

MOKENA FIRE PROTECTION DISTRICT

ANNUAL FINANCIAL REPORT

**FOR THE YEAR ENDED
MAY 31, 2021**

Prepared By:

HEARNE & ASSOCIATES, P.C.
Certified Public Accountants &
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Mokena Fire Protection District, Illinois

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HEARNE & ASSOCIATES, P.C.

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Board of Trustees
Mokena Fire Protection District, Illinois

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Mokena Fire Protection District, Illinois as of and for the year ended May 31, 2021, and the related notes to the financial statements, which collectively comprise the District'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 the 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 an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Mokena Fire Protection District as of May 31, 2021, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of funding progress and budgetary comparison information as listed in the table of contents 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 Mokena Fire Protection District Illinois' basic financial statements. The individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole. The supplementary information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance thereon.

October 7, 2021
Mokena, Illinois



Hearne & Associates, P.C.
Certified Public Accountants

Mokena Fire Protection District, Illinois
Management's Discussion and Analysis
May 31, 2021

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

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Fire Protection District's financial statements (beginning on page 12).

Financial Highlights

Net Position - The Fire Protection District's total net position at year-end was \$394,505, an increase of \$583,210 during the current fiscal year.

General Fund Summary - The overall revenues of the fund increased in the current year by \$156,541. This is primarily due to increased grant and property tax revenues. The expenditures of the general fund increased in the current year by \$111,578. This is mainly the result of increased salaries and general expenses.

Budget Summary - Actual expenditures were less than budgeted amounts in the General, Ambulance and Capital Projects Funds.

Debt Outstanding - During the fiscal year, the District issued an additional long-term obligation (capital lease) in the amount of \$984,529 and has paid down \$284,107 of its outstanding debt.

Fiduciary Fund Summary - The Fire Protection District's Fire Fighters' pension trust fund reported an increase of \$4,665,073 (24.44%) in fund balance for the current fiscal year.

Using the Financial Section of this Comprehensive Annual Report

The management of the Mokena Fire Protection District offers readers of the Fire Protection District's Financial Statements, this narrative overview and analysis of the financial activities of the Fire Protection District for the fiscal year ended May 31, 2021. This correspondence is intended to serve as an introduction to the Fire Protection District's basic financial statements, which comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-Wide Financial Statements

The government-wide financial statements (see pages 12-13) are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted net position") is designed to be similar to bottom line results for the Fire Protection District and its governmental and business-type activities. This statement combines and consolidates the governmental funds current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see page 13) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services to various business-type activities.

Mokena Fire Protection District, Illinois
Management's Discussion and Analysis
May 31, 2021

The government-wide financial statements distinguish functions of the Fire Protection District that are principally supported by taxes. The Fire Protection District does not operate any business-type activities.

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 Fire Protection District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Fire Protection District can be divided into two categories: governmental funds and fiduciary funds.

Governmental 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. Such information may be useful in evaluating near-term financing requirements.

Because the focus of governmental funds is more narrow 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 Fire Protection District's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Fire Protection District maintains five 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 three major funds, General, Ambulance and Capital Projects. The aggregate information is presented in the nonmajor funds column and consists of the Social Security Fund, Tort Fund, and the Foreign Fire Insurance Fund.

The Fire Protection District adopts an annual appropriated budget for the General, Ambulance, Tort and Social Security funds. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Fiduciary Funds

Fiduciary Funds are used to account for assets held by a government unit in a trustee capacity or as an agent for individuals, private organizations, or other governmental units, and/or other funds. The Fiduciary Fund is the Firefighters' Pension Fund. The basic fiduciary fund financial statements are presented on pages 19-20 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Basic Financial Statements. The Notes to the Financial Statements begin on page 21.

Mokena Fire Protection District, Illinois
Management's Discussion and Analysis
May 31, 2021

Other Information

In addition to the Basic Financial Statements and accompanying notes, this report also presents certain required supplementary information beginning on page 41. This includes the funding progress for the Firefighters' Pension Fund and budgetary information of the District's major governmental funds. This report also includes combining and individual fund statements and schedules beginning on page 52. This includes information for the non-major governmental funds and the statistical section.

Financial Analysis of the Fire Protection District as a Whole

Statement of Net Position

The Statement of Net Position serves over time as a useful indicator of a government's financial position. In the case of the Fire Protection District, assets and deferred outflows were more than liabilities and deferred inflows by \$394,505 as of May 31, 2021.

A significant portion of the Fire Protection District's net position reflects its investment in capital assets (i.e., land, land improvements, buildings, and vehicles), less any related debt used to acquire those assets that are still outstanding. The Fire Protection District uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the Fire Protection District's investment in its capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1
Condensed Statement of Net Position

	2021	2020
Current Assets	\$8,805,530	\$7,950,828
Non Current Assets	6,206,400	5,317,802
Total Assets	15,011,930	13,268,630
 Deferred Outflows	 903,476	 1,124,317
Current Liabilities	451,874	248,946
Non Current Liabilities	4,773,755	6,766,069
Total Liabilities	5,225,629	7,015,015
 Deferred Inflows	 10,295,272	 7,566,637
Net Position:		
Net Investment in Capital Assets	4,725,978	4,537,802
Restricted	1,085,147	1,252,211
Unrestricted	(5,416,620)	(5,978,718)
Total Net Position	\$ 394,505	\$ (188,705)

For more detailed information see the Statement of Net Position (page 12).

Mokena Fire Protection District, Illinois
Management's Discussion and Analysis
May 31, 2021

The Fire Protection District's combined net position (which is the Fire Protection District's equity) increased to \$394,505 from (\$188,705) primarily due to an increase in total revenues, and a decrease in expenses. The Fire Protection District's unrestricted net position for governmental activities, the part of net position that can be used to finance day-to-day operations, was (\$5,416,620).

Normal Impacts

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

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

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

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

Spending of Non-borrowed Current Assets on New Capital - which will: (a) reduce current assets and increase capital assets, and (b) will reduce unrestricted net position and increase invested in capital assets, net of debt.

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

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

Current Year Impacts

Assets increased by \$1,743,300 (13.14%) from the prior year and liabilities decreased by \$1,789,386 (25.51%).

The Fire Protection District's total net position increased by \$583,210. In the prior year, the net position decreased by \$619,429. The changes in net position are further analyzed in the next section.

Mokena Fire Protection District, Illinois
Management's Discussion and Analysis
May 31, 2021

Changes in Net Position

The following chart compares the revenue and expenses for the current fiscal year:

Table 2
Condensed Statement of Activities

	2021	2020
REVENUES		
Program Revenues		
Charges for Services	\$1,289,900	\$ 724,531
Operating Grants and Contributions	169,247	20,717
Capital Grants and Contributions	178,348	-
General		
Property Taxes	5,848,916	5,645,698
Replacement Taxes	17,972	13,731
Interest Earnings	4,180	49,888
Other	314,838	194,634
Total Revenues	7,823,401	6,649,199
EXPENSES		
Fire and Rescue	7,169,843	7,250,309
Interest on Debt	63,785	18,319
Total Expenses	7,233,628	7,268,628
Special Items		
Gain (Loss) on Sale of Asset	(6,563)	-
Change In Net Position	583,210	(619,429)
Beginning Net Position,	(188,705)	430,724
Ending Net Position	\$ 394,505	\$(188,705)

There are eight basic impacts on revenues and expenses as reflected below:

Normal Impacts

Revenues:

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

Increase/Decrease in Fire Protection District Board Approved Rates - while certain tax rates are set by statute, the Fire Protection District Board has significant authority to impose and periodically increase/decrease other rates.

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Management's Discussion and Analysis
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Changing Patterns in Intergovernmental and Grant Revenue (both recurring and non-recurring) - certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons.

Market Impacts on Investment Income - the Fire Protection District's investment portfolio is managed using a similar average maturity to most governments. Market conditions may cause investment income to fluctuate.

Expenses:

Introduction of New Programs - within the functional expense categories (Public Safety, Public Works, General Government, etc.) individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel - changes in service demand may cause the Fire Protection District Board to increase/decrease authorized staffing.

Salary Increases (annual adjustments and merit) - the ability to attract and retain human and intellectual resources requires the Fire Protection District to strive to approach a competitive salary range position in the marketplace.

Inflation - while overall inflation appears to be reasonably modest, the Fire Protection District is a major consumer of certain commodities such as supplies, fuels, and parts. Some functions may experience unusual commodity specific increases.

Current Year Impacts

Revenues:

For the fiscal year ended May 31, 2021, revenues from all activities totaled \$7,823,401, a \$1,174,202 (17.66%) increase from 2020. The increase is mainly due to an increase in ambulance billings and other revenue. The Fire Protection District has a very diversified revenue structure and depends on several key revenue sources to help pay for the services it provides. Property taxes are up \$203,218 for the year and charges for services are up \$565,369 (increase in revenue from ambulance billing). Other revenue increased \$120,205.

Expenses:

The Fire Protection District's total expenses for all activities for the year ended May 31, 2021 and 2020 were \$7,233,628 and \$7,268,628, respectively, which was a decrease of \$35,000. The primary reason is the decrease in pension expense of \$602,815.

Financial Analysis of the Fire Protection District's Funds

Governmental Funds

As of May 31, 2021, the governmental fund balances (as presented on the balance sheet on page 14) reported a combined fund balance of \$2,689,684 compared to \$1,860,981 in 2020. Revenues exceeded expenditures by \$828,703 in 2021.

The General Fund experienced a decrease in fund balance of \$169,709. This decrease is due to a transfer to the Capital Projects Fund.

Mokena Fire Protection District, Illinois
Management's Discussion and Analysis
May 31, 2021

The Ambulance Fund experienced a decrease in fund balance of \$158,641. This decrease is due mainly to transfers to the Capital Projects Fund.

The Capital Projects Funds has experienced an increase in fund balance of \$1,015,850. The increase is due mainly to debt proceeds received and transfers from other funds.

Major Fund Budgetary Highlights

During the fiscal 2021 budget year, the District did not amend the annual operating budget.

The 2021 annual budget for the District's general fund identified the budgeted level of spending at \$2,672,800. Actual expenditures were less than budgeted expenditures by approximately 12.46% or \$318,270. Actual revenues were more than budgeted revenues in the general fund by \$146,722 or approximately 5.48%.

