contribution of capital assets are not a current financial resource of governmental funds	299,380
Certain revenues are not available to pay liabilities of the current period	646,184
The issuance of long-term debt is shown on the fund financial statements as other financing sources but is recorded as a long-term liability on the government-wide statements	
Bonds payable	(14,585,000)
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Depreciation of capital assets	(5,892,097)
Loss on disposal of capital assets	(2,390,136)
The change in the net pension liability is reported only in the statement of activities	
Police Pension	(2,576,916)
IMRF	791,921
The changes in deferred outflows of resources and deferred inflows of resources is reported only in the statement of activities	
Police Pension	1,553,185
IMRF	(910,196)
OPEB	279,228
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	
Compensated absences payable	43,761
Retiree benefit payable	(38,302)
Other postemployment benefit	(376,147)
Bonds payable	1,325,000
Change in interest payable	(143,451)
Amortization is recorded as interest expense on the statement of activities including unamortized discount, unamortized premium and unamortized loss on refunding	188,135
Internal service funds are reported separately in the fund financial statements	(22,856)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ (13,579,759)

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

April 30, 2020

	Business-Type Activities			Governmental
	Water and Sewer	Garbage	Total	Internal Service Fund
CURRENT ASSETS				
Cash and investments	\$ 9,891,786	\$ 136,815	\$ 10,028,601	\$ 151,014
Accounts receivable	1,153,485	465,467	1,618,952	-
Accrued interest receivable	8,323	-	8,323	-
Restricted cash and investments				
IEPA restriction	829,180	-	829,180	-
Prepaid expenses	32,658	-	32,658	77,976
Total current assets	11,915,432	602,282	12,517,714	228,990
NONCURRENT ASSETS				
Capital assets				
Capital assets, net of depreciation				
Nondepreciable assets	6,860,581	-	6,860,581	-
Depreciable buildings, property and infrastructure	75,142,260	-	75,142,260	4,448,549
Accumulated depreciation	(26,766,185)	-	(26,766,185)	(3,417,503)
Total capital assets	55,236,656	-	55,236,656	1,031,046
Other noncurrent assets				
Advances to other funds	1,370,657	2,000	1,372,657	-
Total noncurrent assets	56,607,313	2,000	56,609,313	1,031,046
Total assets	68,522,745	604,282	69,127,027	1,260,036
DEFERRED OUTFLOWS OF RESOURCES				
Unamortized loss on refunding	190,095	-	190,095	-
Pension items - IMRF	278,146	-	278,146	-
OPEB items	28,709	-	28,709	-
Asset retirement obligations	411,600	-	411,600	-
Total deferred outflows of resources	908,550	-	908,550	-
Total assets and deferred outflows of resources	69,431,295	604,282	70,035,577	1,260,036

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION (Continued)
 PROPRIETARY FUNDS

April 30, 2020

	Business-Type Activities			Governmental
	Water and Sewer	Garbage	Total	Internal Service Fund
CURRENT LIABILITIES				
Accounts payable	\$ 133,741	\$ -	\$ 133,741	\$ 2,200
Accrued payroll	19,598	-	19,598	-
Compensated absences	52,244	-	52,244	-
Other postemployment benefits	4,577	-	4,577	-
Interest payable	89,551	-	89,551	-
IEPA loans payable	77,051	-	77,051	-
Bonds payable	840,000	-	840,000	-
Unearned revenue	2,450,250	-	2,450,250	-
Total current liabilities	3,667,012	-	3,667,012	2,200
LONG-TERM LIABILITIES				
Compensated absences	52,243	-	52,243	-
Other postemployment benefits	167,788	-	167,788	-
Net pension liability	495,783	-	495,783	-
IEPA loans payable	328,081	-	328,081	-
Asset retirement obligations	420,000	-	420,000	-
Bonds payable, net	6,614,059	-	6,614,059	-
Total long-term liabilities	8,077,954	-	8,077,954	-
Total liabilities	11,744,966	-	11,744,966	2,200
DEFERRED INFLOWS OF RESOURCES				
Pension items - IMRF	231,854	-	231,854	-
Total deferred inflows of resources	231,854	-	231,854	-
Total liabilities and deferred inflows of resources	11,976,820	-	11,976,820	2,200
NET POSITION				
Net investment in capital assets	47,567,560	-	47,567,560	1,031,046
Restricted for radium removal	829,180	-	829,180	-
Unrestricted	9,057,735	604,282	9,662,017	226,790
TOTAL NET POSITION	\$ 57,454,475	\$ 604,282	\$ 58,058,757	\$ 1,257,836

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Year Ended April 30, 2020

	Business-Type Activities			Governmental Activities
	Water and Sewer	Garbage	Total	Internal Service Fund
OPERATING REVENUES				
Charges for services	\$ 7,351,930	\$ 2,641,550	\$ 9,993,480	\$ -
OPERATING EXPENSES				
Production	3,604,650	2,584,452	6,189,102	1,751
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	3,747,280	57,098	3,804,378	(1,751)
Depreciation and amortization	1,645,775	-	1,645,775	315,497
OPERATING INCOME (LOSS)	2,101,505	57,098	2,158,603	(317,248)
NON-OPERATING REVENUES (EXPENSES)				
Connection fees	211,200	-	211,200	-
Investment income	213,025	961	213,986	1,602
Interest expense and amortization	(240,746)	-	(240,746)	-
Gain on sale of capital assets	-	-	-	11,664
Miscellaneous income	41,355	-	41,355	-
Total non-operating revenues (expenses)	224,834	961	225,795	13,266
NET INCOME (LOSS) BEFORE TRANSFERS	2,326,339	58,059	2,384,398	(303,982)
TRANSFERS				
Transfers in	-	-	-	281,126
Total transfers	-	-	-	281,126
CHANGE IN NET POSITION	2,326,339	58,059	2,384,398	(22,856)
NET POSITION, MAY 1	55,128,136	546,223	55,674,359	1,280,692
NET POSITION, APRIL 30	\$ 57,454,475	\$ 604,282	\$ 58,058,757	\$ 1,257,836

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2020

	Business-Type Activities			Governmental
	Water and Sewer	Garbage	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 7,272,939	\$ 2,610,767	\$ 9,883,706	\$ -
Payments to suppliers	(2,696,335)	(2,584,452)	(5,280,787)	(1,751)
Payments to employees	(1,111,161)	-	(1,111,161)	-
Miscellaneous income	41,355	-	41,355	-
Net cash from operating activities	3,506,798	26,315	3,533,113	(1,751)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Payment (to) from other funds	(1,370,657)	(2,000)	(1,372,657)	-
Connection fees	211,200	-	211,200	-
Net cash from noncapital financing activities	(1,159,457)	(2,000)	(1,161,457)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	(2,103,776)	-	(2,103,776)	(289,707)
Payment from other funds	-	-	-	281,126
Sale of capital assets	-	-	-	33,612
Bond principal payments	(1,155,000)	-	(1,155,000)	-
IEPA loan principal payments	(75,161)	-	(75,161)	-
Interest paid	(274,415)	-	(274,415)	-
Net cash from capital and related financing activities	(3,608,352)	-	(3,608,352)	25,031
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest income	214,063	961	215,024	1,602
Net cash from investing activities	214,063	961	215,024	1,602
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,046,948)	25,276	(1,021,672)	24,882
CASH AND CASH EQUIVALENTS, MAY 1	11,767,914	111,539	11,879,453	126,132
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 10,720,966	\$ 136,815	\$ 10,857,781	\$ 151,014

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
 PROPRIETARY FUNDS

For the Year Ended April 30, 2020

	Business-Type Activities			Governmental
	Water and Sewer	Garbage	Total	Internal Service Fund
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ 2,101,505	\$ 57,098	\$ 2,158,603	\$ (317,248)
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation and amortization	1,645,775	-	1,645,775	315,497
Capital outlay	-	-	-	-
Miscellaneous income	41,355	-	41,355	-
Changes in assets and liabilities				
Accounts receivable	(78,991)	(30,783)	(109,774)	-
Prepaid expenses	(18,737)	-	(18,737)	-
Accounts payable	(187,925)	-	(187,925)	-
Accrued payroll	(38,591)	-	(38,591)	-
Compensated absences	(6,378)	-	(6,378)	-
Other postemployment benefits	1,390	-	1,390	-
IMRF items	47,395	-	47,395	-
NET CASH FROM OPERATING ACTIVITIES	\$ 3,506,798	\$ 26,315	\$ 3,533,113	\$ (1,751)
CASH AND CASH EQUIVALENTS				
Unrestricted cash and cash equivalents	\$ 9,891,786	\$ 136,815	\$ 10,028,601	\$ 151,014
Restricted cash and cash equivalents IEPA restriction	829,180	-	829,180	-
TOTAL CASH AND CASH EQUIVALENTS	\$ 10,720,966	\$ 136,815	\$ 10,857,781	\$ 151,014
NONCASH TRANSACTIONS				
None	\$ -	\$ -	\$ -	\$ -
TOTAL NONCASH TRANSACTIONS	\$ -	\$ -	\$ -	\$ -

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

**STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUND**

April 30, 2020

	Pension Trust
ASSETS	
Cash and cash equivalents	\$ 214,837
Investments, at fair value	
U.S. Government and U.S. agency securities	11,323,178
Municipal bonds	1,555,928
Corporate bonds	1,989,306
Equity mutual funds	18,395,928
Accrued interest receivable	99,367
Prepaid items	530
	<hr/>
Total assets	33,579,074
	<hr/>
LIABILITIES	
Accounts payable	9,572
	<hr/>
Total liabilities	9,572
	<hr/>
NET POSITION RESTRICTED FOR PENSIONS	\$ 33,569,502
	<hr/> <hr/>

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND**

For the Year Ended April 30, 2020

ADDITIONS

Contributions	
Employer	\$ 1,400,001
Employee	<u>465,548</u>
Total contributions	<u>1,865,549</u>
Investment income	
Net depreciation in fair value of investments	(52,224)
Interest and dividends	<u>952,207</u>
Total investment income	899,983
Less investment expense	<u>(99,310)</u>
Net investment income	<u>800,673</u>
Total additions	<u>2,666,222</u>

DEDUCTIONS

Benefits and refunds	1,016,330
Administration	<u>29,805</u>
Total deductions	<u>1,046,135</u>

NET INCREASE 1,620,087

**NET POSITION RESTRICTED
FOR PENSIONS**

May 1	<u>31,949,415</u>
April 30	<u>\$ 33,569,502</u>

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING

The accounting policies of the Village of Oswego, Illinois (the Village) are in accordance with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies of the Village.

a. Reporting Entity

The Village was established in 1833 and incorporated in 1852. The Village operates under a Trustee-Village form of government. The Village Board of Trustees is comprised of the Village President and six trustees. The Village provides services to the community including; public safety (police protection), highways and streets, water and waste removal services and general administrative services.

GAAP requires that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was based upon the significance of its operational or financial relationship with the primary government. A blended component unit, although legally separate, is, in substance, part of the Village's operations and so data from this unit is combined with the data of the primary government. A discretely presented component unit, on the other hand, is reported in a separate column on the government-wide financial statements to emphasize it is legally separate from the Village. The Village has no discretely presented component units.

The Village's financial statements include one pension trust fund as fiduciary component unit.

Police Pension Employees Retirement System

The Village's financial statements include the Police Pension Employees Retirement System (PPERS) as a fiduciary component unit reported as a pension trust fund. The Village's sworn police employees participate in the PPERS. PPERS functions for the

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

Police Pension Employees Retirement System (Continued)

benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, 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 PERS 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 the Village's contribution levels. Accordingly, the PERS is fiscally dependent on the Village.

b. Fund Accounting

The Village uses funds to report its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of restricted, committed or assigned funds (special revenue funds), the funds restricted or committed for the acquisition or construction of capital assets (capital projects funds) and the funds restricted, committed or assigned for the servicing of general long-term debt (debt service funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The Village utilizes a pension trust fund which is generally used to account for assets that the Village holds in a fiduciary capacity.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these statements. Interfund services provided and used are not eliminated on these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

The General Fund is the general operating fund of the Village and is used to account for all financial resources of the Village unless accounted for in another fund.

The Capital Projects Fund is used to account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary funds.

The Debt Service Fund is used to account for the repayment of a portion of the 2011, 2013, 2014 general obligation refunding bonds, the 2016 general obligation bonds and the 2019 taxable general obligation bonds. The Village has elected to report this fund as major.

The Downtown Tax Increment Financing Fund is used to account for the restricted property tax revenues and expenditures directly related to the Tax Increment Financing District established within the Village.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

In addition, the Village reports the following major enterprise funds:

The Water and Sewer Fund is used to account for the revenues and expenses related to the sale of water and sewer collection services to the Village's residents and other customers. This fund consists of two subfunds, Operating and Capital.

The Garbage Fund accounts for the revenues and expenses related to waste removal service provided to the Village's residents and other customers.

The Village reports a pension trust fund as a fiduciary fund to account for the Police Pension Fund.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues/expenses include all revenues/expenses directly related to providing enterprise fund services. Incidental revenues/expenses are reported as non-operating.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunication taxes which use a 90-day period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes, sales and telecommunication taxes owed by the state at year end, franchise fees, licenses, court fines, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Other fines and permit revenue are considered to be measurable and available only when cash is received by the Village.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenues are recognized based upon the expenditures/expenses recorded. In the other, monies are virtually unrestricted as to purpose of expenditure/expense and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

The Village reports deferred/unearned/unavailable revenue on its financial statements. Deferred/unearned/unavailable revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Deferred/unearned/unavailable revenues also arise when resources are received by the Village before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures/expenses. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability or deferred inflow of resources for deferred/unearned/unavailable revenue is removed from the financial statements and revenue is recognized.

e. Cash and Cash Equivalents

Cash and cash equivalents are defined as cash on hand and in interest-bearing and non-interest-bearing checking accounts and cash with paying agent.

f. Investments

Investments of the Village consist of money market accounts, certificates of deposit with various local financial institutions, various marketable securities, pooled investments and insurance company annuity contracts. Investments with a maturity date of less than one year from the date of purchase are recorded at cost or amortized cost, which approximates fair value. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Investments (Continued)

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

g. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered (interfund services). These receivables and payables are classified as “due from other funds” or “due to other funds” on the financial statements as are short-term interfund loans. Long-term interfund loans, if any, are classified as advances to/from other funds.

h. Prepaid Items/Expenses

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

i. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

j. Capital Assets

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 \$10,000 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 acquisition value at

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Capital Assets (Continued)

the date of donation. The Village has reported its retroactive infrastructure assets in these financial statements for governmental activities. The costs of normal maintenance and repairs, including street overlays that do not add to the value or service capacity of the asset or materially extend asset lives, are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings	40
Vehicles	3-7
Equipment	5-10
Infrastructure	25-75

k. Compensated Absences

Vested or accumulated vacation leave related to employees that have retired or terminated at year end but are not yet paid out is reported as an expenditure and a fund liability of the governmental fund (General Fund) that will pay it. Vested and accumulated vacation leave of the proprietary funds and governmental activities is recorded as an expense and liability as the benefits accrue to employees. Sick leave does not vest and, therefore, is not recorded as a liability, except for a few employees with specific employment contracts that specify their unused sick leave can be used to pay health insurance premiums after retirement from the Village. These amounts are recorded as liabilities of the governmental activities.

l. Long-Term Obligations

In the government-wide financial statements and proprietary funds 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 financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses.

In the fund financial statements, governmental funds 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

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Long-Term Obligations (Continued)

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 expenditures.

m. Fund Balances/Net Position

In accordance with the Village's fund balance policy, in the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Trustees. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The Village Board of Trustees has the authority to assign fund balance. The General Fund reports assigned fund balance "Assigned - Working Cash" of 30% of annual budgeted expenditures. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned.

In the government-wide financial statements, restricted net position are legally restricted by outside parties for a specific purpose. Net investment in capital assets is the book value of the capital assets net of any debt outstanding that was issued to construct or acquire the capital assets.

The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending, the Village considers committed funds to be expended first followed by assigned funds and then unassigned funds.

n. Interfund Transactions

Interfund services are accounted for as revenues, expenditures or expenses in the effected funds. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Accounting Estimates

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

2. CASH AND INVESTMENTS

The Village’s investment policy authorizes the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and The Illinois Funds.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objective of the policy is legality, safety (preservation of capital and protection of investment principal), liquidity and yield.

Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village’s deposits may not be returned to it. The Village’s investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an independent third party or by the Federal Reserve Bank.

Village Investments

The following table presents the investments and maturities of the Village’s debt securities as of April 30, 2020:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	5-10	Greater than 10
U.S. agency obligations	\$ 1,151,835	\$ -	\$ 851,676	\$ 300,159	\$ -
Negotiable CDs	3,026,182	748,123	2,278,059	-	-
TOTAL	\$ 4,178,017	\$ 748,123	\$ 3,129,735	\$ 300,159	\$ -

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

Village Investments (Continued)

The Village has the following recurring fair value measurements as of April 30, 2020: the U.S. agency obligations and certificates of deposit are valued using a multi-dimensional relational model (Level 2 inputs).

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period. The investment policy limits the maximum maturity length of investments to 20 years from the date of purchase, except if matched to anticipated cash flow requirement (e.g., bond proceeds).

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. The Illinois Funds is rated AAA by Standard and Poor's. The U.S. agency obligations are rated AAA by Moody's. The negotiable CD's are not rated.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in 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 a third party acting as the Village's agent separate from where the investment was purchased in the Village's name. The Illinois Funds are not subject to custodial credit risk.

The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

Concentration of credit risk - The Village's investment policy does not limit the amount of the portfolio that can be invested in any one investment vehicle but does require reasonable diversification of the portfolio.

3. RECEIVABLE - TAXES

Property taxes for 2019 attach as an enforceable lien on January 1, 2019, 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 the County and issued

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLE - TAXES (Continued)

on or about May 1, 2020, and are payable in two installments, on or about June 1, 2020 and September 1, 2020. The County collects such taxes and remits them periodically. Because the 2019 levy is intended to finance the fiscal year ending April 30, 2021, it has been offset by unavailable/deferred revenue at April 30, 2020. The 2020 tax levy, which attached as an enforceable lien on property as of January 1, 2020, has not been recorded as a receivable as of April 30, 2020, as the tax has not yet been levied by the Village and will not be levied until December 2020 and, therefore, the levy is not measurable at April 30, 2020.

4. NOTES RECEIVABLE - ECONOMIC DEVELOPMENT

The Village established the Economic Development Fund to account for funds which are to be loaned to new or expanding local business ventures which enhance economic development of the Village. Proceeds (principal and interest) received from such economic development loans made by the Village are to be used to capitalize a revolving economic development loan fund. The following represents the outstanding balances as of April 30, 2020:

During fiscal years 2016 and 2017, the Village entered into installment notes with the AHB 345 Enterprises, LLC in the total amount of \$200,000. The note is payable in monthly installments of \$2,000 through August 2025, which includes 3% interest on the unpaid balance. The outstanding balance of this note as of April 30, 2020 was \$126,391.

During fiscal years 2016 and 2017, the Village entered into installment notes with the Sage's Meat Market in the total amount of \$75,000. The note is payable in monthly installments of \$1,350 through December 2021, which includes 3% interest on the unpaid balance. The outstanding balance of this note as of April 30, 2020 was \$25,643.

Principal and interest maturities of these notes receivable for future periods are as follows:

<u>Year Ending April 30,</u>	<u>Amount</u>
2021	\$ 40,200
2022	34,105
2023	24,000
2024	24,000
2025	24,000
2026	<u>16,205</u>
Total principal and interest	162,510
Interest	<u>(10,476)</u>
TOTAL PRINCIPAL	<u>\$ 152,034</u>

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. DUE FROM OTHER GOVERNMENTS

The following receivables are included in intergovernmental receivable on the statement of net position:

GOVERNMENTAL ACTIVITIES		
Sales tax		\$ 1,432,840
Home rule tax		1,074,175
Use tax		297,550
Telecommunications tax		110,860
Motor fuel tax		<u>101,021</u>
TOTAL GOVERNMENTAL ACTIVITIES		<u><u>\$ 3,016,446</u></u>

6. INDIVIDUAL FUND DISCLOSURES

a. Interfund Advances

Interfund advances at April 30, 2020 are as follows:

Receivable Fund	Payable Fund	Amount
Capital Projects	Tax Increment Financing	\$ 3,143,251
General	Tax Increment Financing	2,000,000
Water and Sewer	Tax Increment Financing	1,370,657
Garbage	Tax Increment Financing	<u>2,000</u>
TOTAL		<u><u>\$ 6,515,908</u></u>

- The receivable in the Capital Projects Fund is for an interfund loan to the Tax Increment Financing Fund. This will not be repaid in one year.
- The receivable in the General Fund is for an interfund loan to the Tax Increment Financing Fund. This will not be repaid in one year.
- The receivable in the Water and Sewer Fund is for an interfund loan to the Tax Increment Financing Fund. This will not be repaid in one year.
- The receivable in the Garbage Fund is for an interfund loan to the Tax Increment Financing Fund. This will not be repaid in one year.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Transfers In/Out

Transfers between funds at April 30, 2020 consist of the following:

	Transfers In	Transfers Out
	<hr/>	<hr/>
Debt Service	\$ 4,193,744	\$ -
Capital Projects	-	1,693,326
Tax Increment Financing	-	1,366,337
General	-	1,181,707
Vehicle Replacement	281,126	-
Nonmajor Governmental		
Motor Fuel Tax	-	262,500
Economic Development	29,000	-
	<hr/>	<hr/>
TOTAL	<u>\$ 4,503,870</u>	<u>\$ 4,503,870</u>

Significant interfund transfers are as follows:

- \$1,152,707 transferred from the General Fund to the Debt Service Fund is for the repayment of principal and interest of the Series 2011, 2013, and 2014 Bonds.
- \$262,500 transferred from the Motor Fuel Tax Fund to Debt Service Fund is for the repayment of principal and interest for the Series 2014 Bonds.
- \$1,412,200 transferred from the Capital Improvement Fund to Debt Service Fund is for the repayment of principal and interest for the Series 2016 Bonds.
- \$1,366,337 transferred from the Tax Increment Financing Fund to Debt Service Fund is for the repayment of the capitalized interest for the Series 2019 Bonds issuance.
- \$281,126 transferred to Vehicle Replacement Fund from the Capital Improvement Fund for the purchase of capital assets.