The 2021 annual budget for the District's ambulance fund identified the budgeted level of spending at \$3,556,241. Actual expenditures were less than budgeted expenditures by approximately 10.25% or \$371,844. Actual revenues were more than budgeted revenues in the ambulance fund by \$640,654 or approximately 19.33%.

The 2021 annual budget for the District's capital projects fund identified the budgeted level of spending at \$2,780,868. Actual expenditures were less than budgeted expenditures by approximately 41.15% or \$1,144,444. Actual revenues were more than budgeted revenues in the capital projects fund by \$59,363 or approximately 30.27%.

Capital Assets

At the end of the fiscal year 2021, the Fire Protection District had a combined total of capital assets of \$6,206,400 invested in a broad range of capital assets including buildings, improvements, vehicles, machinery, and equipment. The main activity for capital assets during the year were the purchases of equipment and vehicles in the amount of \$1,276,305 and depreciation expense of \$381,145. (See Table 3 below. Also, see Note 4 to the financial statements for further information regarding capital assets.)

Table 3
Total Capital Assets at Year End
Net of Depreciation

	Balance	Additions/ Deletions	Balance
	May 31,		May 31,
	2020		2021
Nondepreciable Assets	\$ 665,000	\$ -	\$ 665,000
Building and Improvements	2,869,465	(85,753)	2,783,712
Equipment and Vehicles	1,783,337	974,351	2,757,688
Total Capital Assets	\$5,317,802	\$ 888,598	\$6,206,400

Debt Outstanding

Debt activity for the District during the fiscal year consisted of a payment of \$145,000 for the 2010 Build America Bonds. The balance of the bonds as of May 31, 2021 is \$635,000. The District also issued debt for capital leases in the amount of \$984,529 in current year. See Note 5 to the financial statements for detail of debt activity and debt outstanding as of May 31, 2021.

Mokena Fire Protection District, Illinois
Management's Discussion and Analysis
May 31, 2021

Table 4
Debt Outstanding

	Balance Ending			Balance Ending	Due within
	May 31, 2020	Issuances	Retirements	May 31, 2021	a year
2010 Build America Bonds	\$ 780,000	-	\$ 145,000	\$ 635,000	\$ 150,000
Capital Lease	-	984,529	139,107	845,422	142,237
Net Pension Liability	4,104,789	-	3,435,064	669,725	-
Net OPEB Liability	1,329,301	1,030,896	-	2,360,197	-
Compensated Absences	542,058	13,590	-	555,648	-
Total	\$ 6,756,148	\$ 2,029,015	\$ 3,719,171	\$ 5,065,992	\$ 292,237

Economic Factors

The Mokena Fire Protection District (MFPD) is a progressive, highly trained organization that is dedicated to providing the best possible service to the communities it serves. The MFPD is working diligently to keep up with current technology and give its personnel the equipment needed to supply the quality of service they are accustomed to providing in the safest and most cost-effective manner available. The MFPD provides emergency medical care and transport, fire suppression, fire prevention, public education, technical rescue, and hazardous materials services.

Unlike a municipal Fire Department, the MFPD is an independent taxing body and is faced with unique challenges when it comes to generating revenues. The MFPD's primary source of funding is through property taxes, with falling overall EAV's (Estimated Assessed Valuations). The MFPD faces several valid financial hardships, in that the State of Illinois has implemented a property tax cap. The property tax cap imposed upon the MFPD creates a situation which limits the property tax income to the MFPD to the Consumer Price Index (CPI), not to exceed 5%. Within the MFPD's jurisdiction are several tax-exempt group homes for the cognitively challenged, a large tax-exempt long-term care facility, four schools with 2,500 enrolled students age eight and below are also located within the MFPD's jurisdiction. These facilities place a tremendous burden on the MFPD, while contributing little or no tax funding to support the MFPD's operation.

Presently, an overwhelming percent of our total operating budget is earmarked for personnel costs (wages, benefits, etc.) and fixed operating expenses, which leaves a smaller portion of our budget for discretionary purchases. In light of rising costs beyond the control of the MFPD such as employee health care costs, worker's compensation insurance, pension contributions, etc., the MFPD is challenged to simply maintain current service levels.

To ensure the District's overall administrative succession, planning remains consistently strong and viable. Assistant Chief Joseph Cirelli continues to focus on the administrative side of the house, while being mentored by Chief Howard Stephens. As a result of a direct recommendation of previous audits, the District has experienced success with the decision to secure third-party accounting oversight and third-party payroll oversight. The Trustees have taken this overall pro-active approach to succession planning to ensure the District continues to provide the best service to the stakeholders of their communities - the taxpayers. The Trustees of the District have implemented many plans and programmatic changes over the years, with extensive training to reinforce these changes, in order to continue the level of excellence they have enjoyed.

Mokena Fire Protection District, Illinois
Management's Discussion and Analysis
May 31, 2021

Future Events

Management is not aware of any currently known facts, decisions, or conditions that would have a significant impact on the Fire Protection District's financial position (net position) or results of operations (revenues, expenses, and other changes in net position) in the next fiscal year, except for the COVID-19 pandemic which may have a significant impact.

Contacting the Fire Protection District's Financial Management

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Fire Protection District's finances and to demonstrate the Fire Protection District's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to the Mokena Fire Protection District, 19853 S. Wolf Road, Mokena, Illinois 60448.

BASIC FINANCIAL STATEMENTS

Mokena Fire Protection District, Illinois
Statement of Net Position
May 31, 2021

	Governmental Activities
Assets	
Cash and Investments	\$ 2,633,666
Property Taxes Receivable	5,877,634
Ambulance Billings Receivable	294,230
Capital Assets not being depreciated	665,000
Capital Assets being depreciated, net	5,541,400
Total Assets	15,011,930
 Deferred Outflows of Resources	
Related to Pensions	903,476
Total Deferred Outflows of Resources	903,476
 Liabilities	
Accounts Payable	17,649
Accrued Interest	8,386
Accrued Salaries	129,440
Accrued Benefits	4,162
Long-term obligations, due within one year	292,237
Long-term obligations, due in more than one year	4,773,755
Total Liabilities	5,225,629
 Deferred Inflows of Resources	
Unavailable Property Taxes	5,877,635
Collections	91,122
Related to Pensions	4,326,515
Total Deferred Inflows of Resources	10,295,272
 Net Position	
Net Investment in Capital Assets	4,725,978
Restricted for:	
Ambulance Fund	892,435
Employee Benefits	139,985
Foreign Fire Insurance	52,269
Tort Liability/Insurance	458
Unrestricted	(5,416,620)
Total Net Position	\$ 394,505

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois

Statement of Activities
For the Year Ended May 31, 2021

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Changes in Net Position</u>
Public Safety:					
Fire and Rescue	\$ 7,169,843	\$ 1,289,900	\$ 169,247	\$ 178,348	\$ (5,532,348)
Interest on Debt	<u>63,785</u>	-	-	-	<u>(63,785)</u>
Total Governmental Activities	<u>\$ 7,233,628</u>	<u>\$ 1,289,900</u>	<u>\$ 169,247</u>	<u>\$ 178,348</u>	<u>(5,596,133)</u>
General Revenues:					
Taxes:					
Property					
5,848,916					
Replacement					
17,972					
Investment Earnings					
4,180					
Reimbursements					
156,361					
Miscellaneous					
158,477					
Total General Revenues					
<u>6,185,906</u>					
Special Items					
Gain (Loss) on Sale of Asset					
<u>(6,563)</u>					
Change in Net Position					
583,210					
Net Position, Beginning of Year					
<u>(188,705)</u>					
Net Position, End of Year					
<u>\$ 394,505</u>					

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois

Balance Sheet
Governmental Funds
May 31, 2021

Major Governmental Funds

	<u>General</u>	<u>Ambulance</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total</u>
<u>Assets</u>					
Cash and Investments	\$ 578,969	\$ 717,752	\$ 1,146,336	\$ 190,609	\$ 2,633,666
Receivables					
Property Taxes	2,551,734	2,551,734	-	774,166	5,877,634
Other	-	294,230	-	-	294,230
Due From Other Funds	-	-	-	16,381	16,381
Total Assets	<u>\$ 3,130,703</u>	<u>\$ 3,563,716</u>	<u>\$ 1,146,336</u>	<u>\$ 981,156</u>	<u>\$ 8,821,911</u>
<u>Liabilities</u>					
Accounts Payable	\$ 3,929	\$ 13,720	\$ -	\$ -	\$ 17,649
Accrued Salaries	60,898	66,267	-	2,275	129,440
Due to Other Funds	16,381	-	-	-	16,381
Total Liabilities	<u>81,208</u>	<u>79,987</u>	<u>-</u>	<u>2,275</u>	<u>163,470</u>
<u>Deferred Inflows of Resources</u>					
Deferred Revenue					
Property Tax	2,551,734	2,551,734	-	774,167	5,877,635
Collections	39,560	39,560	-	12,002	91,122
Total Deferred Inflows	<u>2,591,294</u>	<u>2,591,294</u>	<u>-</u>	<u>786,169</u>	<u>5,968,757</u>
<u>Fund Balances</u>					
Committed					
Capital Projects	-	-	1,146,336	-	1,146,336
Restricted					
Ambulance	-	892,435	-	-	892,435
Employee Benefits	-	-	-	139,985	139,985
Foreign Fire Insurance	-	-	-	52,269	52,269
Tort Liability	-	-	-	458	458
Unassigned	458,201	-	-	-	458,201
Total Fund Balances	<u>458,201</u>	<u>892,435</u>	<u>1,146,336</u>	<u>192,712</u>	<u>2,689,684</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 3,130,703</u>	<u>\$ 3,563,716</u>	<u>\$ 1,146,336</u>	<u>\$ 981,156</u>	<u>\$ 8,821,911</u>

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois

Reconciliation of the Total Fund Balance of Governmental Funds
to Net Position of Governmental Activities
May 31, 2021

Total Fund Balance of Governmental Funds	\$ 2,689,684
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 governmental funds.	6,206,400
Some items reported in the Statement of Net Position do not require the use of or provide current financial resources and therefore, are not reported in governmental funds. These activities consist of:	
Deferred Outflows Relating to Pensions	903,476
Deferred Inflows Relating to Pensions	(4,326,515)
Capital Lease Obligations	(984,529)
Bonds Payable	(495,893)
Compensated Absences	(555,648)
Accrued Benefits Owed	(4,162)
Net OPEB Liability	(2,360,197)
Net Pension Liability	(669,725)
Accrued interest on long-term liabilities is shown as a liability on the net position.	<u>(8,386)</u>
Net Position of Governmental Activities	<u>\$ 394,505</u>

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois

Statement of Revenues, Expenditures, and Changes in Fund

Balances - Governmental Funds

For the Year Ended May 31, 2021

Major Government Funds

	<u>General</u>	<u>Ambulance</u>	<u>Capital Projects</u>	<u>Other Governmental</u>	<u>Total</u>
<u>Revenues</u>					
Property Tax	\$ 2,567,439	\$ 2,536,111	\$ -	\$ 745,366	\$ 5,848,916
State of Illinois Replacement Tax	17,972	-	-	-	17,972
Ambulance Billing	-	1,278,200	-	-	1,278,200
Impact Fees	3,600	-	-	-	3,600
Building Permit Fees	11,289	-	-	-	11,289
Grants	72,920	96,327	178,348	-	347,595
Fleet Maintenance & Repair	15,769	-	-	-	15,769
Reimbursements	117,020	39,341	-	-	156,361
Interest Income	2,090	2,090	-	-	4,180
Foreign Fire Insurance Revenue	-	-	-	49,713	49,713
Miscellaneous Revenues	11,423	1,297	77,086	-	89,806
Total Revenues	<u>2,819,522</u>	<u>3,953,366</u>	<u>255,434</u>	<u>795,079</u>	<u>7,823,401</u>
<u>Expenditures</u>					
Current:					
Salaries	1,760,184	2,504,209	-	162,738	4,427,131
Repairs and Maintenance	89,838	35,756	-	-	125,594
Insurance	387,518	385,132	-	373,634	1,146,284
Gas & Diesel	10,438	15,567	-	-	26,005
Supplies	12,156	49,209	-	29,176	90,541
Utilities and Phone	16,144	20,844	-	-	36,988
Communications	44,736	75,274	-	-	120,010
Medicare & Social Security	-	-	-	75,041	75,041
Fire Prevention	953	6,639	-	25,414	33,006
General Expenses	32,563	91,767	-	124,950	249,280
Debt Services					
Principal Payments	-	-	284,107	-	284,107
Interest and Other Expenses	-	-	65,390	-	65,390
Capital Outlay	-	-	1,286,927	12,923	1,299,850
Total Expenditures	<u>2,354,530</u>	<u>3,184,397</u>	<u>1,636,424</u>	<u>803,876</u>	<u>7,979,227</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	464,992	768,969	(1,380,990)	(8,797)	(155,826)

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois

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

	<u>General</u>	<u>Ambulance</u>	<u>Capital Projects</u>	<u>Other Governmental</u>	<u>Total</u>
<u>Other Financing Sources (Uses)</u>					
Transfer In (Out)	(634,701)	(927,610)	1,412,311	150,000	-
Capital Lease Proceeds	-	-	984,529	-	984,529
Total Other Financing Sources (Uses)	<u>(634,701)</u>	<u>(927,610)</u>	<u>2,396,840</u>	<u>150,000</u>	<u>984,529</u>
Net Change in Fund Balances	(169,709)	(158,641)	1,015,850	141,203	828,703
Fund Balances, Beginning of Year	<u>627,910</u>	<u>1,051,076</u>	<u>130,486</u>	<u>51,509</u>	<u>1,860,981</u>
Fund Balances, End of Year	<u>\$ 458,201</u>	<u>\$ 892,435</u>	<u>\$ 1,146,336</u>	<u>\$ 192,712</u>	<u>\$ 2,689,684</u>

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois

Reconciliation of the Governmental Funds Statement of
Revenues, Expenditures, and Changes in Fund
Balances to the Statement of Activities
May 31, 2021

Net Change in Fund Balances - Governmental Funds \$ 828,703

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

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

Assets Capitalized	1,276,305
Depreciation Expensed	(381,145)

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 284,107

The issuance of new debt is recorded as other financing sources in the governmental funds, but the issuance of new debt increases long-term liabilities in the Statement of Net Position (984,529)

Governmental funds do not report the change in certain long-term assets and liabilities. The change has been recorded in the Statement of Net Position:

Change in Compensated Absences	(13,590)
Change in Accrued Benefits	5,761
Change in Interest Payable	2,242
Change in the Net Pension Liability	602,815
Change in the OPEB Net Pension Liability	(1,030,896)
Loss (Gain) on Sale of Equipment	(6,563)

Change in net position of governmental activities \$ 583,210

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois

Fiduciary Fund
Firefighters' Pension Fund
Statement of Fiduciary Net Position
For the Year Ended May 31, 2021

	<u>Pension Trust Fund</u>
<u>Assets</u>	
Cash and Equivalents	\$ 310,333
Investments, at Fair Value	
Mutual Funds	15,165,268
Municipal Bonds	101,000
Corporate Bonds	3,321,933
Certificates of Deposit	216,274
U.S. Government and Government Agency Obligations	4,576,719
Accrued Interest	59,993
Prepaid Expenses	<u>1,137</u>
 Total Assets	 <u>23,752,657</u>
<u>Liabilities</u>	
Accounts Payable	<u>6,860</u>
 <u>Net Position Held in Trust</u>	
Restricted for Pension Benefits	 <u>\$ 23,745,797</u>

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois

Fiduciary Fund

Firefighters' Pension Fund

Statement of Changes in Fiduciary Net Position

For the Year Ended May 31, 2021

	<u>Pension Trust Fund</u>
Additions	
Contributions	
Employer Contributions	\$ 902,211
Employee Contributions	320,514
Total Contributions	<u>1,222,725</u>
Investment Income	
Net Appreciation in Fair Value of Investments	3,508,724
Interest and Dividend Income	400,797
Other District Revenue	355
Total Investment Income	<u>3,909,876</u>
Less: Investment Expenses	<u>(17,500)</u>
Net Investment Income	<u>3,892,376</u>
Total Additions	<u>5,115,101</u>
Deductions	
Benefit Payments	337,482
Administrative and Other Expenses	<u>112,546</u>
Total Deductions	<u>450,028</u>
Net Increase	4,665,073
Net Position Held in Trust for Pension Benefits	
Beginning of Year	<u>19,080,724</u>
End of Year	<u>\$ 23,745,797</u>

See the accompanying notes to the financial statements

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Mokena Fire Protection District (the "District") provides fire suppression, emergency medical service, fire prevention, and other specialized services for the residents of the District. The District is governed by a five-member board. The District is a corporation of the State of Illinois headquartered in Mokena, Illinois, Will County, and duly chartered pursuant to the Illinois Fire Protection Act, 70 ILCS 705.

The District covers an area of approximately 12 1/2 square miles and serves a large portion of the Village of Mokena, small portions of the Villages of Frankfort, Orland Park, Homer Glen, and unincorporated areas of Frankfort Township.

The accounting policies of the Mokena Fire Protection District conform to accounting principles generally accepted in the United States of America as applicable to governments. 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 more significant accounting policies:

A. Financial Reporting Entity

As defined by accounting principles generally accepted in the United States of America established by the Governmental Accounting Standards Board, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

1. Appointment of a voting majority of the component unit's board, and either: (a) the ability to impose by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
2. Fiscal dependency on the primary government.

The accompanying financial statements present the Mokena Fire Protection District (the primary government) and its component units. The financial data of the component units are included in the District's reporting entity because of the significance of their operational or financial relationship with the District.

The District has concluded that the Foreign Fire Insurance Fund meets the criteria of Statement 61 for inclusion as a blended component unit. Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the District's Board; or the component unit provides services entirely to the District. This component unit's funds are blended into those of the District's governmental funds for presentation in these financial statements.

The District has concluded that the Firefighters' Pension Fund meets the criteria of Statement 61 for inclusion as a component unit that is fiduciary in nature. The Fund is a separate legal entity with their own management and budget authority. This Fund exists solely to provide pension benefits for the District's firefighters and their beneficiaries. The financial statement of the Pension Fund as of and for the year ended May 31, 2021 is reported as a pension trust fund - fiduciary fund.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Pension Fund is excluded from the government-wide financial statements. The Fund prepared separately issued component unit financial statements. Those separate financial statements may be obtained at 19853 Wolf Rd. Mokena, IL 60448.

B. Basis of Presentation

Government -Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. 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 eligibility requirements imposed by the provider have been met.

The Government-Wide Statement of Net Position and the Statement of Activities displays information about the reporting government as a whole. The effect of material interfund activity has been eliminated from these statements.

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. Indirect expenses not allocated to functions are reported separately. Interest on long-term debt is considered such an indirect expense. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Program revenue includes charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items which are not program revenues are reported as general revenues

Fund Financial Statements

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, funds equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

Funds are organized as major funds or non-major funds within the government statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria.

-Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental funds are at least ten percent of the corresponding total for all funds of that category or type, and

-Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental funds is at least five percent of the corresponding total for all governmental funds combined.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The District reports the following major governmental funds:

General Fund - The Fire Protection District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for and reported in another fund.

Ambulance Fund - The Ambulance Fund accounts for the resources to be used for emergency medical services.

Capital Projects Fund – The Capital Projects Fund accounts for the procurement of resources such as equipment and vehicles.

The District reports the following non-major governmental funds:

- Social Security Fund
- Foreign Fire Insurance Fund
- Tort Fund
- Other Pension Employment Benefits Fund

Governmental Funds (Governmental Activities)

Governmental Funds are used to account for the Fire Protection District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets and the servicing of long-term debt. The ambulance fund has serviced the District's long-term debt. Governmental funds include:

General Fund

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required, legally or by sound financial management, to be accounted for and reported in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted to expenditures for specific purposes.