None of the transfers will be repaid.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. CAPITAL ASSETS

The following is a summary of capital asset activity during the fiscal year:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 3,073,555	\$ 302,961	\$ 1,674,392	\$ 1,702,124
Right of way	104,457,153	-	-	104,457,153
Construction in progress	30,014,353	377,248	29,497,829	893,772
Total capital assets not being depreciated	137,545,061	680,209	31,172,221	107,053,049
Capital assets being depreciated				
Land improvements	848,229	-	-	848,229
Buildings	9,385,526	29,497,829	2,061,961	36,821,394
Equipment	1,276,208	149,834	132,080	1,293,962
Equipment - internal service fund	988,126	61,869	-	1,049,995
Vehicles - internal service fund	3,322,569	145,735	69,750	3,398,554
Infrastructure	237,219,477	-	-	237,219,477
Total capital assets being depreciated	253,040,135	29,855,267	2,263,791	280,631,611
Less accumulated depreciation for				
Land improvements	385,237	42,411	-	427,648
Buildings	3,379,355	967,621	1,412,461	2,934,515
Equipment	591,154	171,936	66,040	697,050
Equipment - internal service fund	613,193	70,183	-	683,376
Vehicles - internal service fund	2,558,564	245,313	69,750	2,734,127
Infrastructure	83,293,252	4,710,129	-	88,003,381
Total accumulated depreciated	90,820,755	6,207,593	1,548,251	95,480,097
Total capital assets being depreciated, net	162,219,380	23,647,674	715,540	185,151,514
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 299,764,441	\$ 24,327,883	\$ 31,887,761	\$ 292,204,563
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 3,348,121	\$ -	\$ -	\$ 3,348,121
Construction in progress	1,408,684	2,103,776	-	3,512,460
Total capital assets not being depreciated	4,756,805	2,103,776	-	6,860,581
Capital assets being depreciated				
Buildings	6,618,082	-	-	6,618,082
Equipment	904,454	-	-	904,454
Infrastructure	67,619,724	-	-	67,619,724
Total capital assets being depreciated	75,142,260	-	-	75,142,260

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. CAPITAL ASSETS (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES (Continued)				
Less accumulated depreciation for				
Buildings	\$ 2,257,754	\$ 164,195	\$ -	\$ 2,421,949
Equipment	265,091	112,198	-	377,289
Infrastructure	22,605,965	1,360,982	-	23,966,947
	<hr/>			
Total accumulated depreciation	25,128,810	1,637,375	-	26,766,185
	<hr/>			
Total capital assets being depreciated, net	50,013,450	(1,637,375)	-	48,376,075
	<hr/>			
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 54,770,255	\$ 466,401	\$ -	\$ 55,236,656

Depreciation expense was charged to the governmental activities functions/programs as follows:

GOVERNMENTAL ACTIVITIES

General government	\$ 348,430
Community development	13,057
Public safety	936,482
Public works	4,909,624
	<hr/>

**TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL
ACTIVITIES**

\$ 6,207,593

8. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities, refunding prior issuances and providing working capital for the Village.

General obligation bonds are direct obligations and pledge the full faith and credit of the Village and are payable from governmental activities/funds and business-type activities/enterprise funds. General obligation bonds currently outstanding are as follows:

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Governmental Activities

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
\$4,055,000 General Obligation Refunding Bonds, Series 2011, dated December 20, 2011, due in annual installments of \$20,000 to \$390,000 through December 15, 2024, interest at 2.00% to 3.50% payable each June 15 and December 15 from sales tax revenues*	Debt Service	Refund 2004A and 2004B Bonds	\$ 1,260,000	\$ -	\$ 190,000	\$ 1,070,000	\$ 200,000
\$8,595,000 General Obligation Refunding Bonds, Series 2013, dated May 17, 2013, due in annual installments of \$45,000 to \$1,095,000 through December 15, 2028, interest at 2% to 3% payable each June 15 and December 15**	Debt Service	Refund 2006A and 2007B Bonds	6,545,000	-	55,000	6,490,000	380,000
\$4,040,000 General Obligation Refunding Bonds, Series 2014, dated November 20, 2014, due in annual installments of \$20,000 to \$1,165,000 through December 15, 2020, interest at 2% to 3% payable each June 15 and December 15***	Debt Service	Refund 2006A and 2007B Bonds	1,485,000	-	885,000	600,000	600,000
\$27,105,000 General Obligation Bonds, Series 2016, dated June 8, 2016, due in annual installments of \$200,000 to \$2,740,000 through December 15, 2037, interest at 3% to 5% payable each June 15 and December 15	Debt Service	New Police Station	26,905,000	-	195,000	26,710,000	185,000

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Governmental Activities (Continued)

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
\$14,585,000 General Obligation Bonds, Series 2019, dated December 30, 2019, due in annual installments of \$680,000 to \$1,100,000 through December 15, 2040, interest at 2% to 4% payable each June 15 and December 15	Debt Service	Infrastructure Improvements	\$ -	\$ 14,585,000	\$ -	\$ 14,585,000	\$ -
TOTAL GOVERNMENTAL ACTIVITIES			\$ 36,195,000	\$ 14,585,000	\$ 1,325,000	\$ 49,455,000	\$ 1,365,000

*The portion of the original Series 2011 bonds allocated to governmental activities was \$2,300,000.

**The portion of the original Series 2013 bonds allocated to governmental activities was \$6,770,000.

***The portion of the original Series 2014 bonds allocated to governmental activities was \$2,955,000.

Business-Type Activities

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
\$4,055,000 General Obligation Refunding Bonds, Series 2011, dated December 20, 2011, due in annual installments of \$20,000 to \$390,000 through December 15, 2024, interest at 2.00% to 3.50% payable each June 15 and December 15 from sales tax revenues*	Water and Sewer	Refund 2004A and 2004B Bonds	\$ 955,000	\$ -	\$ 150,000	\$ 805,000	\$ 150,000

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Business-Type Activities (Continued)

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
\$2,325,000 General Obligation Refunding Bonds, Series 2012, dated October 11, 2012, due in annual installments of \$300,000 to \$365,000 through December 30, 2019, interest at 2% to 3% payable each June 30 and December 30 from sales tax revenues	Water and Sewer	Refund 2004 Bonds	\$ 365,000	\$ -	\$ 365,000	\$ -	\$ -
\$8,595,000 General Obligation Refunding Bonds, Series 2013, dated May 17, 2013, due in annual installments of \$45,000 to \$1,095,000 through December 15, 2028, interest at 2% to 3% payable each June 15 and December 15**	Water and Sewer	Refund 2007A Bonds	1,775,000	-	10,000	1,765,000	195,000
\$4,040,000 General Obligation Refunding Bonds, Series 2014, dated November 20, 2014, due in annual installments of \$20,000 to \$1,165,000 through December 15, 2020, interest at 2% to 3% payable each June 15 and December 15***	Water and Sewer	Refund 2006A and 2007B Bonds	440,000	-	295,000	145,000	145,000

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Business-Type Activities (Continued)

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
\$5,070,000 General Obligation Refunding Bonds, Series 2017, dated July 25, 2017, due in annual installments of \$330,000 to \$1,090,000 through December 15, 2027, interest at 2% to 4% payable each June 15 and December 15	Water and Sewer	Refund 2009 Bonds	\$ 4,740,000	\$ -	\$ 335,000	\$ 4,405,000	\$ 350,000
TOTAL BUSINESS-TYPE ACTIVITIES			\$ 8,275,000	\$ -	\$ 1,155,000	\$ 7,120,000	\$ 840,000

*The original portion of the Series 2011 bonds allocated to business-type activities was \$1,755,000.

**The original portion of the Series 2013 bonds allocated to business-type activities was \$1,825,000.

***The original portion of the Series 2014 bonds allocated to business-type activities was \$1,085,000.

b. IEPA Loans

The Village, through the Illinois Environmental Protection Agency (IEPA), received low interest loans for the construction of sewerage collection and treatment facilities payable from water and sewer revenues. IEPA loans currently outstanding are as follows:

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
\$1,346,766 loan agreement with the IEPA, IEPA-SRF Loan No. 17-1445, issued April 1, 2004, due semiannually on January 15 and July 15 through January 15, 2025, with interest at 2.50%	Water and Sewer	Installation of radium removal equipment at five existing well sites	\$ 480,293	\$ -	\$ 75,161	\$ 405,132	\$ 77,051
TOTAL IEPA LOANS			\$ 480,293	\$ -	\$ 75,161	\$ 405,132	\$ 77,051

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

c. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Year	Governmental Activities		Business-Type Activities		Total	
	General Obligation Bonds		General Obligation Bonds		IEPA Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 1,365,000	\$ 1,901,948	\$ 840,000	\$ 230,925	\$ 77,051	\$ 9,649
2022	1,410,000	1,877,361	725,000	208,475	78,989	7,711
2023	1,455,000	1,832,011	755,000	189,625	80,977	5,723
2024	1,500,000	1,785,311	785,000	166,150	83,014	3,686
2025	2,230,000	1,739,212	820,000	141,750	85,101	1,599
2026	2,290,000	1,673,340	675,000	116,300	-	-
2027	2,360,000	1,603,525	700,000	96,050	-	-
2028	2,455,000	1,510,913	730,000	70,400	-	-
2029	2,555,000	1,413,557	530,000	43,600	-	-
2030	2,665,000	1,302,967	560,000	22,400	-	-
2031	2,780,000	1,186,565	-	-	-	-
2032	2,900,000	1,063,823	-	-	-	-
2033	3,030,000	935,025	-	-	-	-
2034	3,165,000	799,384	-	-	-	-
2035	3,310,000	656,341	-	-	-	-
2036	3,455,000	506,575	-	-	-	-
2037	3,620,000	347,423	-	-	-	-
2038	3,730,000	233,837	-	-	-	-
2039	1,020,000	116,770	-	-	-	-
2040	1,060,000	79,315	-	-	-	-
2041	1,100,000	40,392	-	-	-	-
TOTAL	\$ 49,455,000	\$ 22,605,595	\$ 7,120,000	\$ 1,285,675	\$ 405,132	\$ 28,368

d. Changes in Long-Term Liabilities

During the fiscal year, the following changes occurred in long-term liabilities for governmental activities:

	Balances May 1 Restated	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
General obligation bonds payable	\$ 36,195,000	\$ 14,585,000	\$ 1,325,000	\$ 49,455,000	\$ 1,365,000
Unamortized premium on bonds payable	3,536,440	-	307,075	3,229,365	-
Compensated absences payable	801,696	357,087	400,848	757,935	378,968
Retiree termination benefit payable	143,615	95,771	57,469	181,917	35,293
Net pension liability - Police Pension	11,067,640	2,576,916	-	13,644,556	-
Net pension liability - IMRF	2,029,707	-	791,921	1,237,786	-
Other postemployment benefit liability	1,478,165	376,147	-	1,854,312	49,239
TOTAL	\$ 55,252,263	\$ 17,990,921	\$ 2,882,313	\$ 70,360,871	\$ 1,828,500

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities (Continued)

The net pension liabilities, retiree termination benefit, compensated absences and other postemployment benefit payables are normally liquidated by the General Fund.

During the fiscal year, the following changes occurred in long-term liabilities for business-type activities:

	Balances May 1, Restated	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
General obligation bonds payable	\$ 8,275,000	\$ -	\$ 1,155,000	\$ 7,120,000	\$ 840,000
Unamortized premium on bonds payable	399,916	-	65,857	334,059	-
IEPA loans payable	480,293	-	75,161	405,132	77,051
Asset retirement obligation	420,000	-	-	420,000	-
Compensated absences payable	110,865	49,055	55,433	104,487	52,244
Net pension liability - IMRF	812,978	-	317,195	495,783	-
Other postemployment benefit liability	145,175	27,190	-	172,365	4,577
TOTAL	\$ 10,644,227	\$ 76,245	\$ 1,668,646	\$ 9,051,826	\$ 973,872

e. Legal Debt Margin

The Village is a home rule municipality. Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the 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 General Assembly has set no limits for home rule municipalities.

f. Pledged Revenues

The Village has pledged a portion of future sales tax revenues, motor fuel tax revenues, tax increment financing revenues and water and sewer fund revenues to repay the principal and interest on the General Obligation Refunding Bonds Series

8. LONG-TERM DEBT (Continued)

f. Pledged Revenues (Continued)

2011, 2013 and 2014, General Obligation Bonds, Series 2016 and 2019. Proceeds from the bonds provided financing for certain capital improvements in the Village. For the current year, principal and interest paid totaled \$3,384,575, while total sales tax was \$11,442,730, total motor fuel tax was \$1,276,499 and total water and sewer operating revenues were \$7,351,930. The total pledge remaining for all bonds is \$75,112,570.

g. Asset Retirement Obligations

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 lives in accordance with federal, state and/or local requirements. 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 is 50 years.

9. 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; employee health; and injuries to the Village's employees. Settled claims have not exceeded the coverages in the current or preceding two fiscal years.

For its health insurance coverages, the Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established in 1979 by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasi-governmental and nonprofit public service entities. Management consists of a Board of Directors comprised of one appointed representative from each member. The officers of IPBC are chosen by the Board of Directors from among their membership. The Village does not exercise any control over the activities of IPBC beyond its representation on the Board of Directors.

IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. Through IPBC, the Village offers both a PPO plan and an HMO plan. For those employees enrolled in the PPO plan, the Village is responsible for the first \$35,000 in claims for each individual employee participant every claim year. The members of IPBC share claims (for each individual employee) between \$35,000 and \$500,000. IPBC maintains stop-loss insurance to cover claims in excess of \$500,000. Approximately 25% of the Village's employees and retirees are PPO participants.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RISK MANAGEMENT (Continued)

The HMO plan is also self-insured through a special arrangement. Members of IPBC pay for fixed costs of capitation and administration and then fund for claims not covered under the capitation fee. This plan is fully pooled and the Village is not individually rated based on claims experience. All members of the IPBC pay the same rates based on plan design choices. Approximately 75% of the Village's employees and retirees are HMO participants.

The Village makes payments to IPBC monthly based on its participation in the plan. The rates per individual participant are determined annually based on each member's prior experience within the pool and projected future claims. This rate also includes a provision for the cost of excess insurance purchased by IPBC. The Village also makes monthly payments to IPBC for administration of the plan.

Beginning January 1, 2014, the Village participates in the Illinois Municipal Insurance Cooperative (IMIC). IMIC is an organization of municipalities in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial property/casualty insurance coverages.

The Village's payments to IMIC are displayed on the financial statements as expenditures/expenses in appropriate funds. IMIC has a mix of self-insurance and commercial insurance at various amounts. The Village pays annual premiums to IMIC for its general liability, cybersecurity, and property coverage.

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 IMIC beyond its representation on the Board of Directors.

The Village, along with IMIC's other members, have a contractual obligation to fund any deficit of IMIC attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village is not aware of any additional amounts owed to IMIC for the 2019 claims year as of April 30, 2020.

Also, beginning January 1, 2011, the Village participates in the Illinois Public Risk Fund (the Fund). The Fund is a self-funded workers' compensation pool for public entities. The purpose of the Fund is to provide for the defense and payment when due of all compensation and other benefits under the Illinois Workers' Compensation and Occupational Diseases Laws on behalf of fire protection districts, public entities and agencies and other units of state and local government within the State of Illinois. There are approximately 500 members. A Board of Trustees oversees the operation of the Fund and governs it in accordance with State of Illinois Regulations.

9. RISK MANAGEMENT (Continued)

Members' cost is proportional, based on contributions developed by payroll audits. Rates and any discounts approved by the Board of Trustees are used to determine standard premiums for each member. Each member's experience modifications are used. Members also participate in policyholder dividends based on the Fund's and individual member's experience. Members can also be assessed if the assets of the Fund are less than the reserves required to be maintained. The Village is not aware of any additional amounts due to the Fund at April 30, 2020.

10. COMMITMENTS AND CONTINGENCIES

a. 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 attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

b. 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.

11. TAX ABATEMENTS

The Village rebates certain taxes to recruit, retain or improve local business facilities or their supporting public infrastructure under certain circumstances. The terms of these rebate arrangements are specified within written agreements with the businesses concerned.

As of April 30, 2020, three agreements are active for stores that have opened. The agreements require the Village to rebate to the companies different amounts of additional sales tax generated by the facilities. These agreements are approved by the Board of Trustees, in accordance with Illinois Compiled Statutes.

The first agreement requires \$3,789,640 to be repaid through fiscal year 2027, whichever comes first. The second agreement requires a maximum of \$180,000 to be repaid at 50% of the sales tax collected over a ten year period. For the third agreement, the Village will repay 25% of the sales tax generated for 20 years. The amount paid/accrued for the fiscal

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. TAX ABATEMENTS (Continued)

year ended April 30, 2020 was \$333,633. The total expenditures incurred to date (reported as a reduction of sales tax revenue) related to these rebates as of April 30, 2020 was \$3,264,624.

12. DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system and the Police Pension Plan which is a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. Neither of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at www.imrf.org.

The table below is a summary for all pension plans as of and for the year ended April 30, 2020:

	IMRF	Police Pension	Total
Net pension liability	\$ 1,733,569	\$ 13,644,556	\$ 15,378,125
Deferred outflows of resources	972,576	3,076,991	4,049,567
Deferred inflows of resources	810,746	2,835,509	3,646,255
Pension expense	566,109	2,423,731	2,989,840

a. Plan Descriptions

Illinois Municipal Retirement Fund

Plan Administration

All employees (other than those covered by the Police 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.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Plan Membership

At December 31, 2019, IMRF membership consisted of:

Inactive plan members currently receiving benefits	42
Inactive plan members entitled to but not yet receiving benefits	46
Active plan members	<u>64</u>
TOTAL	<u>152</u>

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings (average of the highest 48 consecutive months' earnings during the last ten years of service), for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings (average of the highest 48 consecutive months' earnings during the last ten years of service), for each year of credited service up to 15 years, and 2% for each year thereafter. These benefit provisions and all other requirements are established by state statute.

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the fiscal year ended April 30, 2020 was 9.06% of covered payroll.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

The Village's net pension liability was measured as of December 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2019
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.50%
Salary increases	3.35% to 14.25%
Investment rate of return	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Fair value

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

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate

The long-term expected rate of investment return on pension plan investments at December 31, 2019 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 the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF'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 periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability

	(a)	(b)	(a) - (b)
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
BALANCES AT JANUARY 1, 2019	\$ 15,704,984	\$ 12,862,299	\$ 2,842,685
Changes for the period			
Service cost	451,744	-	451,744
Interest	1,136,026	-	1,136,026
Difference between expected and actual experience	218,379	-	218,379
Changes in assumptions	-	-	-
Employer contributions	-	379,709	(379,709)
Employee contributions	-	205,124	(205,124)
Net investment income	-	2,352,803	(2,352,803)
Benefit payments and refunds	(523,073)	(523,073)	-
Other (net transfer)	-	(22,371)	22,371
Net changes	1,283,076	2,392,192	(1,109,116)
BALANCES AT DECEMBER 31, 2019	\$ 16,988,060	\$ 15,254,491	\$ 1,733,569

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2020, the Village recognized pension expense of \$566,109. At April 30, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 534,536	\$ 95,025
Changes in assumption	292,924	164,170
Net difference between projected and actual earnings on pension plan investments	-	551,551
Contributions made subsequent to the measurement date	145,116	-
	<hr/>	<hr/>
TOTAL	<u>\$ 972,576</u>	<u>\$ 810,746</u>

\$145,116 reported as deferred outflows of resources related to pensions resulting from village contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending April 30, 2021. Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2021	\$ (16,103)
2022	62,871
2023	227,013
2024	(257,067)
2025	-
Thereafter	-
	<hr/>
TOTAL	<u>\$ 16,714</u>

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 7.25% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 4,255,592	\$ 1,733,569	\$ (328,655)

Police Pension Plan

Plan Administration

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and 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 plan as a Pension Trust Fund.

The plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

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.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Plan Membership

At April 30, 2020, the Police Pension Plan membership consisted of:

Inactive plan members currently receiving benefits	14
Inactive plan members entitled to benefits but not yet receiving them	2
Active plan members	49
 TOTAL	 65

Benefits Provided

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half 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 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% 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% of the original pension and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the greater of the average monthly salary obtaining by dividing the total salary during the 48 consecutive months of service within the last of 60 months in which the total salary was the highest by the number of months in that period; or the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Benefits Provided(Continued)

3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% 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% or ½ of the change in the Consumer Price Index for the proceeding calendar year. Benefits and refunds are recorded when due in accordance with the terms of the plan.

Contributions

Employees are required by ILCS 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. Benefits and refunds are recognized when due and payable in accordance with the terms of the Police Pension Plan. The costs of administering the Police Pension Plan are financed through investment earnings. The Village is required to contribute the remaining amounts necessary to finance the plan, including the costs of administering the plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fully fund 90% of the past service cost for the Police Pension Plan. The Village has chosen a policy to fund 100% of the past service costs by 2040. For the year ended April 30, 2020, the Village's contribution was 29.79% of covered payroll.

Investment Policy

The Police Pension Fund's investment policy authorizes the Police Pension Fund to make deposits in/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment grade corporate

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Investment Policy (Continued)

bonds, and The Illinois Funds. The Police Pension Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran’s loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds and corporate equity securities, and real estate investment trusts. The Police Pension Fund’s investment policy prohibits investment in derivatives, short selling, purchase of securities on margin, transactions involving futures or options contracts, reverse repurchase agreements and securities lending and borrowing transactions. During the year, no changes were made to the investment policy by the Board of Trustees.

The Police Pension Fund’s investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Investment Type	Range of Allocation	Current Target	Long-Term Expected Real Rate of Return*
Equity			
Large Cap Domestic Equity	40%-100%	38.50%	6.20%
Small Cap Domestic Equity	0%-40%	11.00%	8.00%
International Equity	0%-20%	5.50%	6.70%
Fixed Income	40%-50%	45.00%	1.20%

*This rate is net of a 2.60% inflation rate.

ILCS limits the Police Pension 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 Police Pension Fund’s investments was determined using an asset allocation study conducted by the Police Pension Fund’s investment manager 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 assets 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 expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Police Pension Fund’s target asset allocation as of April 30, 2020 are listed in the table above.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Investment Concentrations

Significant investments are defined as investments in any one organization that represent 5% or more of plan net position for the Police Pension Plan (other than United States Government guaranteed obligations). At April 30, 2020, the Police Pension Plan had no significant investments in any one organization that represent 5% or more of the Fund's investments.

Investment Rate of Return

For the year ended April 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 2.44%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Police Pension Fund's deposits may not be returned to them. The Police Pension Fund's investment policy requires all bank balances to be covered by federal depository insurance.

Interest Rate Risk

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2020:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury obligations	\$ 1,682,899	\$ 202,047	\$ 927,180	\$ 553,672	\$ -
U.S. agency obligations	9,640,279	227,539	2,376,777	6,562,025	473,938
Municipal bonds	1,555,928	225,828	862,682	467,418	-
Corporate bonds	1,989,306	151,820	723,811	1,113,675	-
TOTAL	\$ 14,868,412	\$ 807,234	\$ 4,890,450	\$ 8,696,790	\$ 473,938

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Interest Rate Risk (Continued)

The Police Pension Fund has the following recurring fair value measurements as of April 30, 2020. The U.S. Treasury obligations and equity mutual funds are valued using quoted prices (Level 1 inputs). The U.S. agency obligations, state and local obligations, and corporate bonds are valued using evaluated pricing (Level 2 inputs).

In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds while maximizing yields for funds.

Credit Risk

The Police Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. The agency securities are rated at least Aaa by Moody's or are small issues that are unrated. The municipal bonds are rated between Aaa and A1 and corporate bonds are rated between AAA and AA1 by Moody's. The money market mutual funds are rated AAA.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. The Police Pension Fund's investment policy does not address custodial credit risk. However, all security transactions exposed to custodial credit risk are processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third party custodian and evidenced by safekeeping receipts. The money market and equity mutual funds are not subject to custodial credit risk.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2019	\$ 43,017,055	\$ 31,949,415	\$ 11,067,640
Changes for the period			
Service cost	1,255,639	-	1,255,639
Interest	2,763,078	-	2,763,078
Difference between expected and actual experience	689,460	-	689,460
Changes in assumptions	127,395	-	127,395
Changes of benefit terms	377,761	-	377,761
Employer contributions	-	1,400,001	(1,400,001)
Employee contributions	-	465,548	(465,548)
Other contributions	-	-	-
Net investment income	-	800,673	(800,673)
Benefit payments and refunds	(1,016,330)	(1,016,330)	-
Administrative expense	-	(29,805)	29,805
Net changes	4,197,003	1,620,087	2,576,916
BALANCES AT APRIL 30, 2020	\$ 47,214,058	\$ 33,569,502	\$ 13,644,556

Changes in assumptions related to projected salary increases were made since the prior measurement date. There were changes in plan benefits required under PA-101-0610 (SB 1300) in 2020.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of April 30, 2020 using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2020
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.75% to 9.57%
Investment rate of return	6.50%
Discount rate	6.50%
Cost of living adjustments	3.00%
Asset valuation method	Fair value

Mortality rates were based on the RP-2014 Mortality Table (BCHA) projected to 2017 using improvement scale MP-2016. The actuarial assumptions used in the April 30, 2019 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.

Discount Rate

The discount rate used to measure the total pension liability was 6.50%. 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 the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 6.50% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net pension liability	\$ 22,848,289	\$ 13,644,556	\$ 6,440,662

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2020, the Village recognized police pension expense of \$2,423,731. At April 30, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to the police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 636,196	\$ 2,285,025
Changes in assumption	1,539,151	550,484
Net difference between projected and actual earnings on pension plan investments	901,644	-
TOTAL	\$ 3,076,991	\$ 2,835,509

In 2020 there were changes in assumptions related to the discount rate.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

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

Year Ending April 30,	
2021	\$ 218,828
2022	237,737
2023	61,892
2024	72,572
2025	(165,464)
Thereafter	<u>(184,083)</u>
TOTAL	<u>\$ 241,482</u>

b. Defined Contribution Pension Plans

The Village provides a voluntary retirement benefit for all of its full-time employees through a defined contribution plan, which is administered by the Plan Administrator. Benefits depend solely on amounts contributed to the Plan plus investment earnings. All the Village employees are eligible to participate from the date of employment and the Village provides a platform for employees to participate and invest. Employees are fully vested immediately and there are no forfeitures executed by the Village. The Village does not contribute any amounts to the defined contribution plans except for two employees. For one of the two employees, the Village contributes 5% of the base salary to the defined contribution plan and for the other employee, the Village matches the employee's contribution up to \$5,000. Employees can voluntarily contribute any dollar amount up to the IRS respective annual limit. The Village contributed \$9,269 to the Deferred Compensation Plan 457(b) during the year ended April 30, 2020.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and any employer contributions are governed by ILCS and by the Village. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the Plan is reported in the Village's General Fund, Water and Sewer Fund, Governmental Activities and Business-Type Activities.

b. Benefits Provided

The Village provides OPEB to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans or meet COBRA requirements.

All health care benefits are provided through the Village's insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; vision care; dental care; and prescriptions. Eligibility in village sponsored health care plans is discontinued upon eligibility for federally sponsored health care benefits. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the Village is required to pay 100% of the cost of basic health insurance for the employee and their dependents until the employee is eligible for Medicare. Retirees not eligible for PSEBA benefits pay 100% of the premium.

c. Membership

At April 30, 2019 (most recent data information), membership consisted of:

Active employees	109
Retirees and beneficiaries currently receiving benefits	12
Terminated employee entitled to benefits but not yet receiving them	-
	<hr/>
TOTAL	121
	<hr/>
Participating employers	1
	<hr/> <hr/>

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. OTHER POSTEMPLOYMENT BENEFITS (Continued)

d. Actuarial Assumptions and Other Inputs

The total OPEB liability was determined by an actuarial valuation performed as of May 1, 2018 (most recent data information), using the following actuarial methods and assumptions:

Actuarial valuation date	May 1, 2018
Measurement date	April 30, 2020
Actuarial cost method	Entry-age normal
Inflation	2.50%
Discount rate	2.56%
Healthcare cost trend rates	Ranging from 7.00% (PPO) or 5.00% (HMO) to an ultimate trend rate of 5.00%
Asset valuation method	N/A
Mortality rates	RP - 2014 with Blue Collar Adjustment, improved generationally using MP-2016 Improvement Rates

e. Discount Rate

The discount rate was based on the S&P Municipal Bond 20-year high-grade rate index rate for tax-exempt general obligation municipal bonds rated AA or better at April 30, 2020.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. OTHER POSTEMPLOYMENT BENEFITS (Continued)

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2019	<u>\$ 1,623,340</u>
Changes for the period	
Service cost	54,461
Interest	60,506
Changes in assumptions	342,186
Difference between expected and actual experience	-
Implicit benefit payments	<u>(53,816)</u>
Net changes	<u>403,337</u>
BALANCES AT APRIL 30, 2020	<u>\$ 2,026,677</u>

g. Rate Sensitivity

The following is a sensitive analysis of total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Village calculated using the discount rate of 2.56% as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.56%) or 1 percentage point higher (3.56%) than the current rate:

	1% Decrease (1.56%)	Current Discount Rate (2.56%)	1% Increase (3.56%)
Total OPEB liability	\$ 2,335,372	\$ 2,026,677	\$ 1,776,654

The table below presents the total OPEB liability of the Village calculated using the healthcare rate of 5% to 7% as well as what the Village's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (4% to 6%) or 1 percentage point higher (6% to 8%) than the current rate:

	1% Decrease (4% to 6%)	Current Healthcare Rate (5% to 7%)	1% Increase (6% to 8%)
Total OPEB liability	\$ 1,701,152	\$ 2,026,677	\$ 2,445,831

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. OTHER POSTEMPLOYMENT BENEFITS (Continued)

- h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended April 30, 2020, the Village recognized OPEB expense of \$98,309. At April 30, 2020, the Village reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>
Differences between expected and actual experience	\$ -
Changes in assumption	<u>337,558</u>
TOTAL	<u>\$ 337,558</u>

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

<u>Fiscal Year Ending December 31,</u>	
2021	\$ 37,158
2022	37,158
2023	37,158
2024	37,158
2025	37,158
Thereafter	<u>151,768</u>
TOTAL	<u>\$ 337,558</u>

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2020
(with comparative actual)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Taxes	\$ 12,909,795	\$ 12,909,795	\$ 13,240,526	\$ 13,131,805
Licenses and permits	664,750	664,750	1,168,628	957,909
Intergovernmental	3,306,500	3,306,500	3,616,721	3,242,256
Charges for services	1,125,250	1,125,250	1,410,396	1,474,245
Fines and forfeits	204,000	204,000	166,713	176,958
Investment income	25,000	25,000	152,000	103,436
Miscellaneous	782,500	782,500	943,295	815,826
Total revenues	19,017,795	19,017,795	20,698,279	19,902,435
EXPENDITURES				
Current				
General government	3,432,255	3,399,206	3,664,889	2,984,178
Building and zoning	749,865	749,865	741,921	702,295
Community development	710,941	710,941	630,773	635,235
Public works	2,887,999	2,887,999	2,803,632	2,474,462
Public safety	9,949,791	9,949,791	9,692,157	9,425,115
Total expenditures	17,730,851	17,697,802	17,533,372	16,221,285
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,286,944	1,319,993	3,164,907	3,681,150
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(1,152,707)	(1,152,707)	(1,181,707)	(1,139,050)
Proceeds from the sale of capital assets	-	-	945,813	825
Total other financing sources (uses)	(1,152,707)	(1,152,707)	(235,894)	(1,138,225)
NET CHANGE IN FUND BALANCE	\$ 134,237	\$ 167,286	2,929,013	2,542,925
FUND BALANCE, MAY 1			11,261,314	8,718,389
FUND BALANCE, APRIL 30			\$ 14,190,327	\$ 11,261,314

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND**

For the Year Ended April 30, 2020

	2020		
	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 34,000	\$ 34,000	\$ 56,277
Investment income	1,500	1,500	50,825
Total revenues	<u>35,500</u>	<u>35,500</u>	<u>107,102</u>
EXPENDITURES			
Current			
Professional services	65,500	409,000	425,988
Communication	-	-	146
Capital outlay	5,112,000	11,449,000	11,423,692
Total expenditures	<u>5,177,500</u>	<u>11,858,000</u>	<u>11,849,826</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(5,142,000)</u>	<u>(11,822,500)</u>	<u>(11,742,724)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	5,112,000	5,112,000	-
Transfers (out)	-	(1,366,337)	(1,366,337)
Bond proceeds	-	-	14,585,000
Total other financing sources (uses)	<u>5,112,000</u>	<u>3,745,663</u>	<u>13,218,663</u>
NET CHANGE IN FUND BALANCE	<u>\$ (30,000)</u>	<u>\$ (8,076,837)</u>	1,475,939
FUND BALANCE (DEFICIT), MAY 1			<u>(2,253,830)</u>
FUND BALANCE (DEFICIT), APRIL 30			<u><u>\$ (777,891)</u></u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2020

BUDGETS

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental and proprietary funds (except for the Public Works Escrow and Economic Development Funds). All annual appropriations lapse at fiscal year end.

All departments submit requests for appropriation to the Budget Officer who compiles all the data and prepares a budget. The budget is prepared by fund, function and activity and includes information on the past year, current year estimates and requested appropriations for the subsequent year.

The proposed budget is presented to the Village Board of Trustees for review. The Village Board of Trustees holds public hearings on the proposed budget and may add to, subtract or change requested appropriations. The Village Treasurer is authorized to transfer budget amounts between functions and activities. However, transfers between funds and increases to total fund expenditures must be approved by the Village Board of Trustees. The legal level of budgetary control (level at which expenditures may not exceed appropriations) is at the fund level.

Budget amendments were adopted during the fiscal year and are included in these financial statements.

The following funds had expenditures greater than the budget excluding depreciation for the year ended April 30, 2020:

Fund	Actual Expenditures	Budget
Capital Projects Fund	\$ 883,784	\$ 680,100

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Five Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018	2019	2020
Actuarially determined contribution	\$ 415,960	\$ 416,117	\$ 424,813	\$ 405,249	\$ 419,397
Contributions in relation to the actuarially determined contribution	415,960	416,117	424,813	405,249	419,397
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 3,767,125	\$ 3,784,455	\$ 4,160,284	\$ 4,426,203	\$ 4,627,200
Contributions as a percentage of covered payroll	11.04%	11.00%	10.21%	9.16%	9.06%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 24 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually projected salary increases assumption of 3.35% to 14.25% compounded annually and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

Last Ten Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Actuarially determined contribution	\$ 990,649	\$ 1,003,047	\$ 1,007,990	\$ 1,056,065	\$ 1,150,866	\$ 1,182,911	\$ 1,465,094	\$ 1,392,423	\$ 1,342,897	\$ 1,398,759
Contribution in relation to the actuarially determined contribution	990,650	1,015,000	1,025,000	1,075,000	1,185,000	1,250,000	1,550,011	1,430,544	1,400,000	1,400,001
CONTRIBUTION DEFICIENCY (Excess)	\$ (1)	\$ (11,953)	\$ (17,010)	\$ (18,935)	\$ (34,134)	\$ (67,089)	\$ (84,917)	\$ (38,121)	\$ (57,103)	\$ (1,242)
Covered payroll	\$ 3,815,936	\$ 3,962,251	\$ 4,062,393	\$ 4,169,421	\$ 4,249,406	\$ 4,442,354	\$ 4,482,794	\$ 4,482,053	\$ 4,565,425	\$ 4,699,070
Contributions as a percentage of covered payroll	25.96%	25.62%	25.23%	25.78%	27.89%	28.14%	34.58%	31.92%	30.67%	29.79%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 23 years; the asset valuation method was at 5-year smoothed market value; and the significant actuarial assumptions were an investment rate of return of 6.50% annually, projected salary increase assumption of 3.50% compounded annually and postretirement benefit increases of 3% compounded annually.

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Five Calendar Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019
TOTAL PENSION LIABILITY					
Service cost	\$ 395,781	\$ 416,010	\$ 415,213	\$ 405,478	\$ 451,744
Interest	860,423	922,833	967,433	1,023,894	1,136,026
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(151,576)	(415,197)	162,336	532,454	218,379
Changes of assumptions	18,102	(37,107)	(406,230)	515,616	-
Benefit payments, including refunds of member contributions	(236,327)	(329,911)	(318,855)	(443,279)	(523,073)
Net change in total pension liability	886,403	556,628	819,897	2,034,163	1,283,076
Total pension liability - beginning	11,407,893	12,294,296	12,850,924	13,670,821	15,704,984
TOTAL PENSION LIABILITY - ENDING	\$ 12,294,296	\$ 12,850,924	\$ 13,670,821	\$ 15,704,984	\$ 16,988,060
PLAN FIDUCIARY NET POSITION					
Contributions - employer	\$ 428,224	\$ 418,182	\$ 422,831	\$ 419,280	\$ 379,709
Contributions - member	170,585	180,746	191,754	215,016	205,124
Net investment income	50,655	689,647	1,845,091	(622,168)	2,352,803
Benefit payments, including refunds of member contributions	(236,327)	(329,911)	(318,855)	(443,279)	(523,073)
Administrative expense	(235,094)	10,178	(170,289)	226,335	(22,371)
Net change in plan fiduciary net position	178,043	968,842	1,970,532	(204,816)	2,392,192
Plan fiduciary net position - beginning	9,949,698	10,127,741	11,096,583	13,067,115	12,862,299
PLAN FIDUCIARY NET POSITION - ENDING	\$ 10,127,741	\$ 11,096,583	\$ 13,067,115	\$ 12,862,299	\$ 15,254,491
EMPLOYER'S NET PENSION LIABILITY					
Plan fiduciary net position as a percentage of the total pension liability	86.35%	86.35%	95.58%	81.90%	89.80%
Covered payroll	\$ 3,767,125	\$ 3,784,455	\$ 4,057,885	\$ 4,349,369	\$ 4,558,325
Employer's net pension liability as a percentage of covered payroll	46.36%	46.36%	14.88%	65.36%	38.03%

In 2018, there was a change in assumptions related to the discount rate.

The 2017 changes in assumptions related to price inflation, salary increases, retirement age, and mortality rates were made since the prior measurement date.

The discount rate assumption was changed from 7.48% to 7.50% in 2016. Changes in assumptions related to mortality rates were made since the prior valuation.

In 2015 changes in assumptions related to retirement and mortality are disclosed.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND

Last Six Fiscal Years

MEASUREMENT DATE APRIL 30,	2015	2016	2017	2018	2019	2020
TOTAL PENSION LIABILITY						
Service cost	\$ 1,096,793	\$ 1,214,800	\$ 1,222,188	\$ 1,197,748	\$ 1,255,639	\$ 1,255,639
Interest	1,878,473	2,201,835	2,475,711	2,618,869	2,677,429	2,763,078
Changes of benefit terms	-	-	-	-	-	377,761
Differences between expected and actual experience	211,823	(142,752)	19,177	(164,439)	(2,714,726)	689,460
Changes of assumptions	1,938,553	1,207,154	(1,009,224)	982,418	1,110,093	127,395
Benefit payments, including refunds of member contributions	(494,408)	(517,978)	(619,053)	(706,417)	(1,005,185)	(1,016,330)
Net change in total pension liability	4,631,234	3,963,059	2,088,799	3,928,179	1,323,250	4,197,003
Total pension liability - beginning	27,082,534	31,713,768	35,676,827	37,765,626	41,693,805	43,017,055
TOTAL PENSION LIABILITY - ENDING	\$ 31,713,768	\$ 35,676,827	\$ 37,765,626	\$ 41,693,805	\$ 43,017,055	\$ 47,214,058
PLAN FIDUCIARY NET POSITION						
Contributions - employer	\$ 1,185,000	\$ 1,250,000	\$ 1,550,011	\$ 1,430,544	\$ 1,400,000	\$ 1,400,001
Contributions - member	426,332	425,332	423,439	437,086	488,585	465,548
Net investment income	1,308,531	171,901	2,290,173	1,810,762	1,974,027	800,673
Benefit payments, including refunds of member contributions	(494,408)	(517,978)	(619,053)	(706,417)	(1,005,185)	(1,016,330)
Administrative expense	(19,234)	(20,659)	(21,897)	(27,697)	(28,589)	(29,805)
Net change in plan fiduciary net position	2,406,221	1,308,596	3,622,673	2,944,278	2,828,838	1,620,087
Plan fiduciary net position - beginning	18,838,809	21,245,030	22,553,626	26,176,299	29,120,577	31,949,415
PLAN FIDUCIARY NET POSITION - ENDING	\$ 21,245,030	\$ 22,553,626	\$ 26,176,299	\$ 29,120,577	\$ 31,949,415	\$ 33,569,502
EMPLOYER'S NET PENSION LIABILITY	\$ 10,468,738	\$ 13,123,201	\$ 11,589,327	\$ 12,573,228	\$ 11,067,640	\$ 13,644,556
Plan fiduciary net position as a percentage of the total pension liability	66.99%	63.22%	69.31%	69.84%	74.27%	71.10%
Covered payroll	\$ 4,249,406	\$ 4,442,354	\$ 4,482,794	\$ 4,482,053	\$ 4,565,425	\$ 4,699,070
Employer's net pension liability as a percentage of covered payroll	246.36%	295.41%	258.53%	280.52%	242.42%	290.37%

In 2020, changes in assumptions related to the bond rate assumption, projected individual pay increases, inflation rate, mortality rates, mortality improvement rates, retirement rates, termination rates, disability rates and marital assumptions.

In addition, there were changes in plan benefits required under PA-101-0610 (SB 1300) in 2020.

In 2019, changes in assumptions related to the projected salary increases were made since the prior measurement date.

In 2016, 2017 and 2018 change in assumptions related to mortality rates were made since the prior measurement date.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN**

Last Two Fiscal Years

MEASUREMENT DATE APRIL 30,	2019	2020
TOTAL OPEB LIABILITY		
Service cost	\$ 50,323	\$ 54,461
Interest	59,601	60,506
Difference between expected and actual experience	-	-
Changes in assumptions	36,074	342,186
Benefit payments	(47,866)	(53,816)
Other changes	-	-
Net change in total OPEB liability	98,132	403,337
Total OPEB liability - beginning	1,525,208	1,623,340
TOTAL OPEB LIABILITY - ENDING	\$ 1,623,340	\$ 2,026,677
Covered payroll	\$ 8,927,390	\$ 9,346,138
Employer's total OPEB liability as a percentage of covered payroll	18.18%	21.68%

There was a change in assumptions related to the discount rate in 2019 and 2020.

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

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND

Last Six Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2015	2016	2017	2018	2019	2020
Annual money-weighted rate of return, net of investment expense	6.67%	0.78%	9.78%	6.73%	6.62%	2.44%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

General Fund - the general operating fund of the Village is used to account for all financial resources of the Village unless accounted for in another fund.

CAPITAL PROJECTS FUND

Capital Projects Fund - to account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary funds.