Funds included in this category are:

- Ambulance
- Tort
- Social Security
- Foreign Fire Insurance
- Other Post-Employment Benefits

Fiduciary Fund Type

Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individual, private organizations, other governments, or other funds. The fund included in this category is:

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

Firefighters' Pension Fund

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. 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". Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Operating revenues/expenses include all revenues/expenses directly related to providing water and sewer services. Incidental revenues/expenses related to these services are reported as non-operating.

Government 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. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except as noted hereinafter. Expenditures generally are when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Property taxes, 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. All other revenue items are considered to be measurable and available only when cash is received by the District.

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

Differences between the government-wide financial statements and the fund financial statements are briefly explained in reconciliations included in the fund financial statements.

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity

Cash and Cash Equivalents

For purposes of reporting cash flows, all highly liquid investments (including restricted amounts) with original maturities of three months or less when purchased are considered to be cash and cash equivalents.

Investments

Investments are stated at fair value, except for insurance contracts, which are carried at contract value, which approximates fair value.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than purchased.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight-line depreciation is used based on the following estimated useful lives:

	<u>Estimated Useful Lives</u>
Buildings and Improvements	20-40 years
Equipment and Furniture	3-20 years

The District capitalizes all assets with a cost of \$5,000 and over and a useful life greater than 1 year.

Deferred Revenue

The District defers revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused sick pay, unused vacation benefits and unused personal days. Upon retirement the eligible unused days accumulated are paid out to the employees. All eligible unused days are accrued in the government-wide financial statements. A liability for these days is reported in the governmental funds only if they are payable and due to employee retirements.

Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt, and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental activities. Items such as premiums, discounts, and gains or losses on bond sales are capitalized and amortized over the life of the related debt.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. For other long-term obligations, only the portion expected to be financed with available financial resources is reported as a fund liability of a government fund.

Restricted Net Position

For the government-wide Statement of Net Position, net position is reported as restricted when constraints placed on net position use are either:

- Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments.
- Imposed by law through constitutional provisions or enabling legislation.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

When both restricted and unrestricted resources are available for use, it is the Fire Protection District's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Equity

The fund balances of the District's governmental funds are required to be reported using five separate classifications as listed below. The District may not necessarily utilize each classification in a given fiscal year.

*Non-Spendable - amounts that cannot be spent either because they are either not in spendable form or because they are legally or contractually required to be maintained intact.

*Restricted - amounts that can be used only for specific purposes because of constitutional provisions, charter requirements, or enabling legislation or because constraints that are externally imposed by creditors, grantors, or laws or regulations or other governments.

*Committed - amounts that can be used only for specific purposes determined by a formal action of the Board of Trustees of the Fire Protection District (the highest level of decision-making authority for the Fire Protection District). Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board of Trustees.

*Assigned - amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. Under the Fire Protection District's adopted policy, only the Fire Protection District may assign amounts for specific purposes.

*Unassigned - residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative fund balance in this classification as the result of overspending for specific purposes for which amounts had been restricted, committed, or assigned.

When an expenditure is incurred for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the District's Board of Trustees has provided otherwise in its commitment or assignment action.

Net Position

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

Elimination and Reclassification

In the process of aggregating data for the government-wide Statement of Activities, some amounts reported as interfund activity and interfund balances in the funds are eliminated or reclassified.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

NOTE 2. PROPERTY TAXES

The District annually establishes a legal right to revenue from property tax assessments upon enactment of a tax levy ordinance by the District Board. Property taxes are recognized as a receivable at the time they are levied. In the governmental funds, since the 2019 tax levy is intended to finance the expenditures for the year ending May 31, 2021, the entire 2020 tax levy has been reflected as deferred revenue as of May 31, 2021, except for employee pension taxes which are recognized as revenue in the year in which they are received. The 2019 property tax levy, together with any prior levy year collections, has been recognized as revenue of the governmental funds for the year ended May 31, 2021. A reduction of collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amounts to be collected.

The District passed their property tax levy on November 10, 2020. It attaches as an enforceable lien as of January 1, 2021. The installment dates are as follows:

	<u>Cook County</u>	<u>Will County</u>
First Installment Date	March 1, 2021	June 1, 2021
Second Installment Date	August 1, 2021	September 1, 2021

NOTE 3. CASH AND INVESTMENTS

As of May 31, 2021, the District had cash and investments on the financial statements consisting of the following:

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Cash and Investments	<u>\$ 2,633,666</u>	<u>\$23,691,527</u>	<u>\$26,325,193</u>

The District maintains a cash and investment pool that is available for use by all funds except the Firefighters' Pension Trust Fund. Each fund type portion of this pool is displayed on the financial statements as "cash and investments". The deposits and investments of the Firefighters' Pension Trust Funds are held separately from other funds.

Illinois statute authorizes the District to invest in obligations of the U.S. Treasury, U.S. Agencies and banks and savings and loan associations covered by federal depository insurance. The District may also invest in commercial paper of U.S. Corporations with assets exceeding \$500,000,000 provided that: (a) the obligations are rated with the 3 highest classifications by at least 2 standards rating services and they mature within 180 days from the date of purchase, (b) no more than 25% of any fund is invested in such

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 3. CASH AND INVESTMENTS (Continued)

obligation at any one time, and (c) such purchases do not exceed 10% of the corporation's outstanding obligations.

The District's investments are subject to the following risks:

Custodial Credit Risk: In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 105% of the market value of principal and interest accrued. As of May 31, 2021, the deposits of the District are either insured by the FDIC or fully collateralized.

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. At year-end, the governmental funds did not hold any investments of this type. The pension trust fund's municipal bonds and government sponsored agencies were all rated Aaa by Moody's. The Corporate Bonds were rated Baa1 through Aaa.

Concentrations: This is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not formally address this risk. At year-end, none of the District's investments, other than U.S. Government and Agency securities and mutual funds, exceeded more than five percent or more of total net position as of May 31, 2021.

Firefighters' Pension Trust Fund - Investments

The pension fund holds deposits with financial institutions as of May 31, 2021 in the amount of \$310,333.

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Safety of principal is the foremost objective of the investment program. Investments of the District shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

The Pension Fund has the following recurring fair value measurements as of May 31, 2021. The Mutual Funds are valued using quoted prices in active markets for identical assets (Level 1 inputs). The Municipal Bonds, Corporate Bonds, Certificates of Deposit and U.S. Government and Government Agency Obligations are valued using quoted pricing models (Level 2 inputs).

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 3. CASH AND INVESTMENTS (Continued)

As of May 31, 2021, the Pension Fund's fixed income investments, maturities (using the segmented time distribution method) and fair values were as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than One Year</u>	<u>One to Five Years</u>	<u>Six to Ten Years</u>	<u>More Than Ten Years</u>
Mutual Funds	\$ 15,165,268	\$ 15,165,268	\$ -	\$ -	\$ -
Municipal Bonds	101,000	-	101,000	-	-
Corporate Bonds	3,321,933	543,369	2,558,361	220,203	-
Certificate of Deposits	216,274	-	216,274	-	-
U.S Government and Government Agency Obligations	<u>4,576,718</u>	<u>1,494,342</u>	<u>1,146,599</u>	<u>1,598,037</u>	<u>337,740</u>
Total Investments	<u>\$ 23,381,193</u>	<u>\$ 17,202,979</u>	<u>\$ 4,022,234</u>	<u>\$ 1,818,240</u>	<u>\$ 337,740</u>

The Fund 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 assets. 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.

NOTE 4. CAPITAL ASSETS

A summary of changes in the capital assets for governmental activities of the Fire Protection District for the year ended May 31, 2021, is as follows:

<i>Governmental Activities:</i>	<u>Balance at May 31, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at May 31, 2021</u>
Capital Assets Not Being Depreciated:				
Land	\$ 665,000	\$ -	\$ -	\$ 665,000
Total Capital Assets Not Being Depreciated	<u>665,000</u>	<u>-</u>	<u>-</u>	<u>665,000</u>
Capital Assets Being Depreciated:				
Buildings and Improvements	4,287,634	-	-	4,287,634
Equipment & Vehicles	<u>4,474,080</u>	<u>1,276,305</u>	<u>244,557</u>	<u>5,505,828</u>
Total Capital Assets Being Depreciated	<u>8,761,714</u>	<u>1,276,305</u>	<u>244,557</u>	<u>9,793,462</u>

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 4. CAPITAL ASSETS (Continued)

	<u>Balance at</u> <u>May 31, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>May 31, 2021</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	1,418,169	85,753	-	1,503,922
Equipment & Vehicles	<u>2,690,743</u>	<u>295,392</u>	<u>237,995</u>	<u>2,748,140</u>
Total Accumulated Depreciation	<u>4,108,912</u>	<u>381,145</u>	<u>237,995</u>	<u>4,252,062</u>
Total Capital Assets				
Being Depreciated, Net	<u>4,652,802</u>	<u>895,160</u>	<u>6,562</u>	<u>5,541,400</u>
Capital Assets, Net	<u>\$ 5,317,802</u>	<u>\$ 895,160</u>	<u>\$ 6,562</u>	<u>\$ 6,206,400</u>

Depreciation expense of \$381,145 was charged to Public Safety - Fire & Rescue in the Statement of Activities.