DEBT SERVICE FUND

Debt Service Fund - to account for the repayment of a portion of the 2011, 2013, 2014 general obligation refunding bonds, the 2016 general obligation refunding bonds and the 2019 taxable general obligation bonds.

TAX INCREMENT FINANCING FUND

Tax Increment Financing Fund - to account for the restricted property tax revenues and expenditures directly related to the TIF District established within the Village.

VILLAGE OF OSWEGO, ILLINOIS

BALANCE SHEET
GENERAL FUND

April 30, 2020
(with comparative prior year)

	2020	2019
ASSETS		
Cash and investments	\$ 9,757,173	\$ 6,391,190
Receivables		
Property taxes	1,476,975	1,424,720
Accounts	490,243	397,119
Accrued interest	2,504	-
Intergovernmental	2,917,123	2,512,112
Utility tax	71,772	69,908
Insurance	426,301	365,208
Prepaid items	343,048	473,035
Advances to other funds	2,000,000	2,000,000
	\$ 17,485,139	\$ 13,633,292
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 446,400	\$ 455,300
Accrued payroll	328,777	466,678
Escrow deposits	285,853	-
Due to other governments	81,279	-
Unearned revenue	29,344	25,280
	1,171,653	947,258
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	1,476,975	1,424,720
Unavailable revenue - grants	646,184	-
	2,123,159	1,424,720
	3,294,812	2,371,978
FUND BALANCE		
Nonspendable		
Prepaid items	343,048	473,035
Advances	2,000,000	2,000,000
Unrestricted		
Assigned - working cash	6,166,788	5,665,068
Unassigned	5,680,491	3,123,211
	14,190,327	11,261,314
	\$ 17,485,139	\$ 13,633,292

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
TAXES				
Property	\$ 1,526,636	\$ 1,526,636	\$ 1,525,377	\$ 1,445,941
Sales	8,733,159	8,733,159	8,618,049	8,588,954
Less sales tax rebate	(295,000)	(295,000)	(333,633)	(302,527)
Other	2,945,000	2,945,000	3,430,733	3,399,437
Total taxes	12,909,795	12,909,795	13,240,526	13,131,805
LICENSES AND PERMITS				
Licenses and permits	624,750	624,750	1,168,628	908,480
Transition fees	40,000	40,000	-	49,429
Total licenses and permits	664,750	664,750	1,168,628	957,909
INTERGOVERNMENTAL				
Grants	35,000	35,000	18,111	20,540
Income	3,264,000	3,264,000	3,585,136	3,211,509
Replacement	7,500	7,500	13,474	10,207
Total intergovernmental	3,306,500	3,306,500	3,616,721	3,242,256
CHARGES FOR SERVICES				
Telecommunication surcharge	558,000	558,000	514,209	663,361
Other charges for services	567,250	567,250	896,187	810,884
Total charges for services	1,125,250	1,125,250	1,410,396	1,474,245
FINES AND FORFEITS				
Fines and fees	204,000	204,000	166,713	176,958
Total fines and forfeits	204,000	204,000	166,713	176,958
INVESTMENT INCOME				
	25,000	25,000	152,000	103,436
MISCELLANEOUS				
Contributions	190,000	190,000	247,693	191,636
Miscellaneous	592,500	592,500	695,602	624,190
Total miscellaneous	782,500	782,500	943,295	815,826
TOTAL REVENUES	\$ 19,017,795	\$ 19,017,795	\$ 20,698,279	\$ 19,902,435

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
CURRENT				
General government				
Administration				
Salaries/personnel services	\$ 775,929	\$ 745,229	\$ 739,171	\$ 689,752
Insurance and benefits	258,097	255,748	193,821	188,522
Professional services	367,410	367,410	705,126	300,627
Contractual services	88,010	88,010	210,032	80,056
Communication	13,028	13,028	13,491	12,803
Professional development	51,461	51,461	45,031	41,639
Operating supplies	4,220	4,220	3,691	3,800
Total administration	1,558,155	1,525,106	1,910,363	1,317,199
Community relations				
Salaries/personnel services	137,432	137,432	135,126	131,779
Insurance and benefits	39,267	39,267	36,841	36,173
Professional services	188,500	188,500	135,327	112,059
Contractual services	21,254	21,254	10,838	10,271
Communication	35,627	35,627	7,376	11,628
Professional development	4,850	4,850	149	460
Operating supplies	2,430	2,430	886	2,193
Total community relations	429,360	429,360	326,543	304,563
Finance				
Salaries/personnel services	335,994	335,994	338,840	326,099
Insurance and benefits	104,940	104,940	108,047	98,254
Professional services	63,957	63,957	82,648	71,419
Contractual services	30,308	30,308	28,661	27,568
Communication	5,427	5,427	5,307	4,429
Professional development	15,700	15,700	5,986	10,493
Operating supplies	4,700	4,700	6,272	2,571
Total finance	561,026	561,026	575,761	540,833
Information technology				
Salaries/personnel services	89,246	89,246	97,253	87,161
Insurance and benefits	34,043	34,043	32,874	31,653
Professional services	210,002	210,002	208,854	212,083
Contractual services	510,858	510,858	474,725	470,452
Communication	1,700	1,700	7,390	4,554
Professional development	5,635	5,635	2,005	5,501
Operating supplies	32,230	32,230	29,121	10,179
Total information technology	883,714	883,714	852,222	821,583
Total general government	3,432,255	3,399,206	3,664,889	2,984,178

(This schedule is continued on the following pages.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
CURRENT (Continued)				
Building and zoning				
Salaries/personnel services	\$ 490,039	\$ 490,039	\$ 516,855	\$ 475,876
Insurance and benefits	172,566	172,566	163,924	159,128
Professional services	15,500	15,500	4,416	11,929
Contractual services	42,110	42,110	36,207	37,020
Communication	9,100	9,100	8,955	8,748
Professional development	8,800	8,800	2,652	3,664
Operating supplies	11,750	11,750	8,912	5,930
Total building and zoning	749,865	749,865	741,921	702,295
Community development				
Community development				
Salaries and personnel services	328,770	328,770	324,430	311,223
Insurance and benefits	113,130	113,130	94,953	104,208
Professional services	8,100	8,100	1,963	3,549
Contractual services	21,840	21,840	19,531	18,833
Communication	4,272	4,272	4,884	4,995
Professional development	4,800	4,800	1,689	3,010
Operating supplies	9,500	9,500	6,294	6,089
Total community development	490,412	490,412	453,744	451,907
Economic development				
Salaries and personnel services	123,289	123,289	120,060	118,460
Insurance and benefits	21,680	21,680	33,997	20,644
Professional services	52,000	52,000	8,250	26,215
Contractual services	5,056	5,056	4,777	4,615
Communication	5,454	5,454	5,113	2,872
Professional development	12,000	12,000	4,642	9,906
Operating supplies	1,050	1,050	190	616
Total economic development	220,529	220,529	177,029	183,328
Total community development	710,941	710,941	630,773	635,235
Public works				
Administration				
Salaries/personnel services	183,180	183,180	163,811	149,503
Insurance and benefits	80,139	80,139	64,252	64,651
Professional services	8,260	8,260	5,589	8,838
Contractual services	177,793	177,793	144,130	159,714
Communication	5,043	5,043	3,137	3,296
Professional development	10,595	10,595	8,162	5,565
Operating supplies	40,580	40,580	6,491	12,233
Total administration	505,590	505,590	395,572	403,800

(This schedule is continued on the following pages.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
CURRENT (Continued)				
Public works (Continued)				
Engineering				
Salaries/personnel services	\$ 106,220	\$ 106,220	\$ 87,249	\$ 27,778
Insurance and benefits	52,693	52,693	28,321	6,364
Professional services	10,000	10,000	2,680	12,678
Contractual services	268	268	-	-
Professional development	800	800	1,441	1,558
Operating supplies	-	-	129	-
Total engineering	169,981	169,981	119,820	48,378
Roads				
Salaries/personnel services	210,502	210,502	177,138	110,645
Insurance and benefits	99,173	99,173	70,882	47,435
Professional services	3,200	3,200	2,979	3,342
Contractual services	671,945	671,945	737,512	740,035
Communication	3,948	3,948	7,245	10,216
Professional development	50	50	837	1,635
Operating supplies	127,700	127,700	126,660	142,041
Total roads	1,116,518	1,116,518	1,123,253	1,055,349
Forestry				
Salaries/personnel services	186,609	186,609	196,496	138,829
Insurance and benefits	85,514	85,514	78,079	54,685
Contractual services	134,302	134,302	131,576	161,847
Communication	3,948	3,948	123	-
Professional development	2,525	2,525	670	2,377
Operating supplies	52,700	52,700	54,572	100,396
Total forestry	465,598	465,598	461,516	458,134
Fleet				
Salaries/personnel services	90,709	90,709	100,754	68,694
Insurance and benefits	40,381	40,381	37,676	26,811
Professional services	-	-	1,945	-
Contractual services	93,108	93,108	120,986	79,316
Communication	1,128	1,128	-	320
Professional development	1,300	1,300	40	210
Operating supplies	35,680	35,680	30,204	31,073
Total fleet	262,306	262,306	291,605	206,424

(This schedule is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
CURRENT (Continued)				
Public works (Continued)				
Facilities				
Salaries/personnel services	\$ 132,220	\$ 132,220	\$ 163,469	\$ 126,683
Insurance and benefits	33,534	33,534	38,273	31,326
Contractual services	200,930	200,930	210,035	144,077
Communication	522	522	-	-
Professional development	200	200	-	106
Operating supplies	600	600	89	185
Total facilities	368,006	368,006	411,866	302,377
Total public works	2,887,999	2,887,999	2,803,632	2,474,462
Public safety - police				
Support services				
Salaries/personnel services	2,536,136	2,536,136	2,360,055	2,334,700
Insurance and benefits	862,246	862,246	811,801	797,572
Professional services	240,298	240,298	235,118	274,089
Contractual services	73,637	73,637	150,569	243,707
Communication	62,724	62,724	64,065	63,427
Professional development	29,930	29,930	21,714	30,304
Operating supplies	40,963	40,963	33,891	48,503
Contribution to Police Pension Fund	1,400,000	1,400,000	1,400,001	1,400,000
Total support services	5,245,934	5,245,934	5,077,214	5,192,302
Field operations				
Salaries/personnel services	3,317,655	3,317,655	3,422,748	3,228,009
Insurance and benefits	884,311	884,311	869,730	806,797
Professional services	2,900	2,900	2,248	2,774
Contractual services	348,912	348,912	205,234	92,206
Communication	9,696	9,696	7,496	-
Professional development	34,660	34,660	22,995	16,211
Operating supplies	105,723	105,723	84,492	86,816
Total field operations	4,703,857	4,703,857	4,614,943	4,232,813
Total public safety - police	9,949,791	9,949,791	9,692,157	9,425,115
TOTAL EXPENDITURES	\$ 17,730,851	\$ 17,697,802	\$ 17,533,372	\$ 16,221,285

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**BALANCE SHEET
CAPITAL PROJECTS FUND**

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and investments	\$ 3,776,129	\$ 5,839,347
Receivables		
Accounts	50,949	65,460
Interest	8,409	3,219
Intergovernmental	644,120	746,763
Advances to other funds	3,143,251	184,591
	<hr/>	<hr/>
TOTAL ASSETS	\$ 7,622,858	\$ 6,839,380
	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 124,057	\$ 383,352
Retainage payable	-	708,244
	<hr/>	<hr/>
Total liabilities	124,057	1,091,596
	<hr/>	<hr/>
FUND BALANCE		
Assigned for capital improvements	7,498,801	5,747,784
	<hr/>	<hr/>
Total fund balance	7,498,801	5,747,784
	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCE	\$ 7,622,858	\$ 6,839,380
	<hr/> <hr/>	<hr/> <hr/>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes				
Sales	\$ 3,100,000	\$ 3,100,000	\$ 3,158,314	\$ 3,211,992
Intergovernmental	810,000	810,000	736,962	969,112
Contributions	213,000	213,000	278,743	1,426,041
Investment income	25,000	25,000	126,108	237,279
Miscellaneous	-	-	28,000	-
Total revenues	4,148,000	4,148,000	4,328,127	5,844,424
EXPENDITURES				
Current				
Professional services	-	-	120,417	35,000
Capital outlay	680,100	680,100	763,367	12,172,131
Total expenditures	680,100	680,100	883,784	12,207,131
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,467,900	3,467,900	3,444,343	(6,362,707)
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(5,173,170)	(5,173,170)	(1,693,326)	(1,753,150)
Total other financing sources (uses)	(5,173,170)	(5,173,170)	(1,693,326)	(1,753,150)
NET CHANGE IN FUND BALANCE	<u>\$ (1,705,270)</u>	<u>\$ (1,705,270)</u>	1,751,017	(8,115,857)
FUND BALANCE, MAY 1			5,747,784	13,863,641
FUND BALANCE, APRIL 30			<u>\$ 7,498,801</u>	<u>\$ 5,747,784</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

BALANCE SHEET
DEBT SERVICE FUND

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and investments	\$ 1,442,955	\$ 69,469
TOTAL ASSETS	<u>\$ 1,442,955</u>	<u>\$ 69,469</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
None	\$ -	\$ -
Total liabilities	-	-
FUND BALANCE		
Assigned for debt service	1,442,955	69,469
Total fund balance	1,442,955	69,469
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 1,442,955</u>	<u>\$ 69,469</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND**

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Investment income	\$ 100	\$ 100	\$ 6,873	\$ 403
Total revenues	100	100	6,873	403
EXPENDITURES				
Debt service				
Principal retirement	1,325,000	1,325,000	1,325,000	1,285,000
Interest and fiscal charges	1,501,407	1,502,137	1,502,131	1,539,197
Total expenditures	2,826,407	2,827,137	2,827,131	2,824,197
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,826,307)	(2,827,037)	(2,820,258)	(2,823,794)
OTHER FINANCING SOURCES (USES)				
Transfers in	2,827,407	2,827,407	4,193,744	2,824,200
Total other financing sources (uses)	2,827,407	2,827,407	4,193,744	2,824,200
NET CHANGE IN FUND BALANCE	\$ 1,100	\$ 370	1,373,486	406
FUND BALANCE, MAY 1			69,469	69,063
FUND BALANCE, APRIL 30			\$ 1,442,955	\$ 69,469

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

BALANCE SHEET
TAX INCREMENT FINANCING FUND

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and investments	\$ 7,362,641	\$ 231,228
Receivables		
Property taxes	<u>154,437</u>	<u>66,222</u>
TOTAL ASSETS	<u><u>\$ 7,517,078</u></u>	<u><u>\$ 297,450</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 1,479,225	\$ 300,467
Retainage payable	145,399	-
Advance from other funds	<u>6,515,908</u>	<u>2,184,591</u>
Total liabilities	<u>8,140,532</u>	<u>2,485,058</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	<u>154,437</u>	<u>66,222</u>
Total deferred inflows of resources	<u>154,437</u>	<u>66,222</u>
Total liabilities and deferred inflows of resources	<u>8,294,969</u>	<u>2,551,280</u>
FUND BALANCE		
Unassigned (deficit)	<u>(777,891)</u>	<u>(2,253,830)</u>
Total fund balance (deficit)	<u>(777,891)</u>	<u>(2,253,830)</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u><u>\$ 7,517,078</u></u>	<u><u>\$ 297,450</u></u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND**

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Property taxes	\$ 34,000	\$ 34,000	\$ 56,277	\$ 32,683
Investment income	1,500	1,500	50,825	3,956
Total revenues	<u>35,500</u>	<u>35,500</u>	<u>107,102</u>	<u>36,639</u>
EXPENDITURES				
Current				
Professional services	65,500	409,000	425,988	196,666
Communication	-	-	146	-
Capital outlay	5,112,000	11,449,000	11,423,692	333,740
Total expenditures	<u>5,177,500</u>	<u>11,858,000</u>	<u>11,849,826</u>	<u>530,406</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(5,142,000)</u>	<u>(11,822,500)</u>	<u>(11,742,724)</u>	<u>(493,767)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,112,000	5,112,000	-	-
Transfers (out)	-	(1,366,337)	(1,366,337)	-
Bond proceeds	-	-	14,585,000	-
Total other financing sources (uses)	<u>5,112,000</u>	<u>3,745,663</u>	<u>13,218,663</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (30,000)</u>	<u>\$ (8,076,837)</u>	1,475,939	(493,767)
FUND BALANCE (DEFICIT), MAY 1			<u>(2,253,830)</u>	<u>(1,760,063)</u>
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (777,891)</u>	<u>\$ (2,253,830)</u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund - to account for State Gasoline Tax Allocations restricted for local roadway program expenditures.

Public Works Escrow Fund - to account for monies collected from developers and others for specific road and other capital improvements.

Economic Development Fund - to account for income generated from low interest economic development loans offered to local businesses.

Public Service Fund - to account for donations and contributions collected for various public projects and special events.

VILLAGE OF OSWEGO, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2020

	Special Revenue				
	Motor Fuel Tax	Public Works Escrow	Economic Development	Public Service	Total
ASSETS					
Cash and investments	\$ 1,500,836	\$ 425,044	\$ 352,936	\$ 807,775	\$ 3,086,591
Receivables					
Accounts	-	-	-	1,850	1,850
Intergovernmental	101,386	-	-	-	101,386
Notes	-	-	152,034	-	152,034
Prepaid items	-	-	-	12,670	12,670
TOTAL ASSETS	\$ 1,602,222	\$ 425,044	\$ 504,970	\$ 822,295	\$ 3,354,531
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 23,800	\$ -	\$ -	\$ 538	\$ 24,338
Escrow deposits	-	353,583	-	-	353,583
Unearned revenue	-	-	-	-	-
Total liabilities	23,800	353,583	-	538	377,921
FUND BALANCES					
Nonspendable					
Prepaid items	-	-	-	12,670	12,670
Restricted					
Highways and streets	1,578,422	-	-	-	1,578,422
Special projects	-	71,461	-	809,087	880,548
Economic development	-	-	504,970	-	504,970
Total fund balances	1,578,422	71,461	504,970	821,757	2,976,610
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,602,222	\$ 425,044	\$ 504,970	\$ 822,295	\$ 3,354,531

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2020

	Special Revenue				Total
	Motor Fuel Tax	Public Works Escrow	Economic Development	Public Service	
REVENUES					
Intergovernmental	\$ 1,276,499	\$ -	\$ -	\$ 2,750	\$ 1,279,249
Fines and forfeits	-	-	-	33,214	33,214
Investment income	27,522	2,043	7,362	-	36,927
Donations and contributions	-	-	-	164,980	164,980
Total revenues	1,304,021	2,043	7,362	200,944	1,514,370
EXPENDITURES					
Current					
General government	-	-	-	162,743	162,743
Public safety	-	-	-	49,574	49,574
Public works	900,123	-	-	-	900,123
Total expenditures	900,123	-	-	212,317	1,112,440
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	403,898	2,043	7,362	(11,373)	401,930
OTHER FINANCING SOURCES (USES)					
Transfers (out)	(262,500)	-	-	-	(262,500)
Transfers in	-	-	29,000	-	29,000
Total other financing sources (uses)	(262,500)	-	29,000	-	(233,500)
NET CHANGE IN FUND BALANCES	141,398	2,043	36,362	(11,373)	168,430
FUND BALANCES, MAY 1	1,437,024	69,418	468,608	833,130	2,808,180
FUND BALANCES, APRIL 30	\$ 1,578,422	\$ 71,461	\$ 504,970	\$ 821,757	\$ 2,976,610

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019 Actual
	Original Budget	Final Budget	Actual	
REVENUES				
Intergovernmental				
Motor fuel tax	\$ 852,000	\$ 852,000	\$ 1,276,499	\$ 943,491
Investment income	4,000	4,000	27,522	24,400
Total revenues	856,000	856,000	1,304,021	967,891
EXPENDITURES				
Current				
Public works/transportation	800,000	901,000	900,123	57,869
Total expenditures	800,000	901,000	900,123	57,869
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	56,000	(45,000)	403,898	910,022
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(262,500)	(262,500)	(262,500)	(262,500)
Total other financing sources (uses)	(262,500)	(262,500)	(262,500)	(262,500)
NET CHANGE IN FUND BALANCE	\$ (206,500)	\$ (307,500)	141,398	647,522
FUND BALANCE, MAY 1			1,437,024	789,502
FUND BALANCE, APRIL 30			\$ 1,578,422	\$ 1,437,024

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
PUBLIC SERVICE FUND

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	
REVENUES				
Intergovernmental				
Grants	\$ -	\$ -	\$ 2,750	\$ 4,125
Charges for services	-	-	-	66,324
Fines and forfeits	-	-	33,214	21,750
Donations and contributions	-	-	164,980	190,340
Total revenues	-	-	200,944	282,539
EXPENDITURES				
Current				
General government	300,000	300,000	162,743	224,991
Public safety	-	-	49,574	50,345
Total expenditures	300,000	300,000	212,317	275,336
NET CHANGE IN FUND BALANCE	\$ (300,000)	\$ (300,000)	(11,373)	7,203
FUND BALANCE, MAY 1			833,130	825,927
FUND BALANCE, APRIL 30			\$ 821,757	\$ 833,130

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

WATER AND SEWER FUND

Water and Sewer Fund - to account for revenues and expenses relative to the operation of the water and sewer utility. This fund has two subfunds, operating and capital.

GARBAGE FUND

Garbage Fund - to account for the operations of the Village's garbage collection service.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION
WATER AND SEWER FUND ACCOUNTS

April 30, 2020

	Water and Sewer Operating	Water and Sewer Capital	Total
CURRENT ASSETS			
Cash and investments	\$ 4,941,219	\$ 4,950,567	\$ 9,891,786
Accounts receivable	1,153,485	-	1,153,485
Accrued interest receivable	2,936	5,387	8,323
Restricted cash and investments			
IEPA restriction	829,180	-	829,180
Prepaid expenses	32,658	-	32,658
Total current assets	6,959,478	4,955,954	11,915,432
NONCURRENT ASSETS			
Capital assets			
Capital assets, net of depreciation			
Nondepreciable assets	6,860,581	-	6,860,581
Depreciable buildings, property and infrastructure	75,142,260	-	75,142,260
Accumulated depreciation	(26,766,185)	-	(26,766,185)
Total capital assets	55,236,656	-	55,236,656
Other assets			
Advances to other funds	-	1,370,657	1,370,657
Total noncurrent assets	55,236,656	1,370,657	56,607,313
Total assets	62,196,134	6,326,611	68,522,745
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding	190,095	-	190,095
Pension items - IMRF	278,146	-	278,146
OPEB items	28,709	-	28,709
Asset retirement obligations	411,600	-	411,600
Total deferred outflows of resources	908,550	-	908,550
Total assets and deferred outflows of resources	63,104,684	6,326,611	69,431,295

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION (Continued)
WATER AND SEWER FUND ACCOUNTS

April 30, 2020

	Water and Sewer Operating	Water and Sewer Capital	Total
CURRENT LIABILITIES			
Accounts payable	\$ 69,594	\$ 64,147	\$ 133,741
Accrued payroll	19,598	-	19,598
Compensated absences	52,244	-	52,244
Other postemployment benefits	4,577	-	4,577
Interest payable	89,551	-	89,551
IEPA loans payable	77,051	-	77,051
Bonds payable	840,000	-	840,000
Unearned revenue	2,450,250	-	2,450,250
Total current liabilities	3,602,865	64,147	3,667,012
LONG-TERM LIABILITIES			
Compensated absences	52,243	-	52,243
Other postemployment benefits	167,788	-	167,788
Net pension liability	495,783	-	495,783
IEPA loans payable	328,081	-	328,081
Asset retirement obligations	420,000	-	420,000
Bonds payable, net	6,614,059	-	6,614,059
Total long-term liabilities	8,077,954	-	8,077,954
Total liabilities	11,680,819	64,147	11,744,966
DEFERRED INFLOWS OF RESOURCES			
Pension items - IMRF	231,854	-	231,854
Total deferred inflows of resources	231,854	-	231,854
Total liabilities and deferred inflows of resources	11,912,673	64,147	11,976,820
NET POSITION			
Net investment in capital assets	47,567,560	-	47,567,560
Restricted for radium removal	829,180	-	829,180
Unrestricted	2,795,271	6,262,464	9,057,735
TOTAL NET POSITION	\$ 51,192,011	\$ 6,262,464	\$ 57,454,475

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND ACCOUNTS

For the Year Ended April 30, 2020

	Water and Sewer Operating	Water and Sewer Capital	Eliminations	Total
OPERATING REVENUES				
Charges for services	\$ 7,297,991	\$ 53,939	\$ -	\$ 7,351,930
Total operating revenues	7,297,991	53,939	-	7,351,930
OPERATING EXPENSES				
Production	3,444,812	159,838	-	3,604,650
Total operating expenses	3,444,812	159,838	-	3,604,650
OPERATING INCOME (LOSS) BEFORE DEPRECIATION				
	3,853,179	(105,899)	-	3,747,280
Depreciation and amortization	1,645,775	-	-	1,645,775
OPERATING INCOME (LOSS)	2,207,404	(105,899)	-	2,101,505
NON-OPERATING REVENUES (EXPENSES)				
Connection fees	-	211,200	-	211,200
Investment income	96,177	116,848	-	213,025
Interest expense and amortization	(240,746)	-	-	(240,746)
Miscellaneous income	40,155	1,200	-	41,355
Total non-operating revenues (expenses)	(104,414)	329,248	-	224,834
NET INCOME BEFORE TRANSFERS	2,102,990	223,349	-	2,326,339
TRANSFERS				
Transfers in	2,103,776	1,800,000	(3,903,776)	-
Transfers (out)	(1,800,000)	(2,103,776)	3,903,776	-
Total transfers	303,776	(303,776)	-	-
CHANGE IN NET POSITION	2,406,766	(80,427)	-	2,326,339
NET POSITION, MAY 1	48,785,245	6,342,891	-	55,128,136
Change in accounting principle	-	-	-	-
NET POSITION, MAY 1 (RESTATED)	48,785,245	6,342,891	-	55,128,136
NET POSITION, APRIL 30	\$ 51,192,011	\$ 6,262,464	\$ -	\$ 57,454,475

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF CASH FLOWS
WATER AND SEWER FUND ACCOUNTS**

For the Year Ended April 30, 2020

	Water and Sewer Operating	Water and Sewer Capital	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 7,219,000	\$ 53,939	\$ 7,272,939
Payments to suppliers	(2,423,528)	(272,807)	(2,696,335)
Payments to employees	(1,111,161)	-	(1,111,161)
Miscellaneous income	40,155	1,200	41,355
Net cash from operating activities	<u>3,724,466</u>	<u>(217,668)</u>	<u>3,506,798</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Payment from (to) other funds	303,776	(1,674,433)	(1,370,657)
Connection fees	-	211,200	211,200
Grant revenue	-	-	-
Net cash from noncapital financing activities	<u>303,776</u>	<u>(1,463,233)</u>	<u>(1,159,457)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of capital assets	(2,103,776)	-	(2,103,776)
Bond principal payments	(1,155,000)	-	(1,155,000)
IEPA loan principal payments	(75,161)	-	(75,161)
Interest paid	(274,415)	-	(274,415)
Net cash from capital and related financing activities	<u>(3,608,352)</u>	<u>-</u>	<u>(3,608,352)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income	93,263	120,800	214,063
Net cash from investing activities	<u>93,263</u>	<u>120,800</u>	<u>214,063</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	513,153	(1,560,101)	(1,046,948)
CASH AND CASH EQUIVALENTS, MAY 1	<u>5,257,246</u>	<u>6,510,668</u>	<u>11,767,914</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 5,770,399</u>	<u>\$ 4,950,567</u>	<u>\$ 10,720,966</u>

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF CASH FLOWS (Continued)
WATER AND SEWER FUND ACCOUNTS

For the Year Ended April 30, 2020

	Water and Sewer Operating	Water and Sewer Capital	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 2,207,404	\$ (105,899)	\$ 2,101,505
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Depreciation and amortization	1,645,775	-	1,645,775
Miscellaneous income	40,155	1,200	41,355
Changes in assets and liabilities			
Accounts receivable	(78,991)	-	(78,991)
Prepaid expenses	(18,737)	-	(18,737)
Accounts payable	(74,956)	(112,969)	(187,925)
Accrued payroll	(38,591)	-	(38,591)
Compensated absences	(6,378)	-	(6,378)
Other postemployment benefits	1,390	-	1,390
IMRF items	47,395	-	47,395
NET CASH FROM OPERATING ACTIVITIES	\$ 3,724,466	\$ (217,668)	\$ 3,506,798
CASH AND CASH EQUIVALENTS			
Unrestricted cash and cash equivalents	\$ 4,941,219	\$ 4,950,567	\$ 9,891,786
Restricted cash and cash equivalents			
IEPA restriction	829,180	-	829,180
TOTAL CASH AND CASH EQUIVALENTS	\$ 5,770,399	\$ 4,950,567	\$ 10,720,966
NONCASH TRANSACTIONS			
None	\$ -	\$ -	\$ -

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION
WATER AND SEWER OPERATING SUBFUND

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
CURRENT ASSETS		
Cash and investments	\$ 4,941,219	\$ 4,428,066
Accounts receivable	1,153,485	1,074,494
Accrued interest receivable	2,936	22
Restricted cash and investments		
IEPA restriction	829,180	829,180
Prepaid expenses	32,658	13,921
	<hr/>	<hr/>
Total current assets	6,959,478	6,345,683
NONCURRENT ASSETS		
Capital assets		
Capital assets, net of depreciation		
Nondepreciable assets	6,860,581	4,756,805
Depreciable buildings, property and infrastructure	75,142,260	75,142,260
Accumulated depreciation	(26,766,185)	(25,128,810)
	<hr/>	<hr/>
Total capital assets	55,236,656	54,770,255
	<hr/>	<hr/>
Total assets	62,196,134	61,115,938
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized loss on refunding	190,095	234,355
Pension items - IMRF	278,146	542,578
OPEB items	28,709	2,909
Asset retirement obligations	411,600	-
	<hr/>	<hr/>
Total deferred outflows of resources	908,550	779,842
	<hr/>	<hr/>
Total assets and deferred outflows of resources	63,104,684	61,895,780

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION (Continued)
WATER AND SEWER OPERATING SUBFUND

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
CURRENT LIABILITIES		
Accounts payable	\$ 69,594	\$ 144,550
Accrued payroll	19,598	58,189
Compensated absences	52,244	55,433
Other postemployment benefits	4,577	19,146
Interest payable	89,551	101,624
IEPA loans payable	77,051	75,161
Bonds payable	840,000	1,155,000
Unearned revenue	2,450,250	2,450,250
	<hr/>	<hr/>
Total current liabilities	3,602,865	4,059,353
	<hr/>	<hr/>
LONG-TERM LIABILITIES		
Compensated absences	52,243	55,432
Other postemployment benefits	167,788	126,029
Net pension liability	495,783	812,978
IEPA loans payable	328,081	405,131
Asset retirement obligations	420,000	-
Bonds payable, net	6,614,059	7,519,916
	<hr/>	<hr/>
Total long-term liabilities	8,077,954	8,919,486
	<hr/>	<hr/>
Total liabilities	11,680,819	12,978,839
	<hr/>	<hr/>
DEFERRED INFLOWS OF RESOURCES		
Pension items - IMRF	231,854	131,696
	<hr/>	<hr/>
Total deferred inflows of resources	231,854	131,696
	<hr/>	<hr/>
Total liabilities and deferred inflows of resources	11,912,673	13,110,535
	<hr/>	<hr/>
NET POSITION		
Net investment in capital assets	47,567,560	45,849,401
Restricted for radium removal	829,180	829,180
Unrestricted	2,795,271	2,106,664
	<hr/>	<hr/>
TOTAL NET POSITION	\$ 51,192,011	\$ 48,785,245
	<hr/>	<hr/>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER OPERATING SUBFUND

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
OPERATING REVENUES				
Charges for services	\$ 7,459,700	\$ 7,459,700	\$ 7,297,991	\$ 6,983,346
Total operating revenues	7,459,700	7,459,700	7,297,991	6,983,346
OPERATING EXPENSES				
Salaries/personnel services	987,679	987,679	1,066,192	1,197,915
Insurance and benefits	387,128	387,128	385,459	430,601
Pension expense	-	-	48,785	(17,065)
Professional services	143,260	143,260	147,622	178,308
Contractual services	1,354,093	1,354,093	1,180,514	948,740
Communication	46,179	46,179	48,680	43,561
Professional development	9,510	9,510	1,445	7,450
Operating supplies	605,443	605,443	566,115	657,199
Capital maintenance	-	-	2,103,776	1,611,867
Total operating expenses	3,533,292	3,533,292	5,548,588	5,058,576
OPERATING INCOME	3,926,408	3,926,408	1,749,403	1,924,770
NON-OPERATING REVENUES (EXPENSES)				
Investment income	30,000	30,000	96,177	69,219
Interest expense and amortization	(274,415)	(274,415)	(240,746)	(301,815)
Principal retirement	(1,230,160)	(1,230,160)	(1,230,161)	(1,224,178)
Miscellaneous income	7,000	7,000	40,155	4,019
Total non-operating revenues (expenses)	(1,467,575)	(1,467,575)	(1,334,575)	(1,452,755)
NET INCOME BEFORE TRANSFERS AND CONTRIBUTIONS	2,458,833	2,458,833	414,828	472,015
TRANSFERS				
Transfers in	-	-	2,103,776	1,541,006
Transfers (out)	(1,800,000)	(1,800,000)	(1,800,000)	(1,300,000)
Total transfers	(1,800,000)	(1,800,000)	303,776	241,006
CONTRIBUTIONS	-	-	-	70,861

(This schedule is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL (Continued)
WATER AND SEWER OPERATING SUBFUND

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	Actual
ADJUSTMENTS TO GAAP BASIS				
Principal retirement	\$ -	\$ -	\$ 1,230,161	\$ 1,224,178
Depreciation and amortization	-	(1,637,376)	(1,645,775)	(1,635,179)
Capital assets capitalized	-	-	2,103,776	1,611,867
Total adjustments to GAAP basis	-	(1,637,376)	1,688,162	1,200,866
CHANGE IN NET POSITION	\$ 658,833	\$ (978,543)	2,406,766	1,984,748
NET POSITION, MAY 1			48,785,245	46,914,098
Change in accounting principle			-	(113,601)
NET POSITION, MAY 1 (RESTATED)			48,785,245	46,800,497
NET POSITION, APRIL 30			\$ 51,192,011	\$ 48,785,245

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**STATEMENT OF NET POSITION
WATER AND SEWER CAPITAL SUBFUND**

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
CURRENT ASSETS		
Cash and investments	\$ 4,950,567	\$ 6,510,668
Accrued interest receivable	5,387	9,339
Total current assets	<u>4,955,954</u>	<u>6,520,007</u>
NONCURRENT ASSETS		
Advances to other funds	<u>1,370,657</u>	-
Total noncurrent assets	<u>1,370,657</u>	-
Total assets	<u>6,326,611</u>	<u>6,520,007</u>
DEFERRED OUTFLOWS OF RESOURCES		
None	<u>-</u>	<u>-</u>
Total deferred outflows of resources	<u>-</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>6,326,611</u>	<u>6,520,007</u>
CURRENT LIABILITIES		
Accounts payable	<u>64,147</u>	177,116
Total current liabilities	<u>64,147</u>	177,116
LONG-TERM LIABILITIES		
None	<u>-</u>	<u>-</u>
Total long-term liabilities	<u>-</u>	<u>-</u>
Total liabilities	<u>64,147</u>	177,116
NET POSITION		
Unrestricted	<u>6,262,464</u>	<u>6,342,891</u>
TOTAL NET POSITION	<u>\$ 6,262,464</u>	<u>\$ 6,342,891</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER CAPITAL SUBFUND

For the Year Ended April 30, 2020
(with comparative actual)

	2020			2019 Actual
	Original Budget	Final Budget	Actual	
OPERATING REVENUES				
Charges for services	\$ 25,000	\$ 25,000	\$ 53,939	\$ 112,394
Total operating revenues	25,000	25,000	53,939	112,394
OPERATING EXPENSES				
Operating supplies	30,000	30,000	29,787	64,315
Capital maintenance	3,065,400	4,065,400	130,051	98,854
Total operating expenses	3,095,400	4,095,400	159,838	163,169
OPERATING INCOME (LOSS)	(3,070,400)	(4,070,400)	(105,899)	(50,775)
NON-OPERATING REVENUES (EXPENSES)				
Connection fees	80,000	80,000	211,200	967,950
Investment income	25,000	25,000	116,848	104,014
Miscellaneous income	-	-	1,200	800
Total non-operating revenues (expenses)	105,000	105,000	329,248	1,072,764
NET INCOME (LOSS) BEFORE TRANSFERS	(2,965,400)	(3,965,400)	223,349	1,021,989
TRANSFERS				
Transfers in	1,800,000	1,800,000	1,800,000	1,300,000
Transfers (out)	(1,838,000)	(1,838,000)	(2,103,776)	(1,541,006)
Total transfers	(38,000)	(38,000)	(303,776)	(241,006)
CHANGE IN NET POSITION	\$ (3,003,400)	\$ (4,003,400)	(80,427)	780,983
NET POSITION, MAY 1			6,342,891	5,561,908
NET POSITION, APRIL 30			\$ 6,262,464	\$ 6,342,891

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**STATEMENT OF NET POSITION
GARBAGE FUND**

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
CURRENT ASSETS		
Cash and investments	\$ 136,815	\$ 111,539
Accounts receivable	465,467	434,684
	<hr/>	
Total current assets	602,282	546,223
NONCURRENT ASSETS		
Advances to other funds	2,000	-
	<hr/>	
Total noncurrent assets	2,000	-
	<hr/>	
Total assets	604,282	546,223
CURRENT LIABILITIES		
None	-	-
	<hr/>	
Total current liabilities	-	-
LONG-TERM LIABILITIES		
None	-	-
	<hr/>	
Total liabilities	-	-
NET POSITION		
Unrestricted	604,282	546,223
	<hr/>	
TOTAL NET POSITION	<u>\$ 604,282</u>	<u>\$ 546,223</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
GARBAGE FUND**

For the Year Ended April 30, 2020
(with comparative prior year)

	2020			2019
	Original Budget	Final Budget	Actual	
OPERATING REVENUES				
Charges for services	\$ 2,535,250	\$ 2,535,250	\$ 2,641,550	\$ 2,479,258
Total operating revenues	<u>2,535,250</u>	<u>2,535,250</u>	<u>2,641,550</u>	<u>2,479,258</u>
OPERATING EXPENSES				
Professional services	11,000	11,000	-	-
Disposal services	2,520,885	2,571,885	2,584,452	2,463,284
Supplies	2,000	2,000	-	1,723
Total operating expenses	<u>2,533,885</u>	<u>2,584,885</u>	<u>2,584,452</u>	<u>2,465,007</u>
OPERATING INCOME	<u>1,365</u>	<u>(49,635)</u>	<u>57,098</u>	<u>14,251</u>
NON-OPERATING REVENUES (EXPENSES)				
Investment income	130	130	961	173
Total non-operating revenues (expenses)	<u>130</u>	<u>130</u>	<u>961</u>	<u>173</u>
CHANGE IN NET POSITION	<u>\$ 1,495</u>	<u>\$ (49,505)</u>	58,059	14,424
NET POSITION, MAY 1			<u>546,223</u>	<u>531,799</u>
NET POSITION, APRIL 30			<u>\$ 604,282</u>	<u>\$ 546,223</u>

(See independent auditor's report.)

INTERNAL SERVICE FUND

VEHICLE REPLACEMENT FUND

Vehicle Replacement Fund - to account for the costs associated with the purchase of vehicles and equipment.

VILLAGE OF OSWEGO, ILLINOIS

**STATEMENT OF NET POSITION
VEHICLE REPLACEMENT FUND**

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
CURRENT ASSETS		
Cash and investments	\$ 151,014	\$ 126,132
Accounts receivable	-	21,950
Prepaid items	77,976	-
	<hr/>	
Total current assets	228,990	148,082
NONCURRENT ASSETS		
Capital assets		
Capital assets, net of depreciation		
Depreciable buildings, property and infrastructure	4,448,549	4,310,695
Accumulated depreciation	(3,417,503)	(3,171,757)
	<hr/>	
Total capital assets	1,031,046	1,138,938
	<hr/>	
Total assets	1,260,036	1,287,020
CURRENT LIABILITIES		
Accounts payable	2,200	6,328
	<hr/>	
Total current liabilities	2,200	6,328
LONG-TERM LIABILITIES		
None	-	-
	<hr/>	
Total liabilities	2,200	6,328
NET POSITION		
Net investment in capital assets	1,031,046	1,138,938
Unrestricted	226,790	141,754
	<hr/>	
TOTAL NET POSITION	<u>\$ 1,257,836</u>	<u>\$ 1,280,692</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
VEHICLE REPLACEMENT FUND

For the Year Ended April 30, 2020

	2020		2019	
	Original Budget	Final Budget	Actual	Actual
OPERATING REVENUES				
None	\$ -	\$ -	\$ -	\$ -
Total operating revenues	-	-	-	-
OPERATING EXPENSES				
Capital outlay	497,970	497,970	209,354	322,799
Total operating expenses	497,970	497,970	209,354	322,799
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	(497,970)	(497,970)	(209,354)	(322,799)
Depreciation	-	-	315,497	352,225
OPERATING INCOME (LOSS)	(497,970)	(497,970)	(524,851)	(675,024)
NON-OPERATING REVENUES (EXPENSES)				
Investment income	-	-	1,602	672
Sale of fixed assets	40,000	40,000	11,664	31,300
Total non-operating revenues (expenses)	40,000	40,000	13,266	31,972
NET INCOME (LOSS) BEFORE TRANSFERS	(457,970)	(457,970)	(511,585)	(643,052)
TRANSFERS				
Transfers in	497,970	497,970	281,126	330,500
Total transfers	497,970	497,970	281,126	330,500
ADJUSTMENTS TO GAAP BASIS				
Capital assets capitalized	-	-	207,603	318,508
Total adjustments to GAAP basis	-	-	207,603	318,508
CHANGE IN NET POSITION	<u>\$ 40,000</u>	<u>\$ 40,000</u>	(22,856)	5,956
NET POSITION, MAY 1			1,280,692	1,274,736
NET POSITION, APRIL 30			<u>\$ 1,257,836</u>	<u>\$ 1,280,692</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF CASH FLOWS
VEHICLE REPLACEMENT FUND**

For the Year Ended April 30, 2020

	<u>Vehicle Replacement</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ -
Payments to suppliers	<u>(1,751)</u>
Net cash from operating activities	<u>(1,751)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
None	<u>-</u>
Net cash from noncapital financing activities	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of capital assets	(289,707)
Payment from other funds	281,126
Sale of capital assets	<u>33,612</u>
Net cash from capital and related financing activities	<u>25,031</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	<u>1,602</u>
Net cash from investing activities	<u>1,602</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	24,882
CASH AND CASH EQUIVALENTS, MAY 1	<u>126,132</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u><u>\$ 151,014</u></u>

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF CASH FLOWS (Continued)
VEHICLE REPLACEMENT FUND**

For the Year Ended April 30, 2020

	<u>Vehicle Replacement</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ (317,248)
Depreciation	315,497
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Changes in assets and liabilities	
None	-
NET CASH FROM OPERATING ACTIVITIES	<u>\$ (1,751)</u>
CASH AND CASH EQUIVALENTS	
Unrestricted cash and cash equivalents	<u>\$ 151,014</u>
TOTAL CASH AND CASH EQUIVALENTS	<u>\$ 151,014</u>
NONCASH TRANSACTIONS	
None	<u>\$ -</u>

(See independent auditor's report.)