NOTE 5. LONG-TERM OBLIGATIONS

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

	<u>Balance at</u> <u>May 31, 2020</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Balance at</u> <u>May 31, 2021</u>	<u>Principal due</u> <u>within one year</u>
2010 Build America Bonds	\$ 780,000	\$ -	\$ 145,000	\$ 635,000	\$ 150,000
Capital Lease Obligation	-	984,529	139,107	845,422	142,237
Net Pension Liability	4,104,789	-	3,435,064	669,725	-
Net OPEB Liability	1,329,301	1,030,896	-	2,360,197	-
Compensated Absences	<u>542,058</u>	<u>13,590</u>	<u>-</u>	<u>555,648</u>	<u>-</u>
Total	<u>\$ 6,756,148</u>	<u>\$ 2,029,015</u>	<u>\$ 3,719,171</u>	<u>\$ 5,065,992</u>	<u>\$ 292,237</u>

2010 Build America Bonds

The Fire Protection District issued Fire Protection Notes in the amount of \$2,045,000 for the contribution of a new fire station. The notes carry interest rates that vary from 1.50% to 5.20%. Principal is due each year on January 1, with interest payments on January 1 and July 1 of each year and are paid from the Capital Projects Fund. The ambulance fund has been used to liquidate this liability. In addition, these notes qualify as Build America Bonds which provide credits to the expected Build America Bond interest:

<u>Fiscal year</u>	<u>Build America</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Credits</u>	<u>Total</u>
2022	\$ 150,000	\$ 33,380	\$ 11,683	\$ 171,697
2023	155,000	25,880	9,058	171,822
2024	160,000	17,820	6,237	171,583
2025	<u>170,000</u>	<u>9,180</u>	<u>3,213</u>	<u>175,967</u>
	<u>\$ 635,000</u>	<u>\$ 86,260</u>	<u>\$ 30,191</u>	<u>\$ 691,069</u>

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 5. LONG-TERM OBLIGATIONS (Continued)

Capital Lease Obligation

On June 10, 2020 The Fire Protection District entered into a Capital Lease Obligation in the amount of \$1,402,000 to help fund the purchase of additional equipment and vehicles for the District. The District has recognized proceeds as capital assets have been purchased in the Capital Projects Fund. Principal and interest payments will be made from the Capital Projects Fund. In the current year, the District has recognized \$984,529 in proceeds revenue. The Obligation carries an interest rate of 2.25% and has a maturity date of June 10, 2027. The proceeds were used to buy a fire engine, an ambulance, and additional equipment needed. The equipment has an estimated useful life of seven years while the ambulance has an estimated useful life of fifteen years and the fire engine has an estimated useful life of twenty years. The value of the right-to-use asset as of the current fiscal year was \$984,529 and had accumulated amortization of \$19,458. The following tables shows the future payment obligations:

<u>Fiscal year</u>	<u>Lease Payments</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Lease Payment</u>
2022	\$ 142,237	\$ 20,315	\$ 162,552
2023	145,437	17,115	162,552
2024	148,707	13,845	162,552
2025	152,056	10,496	162,552
2026	155,477	7,075	162,552
2027	158,975	3,577	162,552
	<u>\$ 902,889</u>	<u>\$ 72,423</u>	<u>\$ 975,312</u>

Legal Debt Limitations

Based on Illinois Statute 50 ILCS/15b re: Fire Protection Districts, the Mokena Fire Protection District does not have a legal debt limitation.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 6. PENSION PLAN

Plan Description

The District contributes to a single employer defined benefit pension plan. Fire sworn personnel are covered by the Firefighters' Pension Plan. The Plan provides retirement benefits as well as death and disability benefits. The Plan is part of the District's financial reporting entity and is included in the District's report as a pension trust fund. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution requirements are governed by Illinois Compiled Statutes and may only be amended by the Illinois legislature. The Firefighters' Pension Fund is administered by the Firefighters' Pension Board of Trustees and issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to the Mokena Fire Protection District's office, 19853 Wolf Rd. Mokena, IL 60448.

At May 31, 2021, the measurement date, the Fund's membership consisted of:

Inactive plan members or beneficiaries	
currently receiving benefits	8
Inactive plan members entitled to, but not yet	
receiving benefits	2
Active plan members	34
Total	44

Benefits Provided

The Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years at a maximum of 75% of such salary. Employees with at least 10 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 covered employee 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 average monthly salary obtained by dividing the total salary of the firefighter 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. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of one-half of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years 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% reduction for each month prior to attaining age 55).

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 6. PENSION PLAN (Continued)

The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Non-compounding increases occur annually. The increase is the lesser of 3% or one-half of the change in the Consumer Price Index for the proceeding calendar year.

Contributions

Covered employees are required to contribute 9.455% of their base salary to the plan. If an employee leaves covered employment with less than twenty years of service, accumulated employee contributions may be refunded without interest. The District is required to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. Effective January 1, 2011, the District has until the year 2040 to fund 90% of the past services costs of the Firefighters' Pension Plan. However, the District contributes based on the entry-age normal actuarial cost method that will result in the funding of 100% of the past service cost by the year 2040. The District's contribution to the fund was \$902,211 for the year ended May 31, 2021.

Basis of Accounting

The Firefighters' Pension Fund is a pension trust fund and is accounted for by the accrual basis of accounting. Employee and employer contributions are recognized as additions when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method used to Value Investments

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have an established market are reported at estimated fair value. Details regarding cash and investments are disclosed in Note 3.

Net Pension Liability

The components of the net pension liability of the Firefighters' Pension Plan as of May 31, 2021, calculated in accordance with GASB Statement No. 67 were as follows:

Total Pension Liability	\$24,415,522
Less: Plan Fiduciary Net Position	<u>23,745,797</u>
District's Net Pension Liability	<u>\$ 669,725</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	97.26%

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Fund.

Changes in the Net Pension Liability

Changes in the Net Pension Liability are derived from the changes in the total pension liability and changes in the plan net position as follows:

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 6. PENSION PLAN (Continued)

	Increase (Decrease)		
	Total Pension Liability	Pension Plan Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances Beginning at 6/1/20	\$23,185,513	\$19,080,724	\$ 4,104,789
Changes for the year:			
Service Cost	1,016,653	-	1,016,653
Interest	1,491,242	-	1,491,242
Actuarial Experience	(885,497)	-	(885,497)
Assumption Changes	-	-	-
Plan Changes	-	-	-
Contributions - Employer	-	902,211	(902,211)
Contributions - Employee	-	320,514	(320,514)
Contributions - Other	-	360	(360)
Net Investment Income	-	3,881,929	(3,881,929)
Benefit Payments, included refunds	(392,389)	(392,389)	-
Administrative Expenses	-	(47,552)	47,552
Net Changes	1,230,009	4,665,073	(3,435,064)
Balances Ending at 5/31/21	\$24,415,522	\$23,745,797	\$ 669,725

Actuarial Assumptions

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

Actuarial Valuation Date	May 31, 2021
Actuarial Cost Method	Entry-age Normal
Inflation	2.25%
Salary Increases	3.75% - 8.92%
Investment Rate of Return	6.75%
Asset Valuation Method	5 Year Smoothed Market Value

Mortality rates were based on the Publication 2010 Adjusted for Plan Status Demographics , Collar, and Illinois Public Pension Data, as Appropriate.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 6. PENSION PLAN (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that the District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current 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.

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 District calculated using the discount rate of 6.75% as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$5,338,583	\$ 669,725	\$(3,025,440)

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

For the year ended May 31, 2021, the District recognized pension benefit of \$602,815. As of May 31, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 247,482	\$ 1,724,053
Assumption Changes	404,221	350,892
Net Difference Between the Projected and Actual Earnings on Pension Plan Investments	251,773	2,251,570
Total	\$ 903,476	\$ 4,326,515

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

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 6. PENSION PLAN (Continued)

Year Ended	
May 31:	
2021	\$ (580,499)
2022	(602,650)
2023	(717,460)
2024	(651,616)
2025	(138,107)
Thereafter	<u>(732,707)</u>
Total	<u><u>\$(3,423,039)</u></u>

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS PLAN

Plan Description

In addition to providing the pension benefits described, the District provides post-employment health care benefits (OPEB) for retired employees. The benefit levels, employee contributions and employer contributions are governed by the District and can be amended by it through its personnel manual and union contracts. 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 District's governmental activities.

Benefits Provided

The District provides medical, prescription, dental, vision and life coverage to Tier 1 full-time firefighters, at least 50 years old with at least 20 years of service and Tier 2 full-time firefighters, at least 55 years old and 10 years of service. This coverage allows employees to continue employer sponsored insurance in retirement. The employee is responsible for the full cost of coverage including coverage for any eligible spouse/dependent.

As of May 31, 2021, the measurement date, the Fund's membership consisted of:

Inactive plan members or beneficiaries	
currently receiving benefits	4
Inactive plan members entitled to, but not yet receiving benefits	-
Active plan members	<u>33</u>
Total	<u><u>37</u></u>

Funding Policy

The District is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. The District does not have an OPEB trust set up. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS PLAN (Continued)

Total OPEB Liability

The District's net OPEB liability was measured as of May 31, 2021. The total OPEB liability used to calculate the net pension liability was determined by an actuarial valuation, in accordance with parameters of GASB 75, as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total OPEB liability as of May 31, 2021:

Actuarial Valuation Date	May 31, 2021
Asset Valuation Method	Entry-age Normal
Inflation	2.25%
Salary Increases	3.25%
Investment Rate of Return	N/A
Healthcare Cost Trends	Market Value

Mortality Rates

Firefighter Mortality follows the Sex Distinct Raw Rates as developed in the PubS-210A Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2016 Improvement Rates.

Spousal Mortality Follows the Sex Distinct Raw Rates as developed in the PubS-210A Study. These rates are improved generationally using MP-2019 Improvement Rates.

Disabled Mortality follows the Sex Distinct Raw Rates as developed in the L&A Assumption Study for Disabled Pensioners. These rates are improved generationally using MP-2019 Improvement Rates.

Discount Rate

The discount rate used to measure the total OPEB liability was 2.20%. The determination of Total OPEB Liability is based on a combination of the expected long-term rate of return on plan investments and the municipal rate. The employer does not have a trust dedicated exclusively to the payment of OPEB benefits, therefore, then only the municipal bond rate is used in determining the Total OPEB Liability.