FIDUCIARY FUNDS

PENSION TRUST FUND

Police Pension Fund - to account for the resources necessary to provide retirement and disability benefits to the personnel of the Village Police Department.

VILLAGE OF OSWEGO, ILLINOIS

**STATEMENT OF NET POSITION
POLICE PENSION FUND**

April 30, 2020
(with comparative prior year)

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and cash equivalents	\$ 214,837	\$ 92,154
Investments, at fair value		
U.S. Government and U.S. agency securities	11,323,178	11,983,145
Municipal bonds	1,555,928	1,512,146
Corporate bonds	1,989,306	199,201
Equity mutual funds	18,395,928	18,070,941
Accrued interest receivable	99,367	95,922
Prepaid items	530	5,084
	<hr/>	
Total assets	33,579,074	31,958,593
	<hr/>	
LIABILITIES		
Accounts payable	9,572	9,178
	<hr/>	
Total liabilities	9,572	9,178
	<hr/>	
NET POSITION RESTRICTED FOR PENSIONS	<u>\$ 33,569,502</u>	<u>\$ 31,949,415</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - BUDGET AND ACTUAL
POLICE PENSION FUND**

For the Year Ended April 30, 2020
(with comparative actual)

	2020		Actual	2019
	Original Budget	Final Budget		Actual
ADDITIONS				
Contributions				
Employer	\$ 1,400,000	\$ 1,400,000	\$ 1,400,001	\$ 1,400,000
Employee	450,199	450,199	465,548	488,585
Total contributions	<u>1,850,199</u>	<u>1,850,199</u>	<u>1,865,549</u>	<u>1,888,585</u>
Investment income				
Net appreciation (depreciation) in fair value of investments	-	-	(52,224)	791,799
Interest and dividends	400,000	400,000	952,207	1,274,223
Total investment income	400,000	400,000	899,983	2,066,022
Less investment expense	(95,000)	(95,000)	(99,310)	(91,995)
Net investment income	<u>305,000</u>	<u>305,000</u>	<u>800,673</u>	<u>1,974,027</u>
Total additions	<u>2,155,199</u>	<u>2,155,199</u>	<u>2,666,222</u>	<u>3,862,612</u>
DEDUCTIONS				
Benefits and refunds	1,065,813	1,065,813	1,016,330	1,005,185
Administration	32,500	32,500	29,805	28,589
Total deductions	<u>1,098,313</u>	<u>1,098,313</u>	<u>1,046,135</u>	<u>1,033,774</u>
NET INCREASE	<u>\$ 1,056,886</u>	<u>\$ 1,056,886</u>	1,620,087	2,828,838
NET POSITION RESTRICTED FOR PENSIONS				
May 1			<u>31,949,415</u>	<u>29,120,577</u>
April 30			<u>\$ 33,569,502</u>	<u>\$ 31,949,415</u>

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES OF 2011 - TOTAL

April 30, 2020

Date of Issue	December 20, 2011
Date of Maturity	December 15, 2024
Authorized Issue	\$ 4,055,000
Actual Issue	\$ 4,055,000
Denomination of Bonds	1-811 - \$5,000

Interest Rates	Bonds	
	1-119	2.00%
	120-368	3.00%
	369-811	3.50%

Principal Maturity Date	December 15
Interest Dates	December 15 and June 15
Payable at	BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	Amount	December 15	Amount
2019	438-507	\$ 350,000	\$ 65,625	\$ 415,625	2020	\$ 32,813	2020	\$ 32,812
2020	508-579	360,000	53,375	413,375	2021	26,688	2021	26,687
2021	580-656	385,000	40,775	425,775	2022	20,388	2022	20,387
2022	657-734	390,000	27,300	417,300	2023	13,650	2023	13,650
2023	735-811	390,000	13,650	403,650	2024	6,825	2024	6,825
		\$ 1,875,000	\$ 200,725	\$ 2,075,725			\$ 100,364	\$ 100,361

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES OF 2011 - GOVERNMENTAL ACTIVITIES

April 30, 2020

Date of Issue	December 20, 2011
Date of Maturity	December 15, 2024
Authorized Issue	\$ 4,055,000
Actual Issue	\$ 4,055,000
Denomination of Bonds	1-811 - \$5,000

Bonds	
1-119	2.00%
120-368	3.00%
369-811	3.50%

Principal Maturity Date	December 15
Interest Dates	December 15 and June 15
Payable at	BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on				
		Principal	Interest	Total	June 15	Amount	December 15	Amount	
2019	438-507	\$ 200,000	\$ 37,450	\$ 237,450	2020	\$ 18,725	2020	\$ 18,725	
2020	508-579	210,000	30,450	240,450	2021	15,225	2021	15,225	
2021	580-656	220,000	23,100	243,100	2022	11,550	2022	11,550	
2022	657-734	220,000	15,400	235,400	2023	7,700	2023	7,700	
2023	735-811	220,000	7,700	227,700	2024	3,850	2024	3,850	
		<u>\$ 1,070,000</u>	<u>\$ 114,100</u>	<u>\$ 1,184,100</u>		<u>\$ 57,050</u>		<u>\$ 57,050</u>	

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES OF 2011 - BUSINESS-TYPE ACTIVITIES

April 30, 2020

Date of Issue	December 20, 2011
Date of Maturity	December 15, 2024
Authorized Issue	\$ 4,055,000
Actual Issue	\$ 4,055,000
Denomination of Bonds	1-811 - \$5,000
Interest Rates	
	Bonds
	1-119 2.00%
	120-368 3.00%
	369-811 3.50%

Principal Maturity Date	December 15
Interest Dates	December 15 and June 15
Payable at	BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	Amount	December 15	Amount
2019	438-507	\$ 150,000	\$ 28,175	\$ 178,175	2020	\$ 14,088	2020	\$ 14,088
2020	508-579	150,000	22,925	172,925	2021	11,463	2021	11,463
2021	580-656	165,000	17,675	182,675	2022	8,838	2022	8,838
2022	657-734	170,000	11,900	181,900	2023	5,950	2023	5,950
2023	735-811	170,000	5,950	175,950	2024	2,975	2024	2,975
		<u>\$ 805,000</u>	<u>\$ 86,625</u>	<u>\$ 891,625</u>		<u>\$ 43,314</u>		<u>\$ 43,314</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES 2013 - TOTAL

April 30, 2020

Date of Issue	May 17, 2013
Date of Maturity	December 15, 2027
Authorized Issue	\$ 11,300,000
Actual Issue	\$ 8,595,000
Denomination of Bonds	1-1719 - \$5,000
Interest Rate	
	Bonds
	1-68 2%
	69-1719 3%

Principal Maturity Date	December 15
Interest Dates	December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	Amount	December 15	Amount
2019	69-183	\$ 575,000	\$ 247,650	\$ 822,650	2020	\$ 123,825	2020	\$ 123,825
2020	184-425	1,210,000	230,400	1,440,400	2021	115,200	2021	115,200
2021	426-675	1,250,000	194,100	1,444,100	2022	97,050	2022	97,050
2022	676-931	1,280,000	156,600	1,436,600	2023	78,300	2023	78,300
2023	932-1195	1,320,000	118,200	1,438,200	2024	59,100	2024	59,100
2024	1196-1460	1,325,000	78,600	1,403,600	2025	39,300	2025	39,300
2025	1461-1587	635,000	38,850	673,850	2026	19,425	2026	19,425
2026	1588-1719	660,000	19,800	679,800	2027	9,900	2027	9,900
		<u>\$ 8,255,000</u>	<u>\$ 1,084,200</u>	<u>\$ 9,339,200</u>		<u>\$ 542,100</u>		<u>\$ 542,100</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES 2013 - GOVERNMENTAL ACTIVITIES

April 30, 2020

Date of Issue	May 17, 2013
Date of Maturity	December 15, 2027
Authorized Issue	\$ 11,300,000
Actual Issue	\$ 8,595,000
Denomination of Bonds	1 -1719 - \$5,000
Interest Rate	
	Bonds
	1-68 2%
	69-1719 3%
Principal Maturity Date	December 15
Interest Dates	December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	Amount	December 15	Amount
2019	69-183	\$ 380,000	\$ 194,700	\$ 574,700	2020	\$ 97,350	2020	\$ 97,350
2020	184-425	1,000,000	183,300	1,183,300	2021	91,650	2021	91,650
2021	426-675	1,040,000	153,300	1,193,300	2022	76,650	2022	76,650
2022	676-931	1,065,000	122,100	1,187,100	2023	61,050	2023	61,050
2023	932-1195	1,090,000	90,150	1,180,150	2024	45,075	2024	45,075
2024	1196-1460	1,095,000	57,450	1,152,450	2025	28,725	2025	28,725
2025	1461-1587	400,000	24,600	424,600	2026	12,300	2026	12,300
2026	1588-1719	420,000	12,600	432,600	2027	6,300	2027	6,300
		<u>\$ 6,490,000</u>	<u>\$ 838,200</u>	<u>\$ 7,328,200</u>			<u>\$ 419,100</u>	<u>\$ 419,100</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES 2013 - BUSINESS-TYPE ACTIVITIES

April 30, 2020

Date of Issue	May 17, 2013
Date of Maturity	December 15, 2027
Authorized Issue	\$ 11,300,000
Actual Issue	\$ 8,595,000
Denomination of Bonds	1-1719 - \$5,000
Interest Rate	
	Bonds
	1-68 2%
	69-1719 3%
Principal Maturity Date	December 15
Interest Dates	December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	Amount	December 15	Amount
2019	69-183	\$ 195,000	\$ 52,950	\$ 247,950	2020	\$ 26,475	2020	\$ 26,475
2020	184-425	210,000	47,100	257,100	2021	23,550	2021	23,550
2021	426-675	210,000	40,800	250,800	2022	20,400	2022	20,400
2022	676-931	215,000	34,500	249,500	2023	17,250	2023	17,250
2023	932-1195	230,000	28,050	258,050	2024	14,025	2024	14,025
2024	1196-1460	230,000	21,150	251,150	2025	10,575	2025	10,575
2025	1461-1587	235,000	14,250	249,250	2026	7,125	2026	7,125
2026	1588-1719	240,000	7,200	247,200	2027	3,600	2027	3,600
		<u>\$ 1,765,000</u>	<u>\$ 246,000</u>	<u>\$ 2,011,000</u>		<u>\$ 123,000</u>		<u>\$ 123,000</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES 2014 - TOTAL**

April 30, 2020

Date of Issue	November 20, 2014
Date of Maturity	December 15, 2020
Authorized Issue	\$ 5,100,000
Actual Issue	\$ 4,040,000
Denomination of Bonds	1-808 - \$5,000
Interest Rate	
	Bonds
	1-190 2%
	191-808 3%

Principal Maturity Date	December 15
Interest Dates	December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	December 15	Amount	Amount
2019	660-808	\$ 745,000	\$ 22,350	\$ 767,350	2020	\$ 11,175	2020	\$ 11,175
		<u>\$ 745,000</u>	<u>\$ 22,350</u>	<u>\$ 767,350</u>		<u>\$ 11,175</u>		<u>\$ 11,175</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES 2014 - GOVERNMENTAL ACTIVITIES

April 30, 2020

Date of Issue	November 20, 2014
Date of Maturity	December 15, 2020
Authorized Issue	\$ 5,100,000
Actual Issue	\$ 4,040,000
Denomination of Bonds	1-808 - \$5,000
Interest Rate	
	Bonds
	1-190 2%
	191-808 3%

Principal Maturity Date	December 15
Interest Dates	December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	Amount	December 15	Amount
2019	660-808	\$ 600,000	\$ 18,000	\$ 618,000	2020	\$ 9,000	2020	\$ 9,000
		<u>\$ 600,000</u>	<u>\$ 18,000</u>	<u>\$ 618,000</u>		<u>\$ 9,000</u>		<u>\$ 9,000</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES 2014 - BUSINESS-TYPE ACTIVITIES

April 30, 2020

Date of Issue	November 20, 2014
Date of Maturity	December 15, 2020
Authorized Issue	\$ 5,100,000
Actual Issue	\$ 4,040,000
Denomination of Bonds	1-808 - \$5,000
Interest Rate	
	Bonds
	1-190 2%
	191-808 3%

Principal Maturity Date	December 15
Interest Dates	December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	Amount	December 15	Amount
2019	660-808	\$ 145,000	\$ 4,350	\$ 149,350	2020	\$ 2,175	2020	\$ 2,175
		\$ 145,000	\$ 4,350	\$ 149,350		\$ 2,175		\$ 2,175

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION
BOND SERIES 2016

April 30, 2020

Date of Issue	June 8, 2016
Date of Maturity	December 15, 2037
Authorized Issue	\$ 32,000
Actual Issue	\$ 2,710,500
Denomination of Bonds	1-5421 - \$5,000
Interest Rate	3% to 5%

Principal Maturity Date	December 15
Interest Dates	December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Total	June 15	Amount	December 15	Amount
2019	80-116	\$ 185,000	\$ 1,209,900	\$ 1,394,900	2020	\$ 604,950	2020	\$ 604,950
2020	117-156	200,000	1,202,500	1,402,500	2021	601,250	2021	601,250
2021	157-195	195,000	1,194,500	1,389,500	2022	597,250	2022	597,250
2022	196-238	215,000	1,186,700	1,401,700	2023	593,350	2023	593,350
2023	239-286	240,000	1,180,250	1,420,250	2024	590,125	2024	590,125
2024	287-386	500,000	1,170,650	1,670,650	2025	585,325	2025	585,325
2025	387-636	1,250,000	1,150,650	2,400,650	2026	575,325	2026	575,325
2026	637-897	1,305,000	1,088,150	2,393,150	2027	544,075	2027	544,075
2027	898-1258	1,805,000	1,022,900	2,827,900	2028	511,450	2028	511,450
2028	1259-1637	1,895,000	932,650	2,827,650	2029	466,325	2029	466,325
2029	1638-2035	1,990,000	837,900	2,827,900	2030	418,950	2030	418,950
2030	2036-2452	2,085,000	738,400	2,823,400	2031	369,200	2031	369,200
2031	2453-2890	2,190,000	634,150	2,824,150	2032	317,075	2032	317,075
2032	2891-3350	2,300,000	524,650	2,824,650	2033	262,325	2033	262,325
2033	3351-3833	2,415,000	409,650	2,824,650	2034	204,825	2034	204,825
2034	3834-4340	2,535,000	288,900	2,823,900	2035	144,450	2035	144,450
2035	4341-4873	2,665,000	162,150	2,827,150	2036	81,075	2036	81,075
2036	4874-5421	2,740,000	82,200	2,822,200	2037	41,100	2037	41,100
		<u>\$ 26,710,000</u>	<u>\$ 15,016,850</u>	<u>\$ 41,726,850</u>			<u>\$ 7,508,425</u>	<u>\$ 7,508,425</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION
BOND SERIES 2017**

April 30, 2020

Date of Issue	July 25, 2017
Date of Maturity	December 15, 2029
Authorized Issue	\$ 5,600,000
Actual Issue	\$ 5,070,000
Denomination of Bonds	1 - 1014 - \$5,000
Interest Rate	2% to 4%
Principal Maturity Date	December 15
Interest Dates	December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 15	Amount	December 15	Amount
2019	134-204	\$ 350,000	\$ 145,450	\$ 495,450	2020	\$ 72,725	2020	\$ 72,725
2020	205-277	365,000	138,450	503,450	2021	69,225	2021	69,225
2021	278-353	380,000	131,150	511,150	2022	65,575	2022	65,575
2022	354-433	400,000	119,750	519,750	2023	59,875	2023	59,875
2023	434-517	420,000	107,750	527,750	2024	53,875	2024	53,875
2024	518-606	445,000	95,150	540,150	2025	47,575	2025	47,575
2025	607-699	465,000	81,800	546,800	2026	40,900	2026	40,900
2026	700-797	490,000	63,200	553,200	2027	31,600	2027	31,600
2027	798-903	530,000	43,600	573,600	2028	21,800	2028	21,800
2028	904-1015	560,000	22,400	582,400	2029	11,200	2029	11,200
		<u>\$ 4,405,000</u>	<u>\$ 948,700</u>	<u>\$ 5,353,700</u>		<u>\$ 474,350</u>		<u>\$ 474,350</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION
BOND SERIES 2019**

April 30, 2020

Date of Issue December 30, 2019
 Date of Maturity December 15, 2040
 Authorized Issue \$ 14,585,000
 Actual Issue \$ 14,585,000
 Denomination of Bonds 1 - 2917 - \$5,000
 Interest Rate 2% to 4%

Principal Maturity Date December 15
 Interest Dates December 15 and June 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 15	Amount	December 15	Amount
2019	0	\$ -	\$ 441,898	\$ 441,898	2020	\$ 220,949	2020	\$ 220,949
2020	0	-	461,111	461,111	2021	230,556	2021	230,556
2021	0	-	461,111	461,111	2022	230,556	2022	230,556
2022	0	-	461,111	461,111	2023	230,556	2023	230,556
2023	1-136	680,000	461,111	1,141,111	2024	230,556	2024	230,556
2024	137-275	695,000	445,240	1,140,240	2025	222,620	2025	222,620
2025	276-417	710,000	428,275	1,138,275	2026	214,138	2026	214,138
2026	418-563	730,000	410,163	1,140,163	2027	205,082	2027	205,082
2027	564-713	750,000	390,657	1,140,657	2028	195,329	2028	195,329
2028	714-867	770,000	370,317	1,140,317	2029	185,159	2029	185,159
2029	868-1025	790,000	348,665	1,138,665	2030	174,333	2030	174,333
2030	1026-1188	815,000	325,423	1,140,423	2031	162,712	2031	162,712
2031	1189-1356	840,000	300,875	1,140,875	2032	150,438	2032	150,438
2032	1357-1529	865,000	274,734	1,139,734	2033	137,367	2033	137,367
2033	1530-1708	895,000	246,691	1,141,691	2034	123,346	2034	123,346
2034	1709-1892	920,000	217,675	1,137,675	2035	108,838	2035	108,838
2035	1893-2083	955,000	185,273	1,140,273	2036	92,637	2036	92,637
2036	2084-2281	990,000	151,637	1,141,637	2037	75,819	2037	75,819
2037	2282-2485	1,020,000	116,770	1,136,770	2038	58,385	2038	58,385
2038	2486-2697	1,060,000	79,315	1,139,315	2039	39,658	2039	39,658
2039	2698-2917	1,100,000	40,392	1,140,392	2040	20,196	2040	20,196
		<u>\$ 14,585,000</u>	<u>\$ 6,618,444</u>	<u>\$ 21,203,444</u>			<u>\$ 2,165,501</u>	<u>\$ 2,165,501</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**LONG-TERM DEBT REQUIREMENTS
IEPA LOAN NO. 17-1445**

April 30, 2020

Date of Loan	April 1, 2004
Date of Maturity	January 15, 2025
Authorized Loan	\$ 1,772,543
Actual Loan	\$ 1,346,766
Interest Rate	2.50%
Principal Maturity Date	January 15 and July 15
Interest Dates	January 15 and July 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year				Interest Due on				
	Principal	Interest	Total	July 15	Amount	January 15	Amount	
2021	\$ 77,051	\$ 9,649	\$ 86,700	2020	\$ 5,064	2021	\$ 4,585	
2022	78,989	7,711	86,700	2021	4,101	2022	3,610	
2023	80,977	5,723	86,700	2022	3,114	2023	2,609	
2024	83,014	3,686	86,700	2023	2,101	2024	1,585	
2025	85,101	1,599	86,700	2024	1,064	2025	535	
	<u>\$ 405,132</u>	<u>\$ 28,368</u>	<u>\$ 433,500</u>		<u>\$ 15,444</u>		<u>\$ 12,924</u>	

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR END FINANCIAL REPORT**

For the Year Ended April 30, 2020

CSFA Number	Program Name	State	Federal	Other	Total
444-26-1565	Tobacco Enforcement Program	\$ 100	\$ -	\$ -	\$ 100
494-00-0958	Truck Access Route Program	-	-	-	-
494-00-0967	High-Growth Cities Program	19,592	-	-	19,592
494-00-1003	Congestion Mitigation and Air Quality Improvement Program	-	-	-	-
494-00-1488	Motor Fuel Tax Program	1,143,031	-	-	1,143,031
494-10-0343	State and Community Highway Safety/National Priority Safety Program	-	2,152	-	2,152
494-42-0495	Local Surface Transportation Program	-	-	-	-
	Other grant programs and activities	-	647,193	12,409	659,602
	All other costs not allocated	-	-	48,390,299	48,390,299
	TOTALS	<u>\$ 1,162,723</u>	<u>\$ 649,345</u>	<u>\$ 48,402,708</u>	<u>\$ 50,214,776</u>

(See independent auditor's report.)

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

The Honorable President
Members of the Board of Trustees
Village of Oswego, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Oswego, Illinois (the Village), as of and for the year ended April 30, 2020, and the related notes to financial statements, which collectively comprise the Village's basic financial statements and have issued our report thereon dated October 14, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sikich LLP

Naperville, Illinois
October 14, 2020

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page(s)</u>
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.	122-131
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the sales tax.	132-140
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	141-145
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.	146-147
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.	148-150

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

VILLAGE OF OSWEGO, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

	2011	2012	2013	2014
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 274,396,968	\$ 272,998,786	\$ 271,570,611	\$ 269,462,285
Restricted	2,772,565	2,273,073	2,888,976	3,136,556
Unrestricted	3,419,680	5,357,170	4,826,113	6,621,863
TOTAL GOVERNMENTAL ACTIVITIES	\$ 280,589,213	\$ 280,629,029	\$ 279,285,700	\$ 279,220,704
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 41,398,648	\$ 40,762,984	\$ 41,995,957	\$ 42,143,249
Restricted	654,000	654,000	654,000	654,000
Unrestricted	4,704,208	5,217,977	8,501,995	9,243,426
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 46,756,856	\$ 46,634,961	\$ 51,151,952	\$ 52,040,675
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 315,795,616	\$ 313,761,770	\$ 313,566,568	\$ 311,605,534
Restricted	3,426,565	2,927,073	3,542,976	3,790,556
Unrestricted	8,123,888	10,575,147	13,328,108	15,865,289
TOTAL PRIMARY GOVERNMENT	\$ 327,346,069	\$ 327,263,990	\$ 330,437,652	\$ 331,261,379

The Village implemented GASB Statement No. 68 during 2016.