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

The Net OPEB Liability has been determined using the end of year discount rate. The table showing the sensitivity of the Net OPEB Liability to the discount rate follows:

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS PLAN (Continued)

	1% Decrease <u>(1.20%)</u>	Current Discount Rate <u>(2.20%)</u>	1% Increase <u>(3.20%)</u>
Net OPEB Liability	\$2,723,296	\$2,360,197	\$2,065,978

Sensitivity of the Healthcare Cost Trend Rate

The following table shows the sensitivity of the Net OPEB Liability to the Healthcare Cost Trend Rates:

	1% Decrease <u>(Varies)</u>	Healthcare Cost Trend Rates <u>(Varies)</u>	1% Increase <u>(Varies)</u>
Employer's Net OPEB Liability (Asset)	\$2,053,009	\$2,360,197	\$2,736,631

Changes in Net OPEB Liability

The Schedule of Changes in Net OPEB Liability and Related Ratios, presented as required supplemental information (RSI) following the Notes to the Financial Statements, presents current period changes in the total OPEB liability and plan OPEB position. Changes in the Net OPEB Liability are derived from the changes in the Total OPEB Liability and changes in the OPEB Net Position as follows:

	Increase (Decrease)		
	Total OPEB Liability <u>(a)</u>	OPEB Plan Net Position <u>(b)</u>	Net OPEB Liability <u>(a) - (b)</u>
Balances Beginning, 6/1/20	<u>\$1,329,301</u>	<u>\$ -</u>	<u>\$1,329,301</u>
Changes for the year:			
Service Cost	53,031	-	53,031
Interest	28,444	-	28,444
Actuarial Experience	928,747	-	928,747
Assumption Changes	82,650	-	82,650
Plan Changes	(37,122)	-	(37,122)
Contributions - Employer	-	24,854	(24,854)
Contributions -Employee	-	-	-
Contributions - Other	-	-	-
Net Investment Income	-	-	-
Benefit Payments	(24,854)	(24,854)	-
Administrative Expenses	-	-	-
Net Changes	<u>1,030,896</u>	<u>-</u>	<u>1,030,896</u>
Balances Ending, 5/31/21	<u><u>\$2,360,197</u></u>	<u><u>\$ -</u></u>	<u><u>\$2,360,197</u></u>

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS PLAN (Continued)

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

For the year ended May 31, 2021, the District recognized OPEB expense of \$1,030,896. As of May 31, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Deferred Amounts Related to OPEB</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Assumption Changes	-	-
Net difference between the projected and actual earnings on OPEB investments	-	-
Total	<u>\$ -</u>	<u>\$ -</u>

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

Year Ending <u>May 31,</u>	Net Deferred Inflows <u>of Resources</u>
2021	\$ -
2022	-
2023	-
2024	-
2025	-
Thereafter	-
Total	<u>\$ -</u>

NOTE 8. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction to assets; errors and omissions; injuries to employees; and natural disasters. The District accounts for its risk financing activities in the Tort Fund. The District carries commercial insurance for its workers' compensation, general liability, and property coverage. Settled claims have not exceeded insurance coverage during any of the past three years.

All full-time employees are entitled to the Fire Protection District's approved health/life insurance coverage.

Mokena Fire Protection District, Illinois
Notes to the Basic Financial Statements
May 31, 2021

NOTE 9. INDIVIDUAL FUND DISCLOSURES

The District has the following interfund receivables and payables arising from misallocation of the property tax levy in prior years. The District plans on repaying the balance over the next five years.

	<u>Receivable</u>	<u>Payable</u>
General	\$ -	\$ 16,381
Social Security	16,381	-
	\$ 16,381	\$ 16,381

The District had the following interfund transfers as of May 31,2021:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ 634,701
Ambulance	-	927,610
OPEB	150,000	-
Capital Projects	1,412,311	-
Total	\$ 1,562,311	\$ 1,562,311

NOTE 10. UNCERTAINTY

The District's operations may be affected by the recent and ongoing outbreak of coronavirus disease 2019 (COVID-2019) which was declared a pandemic by the World Health Organization in March of 2020. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. The ultimate disruption to the District is uncertain at this time.

REQUIRED SUPPLEMENTARY INFORMATION

Mokena Fire Protection District, Illinois

Firefighters' Pension Fund
Schedule of Employer Contributions
Last Ten Fiscal Years

	Actuarially Determined Contribution	Less: Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered-Employee Payroll	Contributions as a Percentage of Covered- Employee Payroll
2012	\$ 560,389	\$ 633,104	\$ (72,715)	\$ 2,631,447	24.06 %
2013	560,389	885,853	(325,464)	2,768,320	32.00 %
2014	703,400	985,150	(281,750)	2,914,908	33.80 %
2015	787,709	633,112	154,597	3,016,367	20.99 %
2016	811,980	817,688	(5,708)	3,165,390	25.83 %
2017	817,108	823,215	(6,107)	3,270,924	25.17 %
2018	956,032	954,180	1,852	3,377,229	28.25 %
2019	979,082	891,365	87,717	3,351,977	26.59 %
2020	948,259	975,085	(26,826)	3,460,916	28.17 %
2021	973,634	902,211	71,423	3,368,413	26.78 %

See notes to the required supplementary information

Mokena Fire Protection District, Illinois

Firefighters' Pension Fund

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

For the Year Ended May 31,

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total Pension Liability							
Service Cost	\$ 940,644	\$ 864,922	\$ 932,917	\$ 995,889	\$ 993,170	\$ 1,011,120	\$ 1,016,653
Interest	865,645	918,586	1,106,349	1,195,002	1,329,894	1,430,685	1,491,242
Changes of Benefit Terms	-	-	-	-	-	215,188	-
Differences Between Expected and Actual Experience	(904,930)	148,765	(319,246)	(20,871)	(609,271)	(295,269)	(885,497)
Changes of Assumptions	508,817	1,006,189	(242,300)	-	-	(239,908)	-
Benefit Payments, Including Refunds of Member Contributions	(185,553)	(150,169)	(163,388)	(165,315)	(177,903)	(263,282)	(392,389)
Net Change in Total Pension Liability	1,224,623	2,788,293	1,314,332	2,004,705	1,535,890	1,858,534	1,230,009
Total Pension Liability - Beginning	12,459,136	13,683,759	16,472,052	17,786,384	19,791,089	21,326,979	23,185,513
Total Pension Liability - Ending	<u>\$ 13,683,759</u>	<u>\$ 16,472,052</u>	<u>\$ 17,786,384</u>	<u>\$ 19,791,089</u>	<u>\$ 21,326,979</u>	<u>\$ 23,185,513</u>	<u>\$ 24,415,522</u>
Plan Fiduciary Net Position							
Contributions -Employer	\$ 633,112	\$ 817,688	\$ 823,215	\$ 954,180	\$ 891,365	\$ 975,085	\$ 902,211
Contributions - Employee	291,036	303,440	310,396	314,827	319,570	310,306	320,514
Contributions - Other	-	-	-	-	-	685	360
Net Investment Income	354,828	310,500	999,688	822,614	484,413	1,485,377	3,881,929
Benefit Payments, Including Refunds of Member Contributions	(185,553)	(150,169)	(163,388)	(165,314)	(177,903)	(263,282)	(392,389)
Net Transfer	(106,481)	(14,970)	(33,687)	(33,509)	(41,738)	(88,639)	(47,552)
Net Change in Plan Fiduciary Net Position	1,076,942	1,266,489	1,936,224	1,892,798	1,475,707	2,419,532	4,665,073
Plan Fiduciary Net Position - Beginning	9,013,032	10,089,974	11,356,463	13,292,687	15,185,485	16,661,192	19,080,724
Plan Fiduciary Net Position - Ending	<u>\$ 10,089,974</u>	<u>\$ 11,356,463</u>	<u>\$ 13,292,687</u>	<u>\$ 15,185,485</u>	<u>\$ 16,661,192</u>	<u>\$ 19,080,724</u>	<u>\$ 23,745,797</u>
Net Pension Liability	<u>\$ 3,593,785</u>	<u>\$ 5,115,589</u>	<u>\$ 4,493,697</u>	<u>\$ 4,605,604</u>	<u>\$ 4,665,787</u>	<u>\$ 4,104,789</u>	<u>\$ 669,725</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.73 %	68.94 %	74.74 %	76.73 %	78.12 %	82.30 %	97.26 %
Covered-Valuation Payroll	\$ 3,016,367	\$ 3,165,390	\$ 3,270,924	\$ 3,377,229	\$ 3,351,977	\$ 3,460,916	\$ 3,368,413
Employer's Net Pension Liability as a Percentage of Covered Payroll	119.14 %	161.61 %	137.38 %	136.37 %	139.20 %	118.60 %	19.88 %

See notes to the required supplementary information

Mokena Fire Protection District, Illinois

Firefighters' Pension Fund

Schedule of Employer Contributions - Other Pension Employee Benefits

Last Ten Fiscal Years

	Actuarially Determined Contribution	Less: Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency	Covered- Employee Payroll	Contributions as a Percentage of Covered- Employee Payroll	
2019	N/A	-	N/A	\$ 3,351,977	0.00	%
2020	N/A	-	N/A	3,460,916	0.00	%
2021	N/A	-	N/A	3,368,413	0.00	%

See notes to the required supplementary information

Mokena Fire Protection District, Illinois

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

For the Year Ended May 31,

	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total OPEB Liability			
Service Cost	\$ 39,816	\$ 43,261	\$ 53,031
Interest	36,038	36,620	28,444
Changes of Benefit Terms	-	-	(37,122)
Differences Between Expected and Actual Experience	-	-	928,747
Changes of Assumptions	36,722	217,669	82,650
Benefit Payments, Including Refunds of Member Contributions	(21,910)	(23,282)	(24,854)
Net Change in Total OPEB Liability	<u>90,666</u>	<u>274,268</u>	<u>1,030,896</u>
Total OPEB Liability - Beginning	<u>964,367</u>	<u>1,055,033</u>	<u>1,329,301</u>
Total OPEB Liability - Ending	<u>\$ 1,055,033</u>	<u>\$ 1,329,301</u>	<u>\$ 2,360,197</u>
Plan OPEB Net Position			
Contributions -Employer	\$ 21,910	\$ 23,282	\$ 24,854
Contributions - Employee	-	-	-
Contributions - Other	-	-	-
Net Investment Income	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(21,910)	(23,282)	(24,854)
Net Transfer	-	-	-
Net Change in OPEB Net Position	<u>-</u>	<u>-</u>	<u>-</u>
OPEB Net Position - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
OPEB Net Position - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB Liability	<u>\$ 1,055,033</u>	<u>\$ 1,329,301</u>	<u>\$ 2,360,197</u>
Plan OPEB Net Position as a Percentage of the Total OPEB Liability	-	-	-
Covered-Valuation Payroll	\$ 3,351,977	\$ 3,460,916	\$ 3,368,413
Employer's Net OPEB Liability as a Percentage of Covered Payroll	31.47 %	38.41 %	70.07 %

See notes to the required supplementary information

Mokena Fire Protection District, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund

Balance - Budget and Actual

For the Year Ended May 31, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Tax	\$2,568,590	\$ 2,567,439	\$ (1,151)
State of Illinois Replacement Tax	6,000	17,972	11,972
Impact Fees	1,200	3,600	2,400
Building Permit Fees	10,000	11,289	1,289
Grants	-	72,920	72,920
Fleet Maintenance & Repair	24,000	15,769	(8,231)
Bond Reimbursements	14,144	6,693	(7,451)
Reimbursements	21,366	110,327	88,961
Interest Income	20,000	2,090	(17,910)
VEBA	3,500	-	(3,500)
Miscellaneous Revenues	4,000	11,423	7,423
Total Revenues	2,672,800	2,819,522	146,722
<u>Expenditures</u>			
Current:			
Wages - Full Time	1,708,200	1,506,501	(201,699)
Wages - Overtime	200,600	200,516	(84)
Secretary Wages	53,200	53,167	(33)
Medical Insurance	400,000	360,492	(39,508)
Trustee Fees	1,500	1,500	-
Medicare	400	-	(400)
Worker's Compensation	30,000	27,026	(2,974)
Fire Station Maintenance	12,000	11,562	(438)
Maintenance & Repair Equipment	11,000	10,237	(763)
Maintenance & Repair Vehicle	92,000	63,048	(28,952)
Fleet Maintenance & Repair Service	5,000	4,991	(9)
Accounting & Audit	10,000	4,980	(5,020)
Postage	2,000	888	(1,112)
Telephone	5,000	3,135	(1,865)

(Continued)

See notes to the required supplementary information

Mokena Fire Protection District, Illinois

General Fund

Schedule of Revenues, Expenditures and Changes in Fund

Balance - Budget and Actual

For the Year Ended May 31, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Radio Communications	\$ 49,000	\$ 44,736	\$ (4,264)
Association Dues	8,000	7,426	(574)
Fire Commission	1,000	125	(875)
Accreditation	2,000	1,149	(851)
Fire Prevention	1,000	953	(47)
Utilities	33,500	13,009	(20,491)
Office Supplies	3,500	3,240	(260)
Fire Fighter Supplies	10,000	7,229	(2,771)
IT/Records	-	11,495	11,495
Gas & Diesel	10,500	10,438	(62)
Station Supplies & Miscellaneous	18,400	1,687	(16,713)
Homer Intergovernmental	5,000	5,000	-
Total Expenditures	<u>2,672,800</u>	<u>2,354,530</u>	<u>(318,270)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	464,992	464,992
<u>Other Financing Uses</u>			
Transfer Out	<u>(634,701)</u>	<u>(634,701)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$(634,701)</u>	(169,709)	<u>\$ 464,992</u>
Fund Balance, Beginning of Year		<u>627,910</u>	
Fund Balance, End of Year		<u>\$ 458,201</u>	

See notes to the required supplementary information

Mokena Fire Protection District, Illinois

Ambulance Fund

Schedule of Revenues, Expenditures and Changes in Fund

Balance - Budget and Actual

For the Year Ended May 31, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Tax	\$ 2,537,212	\$ 2,536,111	\$ (1,101)
Ambulance Billing	725,000	1,278,200	553,200
Grants	14,000	96,327	82,327
Public Education Class	6,000	410	(5,590)
Interest Income	20,000	2,090	(17,910)
Reimbursements	5,000	39,341	34,341
VEBA	3,500	-	(3,500)
Miscellaneous Revenues	2,000	887	(1,113)
Total Revenues	3,312,712	3,953,366	640,654
 <u>Expenditures</u>			
Current:			
Wages - Full Time	2,133,000	1,859,478	(273,522)
Wages - Overtime	600,000	588,430	(11,570)
Secretary Wages	60,000	56,300	(3,700)
Medical Insurance	390,000	363,112	(26,888)
Trustee Fees	3,000	3,000	-
Retirement Plan Contribution	24,241	21,939	(2,302)
Workers' Compensation	25,000	22,021	(2,979)
Fire Station Maintenance	56,000	24,833	(31,167)
Maintenance & Repair Equipment	2,000	1,576	(424)
Maintenance & Repair Vehicle	10,000	9,347	(653)
Accounting & Audit	6,500	3,494	(3,006)
Billing	32,000	31,833	(167)
Postage	1,000	842	(158)
Radio Communications	79,000	75,274	(3,726)
Association Dues	6,500	6,500	-
Fire Commission	2,500	50	(2,450)
Accreditation	6,500	3,325	(3,175)
Utilities	41,500	20,844	(20,656)
Office Supplies	2,000	1,605	(395)

(Continued)

See notes to the required supplementary information

Mokena Fire Protection District, Illinois

Ambulance Fund

Schedule of Revenues, Expenditures and Changes in Fund

Balance - Budget and Actual

For the Year Ended May 31, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
EMS Equipment & Supplies	32,000	39,528	7,528
Firefighter Supplies	10,500	4,441	(6,059)
Gas & Diesel	-	15,567	15,567
Station Supplies & Miscellaneous	4,000	3,636	(364)
Awards Banquet	1,000	968	(32)
Fire Prevention Information	8,000	6,639	(1,361)
Technology/Records	15,000	14,815	(185)
Homer Intergovernmental	5,000	5,000	-
Total Current Expenditures	<u>3,556,241</u>	<u>3,184,397</u>	<u>(371,844)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(243,529)	768,969	1,012,498
<u>Other Financing Uses</u>			
Transfer Out	<u>(927,610)</u>	<u>(927,610)</u>	-
Net Change in Fund Balance	<u>\$(1,171,139)</u>	(158,641)	<u>\$ 1,012,498</u>
Fund Balance, Beginning of Year		<u>1,051,076</u>	
Fund Balance, End of Year		<u>\$ 892,435</u>	

See notes to the required supplementary information

Mokena Fire Protection District, Illinois

Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual
For the Year Ended May 31, 2021

	<u>Original and</u> <u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>From Final</u> <u>Budget</u> <u>Over</u> <u>(Under)</u>
<u>Revenues</u>			
Grants	\$ 196,071	\$ 178,348	\$ (17,723)
Other Revenues	-	77,086	77,086
Total Revenues	<u>196,071</u>	<u>255,434</u>	<u>59,363</u>
<u>Expenditures</u>			
Debt Service:			
Bond Principal Payment	259,000	284,107	25,107
Interest Expense	41,000	63,785	22,785
Other Expenses	-	1,605	1,605
Capital Outlay:			
Station Furniture and Equipment	2,480,868	1,286,927	(1,193,941)
Total Expenditures	<u>2,780,868</u>	<u>1,636,424</u>	<u>(1,144,444)</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	<u>(2,584,797)</u>	<u>(1,380,990)</u>	<u>1,203,807</u>
<u>Other Financing Sources</u>			
Transfers In	1,412,311	1,412,311	-
Debt Proceeds	1,042,000	984,529	(57,471)
Total Other Financing Sources	<u>2,454,311</u>	<u>2,396,840</u>	<u>(57,471)</u>
Net Change in Fund Balance	<u>\$ (130,486)</u>	1,015,850	<u>\$1,146,336</u>
Fund Balance, Beginning of Year		<u>130,486</u>	
Fund Balance, End of Year		<u>\$1,146,336</u>	

See notes to the required supplementary information

Mokena Fire Protection District, Illinois
Notes to the Required Supplementary Information
May 31, 2021

A. BUDGETS AND BUDGETARY INFORMATION

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- a) The District submits to the Board a proposed operating budget resolution, which serves as a budget, for the fiscal year commencing the following June 1. The operating budget resolution includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted by the District to obtain taxpayer comments.
- c) Subsequently, the budget is legally enacted through passage of an ordinance.
- d) Formal budgetary integration is employed as a management control device during the year for the general, ambulance, and special revenue funds.
- e) Budgets for the general, ambulance and special revenue funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
- f) Budgetary authority lapses at year-end.
- g) State law requires that "expenditures be made in conformity with appropriation/budget". As under the Budget Act, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds would require District Board approval. Legal budgetary control is maintained at fund level.
- h) Budgeted amounts are as originally adopted.

B. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 CONTRIBUTION RATE- PENSION PLAN

Valuation Date

Actuarially determined contribution rates are calculated as of May 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2021 Contribution Rates

Actuarial Cost Method:	Aggregated entry age = normal
Amortization Method:	Level percentage of payroll
Remaining Amortization Period:	17 years
Asset Valuation Method:	Market Value
Price Inflation:	2.50%
Salary Increases:	4.25% - 9.17 %
Investment Rate of Return:	6.75%
Retirement Age:	Experienced-based table last update in 2016
Mortality:	RP-2014 Table

Other Information

There were no benefit changes during the year.

Mokena Fire Protection District, Illinois
Notes to the Required Supplementary Information
May 31, 2021

**C. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2021 CONTRIBUTION RATE - POSTRETIREMENT HEALTH
PLAN**

Valuation Date

Actuarially determined contribution rates are calculated as of May 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2021 Contribution Rates

Discount Rate:	2.20%
Investment Rate of Return:	N/A
Wage Growth:	3.25%
Price Inflation:	2.25%
Retirement Age:	55 years old
Health Care Trend Rates:	4.00% to 7.70%
Mortality:	PubS-210(A) Study

Other Information

There were no benefit changes during the year.