The Village implemented GASB Statement No. 75 during 2019.

Data Source

Audited Financial Statements

2015	2016	2017	2018	2019	2020
\$ 267,114,160	\$ 269,710,313	\$ 266,143,880	\$ 263,761,350	\$ 260,716,741	\$ 254,669,794
2,726,245	3,025,632	2,262,586	2,141,559	2,808,180	2,976,610
5,757,774	(5,136,241)	(6,353,126)	(5,397,463)	(1,373,255)	(9,074,497)
<u>\$ 275,598,179</u>	<u>\$ 267,599,704</u>	<u>\$ 262,053,340</u>	<u>\$ 260,505,446</u>	<u>\$ 262,151,666</u>	<u>\$ 248,571,907</u>
\$ 42,852,341	\$ 45,499,004	\$ 43,955,344	\$ 44,660,699	\$ 45,849,401	\$ 47,567,560
654,000	654,000	654,000	654,000	829,180	829,180
9,141,100	6,397,870	7,621,120	7,693,106	8,995,778	9,662,017
<u>\$ 52,647,441</u>	<u>\$ 52,550,874</u>	<u>\$ 52,230,464</u>	<u>\$ 53,007,805</u>	<u>\$ 55,674,359</u>	<u>\$ 58,058,757</u>
\$ 309,966,501	\$ 315,209,317	\$ 310,099,224	\$ 308,422,049	\$ 306,566,142	\$ 302,237,354
3,380,245	3,679,632	2,916,586	2,795,559	3,637,360	3,805,790
14,898,874	1,261,629	1,267,994	2,295,643	7,622,523	587,520
<u>\$ 328,245,620</u>	<u>\$ 320,150,578</u>	<u>\$ 314,283,804</u>	<u>\$ 313,513,251</u>	<u>\$ 317,826,025</u>	<u>\$ 306,630,664</u>

VILLAGE OF OSWEGO, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

	2011	2012	2013	2014
EXPENSES				
Governmental activities				
General government	\$ 2,574,508	\$ 2,551,465	\$ 2,504,327	\$ 2,568,401
Building and zoning	574,252	603,708	627,008	638,618
Community development	355,570	469,946	507,828	707,665
Public safety	7,771,351	7,785,066	7,854,804	8,374,812
Public works	6,443,722	6,466,254	7,560,190	7,119,256
Interest	810,467	756,086	827,319	580,528
Total governmental activities expenses	18,529,870	18,632,525	19,881,476	19,989,280
Business-type activities				
Water and sewer	5,915,469	5,573,478	5,171,212	5,475,321
Garbage	2,088,471	2,272,694	2,069,201	2,105,583
Total business-type activities expenses	8,003,940	7,846,172	7,240,413	7,580,904
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 26,533,810	\$ 26,478,697	\$ 27,121,889	\$ 27,570,184
PROGRAM REVENUES				
Governmental activities				
Charges for services				
General government	\$ 34,291	\$ 22,668	\$ 19,489	\$ 79,360
Building and zoning	438,255	530,892	546,995	745,449
Community development	169,080	146,390	135,718	167,520
Public safety	708,635	682,086	603,156	631,669
Operating grants and contributions	1,218,753	1,207,396	1,561,809	1,148,407
Capital grants and contributions	3,681,288	3,495,236	3,614,701	2,525,807
Total governmental activities program revenues	6,250,302	6,084,668	6,481,868	5,298,212
Business-type activities				
Charges for services				
Water and sewer	5,497,141	6,261,974	6,695,627	6,223,868
Garbage	2,172,351	2,267,599	2,032,054	2,097,286
Operating grants and contributions	-	111,935	636,669	99,265
Capital grants and contributions	149,056	62,390	-	-
Total business-type activities program revenues	7,818,548	8,703,898	9,364,350	8,420,419
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 14,068,850	\$ 14,788,566	\$ 15,846,218	\$ 13,718,631
NET REVENUE (EXPENSE)				
Governmental activities	\$ (12,279,568)	\$ (12,547,857)	\$ (13,399,608)	\$ (14,691,068)
Business-type activities	(185,392)	857,726	2,123,937	839,515
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (12,464,960)	\$ (11,690,131)	\$ (11,275,671)	\$ (13,851,553)

	2015	2016	2017	2018	2019	2020
\$	2,901,044	\$ 2,901,661	\$ 1,779,446	\$ 3,317,100	\$ 3,572,027	\$ 6,719,919
	656,478	747,864	724,871	680,972	716,259	775,692
	753,815	811,923	2,132,879	2,575,165	970,084	12,515,585
	8,871,896	9,225,417	12,103,554	9,438,787	10,387,606	11,816,661
	8,034,011	9,626,504	9,376,444	7,533,756	7,267,320	8,853,849
	566,382	477,036	1,415,148	1,344,600	1,322,272	1,457,447
	21,783,626	23,790,405	27,532,342	24,890,380	24,235,568	42,139,153
	5,553,577	5,310,304	5,388,643	5,512,167	5,546,872	5,491,171
	2,257,770	2,415,909	2,346,478	2,408,455	2,465,007	2,584,452
	7,811,347	7,726,213	7,735,121	7,920,622	8,011,879	8,075,623
\$	29,594,973	\$ 31,516,618	\$ 35,267,463	\$ 32,811,002	\$ 32,247,447	\$ 50,214,776
\$	17,659	\$ 17,708	\$ 35,305	\$ 30,426	\$ 23,140	\$ 72,813
	667,232	556,063	561,658	456,685	979,021	1,247,055
	177,315	179,470	167,993	176,865	181,347	212,878
	591,515	567,905	499,131	682,412	550,594	485,760
	1,142,991	1,117,999	979,002	1,013,662	1,017,585	1,943,544
	270,519	7,305,199	127,631	-	171,470	299,380
	2,867,231	9,744,344	2,370,720	2,360,050	2,923,157	4,261,430
	6,024,616	5,375,079	5,325,191	6,108,987	8,063,690	7,563,130
	2,248,211	2,406,951	2,338,068	2,434,270	2,479,258	2,641,550
	95,321	90,270	84,572	92,370	-	-
	-	-	-	-	70,861	-
	8,368,148	7,872,300	7,747,831	8,635,627	10,613,809	10,204,680
\$	11,235,379	\$ 17,616,644	\$ 10,118,551	\$ 10,995,677	\$ 13,536,966	\$ 14,466,110
\$	(18,916,395)	\$ (14,046,061)	\$ (25,161,622)	\$ (22,530,330)	\$ (21,312,411)	\$ (37,877,723)
	556,801	146,087	12,710	715,005	2,601,930	2,129,057
\$	(18,359,594)	\$ (13,899,974)	\$ (25,148,912)	\$ (21,815,325)	\$ (18,710,481)	\$ (35,748,666)

VILLAGE OF OSWEGO, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

	2011	2012	2013	2014
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental activities				
Taxes				
Property	\$ 1,449,154	\$ 1,454,079	\$ 1,344,929	\$ 1,326,712
Sales	5,349,488	6,039,345	6,129,126	6,401,637
Telecommunication	1,022,272	1,304,003	959,986	934,655
Utility	1,010,223	959,959	1,009,180	1,136,668
Other	490,642	511,361	555,475	612,825
Intergovernmental - unrestricted				
Income tax	2,261,969	2,460,342	2,735,608	2,957,978
Personal property replacement tax	10,666	9,627	9,480	10,923
Investment income	100,039	92,563	57,097	35,528
Miscellaneous	722,862	707,593	876,398	1,046,968
Transfers in (out)	(1,883,000)	325,470	(1,621,000)	-
Total governmental activities	10,534,315	13,864,342	12,056,279	14,463,894
Business-type activities				
Miscellaneous	164,442	14,345	30,761	19,657
Investment income	32,695	44,349	28,448	29,551
Transfers in (out)	1,883,000	(325,470)	1,621,000	-
Total business-type activities	2,080,137	(266,776)	1,680,209	49,208
TOTAL PRIMARY GOVERNMENT	\$ 12,614,452	\$ 13,597,566	\$ 13,736,488	\$ 14,513,102
CHANGE IN NET POSITION				
Governmental activities	\$ (1,745,253)	\$ 1,316,485	\$ (1,343,329)	\$ (227,174)
Business-type activities	1,894,745	590,950	3,804,146	888,723
TOTAL PRIMARY GOVERNMENT	\$ 149,492	\$ 1,907,435	\$ 2,460,817	\$ 661,549
CHANGE IN NET POSITION				

Data Source

Audited Financial Statements

	2015	2016	2017	2018	2019	2020
\$	1,327,139	\$ 1,326,196	\$ 1,326,027	\$ 1,404,345	\$ 1,478,624	\$ 1,581,654
	7,208,332	8,475,664	10,672,951	11,037,654	11,498,419	11,442,730
	837,796	751,196	674,036	632,625	663,361	514,209
	1,083,899	968,086	1,038,028	1,037,640	1,115,826	1,002,487
	748,254	856,431	977,856	2,129,642	3,119,911	3,199,975
	2,972,805	3,235,006	2,991,771	2,999,575	3,211,509	3,585,136
	10,647	9,582	11,539	10,083	10,207	13,474
	35,673	38,718	187,213	336,891	382,044	374,335
	1,069,325	1,162,864	1,381,112	1,358,981	2,675,966	2,583,964
	-	-	354,725	35,000	-	-
	15,293,870	16,823,743	19,615,258	20,982,436	24,155,867	24,297,964
	26,201	43,435	12,783	22,138	4,819	41,355
	23,764	90,430	8,822	75,198	173,406	213,986
	-	-	(354,725)	(35,000)	-	-
	49,965	133,865	(333,120)	62,336	178,225	255,341
\$	15,343,835	\$ 16,957,608	\$ 19,282,138	\$ 21,044,772	\$ 24,334,092	\$ 24,553,305
\$	(3,622,525)	\$ 2,777,682	\$ (5,546,364)	\$ (1,547,894)	\$ 2,843,456	\$ (13,579,759)
	606,766	279,952	(320,410)	777,341	2,780,155	2,384,398
\$	(3,015,759)	\$ 3,057,634	\$ (5,866,774)	\$ (770,553)	\$ 5,623,611	\$ (11,195,361)

VILLAGE OF OSWEGO, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2011	2012*	2013	2014
GENERAL FUND				
Reserved	\$ 154,338	\$ -	\$ -	\$ -
Unreserved - undesignated	4,372,535	-	-	-
Nondspendable	-	88,206	128,249	158,983
Unrestricted				
Assigned	-	5,021,748	5,021,748	5,358,071
Unassigned	-	891,528	606,285	1,180,021
TOTAL GENERAL FUND	\$ 4,526,873	\$ 6,001,482	\$ 5,756,282	\$ 6,697,075
ALL OTHER GOVERNMENTAL FUNDS				
Reserved	\$ 2,828,917	\$ -	\$ -	\$ -
Unreserved, reported in				
Special Revenue Funds	-	-	-	-
Debt Service Funds	-	-	-	-
Capital Project Funds	349,405	-	-	-
Nondspendable	-	313,658	260,251	226,679
Restricted	-	2,253,504	2,628,725	2,909,877
Unrestricted				
Assigned	-	755,050	697,473	584,001
Unassigned	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 3,178,322	\$ 3,322,212	\$ 3,586,449	\$ 3,720,557

*The Village implemented GASB Statement No. 54 for the fiscal year ended April 30, 2012.

Data Source

Audited Financial Statements

2015	2016	2017	2018	2019	2020
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
228,305	327,754	2,255,381	2,288,351	2,473,035	2,343,048
6,119,151	6,071,095	5,405,233	5,357,803	5,665,068	6,166,788
796,189	327,612	-	1,072,236	3,123,211	5,680,491
\$ 7,143,645	\$ 6,726,461	\$ 7,660,614	\$ 8,718,390	\$ 11,261,314	\$ 14,190,327
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
14,308	5,389	216,934	18,984	216,750	12,670
2,711,937	3,020,243	32,209,278	15,986,216	2,776,021	2,963,940
257,558	865,417	68,041	69,063	5,632,662	8,941,756
-	-	(1,608,191)	(1,760,063)	(2,253,830)	(777,891)
\$ 2,983,803	\$ 3,891,049	\$ 30,886,062	\$ 14,314,200	\$ 6,371,603	\$ 11,140,475

VILLAGE OF OSWEGO, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2011	2012	2013	2014
REVENUES				
Taxes	\$ 8,078,942	\$ 9,289,911	\$ 9,038,711	\$ 9,476,192
Licenses and permits	741,030	807,046	917,933	1,048,980
Intergovernmental	3,885,905	3,243,025	5,176,372	4,032,226
Charges for services	1,349,356	1,651,653	1,353,105	1,438,488
Fines and forfeits	508,506	478,278	386,811	409,699
Contributions	59,168	46,926	-	-
Investment income	100,039	92,563	57,097	35,528
Miscellaneous	798,293	743,581	830,654	1,004,152
Total revenues	15,521,239	16,352,983	17,760,683	17,445,265
EXPENDITURES				
General government	2,368,944	2,083,617	2,159,799	2,292,962
Building and zoning	573,687	602,123	616,216	637,964
Community development	353,320	467,525	489,809	698,354
Public safety	7,555,771	7,759,427	7,926,878	8,526,113
Public works	1,659,059	1,949,282	1,974,580	2,426,556
Capital outlay	243,714	222,351	1,156,074	187,303
Debt service				
Principal	1,010,000	1,060,000	1,130,000	1,145,000
Interest	811,754	796,970	691,422	619,817
Other charges	1,625	1,625	1,625	1,625
Total expenditures	14,577,874	14,942,920	16,146,403	16,535,694
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	943,365	1,410,063	1,614,280	909,571
OTHER FINANCING SOURCES (USES)				
Transfers in	1,821,696	2,143,087	1,901,294	1,779,063
Transfers (out)	(3,704,696)	(1,817,617)	(3,522,294)	(1,779,063)
Bonds issued at par	-	2,300,000	-	6,770,000
Premium on bonds issued	-	92,033	-	387,715
Payment to escrow agent	-	(2,351,675)	-	(7,170,687)
Proceeds from sale of capital assets	2,702	106	25,757	16,124
Total other financing sources (uses)	(1,880,298)	365,934	(1,595,243)	3,152
NET CHANGE IN FUND BALANCES	\$ (936,933)	\$ 1,775,997	\$ 19,037	\$ 912,723
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	0.00%	12.53%	11.60%	10.96%

Data Source

Audited Financial Statements

	2015	2016	2017	2018	2019	2020
\$	10,364,622	\$ 11,622,629	\$ 14,010,912	\$ 15,122,713	\$ 16,376,480	\$ 16,455,117
	991,724	823,358	640,310	560,000	957,909	1,168,628
	4,155,089	4,200,784	4,038,211	4,467,253	5,158,984	5,632,932
	1,300,758	1,262,366	1,196,028	1,166,722	1,540,569	1,410,396
	428,127	350,808	308,930	407,848	198,708	199,927
	-	-	-	-	-	-
	35,673	38,718	186,019	336,557	381,370	372,733
	883,905	980,528	1,231,937	1,208,641	2,432,207	1,415,018
	18,159,898	19,279,191	21,612,347	23,269,734	27,046,227	26,654,751
	2,393,196	2,626,290	2,974,460	3,203,737	3,244,167	3,948,049
	654,696	713,458	686,781	692,144	702,296	741,921
	750,705	790,683	628,891	762,537	831,901	1,056,907
	8,816,774	8,969,361	9,159,034	9,203,251	9,475,462	9,741,731
	3,644,432	3,601,144	2,348,681	2,703,854	2,532,330	3,703,755
	421,149	345,037	5,986,153	19,246,402	12,505,871	12,187,059
	1,225,000	1,305,000	1,340,000	1,335,000	1,285,000	1,325,000
	542,425	465,476	1,046,381	1,585,570	1,537,572	1,500,506
	1,625	1,625	1,625	1,625	1,625	1,625
	18,450,002	18,818,074	24,172,006	38,734,120	32,116,224	34,206,553
	(290,104)	461,117	(2,559,659)	(15,464,386)	(5,069,997)	(7,551,802)
	1,807,607	1,780,387	3,362,608	3,023,016	2,824,200	4,222,744
	(1,807,607)	(1,780,387)	(3,862,608)	(3,073,016)	(3,154,700)	(4,503,870)
	2,955,000	-	27,105,000	-	-	14,585,000
	176,385	-	3,883,608	-	-	-
	(3,132,668)	-	-	-	-	-
	1,203	28,945	217	300	825	945,813
	(80)	28,945	30,488,825	(49,700)	(329,675)	15,249,687
\$	(290,184)	\$ 490,062	\$ 27,929,166	\$ (15,514,086)	\$ (5,399,672)	\$ 7,697,885
	10.96%	9.83%	11.17%	12.94%	14.66%	8.39%

VILLAGE OF OSWEGO, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Fiscal Year	Farm	Residential Property	Commercial Property	Industrial Property	Railroad Local	Railroad State	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2010	2011	\$ 874,234	\$ 748,097,856	\$ 132,123,809	\$ 8,779,509	\$ 3,015	\$ 27,693	\$ 933,315,018	0.1453	\$ 2,802,747,802	33.30%
2011	2012	916,416	700,657,817	126,530,094	8,573,857	3,015	27,693	836,708,892	0.1453	2,512,639,315	33.30%
2012	2013	959,934	645,685,646	124,345,342	8,468,446	3,015	27,723	779,490,106	0.1560	2,340,811,129	33.30%
2013	2014	1,038,430	615,982,517	119,791,336	8,090,629	-	27,693	744,930,605	0.1633	2,237,028,844	33.30%
2014	2015	1,264,871	618,500,657	118,659,688	8,068,396	-	27,693	746,521,305	0.1634	2,241,805,721	33.30%
2015	2016	1,448,288	654,818,991	119,120,630	7,426,266	-	27,693	782,841,868	0.1558	2,350,876,480	33.30%
2016	2017	1,517,689	702,215,302	119,846,365	7,426,266	-	27,693	831,033,315	0.1541	2,495,595,541	33.30%
2017	2018	1,588,286	743,170,473	120,811,248	7,426,266	-	27,693	873,023,966	0.1539	2,621,693,592	33.30%
2018	2019	1,662,077	795,067,146	121,152,574	7,426,266	-	96,281	925,404,344	0.1540	2,778,992,024	33.30%
2019	2020	1,450,664	835,568,155	128,385,291	7,648,248	-	142,248	973,194,606	0.1519	2,922,506,324	33.30%

Note: Property in the Village is reassessed each year. Property is assessed at 33.30% of actual value.

Data Source

Kendall County Clerk

VILLAGE OF OSWEGO, ILLINOIS

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Levy Years

Levy Year	Fiscal Year	Village Direct Rates						Overlapping Rates	
		Corporate	Bonds and Interest	IMRF	Police Pension	Audit	Total Direct Tax Rate	Will County	Kendall County
2010	2011	\$ 0.0081	\$ -	\$ 0.0246	\$ 0.1141	\$ -	\$ 0.1468	\$ -	\$ 0.6396
2011	2012	-	-	0.0228	0.1225	-	0.1453	-	0.6998
2012	2013	-	-	0.0205	0.1355	-	0.1560	-	0.7446
2013	2014	-	-	0.0042	0.1591	-	0.1633	-	0.8009
2014	2015	-	-	0.0049	0.1585	-	0.1634	0.1634	0.8085
2015	2016	-	-	-	0.1558	-	0.1558	0.1586	0.7909
2016	2017	0.0001	-	0.0001	0.1539	-	0.1541	0.1540	0.7477
2017	2018	0.00001	-	0.00001	0.1539	-	0.1539	0.1532	0.7088
2018	2019	0.00272	-	0.00002	0.1513	-	0.1540	0.1540	0.6728
2019	2020	0.00001	-	0.00001	0.1519	-	0.1519	0.1494	0.6409

Note: The levy year is the year of filing and the fiscal year is the year of collections.

Data Source

Kendall County Clerk

Overlapping Rates										
Oswego Township	Kendall County Forest Preserve	Oswego School CU-308	Waubonsie JC #516	Oswego Fire Protection District	Oswego Library District	Oswego Park District	Oswego Road District	Total Overlapping Rates	Total Direct and Overlapping Rates	
\$ 0.0790	\$ 0.1041	\$ 5.8377	\$ 0.4115	\$ 0.6286	\$ 0.2206	\$ 0.3830	\$ 0.1804	\$ 8.4845	\$ 8.6313	
0.0800	0.1204	6.6572	0.4702	0.6713	0.2449	0.4116	0.1870	9.5424	9.6877	
0.0845	0.1495	7.3488	0.5306	0.7216	0.2721	0.4203	0.1963	10.4683	10.6243	
0.0920	0.1640	7.8596	0.5690	0.7806	0.2961	0.4872	0.2059	11.2553	11.4186	
0.0947	0.1826	7.8803	0.5973	0.8045	0.3058	0.5103	0.2124	11.5598	11.7232	
0.0904	0.1787	7.3176	0.5885	0.7871	0.2996	0.4973	0.2027	10.9114	11.0672	
0.0855	0.1755	6.9712	0.5601	0.7524	0.2864	0.4764	0.1917	10.4009	10.5550	
0.0814	0.1752	6.9131	0.5514	0.7377	0.2808	0.4668	0.1824	10.2508	10.4047	
0.0763	0.1503	6.7944	0.5413	0.7133	0.2721	0.4502	0.1711	9.9958	10.1498	
0.0738	0.1542	6.4962	0.5273	0.6930	0.2647	0.4317	0.1654	9.5965	9.7484	

VILLAGE OF OSWEGO, ILLINOIS

PROPERTY TAX RATES - PER \$100 OF ASSESSED VALUATION - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Village of Oswego	\$ 0.1468	\$ 0.1453	\$ 0.1560	\$ 0.1633	\$ 0.1634	\$ 0.1558	\$ 0.1541	\$ 0.1539	\$ 0.1540	\$ 0.1519
Will County	-	-	-	-	0.1634	0.1586	0.1540	0.1532	0.1540	0.1494
Kendall County	0.6396	0.6998	0.7446	0.8009	0.8085	0.7909	0.7477	0.7088	0.6728	0.6409
Oswego Township	0.0790	0.0800	0.0845	0.0920	0.0947	0.0904	0.0855	0.0814	0.0763	0.0738
Kendall County Forest Preserve	0.1041	0.1204	0.1495	0.1640	0.1826	0.1787	0.1755	0.1752	0.1503	0.1541
Oswego School CU-308	5.8377	6.6572	7.3488	7.8596	7.8803	7.3176	6.9712	6.9131	6.7944	6.4962
Waubonsie JC #516	0.4115	0.4702	0.5306	0.5690	0.5973	0.5885	0.5601	0.5514	0.5413	0.5273
Oswego Fire Protection District	0.6286	0.6713	0.7216	0.7806	0.8045	0.7871	0.7524	0.7377	0.7133	0.6930
Oswego Library District	0.2206	0.2449	0.2721	0.2961	0.3058	0.2996	0.2864	0.2808	0.2721	0.2647
Oswego Park District	0.3830	0.4116	0.4203	0.4872	0.5103	0.4973	0.4764	0.4668	0.4502	0.4317
Oswego Road District	0.1804	0.1870	0.1963	0.2059	0.2124	0.2027	0.1917	0.1824	0.1711	0.1654
TOTAL	\$ 8.6313	\$ 9.6877	\$ 10.6243	\$ 11.4186	\$ 11.7232	\$ 11.0672	\$ 10.5550	\$ 10.4047	\$ 10.1498	\$ 9.7484

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

Levy year finances the subsequent fiscal year (i.e., Levy Year 2017 finances Fiscal Year 2019).

Data Source

Kendall County Clerk

VILLAGE OF OSWEGO, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2019 Levy			2010 Levy		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
RPAI Oswego Douglas LLC & RPAI Oswego Gerry Centennial LLC	\$ 9,679,326	1	0.99%			
Farmington Lakes, LLC	7,965,560	2	0.82%	\$ 4,626,585	3	0.52%
Richport Property Prairie Market, LLC	4,786,280	3	0.49%			
Meijer Stores LTD Partnership	4,231,473	4	0.43%	4,089,884	5	0.46%
Wal-Mart Real Estate Business Trust	3,913,063	5	0.40%	3,771,956	7	0.42%
SVAP III Prairie Market LLC	3,752,399	6	0.39%			
Oswego Partners, LLC	2,870,044	7	0.29%			
Oswego Junction LLC	2,217,896	8	0.23%			
Target Corporation	1,972,136	9	0.20%	2,833,518	10	0.32%
Home Depot USA	1,851,568	10	0.19%			
Inland Western Oswego Douglass				6,546,728	1	0.74%
Cole MT Oswego IL LLC				6,010,343	2	0.68%
VS Oswego LLC				4,116,930	4	0.46%
Oswego Gerry Centennial LLC				3,814,106	6	0.43%
Lowe's Home Centers				3,220,862	8	0.36%
Jewel Food Stores				3,002,719	9	0.34%
	<u>\$ 43,239,745</u>		<u>4.43%</u>	<u>\$ 42,033,631</u>		<u>4.73%</u>

Data Source

Office of the County Clerk

VILLAGE OF OSWEGO, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount*	Percentage of Levy
2010	\$ 1,306,204	\$ 1,304,363	99.86%	\$ 1,639	\$ 1,306,002	99.98%
2011	1,216,073	1,215,196	99.93%	(466)	1,214,730	99.89%
2012	1,216,083	1,214,638	99.88%	(258)	1,214,380	99.86%
2013	1,216,099	1,214,768	99.89%	(776)	1,213,992	99.83%
2014	1,219,666	1,218,564	99.91%	-	1,218,564	99.91%
2015	1,219,659	1,218,341	99.89%	(340)	1,218,001	99.86%
2016	1,280,500	1,279,300	99.91%	(126)	1,279,174	99.90%
2017	1,343,522	1,342,562	99.93%	(338)	1,342,224	99.90%
2018	1,424,095	1,422,615	99.90%	(605)	1,422,010	99.85%
2019	1,423,227	-	0.00%	-	-	0.00%

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

*Total collections to date are the same as the amount collected during the fiscal year that the levy is financing. Certain years may have collections greater than 100% as the County does not identify the tax year related to prior year collections.

Data Source

Office of the County Clerk

VILLAGE OF OSWEGO, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Calendar Years

Calendar Year	Village Direct Rate	County Rate	County Public Safety Rate	State Rate	Total
2011	1.00%	0.25%	1.00%	5.00%	7.25%
2012	1.00%	0.25%	1.00%	5.00%	7.25%
2013	1.50%	0.25%	1.00%	5.00%	7.75%
2014	1.50%	0.25%	1.00%	5.00%	7.75%
2015	1.50%	0.25%	1.00%	5.00%	7.75%
2016	2.25%	0.25%	1.00%	5.00%	8.50%
2017	2.25%	0.25%	1.00%	5.00%	8.50%
2018	2.25%	0.25%	1.00%	5.00%	8.50%
2019	2.25%	0.25%	1.00%	5.00%	8.50%
2020	2.25%	0.25%	1.00%	5.00%	8.50%

Data Source

Department of Revenue

VILLAGE OF OSWEGO, ILLINOIS

GENERAL SALES TAX BY CATEGORY

Last Ten Calendar Years

Calendar Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General merchandise	\$ 1,044,682	\$ 897,868	\$ 1,052,030	\$ 1,032,790	\$ 1,772,784	\$ 2,289,392	\$ 1,739,752	\$ 1,722,784	\$ 1,757,995	\$ 1,822,493
Food	561,369	520,995	465,110	477,393	448,860	736,908	569,734	618,676	674,222	685,426
Drinking and eating places	538,906	566,591	598,064	639,448	714,404	1,193,258	844,653	896,932	934,789	955,522
Apparel	228,374	379,146	252,180	263,034	267,752	414,947	287,756	296,426	323,051	326,976
Furniture, H.H. and Radio	267,536	266,894	246,453	229,101	226,135	365,219	226,675	187,436	197,172	218,570
Lumber, building hardware	313,492	281,290	215,643	249,375	268,823	418,433	292,939	304,910	313,645	341,174
Automobile and filling stations	1,113,413	1,309,894	1,467,995	1,497,855	941,139	1,108,625	979,398	1,022,267	1,107,645	1,091,356
Drugs and miscellaneous retail	550,689	578,602	665,416	693,093	740,026	800,399	749,123	757,550	746,246	759,217
Agriculture and all others	132,674	186,966	369,659	324,119	329,249	563,734	301,602	289,574	330,647	321,595
Manufacturers	74,224	23,368	23,555	23,724	25,620	53,463	49,030	41,374	48,753	51,046
TOTAL	\$ 4,825,359	\$ 5,011,614	\$ 5,356,105	\$ 5,429,932	\$ 5,734,792	\$ 7,944,378	\$ 6,040,662	\$ 6,137,929	\$ 6,434,165	\$ 6,573,375
VILLAGE DIRECT SALES TAX RATE	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Note: Data available for calendar year only.

Data Source

Illinois Department of Revenue

VILLAGE OF OSWEGO, ILLINOIS

HOME RULE SALES TAX BY CATEGORY

Last Ten Calendar Years

Calendar Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General merchandise	\$ 200,098	\$ 317,148	\$ 358,345	\$ 355,684	\$ 524,363	\$ 519,197	\$ 1,291,982	\$ 1,288,092	\$ 1,327,313	\$ 1,343,807
Food	61,378	109,599	79,882	82,826	76,165	136,196	317,198	348,693	394,376	391,834
Drinking and eating places	132,401	279,711	294,925	317,169	354,581	395,760	1,044,375	1,107,532	1,149,490	1,169,973
Apparel	59,752	155,532	126,033	131,438	133,754	138,204	354,666	369,862	403,123	408,086
Furniture, H.H. and Radio	74,095	131,635	121,668	113,174	112,355	120,653	281,364	233,614	246,510	273,210
Lumber, building hardware	74,964	140,120	107,447	124,058	134,167	139,352	361,767	380,543	391,808	417,635
Automobile and filling stations	128,593	292,333	315,667	284,747	185,903	156,009	386,040	437,955	493,765	484,127
Drugs and miscellaneous retail	90,094	189,861	229,725	233,106	249,264	219,204	562,918	571,499	584,103	564,934
Agriculture and all others	26,246	79,016	176,477	153,561	156,634	138,599	353,244	344,593	365,367	380,315
Manufacturers	16,907	9,130	9,547	9,736	9,904	16,448	56,253	46,427	55,536	58,226
TOTAL	\$ 864,528	\$ 1,704,085	\$ 1,819,716	\$ 1,805,499	\$ 1,937,090	\$ 1,979,622	\$ 5,009,807	\$ 5,128,810	\$ 5,411,391	\$ 5,492,147
VILLAGE HOME RULE TAX RATE	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	1.25%	1.25%	1.25%	1.25%

Note: Home Rule Tax established July 1, 2010. Data before that is not applicable.
Data available for calendar year only.

Data Source

Illinois Department of Revenue

VILLAGE OF OSWEGO, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities				Business-Type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	General Obligation Alternate Revenue Bonds	Unamortized Premium (Discount) On Bonds Payable	IEPA Loans Payable	General Obligation Alternate Revenue Bonds	Unamortized Premium (Discount) On Bonds Payable				
2011	\$ -	\$ 18,345,000	\$ (63,253)	\$ 1,359,041	\$ 16,870,000	\$ (275,832)	\$ 36,234,956	3.74%	\$ 1,177	
2012	-	17,325,000	(70,417)	1,244,716	15,850,000	(252,782)	34,096,517	3.59%	1,109	
2013	-	16,195,000	44,089	1,127,309	14,635,000	147,867	32,149,265	3.22%	1,046	
2014	-	15,970,483	450,483	1,006,733	14,001,417	206,417	31,635,533	3.10%	1,029	
2015	-	14,951,903	596,903	882,903	13,045,195	230,195	29,707,099	2.69%	897	
2016	-	13,050,000	510,709	756,148	11,790,000	177,012	26,283,869	2.46%	799	
2017	-	38,815,000	4,183,982	625,125	10,730,000	130,868	54,484,975	5.07%	1,647	
2018	-	37,480,000	3,858,018	533,609	9,420,000	479,094	51,770,721	4.69%	1,523	
2019	-	36,195,000	3,536,440	480,292	8,275,000	399,916	48,886,648	3.80%	1,387	
2020	-	49,455,000	3,229,365	405,132	7,120,000	334,059	60,543,556	4.84%	1,304	

See the schedule of Demographic and Economic Information on page 144 for personal income and population.

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

Data Source

Village Finance Department

VILLAGE OF OSWEGO, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES BONDED DEBT

April 30, 2020

Governmental Unit	Gross Bonded Debt	Percentage Debt Applicable to the Village*	Village's Share of Debt
Village of Oswego	\$ 49,455,000	100.00%	\$ 49,455,000
Unamortized premium / (discount) on bonded debt	<u>3,229,365</u>	100.00%	<u>3,229,365</u>
	<u>52,684,365</u>		<u>52,684,365</u>
Oswego Community Unit School District #308	275,079,054	45.62%	125,499,981
Yorkville Community Unit School District #115	56,558,314	1.90%	1,074,608
Kendall County	23,455,000	28.31%	6,640,240
Kendall County Forest Preserve	32,825,000	28.31%	9,292,939
Waubonsee Community College #516	56,232,312	10.00%	5,622,429
Oswegoland Park District	7,570,000	62.32%	4,717,552
Oswego Public Library District	5,195,000	51.27%	2,663,498
Will County	<u>358,997,032</u>	0.00%	<u>89</u>
Total Overlapping Debt	<u>815,911,712</u>		<u>155,511,336</u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u><u>\$ 868,596,077</u></u>		<u><u>\$ 208,195,701</u></u>
Per capita overlapping debt			<u><u>\$ 6,326.02</u></u>

*Percentage is calculated by dividing the Village equalized assessed value (EAV) by the respective taxing district EAV

Data Source

Kendall County Clerk

VILLAGE OF OSWEGO, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt limit	*	*	*	*	*	*	*	*	*	*
Total net debt applicable to limit	*	*	*	*	*	*	*	*	*	*
LEGAL DEBT MARGIN	*	*	*	*	*	*	*	*	*	*
TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT	*	*	*	*	*	*	*	*	*	*

*The Village became a home rule municipality during fiscal year 2009.

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

VILLAGE OF OSWEGO, ILLINOIS

**PLEDGED-REVENUE COVERAGE
GOVERNMENTAL ACTIVITIES**

Last Ten Fiscal Years

Fiscal Year	Sales Tax Revenue	Net Available Revenue	General Obligation Bonds Debt Service		Coverage
			Principal	Interest	
2011	\$ 5,349,488	\$ 5,349,488	\$ 1,010,000	\$ 813,379	2.93
2012	6,039,346	6,039,346	1,060,000	798,595	3.25
2013	6,129,126	6,129,126	1,130,000	693,047	3.36
2014	6,401,537	6,401,537	1,145,000	621,442	3.62
2015	7,208,331	7,208,331	1,225,000	544,050	4.07
2016	7,589,959	7,589,959	1,305,000	467,101	4.28
2017	10,672,951	10,672,951	1,340,000	1,048,006	4.47
2018	11,025,546	11,025,546	1,285,000	1,538,300	3.91
2019	11,498,419	11,498,419	1,325,000	1,500,200	4.07
2020	11,770,950	11,770,950	1,365,000	1,460,050	4.17

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

VILLAGE OF OSWEGO, ILLINOIS

PLEDGED-REVENUE COVERAGE
BUSINESS-TYPE ACTIVITIES

Last Ten Fiscal Years

Fiscal Year	Water and Sewer Revenue	Less Operating Expenses	Net Available Revenue	General Obligation Bonds Debt Service		IEPA Loans Debt Service		Coverage
				Principal	Interest	Principal	Interest	
2011	\$ 5,527,817	\$ 3,408,690	\$ 2,119,127	\$ 1,005,000	\$ 825,637	\$ 111,322	\$ 37,089	1.07
2012	6,304,099	3,173,278	3,130,821	1,050,000	743,619	114,325	34,085	1.61
2013	6,722,980	2,766,698	3,956,282	1,110,000	746,247	117,409	31,457	1.97
2014	6,252,863	3,326,221	2,926,642	940,000	573,524	120,576	27,925	1.76
2015	6,047,998	3,400,092	2,647,906	995,000	531,418	123,830	24,538	1.58
2016	5,464,827	3,187,991	2,276,836	1,025,000	510,043	126,755	21,693	1.35
2017	5,333,551	3,330,660	2,002,891	1,085,000	441,106	71,517	15,184	1.24
2018	6,183,690	3,450,220	2,733,470	1,145,000	293,825	73,316	13,385	1.79
2019	8,241,742	3,609,878	4,631,864	1,155,000	262,875	75,161	11,539	3.08
2020	7,817,450	3,425,813	4,391,637	840,000	230,925	77,051	9,650	3.79

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

Operating expenses do not include interest or depreciation.

VILLAGE OF OSWEGO, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2011	30,780	\$ 950,763,420	\$ 30,889	8.70%
2012	30,750	1,013,058,750	32,945	8.00%
2013	30,750	1,033,384,500	33,606	8.30%
2014	30,750	1,027,234,500	33,406	7.00%
2015	33,100	1,075,352,800	32,488	5.00%
2016	32,901	1,089,483,714	33,114	5.20%
2017	33,078	1,098,454,224	33,208	3.40%
2018	34,000	1,213,154,000	35,681	2.70%
2019	35,237	1,285,163,864	36,472	2.50%
2020	35,237	1,249,891,627	35,471	3.4%

Data Source

U.S. Census Bureau Fact Sheet

VILLAGE OF OSWEGO, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2020				2011			
Employer	Rank	Number	% of Total Village Population	Employer	Rank	Number	% of Total Village Population
Oswego Comm. Unit School Dist. No. 308	1	1,893	5.4%	Oswego Comm. Unit School Dist. No. 308	1	1,631	4.4%
Jewel/Osco - 2 locations	2	362	1.0%	Jewel/Osco	2	475	1.5%
Meijer Corporation	3	300	0.9%	Wal-Mart Stores, Inc.	3	450	1.4%
Radiac Abrasives, Inc.	4	250	0.8%	Meijer Corporation	4	425	1.3%
Coldwell Banker Honig-Bell	5	225	0.7%	Dominick's Fresh Foods, Inc.	5	275	0.9%
Target Corporation	6	136	0.6%	Lowe's Home Improvement, Inc.	6	250	0.8%
Village of Oswego	7	119	0.4%	Target Corporation	7	250	0.8%
Home Depot USA	8	115	0.3%	Home Depot USA	8	250	0.8%
UPS Freight	9	100	0.3%	Kohl's	9	225	0.7%
HQC, Inc.	10	85	0.3%	Anfinsen Assembly, Inc.	10	150	0.5%

Data Source

Village of Oswego

VILLAGE OF OSWEGO, ILLINOIS

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2011*	2012*	2013*	2014*	2015*	2016*	2017*	2018*	2019*	2020*
GENERAL GOVERNMENT										
Administration	7.00	6.00	6.00	6.75	6.75	6.75	7.75	7.50	7.50	8.00
Community Relations	-	1.50	2.00	2.00	2.00	2.00	2.00	2.25	2.25	2.25
Building and Zoning	7.00	7.00	7.30	7.30	7.30	7.30	7.30	7.50	7.50	8.50
Community Development	4.00	4.00	5.00	5.00	5.00	6.00	5.00	4.00	4.00	4.00
Economic Development	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Finance	6.00	6.00	6.00	6.00	7.00	6.00	6.00	6.00	6.00	6.00
Information Technology	-	-	-	-	-	-	1.00	1.25	1.00	2.00
PUBLIC SAFETY										
Police										
Officers	49.00	49.00	49.00	49.00	49.00	49.00	50.00	50.00	49.00	50.00
Civilians	13.50	13.50	13.50	14.00	15.00	15.00	15.00	15.00	16.00	17.00
PUBLIC WORKS										
Road and Bridge/Water and Sewer	23.50	23.50	21.50	21.00	23.50	22.00	23.00	24.50	24.50	25.00
TOTAL	110.00	111.50	111.30	112.05	116.55	115.05	118.05	119.00	118.75	123.75

*Totals include part-time and seasonal positions. A full-time employee works 2,080 hours in a year. (For instance, if an employee is scheduled to work 500 hours a year, their full-time equivalent amount would be 0.25)

Data Source

Village budget office

VILLAGE OF OSWEGO, ILLINOIS

OPERATING INDICATORS

Last Ten Calendar Years

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
BUILDING AND ZONING										
Permits issued	1,492	982	1,285	1,191	1,585	1,530	1,624	2,115	1,833	5,964
COMMUNITY DEVELOPMENT										
Total year end requested projects	45	47	38	34	48	41	27	50	51	23
Total year end projects approved	45	46	27	32	45	34	23	19	28	26
PUBLIC SAFETY										
Police										
Physical arrests	1,140	1,201	1,174	997	748	741	688	518	518	633
Parking violations	1,137	505	604	1,225	1,297	547	997	1,608	2,553	2,431
Traffic violations	5,033	5,246	11,622	12,548	10,841	11,017	12,391	10,679	10,190	8,393
Criminal reports	1,770	1,862	4,339	3,982	1,436	1,048	1,332	1,162	1,178	1,104
Calls for service	47,813	25,128	22,607	23,568	22,885	19,317	24,946	24,321	24,321	22,210
ROAD AND BRIDGE										
Pothole repairs (tons)	65	109	31	37	80	30	25	28	20	34
Parkway tree replacement	-	1	214	586	546	733	604	591	602	222
WATER										
Number of accounts	10,344	10,597	10,733	10,829	10,873	11,083	11,177	11,289	11,361	11,300
Total annual consumption	895,657,000	868,978,000	909,085,000	971,176,000	934,131,000	915,941,000	847,515,000	842,397,000	800,823,000	844,923,000
Average daily consumption	2,453,855	2,380,762	2,490,644	2,660,756	2,559,263	2,509,427	2,321,958	2,307,936	2,194,036	2,314,858
Peak daily consumption	4,588,000	4,146,000	4,723,000	4,943,000	4,683,000	4,175,000	3,964,000	3,964,000	3,964,000	4,728,000
Water main breaks	7	9	10	9	3	13	7	11	12	15
Water service repairs	11	69	4	74	153	73	63	147	117	8
Main line valve repairs	-	5	-	1	-	4	1	1	27	6
Fire hydrant replacements	-	4	4	2	4	7	4	2	2	12

Data Source

Various village departments

VILLAGE OF OSWEGO, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	34	34	32	34	33	33	32	32	32	32
PUBLIC WORKS										
Miles of streets	128	128	128	129	139	156	156	156	156	156
Streetlights	2,133	2,145	1,249	2,149	2,149	2,153	2,153	2,160	2,160	2,370
Traffic signals	20	20	20	24	24	24	24	24	24	28
WATER										
Water mains (miles)	161	161	162	162	162	163	163	165	165	173
Fire hydrants	2,503	2,543	2,544	2,543	2,543	2,559	2,559	2,760	2,760	2,699
Storage capacity (gallons)	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000

Data Source

Various village departments