Non-Major Individual Fund Statements and Schedules

Mokena Fire Protection District, Illinois

Combining Balance Sheet
Nonmajor Governmental Funds
May 31, 2021

Special Revenue Fund Type

	Tort	Social Security	Foreign Fire Insurance	OPEB	Total
<u>Assets</u>					
Cash	\$ 11,182	\$ -	\$ 52,269	\$ 127,158	\$ 190,609
Property Tax Receivable	691,723	82,443	-	-	774,166
Due From Other Funds	-	16,381	-	-	16,381
Total Assets	<u>\$ 702,905</u>	<u>\$ 98,824</u>	<u>\$ 52,269</u>	<u>\$ 127,158</u>	<u>\$ 981,156</u>
<u>Liabilities, Deferred Inflows and Fund Balances</u>					
<u>Liabilities</u>					
Accrued Wages	\$ -	\$ 2,275	\$ -	\$ -	\$ 2,275
Total Liabilities	<u>-</u>	<u>2,275</u>	<u>-</u>	<u>-</u>	<u>2,275</u>
<u>Deferred Inflows of Resources</u>					
Deferred Property Tax	691,723	82,444	-	-	774,167
Deferred Revenue - Collections	10,724	1,278	-	-	12,002
Total Deferred Inflows	<u>702,447</u>	<u>83,722</u>	<u>-</u>	<u>-</u>	<u>786,169</u>
<u>Fund Balances</u>					
Restricted For:					
Liability Insurance	458	-	-	-	458
Social Security	-	12,827	-	-	12,827
Foreign Fire Insurance	-	-	52,269	-	52,269
Other Post Employment Benefits	-	-	-	127,158	127,158
Unrestricted	-	-	-	-	-
Total Fund Balances	<u>458</u>	<u>12,827</u>	<u>52,269</u>	<u>127,158</u>	<u>192,712</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 702,905</u>	<u>\$ 98,824</u>	<u>\$ 52,269</u>	<u>\$ 127,158</u>	<u>\$ 981,156</u>

Mokena Fire Protection District, Illinois

Combining Schedule of Revenues, Expenditures and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended May 31, 2021

	<u>Tort</u>	<u>Social Security</u>	<u>Foreign Fire Insurance</u>	<u>Other Post Employ. Benefits</u>	<u>Total</u>
<u>Revenues</u>					
Property Tax	\$ 668,029	\$ 77,337	\$ -	\$ -	\$ 745,366
Foreign Fire Insurance	-	-	49,713	-	49,713
Total Revenues	<u>668,029</u>	<u>77,337</u>	<u>49,713</u>	<u>-</u>	<u>795,079</u>
<u>Expenditures</u>					
Current:					
Medicare Tax	-	64,009	-	-	64,009
Social Security Tax	-	11,033	-	-	11,033
Personnel	162,738	-	-	-	162,738
Station Supplies	-	-	29,176	-	29,176
Workers' Compensation Insurance	300,000	-	-	-	300,000
Accounting and Auditing	18,838	-	-	-	18,838
Liability Insurance	73,554	-	-	-	73,554
Unemployment Insurance	80	-	-	-	80
Maintenance Vehicle	15,982	-	-	-	15,982
Maintenance Fire Station	10,820	-	-	-	10,820
Fire Fighter Supplies	9,432	-	-	-	9,432
Fire Comission	1,804	-	-	-	1,804
EMS Training	13,567	-	-	-	13,567
Legal Services	30,615	-	-	-	30,615
Trustee's Fees	1,500	-	-	-	1,500
Health & Fitness	5,610	-	-	-	5,610
VEBA Contribution	-	-	-	38,304	38,304
Information Techonology/Records	3,891	-	-	-	3,891
Capital Outlay:					
Station Furniture and Equipment	-	-	12,923	-	12,923
Total Expenditures	<u>648,431</u>	<u>75,042</u>	<u>42,099</u>	<u>38,304</u>	<u>803,876</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,598	2,295	7,614	(38,304)	(8,797)
<u>Other Financing Sources:</u>					
Transfers In:	-	-	-	150,000	150,000
Net Change in Fund Balances	19,598	2,295	7,614	111,696	141,203
Fund Balances, Beginning of Year	(19,140)	10,532	44,655	15,462	51,509
Fund Balances, End of Year	<u>\$ 458</u>	<u>\$ 12,827</u>	<u>\$ 52,269</u>	<u>\$ 127,158</u>	<u>\$ 192,712</u>

Mokena Fire Protection District, Illinois

Tort Fund

Schedule of Revenues, Expenditures and Changes in Fund

Balance - Budget and Actual

For the Year Ended May 31, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Tax	\$ 668,327	\$ 668,029	\$ (298)
Total Revenues	<u>668,327</u>	<u>668,029</u>	<u>(298)</u>
<u>Expenditures</u>			
Current:			
Wages - Full Time	60,327	59,414	(913)
Wages - Overtime	-	35,001	35,001
Wages - Secretary	70,000	68,323	(1,677)
Workers' Compensation Insurance	300,000	300,000	-
Accounting and Auditing	20,000	18,838	(1,162)
Liability Insurance	65,000	73,554	8,554
Unemployment Insurance	-	80	80
Maintenance Vehicle	42,897	15,982	(26,915)
Maintenance Fire Station	20,000	10,820	(9,180)
Fire Fighter Supplies	10,000	9,432	(568)
Fire Comission	2,000	1,804	(196)
EMS Training	14,000	13,567	(433)
Legal Services	35,000	30,615	(4,385)
Trustee's Fees	2,000	1,500	(500)
Health & Fitness	6,000	5,610	(390)
IT/Records	4,000	3,891	(109)
Total Expenditures	<u>651,224</u>	<u>648,431</u>	<u>(2,793)</u>
Net Change in Fund Balance	<u>\$ 17,103</u>	19,598	<u>\$ 2,495</u>
Fund Balance, Beginning of Year		<u>(19,140)</u>	
Fund Balance, End of Year		<u>\$ 458</u>	

Mokena Fire Protection District, Illinois

Social Security Fund
Schedule of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual
For the Year Ended May 31, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Tax	\$ 77,371	\$ 77,337	\$ (34)
Total Revenues	<u>77,371</u>	<u>77,337</u>	<u>(34)</u>
<u>Expenditures</u>			
Current:			
Medicare Tax	64,009	64,009	-
Social Security Tax	<u>13,362</u>	<u>11,033</u>	<u>(2,329)</u>
Total Expenditures	<u>77,371</u>	<u>75,042</u>	<u>(2,329)</u>
Net Change in Fund Balance	<u>\$ -</u>	2,295	<u>\$ 2,295</u>
Fund Balance, Beginning of Year		<u>10,532</u>	
Fund Balance, End of Year		<u>\$ 12,827</u>	

Mokena Fire Protection District, Illinois

Foreign Fire Insurance
Schedule of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual
For the Year Ended May 31, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Foreign Fire Insurance	\$ 44,000	\$ 49,713	\$ 5,713
Total Revenues	<u>44,000</u>	<u>49,713</u>	<u>5,713</u>
<u>Expenditures</u>			
Current:			
Station Furniture and Equipment	8,000	12,923	4,923
Station Supplies	<u>36,000</u>	<u>29,176</u>	<u>(6,824)</u>
Total Expenditures	<u>44,000</u>	<u>42,099</u>	<u>(1,901)</u>
Net Change in Fund Balance	<u>\$ -</u>	7,614	<u>\$ 7,614</u>
Fund Balance, Beginning of Year		<u>44,655</u>	
Fund Balance, End of Year		<u>\$ 52,269</u>	

Mokena Fire Protection District, Illinois

Other Post Employment Benefits Fund
Schedule of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual
For the Year Ended May 31, 2021

	<u>Original and</u> <u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>From Final</u> <u>Budget</u> <u>Over</u> <u>(Under)</u>
<u>Revenues</u>			
Property Tax	\$ -	\$ -	\$ -
Total Revenues	-	-	-
<u>Expenditures</u>			
Current:			
VEBA Contribution	165,461	38,304	(127,157)
Total Expenditures	165,461	38,304	(127,157)
Excess (Deficiency) of Revenues Over (Under) Expenditures	165,461	38,304	(127,157)
<u>Other Financing Sources</u>			
Transfers In	150,000	150,000	-
Net Change in Fund Balance	\$ (15,461)	111,696	\$ (127,157)
Fund Balance, Beginning of Year		15,462	
Fund Balance, End of Year		\$ 127,158	

SUPPLEMENTARY INFORMATION

Mokena Fire Protection District, Illinois

Five Year Summary of Assessed Valuations, Tax Rates and Tax Extensions

	2020	<u>May 31, 2021</u> 2019	2018	2017	2016
Mokena Fire Protection District					
Assessed Valuation					
Will County	\$ 680,665,523	\$ 666,993,109	\$ 653,026,739	\$ 632,041,201	\$ 612,793,386
Cook County	<u>177,079</u>	<u>187,366</u>	<u>187,366</u>	<u>180,879</u>	<u>188,636</u>
	<u>\$ 680,842,602</u>	<u>\$ 667,180,475</u>	<u>\$ 653,214,105</u>	<u>\$ 63,222,080</u>	<u>\$ 612,982,022</u>
Tax Extensions:					
General Fund	\$ 2,591,294	\$ 2,568,590	\$ 2,467,131	\$ 2,421,412	\$ 2,361,202
Ambulance	2,591,294	2,537,242	2,466,482	2,422,044	2,361,202
Tort	702,447	668,327	647,803	531,693	514,908
Pension	1,020,998	975,144	956,684	934,431	879,634
Social Security	<u>83,722</u>	<u>77,371</u>	<u>74,445</u>	<u>72,702</u>	<u>69,881</u>
Total	<u>\$ 6,989,755</u>	<u>\$ 6,826,674</u>	<u>\$ 6,612,545</u>	<u>\$ 6,382,282</u>	<u>\$ 6,186,827</u>
Tax Rates - Will County:					
General Fund	0.3807	0.3851	0.3778	0.3830	0.3852
Ambulance	0.3807	0.3804	0.3777	0.3831	0.3852
Tort	0.1032	0.1002	0.0992	0.0841	0.0840
Pension	0.1500	0.1462	0.1465	0.1478	0.1435
Social Security	<u>0.0123</u>	<u>0.0116</u>	<u>0.0114</u>	<u>0.0115</u>	<u>0.0114</u>
Total	<u>1.0269</u>	<u>1.0235</u>	<u>1.0126</u>	<u>1.0095</u>	<u>1.0093</u>
Tax Rates Cook County:					
General Fund	0.3804	0.3833	0.3780	0.3824	0.3828
Ambulance	0.3804	0.3820	0.3780	0.3824	0.3828
Tort	0.1036	0.1006	0.0991	0.0842	0.0855
Pension	0.1508	0.1472	0.1464	0.1484	0.1461
Social Security	<u>0.0123</u>	<u>0.0116</u>	<u>0.0114</u>	<u>0.0115</u>	<u>0.0117</u>
Total	<u>1.0275</u>	<u>1.0247</u>	<u>1.0134</u>	<u>1.0089</u>	<u>1.0089</u>